



Risk and Audit Committee Meeting Summary

November 16, 2016

This is intended as a guide for the Committee Chair. Other than the motions, this need not be read verbatim. The Chair may add context/comment as appropriate.

The Risk and Audit Committee met on November 15, 2016.

THE COMMITTEE RECOMMENDS AND I MOVE, the Board approve the following:

- AGENDA ITEM 5a – Independent Auditor’s Report – Fiscal Years 2015-16

Approve the Independent Auditor’s Audit Report on the Basic Financial Statements and the accompanying required communications for the fiscal year ended June 30, 2016.
- AGENDA ITEM 5b – Review of Independent Auditor’s Management Letter

Approve the Management Letter as prepared by Macias Gini & O’Connell LLP for the fiscal year ended June 30, 2016.
- AGENDA ITEM 5c – Finalist Interviews for the Independent Financial Statement Auditor

Approve the Independent Financial Statement Auditor contract be awarded to Macias Gini & O’Connell LLC.

The Committee received reports on the following topics:

- The Semi-Annual Enterprise Risk Dashboard, risk profiles, and heat map
- The independent review of the actuarial valuations of the contracting public agency plans by Buck Consultants, LLC.

The Chair directed staff to:

- Work with CalPERS Independent Financial Statement Auditor to reach out to the Governmental Accounting Standards Board (GASB) regarding the wording for private equity fee reporting.

At this time I would like to share some highlights of what to expect at the February Risk & Audit Committee meeting:

- The Election of the Risk & Audit Committee Chair and Vice Chair
- Review of the Risk & Audit Committee Delegation
- The Third Party Valuation and Certification of the State and Schools Plans
- The External Assessment of the Office of Audit Services Quality Assurance & Improvement Program

The next meeting of the Risk and Audit Committee is scheduled for February 14, 2017, in Sacramento, California.