



MINUTES OF MAY 16, 2024 AUDIT COMMITTEE MEETING

Date: May 16, 2024
To: Members of the Audit Committee
From: Henry Levy, Chair
Subject: **Summary of the May 16, 2024 Audit Committee Meeting**

The Audit Committee Chair, Henry Levy called the May 16, 2024, Audit Committee meeting to order at 12:31 p.m.

ACERA TRUSTEES, SENIOR MANAGERS AND PRESENTING STAFF IN ATTENDANCE

Committee members present were George Wood, Henry Levy, Jaime Godfrey, Kellie Simon, and Tarrell Gamble. Other Board members present were Ophelia Basgal, Ross Clippinger, Elizabeth Rogers, and alternates Cynthia Baron and Kevin Bryant. Keith Carson arrived after the roll call.

Staff present were David Nelsen, Chief Executive Officer; Lisa Johnson, Assistant Chief Executive Officer; Carlos Barrios, Assistant Chief Executive Officer; Jeff Rieger, Chief Counsel; Harsh Jadhav, Chief of Internal Audit; Erica Haywood, Fiscal Services Officer; Vijay Jagar, Chief Technology Officer; Betty Tse, Chief Investment Officer; Jessica Huffman, Benefits Manager; and Sandra Duenas-Cuevas, Benefits Manager attended via Zoom.

PUBLIC COMMENT

None

ACTION ITEMS

External Audit

1. Discussion and possible motion to recommend approval of the December 31, 2023 Audited Financial Statements and Independent Auditor's Report

Staff reported that Williams Adley & Co. had completed its independent audit of ACERA's 2023 financial statements.

After discussion, it was moved by Trustee Levy and seconded by Trustee Clippinger that the Audit Committee recommend that the Board of Retirement accept and file the December 31, 2023 Audited Financial Statements and Independent Auditor's Report.

The motion carried 9 yes (*Basgal, Carson, Clippinger, Gamble, Godfrey, Levy, Rogers, Simon, Wood*), 0 no, 0 abstentions.

2. Discussion and possible motion to recommend adoption of the Government Accounting Standards Board (GASB) Statement No. 67 Actuarial Valuation and addendum as of December 31, 2023

Staff reported the completion of their review and evaluation of the GASB Statement No. 67 Actuarial Valuation and addendum as of December 31, 2023.

After discussion, it was moved by Trustee Levy and seconded by Trustee Gamble that the Audit Committee recommend that the Board of Retirement adopt the GASB Statement No. 67 Actuarial Valuation and addendum as of December 31, 2023.

The motion carried 9 yes (*Basgal, Carson, Clippinger, Gamble, Godfrey, Levy, Rogers, Simon, Wood*), 0 no, 0 abstentions.

3. Discussion and possible motion to recommend adoption of the Government Accounting Standards Board (GASB) Statement No. 74 Actuarial Valuation and addendum as of December 31, 2023

Staff reported the completion of their review and evaluation of the GASB Statement No. 74 Actuarial Valuation and addendum as of December 31, 2023.

After discussion, it was moved by Trustee Levy and seconded by Trustee Gamble that the Audit Committee recommend that the Board of Retirement adopt the GASB Statement No. 74 Actuarial Valuation and addendum as of December 31, 2023.

The motion carried 9 yes (*Basgal, Carson, Clippinger, Gamble, Godfrey, Levy, Rogers, Simon, Wood*), 0 no, 0 abstentions.

INFORMATION ITEMS

Internal Audit

1. Progress report on the Internal Audit Plan.

Staff provided a progress report on the Internal Audit Plan.

PRISM staff presented an education on AI Risks and Threats.

TRUSTEE INPUT AND DIRECTION TO STAFF

None

FUTURE DISCUSSION ITEMS

None

ESTABLISHMENT OF NEXT MEETING DATE

June 20, 2024 at 12:30 p.m.

MEETING ADJOURNED

The meeting adjourned at 1:10 p.m.