



MINUTES OF MAY 22, 2025 AUDIT COMMITTEE MEETING

Date: May 22, 2025
To: Members of the Audit Committee
From: Henry Levy, Chair
Subject: **Summary of the May 22, 2025 Audit Committee Meeting**

The Audit Committee Chair, Henry Levy called the May 22, 2025, Audit Committee meeting to order at 12:31 p.m.

ACERA TRUSTEES, SENIOR MANAGERS AND PRESENTING STAFF IN ATTENDANCE

Committee members present were Henry Levy, Ross Clippinger, and Steven Wilkinson. Other Board members present were Ophelia Basgal, Keith Carson, Elizabeth Rogers, Kellie Simon and alternate member Cynthia Baron. Tarrell Gamble arrived after 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; Jessica Huffman, Benefits Manager; Betty Tse, Chief Investment Officer; and Sandra Dueñas-Cuevas, Benefits Manager. Victoria Arruda, Human Resource Officer attended via Zoom.

PUBLIC COMMENT

None

ACTION ITEMS

External Audit

1. Discussion and possible motion to recommend approval of the December 31, 2024 Audited Financial Statements and Independent Auditor's Report

Staff reported that Williams Adley & Co. had completed its independent audit of ACERA's 2024 financial statements.

After discussion, it was moved by Trustee Wilkinson and seconded by Trustee Simon that the Audit Committee recommend that the Board of Retirement accept and file the December 31, 2024 Audited Financial Statements and Independent Auditor's Report.

The motion carried 8 yes (*Basgal, Carson, Clippinger, Gamble, Levy, Rogers, Simon, Wilkinson*), 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, 2024

Staff reported the completion of their review and evaluation of the GASB Statement No. 67 Actuarial Valuation and addendum as of December 31, 2024.

After discussion, it was moved by Trustee Simon and seconded by Trustee Wilkinson that the Audit Committee recommend that the Board of Retirement adopt the GASB Statement No. 67 Actuarial Valuation and addendum as of December 31, 2024.

The motion carried 8 yes (*Basgal, Carson, Clippinger, Gamble, Levy, Rogers, Simon, Wilkinson*), 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, 2024

Staff reported the completion of their review and evaluation of the GASB Statement No. 74 Actuarial Valuation and addendum as of December 31, 2024.

After discussion, it was moved by Trustee Basgal and seconded by Trustee Wilkinson that the Audit Committee recommend that the Board of Retirement adopt the GASB Statement No. 74 Actuarial Valuation and addendum as of December 31, 2024.

The motion carried 8 yes (*Basgal, Carson, Clippinger, Gamble, Levy, Rogers, Simon, Wilkinson*), 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. Review Completed Audits and Projects

Sean Reynolds received the Anti-Fraud, Controls, Excellence (ACE) Award. PRISM staff provided an update on how consulting firms are using artificial intelligence.

TRUSTEE INPUT AND DIRECTION TO STAFF

None

FUTURE DISCUSSION ITEMS

None

ESTABLISHMENT OF NEXT MEETING DATE

June 18, 2025

MEETING ADJOURNED

The meeting adjourned at 1:49 p.m.