

**Milwaukee County Employees' Retirement System (ERS)
Audit Committee Meeting
MINUTES**

Call to Order

Chairperson Vera Westphal called the Audit Committee to order at 1:35 p.m. on Thursday, December 4, 2014 in the Commission Room (210) of the Milwaukee County Courthouse, 901 N. 9th Street, Milwaukee, WI 53233.

Board Members Present:

Laurie Braun
Dr. Brian Daugherty
Aimee Funck
D. A. Leonard
Gregory Smith
Vera Westphal

Others Present:

Steven Huff
Paul Grant
Marian Ninneman
Jerry Heer
Vivian Aikin
Darlene Middleman, Baker Tilly
Steven Henke, Baker Tilly
Scott Manske (joined meeting at 2 p.m.)
Chris Fleissner (joined meeting at 2 p.m.)

1. Topic: GASB 67 and 68 Overview Presentation by Baker Tilly

At Ms. Westphal's request, Ms. Middleman of Baker Tilly explained that the bulk of the meeting would consist of a presentation by Mr. Henke to educate the group on the new pension standards under GASB 67 and 68. Mr. Henke distributed copies of a slide presentation and other materials prepared by Baker Tilly. He explained that GASB is an acronym for Governmental Accounting Standards Board that tells pension plans and local governments how to account for and report pension activity. GASB 67 applies to ERS while GASB 68 applies to Milwaukee County. Mr. Henke provided a comprehensive overview and answered several questions raised by those in attendance.

Ms. Middleman then provided a comparison of current ERS financial statements with what they will be under GASB 67.

2. Topic: 2015 Pre-Audit Letter

Ms. Middleman distributed the 2015 pre-audit letter and explained its purpose as part of Baker Tilly's required communications to the Committee. She also advised the group that preliminary audit field work would begin the week of January 5, 2015. The final field work is scheduled for the week of April 6, 2015 and a draft of audit findings is tentatively scheduled for June 4, 2015.

The Audit Committee meeting adjourned at 3:17 p.m.