

ORANGE COUNTY EMPLOYEES RETIREMENT SYSTEM

BOARD OF RETIREMENT
2223 WELLINGTON AVENUE, SUITE 100
SANTA ANA, CA 92701

AUDIT COMMITTEE MEETING
December 11, 2018
1:00 p.m.

Members of the Committee
Frank Eley, Chair
Charles Packard, Vice Chair
Russell Baldwin
Shari Freidenrich

MINUTES

OPEN SESSION

The Chair called the meeting to order at 1:03 p.m.

Attendance was as follows:

Committee Members: Frank Eley, Chair; Russell Baldwin; Shari Freidenrich

Staff: Steve Delaney, CEO; Gina Ratto, General Counsel; David Kim, Director of Internal Audit; Brenda Shott, Assistant CEO of Internal Operations; Suzanne Jenike, Assistant CEO External Operations; Mark Adviento, Internal Auditor; Sonal Sharma, Recording Secretary; Anthony Beltran, Audio Visual Technician.

Guests (via telephone): Paul Angelo and Andy Yeung, Segal Consulting

PUBLIC COMMENT

None.

CONSENT AGENDA

C-1 APPROVE AUDIT COMMITTEE MINUTES

Audit Committee Meeting Minutes

August 3, 2018

A **motion** was made by Mr. Baldwin, **seconded** by Mr. Eley to approve the minutes.

ACTION ITEMS

A-1 INDIVIDUAL ACTION ON ANY ITEM TRAILED FROM THE CONSENT AGENDA

A-2 AUDIT OF ORANGE COUNTY TRANSPORTATION AUTHORITY PAYROLL TRANSMITTALS
Presentation by David Kim, Director of Internal Audit

Recommendation: Receive and file.

Ms. Freidenrich arrived at 1:07p.m.

A **motion** was made by Ms. Freidenrich, **seconded** by Mr. Baldwin to receive and file.

A-3 AUDIT OF ORANGE COUNTY FIRE AUTHORITY PAYROLL TRANSMITTALS
Presentation by David Kim, Director of Internal Audit

Recommendation: Receive and file.

A **motion** was made by Mr. Baldwin, **seconded** by Ms. Freidenrich to receive and file.

A-4 AUDIT OF ORANGE COUNTY SUPERIOR COURT PAYROLL TRANSMITTALS
Presentation by David Kim, Director of Internal Audit

Recommendation: Receive and file.

A **motion** was made by Mr. Baldwin, **seconded** by Ms. Freidenrich to receive and file.

Public Comment: Bryan Drinkward, HR Manager at Orange County Superior Court, clarified a few details regarding OCSC's process regarding payroll transmittals.

A-5 TRIENNIAL REVIEW OF THE RISK POLICY
Presentation by Brenda Shott, Assistant CEO, Internal Operations

Recommendation: Approve and recommend that the Board approve the Risk Policy.

A **motion** was made by Ms. Freidenrich, **seconded** by Mr. Baldwin to approve and recommend that the Board approve the Risk Policy with the amended contemplated changes.

INFORMATION ITEMS

I-1 STATUS UPDATE OF 2018 AUDIT PLAN
Written Report

I-2 INTERNAL AUDIT TRANSITION
Presented by David Kim, Director of Internal Audit

The Committee recessed into Closed Session at 2:24pm

******* END OF OPEN SESSION AGENDA *******

CLOSED SESSION

E-1 THREAT TO PUBLIC SERVICES OR FACILITIES (GOVERNMENT CODE SECTION 54957)

Adjourn into Closed Session pursuant to Government Code section 54957 to consult with *Steve Delaney, CEO, Brenda Shott, Asst. CEO; Matthew Eakin, Director of Cyber Security; Jenny Sadoski, Director of Information Technology; Jon Gossard, IT Manager; and Gina M. Ratto, General Counsel; David Kim, Director of Internal Audit*

Recommendation: Take appropriate action.

******* END OF CLOSED SESSION AGENDA *******

The Committee resumed into Open Session at 3:24

OPEN SESSION

The Chair reported no reportable action taken.

COMMITTEE MEMBER COMMENTS

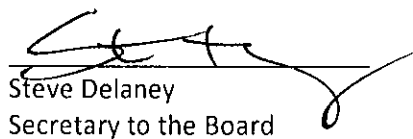
CHIEF EXECUTIVE OFFICER/STAFF COMMENTS

COUNSEL COMMENTS

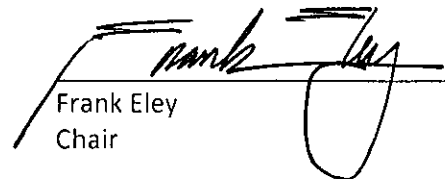
ADJOURNMENT

The Chair adjourned the meeting at 3:26pm.

Submitted by:


Steve Delaney
Secretary to the Board

Approved by:


Frank Eley
Chair