



**MINUTES OF MAY 20, 2021 AUDIT COMMITTEE MEETING**

**THIS MEETING WAS CONDUCTED VIA TELECONFERENCE WITH VIDEO**

Date: May 20, 2021  
To: Members of the Audit Committee  
From: Henry Levy, Chair  
Subject: **Summary of the May 20, 2021 Audit Committee Meeting**

**ACERA TRUSTEES, SENIOR MANAGERS AND PRESENTING STAFF IN ATTENDANCE**

Audit Committee Chair Henry Levy called the May 20, 2021, Audit Committee meeting to order at 12:30 p.m. Committee members present were Henry Levy, Tarrell Gamble, and Ophelia Basgal. Keith Carson and Darryl Walker arrived after the roll call. Other Board members present were Jaime Godfrey, George Wood, and alternate Nancy Reilly. Members of the Staff present were David Nelsen, Chief Executive Officer; Kathy Foster, Assistant Chief Executive Officer; Margo Allen, Fiscal Services Officer; Harsh Jadhav, Chief of Internal Audit; Jeff Rieger, Chief Counsel; Sandra Duenas, Benefits Manager; Jessica Huffman, Benefits Manager; Vijay Jagar, Retirement Chief Technology Officer; Betty Tse, Chief Investment Officer; and Vicki Arruda, Human Resources Officer.

**PUBLIC COMMENT**

None

**ACTION ITEMS**

***External Audit:***

**1. Discussion and possible motion to recommend approval of the December 31, 2020 Audited Financial Statements and Independent Auditor's Report**

Staff reported that Williams Adley & Co. had completed its independent audit of ACERA's 2020 financial statements.

After discussion, it was moved by Tarrell Gamble and seconded by Jaime Godfrey that the Audit Committee recommend that the Board of Retirement accept and file the December 31, 2020 Audited Financial Statements and Independent Auditor's Report.

The motion carried 7 yes (*Basgal, Gamble, Godfrey, Levy, Wood, Walker, Reilly*), 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, 2020**

Staff reported the completion of their review and evaluation of the GASB Statement No. 67 Actuarial Valuation and addendum as of December 31, 2020.

After discussion, it was moved by Tarrell Gamble and seconded by Darryl Walker 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, 2020.

The motion carried 6 yes (*Basgal, Gamble, Godfrey, Levy, Walker, Reilly*), 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, 2020**

Staff reported the completion of their review and evaluation of the GASB Statement No. 74 Actuarial Valuation and addendum as of December 31, 2020.

After discussion, it was moved by Tarrell Gamble and seconded by Darryl Walker 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, 2020.

The motion carried 6 yes (*Basgal, Gamble, Godfrey, Levy, Walker, Reilly*), 0 no, 0 abstentions.

**INFORMATION ITEMS**

*Internal Audit*

**1. Progress report on the Internal Audit Plan**

Staff presented a progress report on the Internal Audit Plan.

**TRUSTEE INPUT AND DIRECTION TO STAFF**

None

**FUTURE DISCUSSION ITEMS**

*External Audit*

1. Discussion and possible motion to adopt the audited Schedules of Employer Allocations and Schedules of Pension Amounts by Employer with Related Notes, based on the Addendum to GASB Statement No. 67 Valuation as of December 31, 2020.
2. Discussion and possible motion to adopt the audited Schedules of Employer Allocations and Schedules of OPEB Amounts by Employer with Related Notes, based on the Addendum to GASB Statement No. 74 Valuation as of December 31, 2020.

**ESTABLISHMENT OF NEXT MEETING DATE**

June 17, 2021 at 12:30 p.m.

**MEETING ADJOURNED**

The meeting adjourned at 1:08 p.m.