

Overview of STRS Ohio Investment Performance Controls/Oversight

GIPS® Compliance

(Global Investment Performance Standards® established by the CFA Institute)

STRS Ohio undergoes annually both a performance examination (a rigorous calculation and testing of investment performance) and a verification (confirmation the organization has complied with the requirements of the GIPS® standards). These services are currently performed by ACA Performance Services.



Internal Audit

Reports directly to the board's Audit Committee and performs audits of the investment area on a rotating basis.



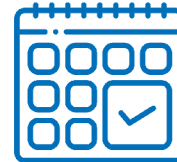
External Audit



Annual financial audit currently performed by Crowe LLP under the oversight of the Ohio Auditor of State. The audit covers financial reporting including the investment asset values reflected in the statement of net position and net investment income in the statement of changes in the financial statements.

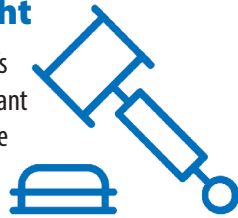
Internal Investment Performance Team

Finance Department staff reports to the chief financial officer and compiles and reports STRS Ohio investment performance data. The team is separate from the Investment Department with appropriate segregation of duties.



Board's Independent Oversight

State Teachers Retirement Board's independent investment consultant presents investment performance results quarterly to the board (Callan). Additionally, an investment consultant specializing in alternative investments presents investment performance results semi-annually (Cliffwater).



CEM

(Cost Effective Measurement)

STRS Ohio provides all investment management costs to a third party that annually presents a report to the board comparing costs and performance to peers.



Legislative Oversight

Ohio Retirement Study Council's (ORSC) independent investment performance consultant (RVK) presents a semi-annual report on the five Ohio public pension funds.

