

**ORANGE COUNTY EMPLOYEES RETIREMENT SYSTEM**

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

**AUDIT COMMITTEE MEETING**

**June 9, 2017**

**1:00 p.m.**

**AGENDA**

This agenda contains a brief general description of each item to be considered. Except as otherwise provided by law, no action shall be taken on any item not appearing in the following agenda.

**A. [2016 FINANCIAL STATEMENTS AUDIT](#)**

*Presentation by Linda Hurley, Macias, Gini & O'Connell*

**Recommendations:**

1. Approve OCERS' Audited Financial Statements for the Year Ended December 31, 2016.
2. Direct staff to finalize OCERS' 2016 Comprehensive Annual Financial Report (CAFR) and present it to the Board of Retirement at their regularly scheduled Board meeting on June 12, 2017.
3. Approve the Governmental Accounting Standards Board (GASB) Statement 67 Actuarial Valuation as of December 31, 2016.
4. Receive and file Macias, Gini & O'Connell LLP's (MGO) "OCERS' Report to the Audit Committee for the Year Ended December 31, 2016" and their "Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards."

**B. [GASB 68 VALUATION AND AUDIT REPORT](#)**

*Presentation by Brenda Shott, Asst. CEO*

**Recommendations:**

1. Approve OCERS' audited Schedule of Allocated Pension Amounts by Employer as of and for the Year Ended December 31, 2016.
2. Approve the Governmental Accounting Standards Board (GASB) Statement 68 Actuarial Valuation as of December 31, 2016 for distribution to employers.

**C. [DIRECTIVE TO REVIEW OCERS INVESTMENT FEE REPORT](#)**

*Presentation by Steve Delaney*

**Recommendation:** Receive and file.

D. [REVIEW OF OCERS' INVESTMENT WIRE TRANSFER PROCESS](#)

*Presentation by David James, Director of Internal Audit*

**Recommendation:** Receive and file.

E. [NEW YORK STATE COMMON RETIREMENT FUND'S SCANDAL AND OCERS' POLICIES](#)

*Presentation by David James, Director of Internal Audit*

**Recommendation:** Receive and file.

F. [HOTLINE UPDATE](#)

*Presentation by David James, Director of Internal Audit*

**Recommendation:** Receive and file.

G. [AUDIT COMMITTEE INQUIRY ON ADMINISTRATIVE TIME IN INTERNAL AUDIT](#)

*Presentation by David James, Director of Internal Audit*

**Recommendation:** Receive and file.

H. [STATUS OF INTERNAL AUDITS AND AUDIT PROJECTS](#)

*Presentation by David James, Director of Internal Audit*

**Recommendation:** Receive and file.

I. [ACTUARIAL AUDIT RFP FINALISTS' PRESENTATIONS](#)

*Presentation by Daniel Wade and Mark Olleman of Milliman*

*Presentation by Graham Schmidt of Cheiron*

**Recommendation:** Take appropriate action.

**\*\*\*\*\* END OF INDIVIDUAL ITEMS AGENDA \*\*\*\*\***

**PUBLIC COMMENTS:** The public, plan members, beneficiaries, and/or representatives may speak to any subject matter contained in the agenda *either* at the time the item is addressed *or* at this time, provided that no action may be taken on any item not appearing on this agenda unless authorized by law. Persons who want to address items on the agenda should provide written notice to the Secretary of the Committee prior to the Committee's discussion on the item by filling out the Public Comment Form located in the back of the room. When addressing the Committee, please state your name for the record prior to providing your comments. Speakers will be limited to three minutes.

**COMMITTEE MEMBER COMMENTS**

**CHIEF EXECUTIVE OFFICER/STAFF COMMENTS**

**ADJOURNMENT**

**NOTICE OF NEXT MEETINGS**

**REGULAR BOARD MEETING**

**June 12, 2017**

**9:00 a.m.**

**ORANGE COUNTY EMPLOYEES RETIREMENT SYSTEM**

**2223 E. WELLINGTON AVENUE, SUITE 100**

**SANTA ANA, CA 92701**

*All supporting documentation is available for public review in the retirement office during regular business hours, 8:00 a.m. – 5:00 p.m., Monday through Thursday and 8:00 a.m. – 4:30 p.m. on Friday.*

It is OCERS' intention to comply with the Americans with Disabilities Act ("ADA") in all respects. If, as an attendee or participant at this meeting, you will need any special assistance beyond that normally provided, OCERS will attempt to accommodate your needs in a reasonable manner. Please contact OCERS via email at [adminsupport@ocers.org](mailto:adminsupport@ocers.org) or by calling 714-558-6200 as soon as possible prior to the meeting to tell us about your needs and to determine if accommodation is feasible. We would appreciate at least 48 hours' notice, if possible. Please also advise us if you plan to attend meetings on a regular basis.