

San Mateo County Employees' Retirement Association
Minutes of the Audit Committee Meeting of the Board of Retirement

October 27, 2015 – Audit Committee Meeting Minutes

A. Call to Order: Chair Natalie Kwan Lloyd called the meeting of the Audit Committee to order at 9:00 a.m.

Roll Call: *Present:* Natalie Kwan Lloyd, Alma Salas and Shirley Tourel.

Excused: Eric Tashman.

Staff: Scott Hood, Brenda Carlson, Al David, Tat-Ling Chow and Kristina Perez.

Consultants: Nick Collier, Milliman; Andy Paulden, Brown Armstrong

B. Oral Communications: None.

C. Review and Discussion of the Following Board of Retirement Agenda Items:

5.2 Acceptance of Milliman, Inc. Report on GASB 67 and 68 Disclosures for FY 2014-2015:

Mr. Collier presented the GASB 67 and 68 Disclosure report and the Committee reviewed the findings.

Action: Ms. Salas moved to recommend Board acceptance of the Milliman, Inc. Report on GASB 67 and 68 Disclosures; the motion was seconded by Ms. Tourel and carried with a vote of 3-0, with Kwan Lloyd, Salas and Tourel all in favor and none opposed.

7.1 Acceptance of Financial Audit Management Reports and Findings:

Mr. Paulden from the Brown Armstrong presented an overview of the audit process and reviewed the four annual audit reports. He stated that SamCERA had received an unqualified (clean) opinion.

Action: Ms. Tourel moved to recommend Board acceptance of the Financial Audit Management Report and Findings; the motion was seconded by Ms. Salas and carried with a vote of 3-0, with Kwan Lloyd, Salas and Tourel all in favor and none opposed.

7.2 Approval of SamCERA's 2015 Comprehensive Annual Financial Report:

Ms. Chow explained all the elements of the CAFR and stated that SamCERA's financial position has improved and SamCERA is in a good position to meet its obligations.

Action: Ms. Salas moved to recommend Board approval of the 2015 CAFR; the motion was seconded by Ms. Tourel and carried with a vote of 3-0, with Kwan Lloyd, Salas and Tourel all in favor and none opposed.

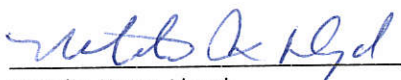
7.3 Annual Review of Independent Auditor, Brown Armstrong:

Mr. David reviewed the survey responses from staff and trustees regarding Brown Armstrong's services to SamCERA. He reported that above average scores were received from staff and trustees, and the comments offered by survey participants were positive overall.

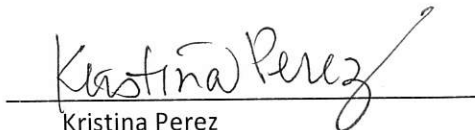
Action: Ms. Tourel moved to recommend Board acceptance of the Annual Review; the motion was seconded by Ms. Salas and carried with a vote of 3-0, with Kwan Lloyd, Salas and Tourel all in favor and none opposed.

D. Other Business: None.

E. Adjournment: With no further business, Ms. Kwan Lloyd adjourned the meeting at 9:26 a.m.



Natalie Kwan Lloyd
Chair, Audit Committee



Kristina Perez
Retirement Executive Secretary