RE: Two follow-up items

From: "Veinot, Cindy (TBS)" <"/o=govon/ou=exchange administrative group (fydibohf23spdlt)/cn=recipients/cn=veinot, cindy (tbs)d57">
To: Uros Karadzic <uros.karadzic@ca.ey.com>
Date: Tue, 29 Aug 2017 07:51:25 -0400

Hi Uros,

With respect to the references to the EY report, here is a first draft of what we may communicate:

- * The professional staff's interpretation of PSAB standards is supported by their own research and analysis as well as:
- * The report of the Pension Asset Expert Advisory Panel released on xxx, which can be found at xxxxxx.xxx stating that the Government should record an asset for its share of the surplus reported in the accounting valuations for each plan and that no valuation allowance is required.
- * An opinion from Deloitte LLP on OTPP, a summary of which is included in Appendix A, supporting the ability to recognize a pension asset in the absence of having a unilateral right to reduce contributions to the plan.
- *** Analysis completed by Ernst & Young LLP as to whether any valuation allowance is required to be recorded for OTPP or OPSEUPP as of March 31, 2017. Ernst & Young LLP confirmed no valuation allowance was required for either plan.**

We are still working through our communication plan, so the text above may change, but in the meantime, if you could let me know if you are OK with the bullet on EY, that would be great.

Please treat as confidential.

Thanks,

Cindy

From: Uros Karadzic [mailto:uros.karadzic@ca.ey.com]
Sent: August 25, 2017 5:30 PM
To: Veinot, Cindy (TBS)
Cc: Gregory Winston; Christina Chan
Subject: Two follow-up items

Hi Cindy,

It was very nice to see you again today. Thank you for a good discussion.

While there were a few follow-up items, I wanted to get back to you today on two of the most urgent:

- **References to EY report: I connected with Greg and Blake, and all three of us were in agreement that you can refer to our work as you pull together the supporting documents on which you based your accounting decision. We would like to ask, however, if you could share with us the wording you're planning to use (and continue sharing it as it may evolve through the Public Accounts communications materials sign-off process), just so we are aware of what is being communicated.**
- **Security clearance: Greg has connected with Mark on this today. Apparently they know each other as they have already worked together on some prior projects.**

I hope you have a great weekend, and I will get back to you next week on the other items.

Uros

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