

MINUTES OF THE
AUDIT & COMPLIANCE COMMITTEE

Thursday, June 22, 2023 – 9:00 A.M.
180 N. LaSalle St., Suite 2015
Chicago, IL 60601

Present:	<u>Committee Members</u>	Committee Chairwoman Elizabeth Sanders Comptroller Susana Mendoza Michael Tarnoff (via audio conference) Justice Debra Walker
	<u>Board Members</u>	Board Chairman Terrence Healy
	<u>Staff</u>	Genette Bacon-Cordova Mary Cahill Michelle Choi Johara Farhadieh Jennifer Koelle Kawing Lee Samantha McHugh Dipesh Mehta David Schneider Dan Sekera Atul Talwar
	<u>Guests</u>	Burke Burns & Pinelli, Ltd. Sarah Boeckman Illinois State Comptroller's Office Jack Londrigan Office of the Illinois Auditor General Dennis Gibbons (via audio conference) RSM Bill Sarb
Not Present	<u>Committee Members</u>	Gisela Attlan

ROLL CALL

Committee Chairwoman Sanders called the meeting to order at 9:08 a.m. at the Illinois State Board of Investment office, 180 N. LaSalle St., Suite 2015, Chicago. Mr. Mehta called the roll and noted a quorum was not present. Board Chairman Healy stated that pursuant to the Board Bylaws and for the purpose of establishing a quorum, he would be serving as a member of the Audit & Compliance Committee for this meeting. Mr. Mehta then noted a quorum was present.

Trustee Walker moved that Trustees Tarnoff and Mendoza be allowed to participate in the meeting via audio conference pursuant to Section 7(a) of the Open Meetings Act. Board Chairman Healy seconded, and the motion passed unanimously.

REPORT OF THE AUDIT & COMPLIANCE COMMITTEE CHAIR

None.

CONSIDERATION AND APPROVAL OF MINUTES

Board Chairman Healy moved to approve the minutes from the March 23, 2023 Audit & Compliance Committee meeting. Trustee Walker seconded, and the motion passed unanimously.

FISCAL YEAR 2023 AUDIT PRESENTATION BY RSM

Mr. Sarb of RSM introduced himself and directed trustees to the presentation materials. Mr. Sarb gave an overview of RSM and the audit team, then described the scope of the audit, RSM's audit process, and the timeline for the audit. Mr. Sarb asked if there were any questions and there were none. Trustees thanked Mr. Sarb for his presentation.

CONSIDERATION AND APPROVAL OF FINANCIAL STATEMENTS (12/31/22)

Mr. Schneider referred trustees to the Financial Statements from December 31, 2022. Committee Chairwoman Sanders inquired further regarding investment purchases, and Mr. Schneider provided additional information.

Trustee Walker moved that the Financial Statements from December 31, 2022 be approved and accepted for filing, as presented, consistent with the recommendation of ISBI staff. Board Chairman Healy seconded, and the motion passed unanimously.

CONSIDERATION FOR ACCEPTANCE AND FILING OF RECORD OF VOUCHERS (JANUARY, FEBRUARY, MARCH 2023)

Mr. Schneider referred trustees to the Record of Vouchers paid in January, February, and March of 2023. Mr. Schneider asked if there were any questions and there were none.

Trustee Walker moved that the Record of Vouchers be approved and accepted for filing, as presented, consistent with the recommendation of ISBI staff. Board Chairman Healy seconded, and the motion passed unanimously.

ACTUAL VS. PROJECTED BUDGET FORECAST AS OF MARCH 31, 2023

Mr. Schneider referred trustees to the Actual vs. Projected Budget Forecast as of March 31, 2023 in the meeting materials, and briefly described the report. Committee Chairwoman Sanders asked if there were any questions and there were none.

ETHICS MATTERS

Consideration and Approval of Agent Contact Report

Mr. Mehta directed trustees to the Agent Contact Report for the fourth quarter of Fiscal Year 2023.

Board Chairman Healy moved that the Agent Contact Report, as presented, be approved and accepted for filing, as recommended by ISBI staff. Trustee Walker seconded, and the motion passed unanimously.

Consideration and Approval of Fiduciary Training Opportunities

Mr. Mehta referred trustees to the June 2023 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. Trustee Walker moved that the conferences and trainings listed on the June 2023 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 be reimbursed, consistent with ISBI's policies. Board Chairman Healy seconded, and the motion passed unanimously.

NEW BUSINESS/OLD BUSINESS

None.

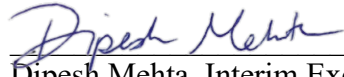
PUBLIC COMMENT

None.

NEXT MEETING AND ADJOURNMENT

Committee Chairwoman Sanders noted that the next meeting was tentatively scheduled for September 27-28, 2023, but may occur on one day only. At 9:28 a.m., there being no further business to come before the committee, Trustee Walker moved to adjourn the meeting. Board Chairman Healy seconded, and the meeting was adjourned.

Respectfully submitted,

A handwritten signature in blue ink that reads "Dipesh Mehta". The signature is written in a cursive style with a horizontal line extending from the end of the name.

Dipesh Mehta, Interim Executive
Director/ Chief Investment Officer