

MINUTES OF THE
AUDIT & COMPLIANCE COMMITTEE

Thursday, March 18, 2021 – 1:00 P.M.
Remote Board Meeting
Per Public Act 101-0640

Present:

<u>Committee Members</u>	Chairwoman Justice Mary Seminara-Schostok Gisela Attlan Terrence Healy Comptroller Susana Mendoza Michael Tarnoff
<u>Board Members</u>	Treasurer Michael Frerichs Senator Robert Martwick Jaye Williams Elizabeth Sanders
<u>Staff</u>	Genette Bacon-Cordova Mary Cahill Johara Farhadieh Jansen Hein Maryann Hong Jennifer Koelle Dipesh Mehta Alex Somolski Atul Talwar
<u>Guests</u>	Burke Burns & Pinelli, Ltd. Sarah Boeckman Illinois State Comptroller's Office Andrew Ranck Illinois State Treasurer's Office Allen Mayer
<u>Members of the Public</u>	Matt McCue, Financial News Jalil Khoury, JPM

ROLL CALL

Board Chairwoman Schostok called the meeting to order at 1:04 p.m. Ms. Hong noted per Public Act 101-0640 and the ongoing COVID-19 public health emergency, it was not prudent to conduct the ISBI Board meetings in person. As such, the March Audit and Compliance Committee meeting would be conducted by virtual means. Ms. Hong also stated for the record that ISBI's General Counsel was physically present at the office. Mr. Mehta called the roll and noted a quorum was officially present for the Audit and Compliance Committee.

REPORT OF THE AUDIT & COMPLIANCE COMMITTEE CHAIR

None.

CONSIDERATION AND APPROVAL OF MINUTES

Trustee Healy moved to approve the minutes, as presented, from the December 9, 2020 Audit and Compliance Committee meeting. Trustee Atlan seconded, and the motion was called to a roll call vote. All in favor: Board Chairwoman Schostok, Trustee Atlan, Trustee Healy. The motion passed unanimously.

REPORT ON STATUS OF FISCAL YEAR 2020 AUDIT

Mr. Hein gave an update on the Fiscal Year 2020 Audit. Mr. Hein stated that the Audit had been completed by KPMG and all reports have been provided to the Trustees. Mr. Hein noted that KPMG would be retained for the FY21 Audit by the Auditor General, but new firms would be considered by the Auditor General for FY22. Board Chairwoman Schostok asked if there were any questions and there were none.

CONSIDERATION AND ACCEPTANCE OF FISCAL YEAR 2020 ANNUAL REPORT AS PRESENTED

Mr. Hein directed Trustees to the presentation materials and briefly described the report.

Trustee Atlan moved that the Fiscal Year 2020 Annual Report be accepted in form, as presented. Trustee Healy seconded, and the motion was called to a roll call vote. All in favor: Board Chairwoman Schostok, Trustee Atlan, Trustee Healy. The motion passed unanimously.

CONSIDERATION AND APPROVAL OF FINANCIAL STATEMENTS (9/30/20)

Mr. Hein referred Trustees to the Financial Statements from September 30, 2020. Mr. Hein asked if there were any questions, and there were none.

Trustee Healy moved that the Financial Statements from September 30, 2020 be approved and accepted for filing, as presented, consistent with the recommendation of ISBI's Staff. Trustee Attlan seconded, and the motion was called to a roll call vote. All in favor: Board Chairwoman Schostok, Trustee Attlan, Trustee Healy. The motion passed unanimously.

CONSIDERATION FOR ACCEPTANCE AND FILING OF RECORD OF VOUCHERS (OCTOBER, NOVEMBER, DECEMBER 2020)

Mr. Hein referred Committee Members to the Record of Vouchers paid in October, November, and December 2020. Board Chairwoman Justice Schostok asked members of the Committee if there were any questions regarding the Record of Vouchers and there were none.

Trustee Attlan moved that the Record of Vouchers be approved and accepted for filing, as presented, consistent with the recommendation of ISBI's Staff. Trustee Healy seconded, and the motion was called to a roll call vote. All in favor: Board Chairwoman Schostok, Trustee Attlan, Trustee Healy. The motion passed unanimously.

ACTUAL VS PROJECTED BUDGET FORECAST AS OF 12/31/20

Mr. Hein referred Members to the Actual vs. Projected Budget Forecast as of December 31, 2020 in the meeting materials. Mr. Hein stated that expenses were within expectations. Chairwoman Schostok asked the Board if there were any questions and there were none.

ETHICS MATTERS

Consideration and Approval of Agent Contact Report

Mr. Mehta directed Committee members to the Agent Contact Report for the third quarter of fiscal year 2021.

Trustee Healy moved that the Agent Contact Report as presented be approved and accepted for filing as recommended by ISBI Staff. Trustee Mendoza seconded, and the motion was called to a roll call vote. All in favor: Board Chairwoman Schostok, Trustee Attlan, Trustee Healy, Trustee Mendoza, Trustee Tarnoff. The motion passed unanimously.

Consideration and Approval of Fiduciary Training Opportunities

Mr. Mehta referred Members to the March 2021 list of Upcoming Training Opportunities, previously provided, and noted that travel expenses are reimbursable if approved in advance, consistent with the requirements of the Illinois Pension Code and ISBI's policies. Mr. Mehta noted that most of the trainings were virtual, to account for the ongoing COVID-19 Pandemic.

Trustee Mendoza moved that the conferences and trainings listed on the March 2021 list of Upcoming Training Opportunities as presented be approved pursuant to Section 1-150 of the Illinois Pension Code and that all resulting allowable expenses consistent with ISBI's policies be reimbursed. Trustee Healy seconded, and the motion was called to a roll call vote. All in favor: Board Chairwoman Schostok, Trustee Atflan, Trustee Healy, Trustee Mendoza, Trustee Tamoff. The motion passed unanimously.

NEW BUSINESS/OLD BUSINESS

None.

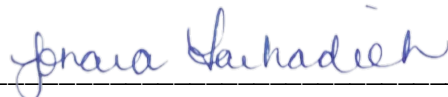
PUBLIC COMMENT

None.

NEXT MEETING AND ADJOURNMENT

Board Chairwoman Schostok noted that the next meeting was tentatively scheduled for June 17-18, 2021, and Committee Members will be notified of the time at a later date. At 1:24 p.m., there being no further business to come before the Committee, Trustee Mendoza moved to adjourn the meeting. Trustee Healy seconded, and the meeting was adjourned.

Respectfully submitted,



Johara Farhadieh, Executive Director/
Chief Investment Officer