



Date: July 20, 2017
To: Members of the Audit Committee
From: Tarrell Gamble, Chair
Subject: Summary of the July 20, 2017, Audit Committee Meeting

Audit Committee Chair Tarrell Gamble called the July 20, 2017, Audit Committee meeting to order at 1:04 p.m. Committee members present were, George Wood, Elizabeth Rogers, Annette Cain-Darnes, and Ophelia Basgal. Other Board members present were Dale Amaral, Liz Koppenhaver, Henry Levy, Nancy Reilly, and Darryl Walker. 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; Kathy Mount, Chief Counsel; Betty Tse, Chief Investment Officer; Sandra Dueñas-Cuevas, Benefits Manager, and Vijay Jagar, Project and Information Services Manager.

ACTION ITEMS

1. Discussion and possible motion to adopt the audited Schedules of Employer Allocations and the Schedule of Pension Amounts by Employer, with related notes, prepared by ACERA for the participating employers (Source: Addendum to the GASB Statement 67 Valuation as of December 31, 2016.)

Staff introduced representatives of Segal who prepared the Schedules of Employer Allocations and the Schedule of Pension Amounts by Employer, with related notes, prepared by ACERA for the participating employers (Source: Addendum to the GASB Statement 67 Valuation as of December 31, 2016.) Staff then invited the members of the board to ask questions or express their concerns on these schedules. After a brief discussion, Trustee Elizabeth Rogers moved and Trustee Cain-Darnes seconded a motion that the Audit Committee recommend to the Board that the Board accept and file the Schedules of Employer Allocations and the Schedule of Pension Amounts by Employer, with related notes, prepared by ACERA for the participating employers (Source: Addendum to the GASB Statement 67 Valuation as of December 31, 2016.)

The motion carried 10 yes (Amaral, Basgal, Cain-Darnes, Gamble, Koppenhaver, Levy, Reilly, Walker, Wood), 0 no, 0 abstentions.

INFORMATION ITEMS

External Audit

1. Presentation of the Governmental Accounting Standards Board (GASB) Statement 68 Actuarial Valuation Based on the December 31, 2016, Measurement Date for Employer Reporting as of June 30, 2017.

Staff provided a summary of GASB Statement No. 68 Actuarial Valuation Based on the December 31, 2016, Measurement Date for Employer Reporting as of June 30, 2017.

Internal Audit

1. Progress Report on the 2017 Internal Audit Plan

Staff presented a status update on the 2017 Internal Audit Plan, the Employer Audit Plan and mentioning that ACERA Staff will initiate the Alameda Health System Employer Audit, starting in the 3rd quarter of 2017.

2. Review of Completed Audits.

Staff presented an overview of the objective, scope, key findings, and recommendations resulting from the Alameda County Employer Audit and the Underpayment/Overpayment- Monthly Medical Allowance (MBRP) Audit.

TRUSTEE/PUBLIC INPUT

- None.

RECOMMENDATION

The Audit Committee recommend to the Board that the Board adopt audited Schedules of Employer Allocations and the Schedule of Pension Amounts by Employer, with related notes, prepared by ACERA for the participating employers (Source: Addendum to the GASB Statement 67 Valuation as of December 31, 2016.)

ESTABLISHMENT OF NEXT MEETING DATE

October 19, 2017 at 1:00 pm

MEETING ADJOURNED

The meeting adjourned at 1:52 pm