



MINUTES OF MAY 18, 2023 AUDIT COMMITTEE MEETING

Date: May 18, 2023
To: Members of the Audit Committee
From: Henry Levy, Chair
Subject: **Summary of the May 18, 2023 Audit Committee Meeting**

The Audit Committee Chair, Henry Levy called the May 18, 2023, Audit Committee meeting to order at 12:30 p.m.

ACERA TRUSTEES, SENIOR MANAGERS AND PRESENTING STAFF IN ATTENDANCE

Committee members present were, Ross Clippinger, Keith Carson, and Henry Levy. Other Board members present were Ophelia Basgal, Jaime Godfrey, Elizabeth Rogers, George Wood, and alternate Cynthia Baron.

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

PUBLIC COMMENT

None

ACTION ITEMS

External Audit

1. Discussion and possible motion to recommend approval of the December 31, 2022 Audited Financial Statements and Independent Auditor's Report

Staff reported that Williams Adley & Co. had completed its independent audit of ACERA's 2022 financial statements.

After discussion, it was moved by Trustee Godfrey and seconded by Trustee Basgal that the Audit Committee recommend that the Board of Retirement accept and file the December 31, 2022 Audited Financial Statements and Independent Auditor's Report.

The motion carried 7 yes (*Basgal, Carson, Clippinger, Godfrey, Levy, Rogers, 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, 2022

Staff reported the completion of their review and evaluation of the GASB Statement No. 67 Actuarial Valuation and addendum as of December 31, 2022.

After discussion, it was moved by Trustee Basgal and seconded by Trustee Godfrey that the Audit Committee recommend that the Board of Retirement adopt the Government Accounting Standards Board (GASB) Statement No. 67 Actuarial Valuation and addendum as of December 31, 2022.

The motion carried 7 yes (*Basgal, Carson, Clippinger, Godfrey, Levy, Rogers, 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, 2022

Staff reported the completion of their review and evaluation of the GASB Statement No. 74 Actuarial Valuation and addendum as of December 31, 2022.

After discussion, it was moved by Trustee Godfrey and seconded by Trustee Basgal that the Audit Committee recommend that the Board of Retirement adopt the Government Accounting Standards Board (GASB) Statement No. 74 Actuarial Valuation and addendum as of December 31, 2022.

The motion carried 7 yes (*Basgal, Carson, Clippinger, Godfrey, Levy, Rogers, 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.

2. Cybersecurity Update

Staff provided an informational update on cybersecurity.

TRUSTEE INPUT AND DIRECTION TO STAFF

None

FUTURE DISCUSSION ITEMS

None

ESTABLISHMENT OF NEXT MEETING DATE

June 15, 2023 at 12:30 p.m.

MEETING ADJOURNED

The meeting adjourned at 1:23 p.m.