

MINUTES OF THE
AUDIT & COMPLIANCE COMMITTEE

Wednesday, September 27, 2023 – 9:00 A.M.
180 N. LaSalle St., Suite 2015
Chicago, IL 60601

Present:

Committee Members

Committee Chairwoman Elizabeth Sanders
Gisela Attlan
Comptroller Susana Mendoza
Michael Tarnoff (via audio conference)
Justice Debra Walker

Board Members

Board Chairman Terrence Healy

Staff

Genette Bacon-Cordova
Mary Cahill
Michelle Choi
Johara Farhadieh
Jennifer Koelle
Kawing Lee
Samantha McHugh
Dipesh Mehta
David Schneider
Dan Sekera
Atul Talwar

Guests

Burke Burns & Pinelli, Ltd.
Sarah Boeckman

Illinois State Comptroller's Office
Partrick Corcoran

ROLL CALL

Committee Chairwoman Sanders called the meeting to order at 9:10 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 present.

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

REPORT OF THE AUDIT & COMPLIANCE COMMITTEE CHAIR

None.

CONSIDERATION AND APPROVAL OF MINUTES

Trustee Walker moved to approve the minutes, as presented, from the June 22, 2023 Audit & Compliance Committee meeting. Trustee Attlan seconded, and the motion passed unanimously.

UPDATE ON FISCAL YEAR 2023 AUDIT

Mr. Schneider gave a brief update on the status of the fiscal year 2023 audit. Mr. Schneider noted that the audit was proceeding smoothly and according to schedule, with no indications from the auditors at this point of any concerns. Mr. Schneider asked if there were any questions and there were none.

CONSIDERATION AND APPROVAL OF FINANCIAL STATEMENTS (3/31/23)

Mr. Schneider referred trustees to the Financial Statements from March 31, 2023. Trustee Attlan asked about the increase in withdrawals from member systems. Mr. Schneider provided additional context on the withdrawal schedule and described the process by which ISBI coordinates with the State Retirement Systems regarding withdrawals. There were no further questions.

Trustee Attlan moved that the Financial Statements from March 31, 2023 be approved and accepted for filing, as presented, consistent with the recommendation of ISBI staff. Trustee Mendoza seconded, and the motion passed unanimously.

CONSIDERATION FOR ACCEPTANCE AND FILING OF RECORD OF VOUCHERS (APRIL, MAY, JUNE 2023)

Mr. Schneider referred trustees to the Record of Vouchers paid in April, May, and June 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. Trustee Attlan seconded, and the motion passed unanimously.

ACTUAL VS. PROJECTED BUDGET FORECAST AS OF JUNE 30, 2023

Mr. Schneider referred trustees to the Actual vs. Projected Budget Forecast as of June 30, 2023 in the meeting materials. Mr. Schneider stated that ISBI is at or under the approved budget in all major categories. 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 first quarter of Fiscal Year 2024.

Trustee Mendoza 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 September 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 September 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. Trustee Attlan seconded, and the motion passed unanimously.

NEW BUSINESS/OLD BUSINESS

None.

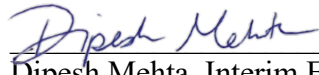
PUBLIC COMMENT

None.

NEXT MEETING AND ADJOURNMENT

Committee Chairwoman Sanders noted that the next meeting was tentatively scheduled for December 15, 2023 At 9:23 a.m., there being no further business to come before the committee, Trustee Walker moved to adjourn the meeting. Trustee Atlan 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 to the right across the signature.

Dipesh Mehta, Interim Executive
Director/Chief Investment Officer