

APPROVED

MINUTES OF THE REGULAR MEETING OF THE AUDIT COMMITTEE OF THE

BOARD OF RETIREMENT AND BOARD OF INVESTMENTS

LOS ANGELES COUNTY EMPLOYEES RETIREMENT ASSOCIATION

300 N. LAKE AVENUE, SUITE 810, PASADENA, CA 91101

9:00 A.M., THURSDAY, JUNE 24, 2021

This meeting was conducted by teleconference pursuant to the Governor's Executive Order N-29-20. The public may attend the meeting at LACERA's offices.

PRESENT: Shawn R. Kehoe, Vice Chair

Elizabeth H. Ginsberg, (Alternate Ex- Officio)

Ronald A. Okum

Gina V. Sanchez

ABSENT: Joseph Kelly, Chair

Vivian H. Gray, Secretary

Keith Knox

Alan J. Bernstein

MEMBERS AT LARGE

Herman Santos

STAFF, ADVISORS, PARTICIPANTS

Richard Bendall, Chief Audit Executive

Leisha Collins, Principal Internal Auditor

Christina Logan, Principal Internal Auditor

STAFF, ADVISORS, PARTICIPANTS (Continued)

Kathryn Ton, Senior Internal Auditor

Nathan K. Amick, Internal Auditor

Kathy Delino, Interim Systems Division Manager

Summy Voong, Interim Assistant IS Manager

Jean Young, Plante Moran, Partner, CPA

Amanda Cronk, Plante Moran, Senior Manager, CPA

Robert H. Griffin, Audit Committee Consultant

I. CALL TO ORDER

The meeting was called to order at 9:00 a.m., in the Board Room of Gateway Plaza.

II. APPROVAL OF THE MINUTES

A. Approval of the Minutes of the Special Audit Committee Meeting of June 24, 2021.

Mr. Kehoe made a motion, Ms. Sanchez seconded, to approve the minutes of the Regular Audit Committee meeting of June 24, 2021. The motion passed (roll call) with Messrs. Kehoe, Okum, Ms. Sanchez and Ms. Ginsberg voting yes.

III. PUBLIC COMMENT

Mr. Michael Guynn addressed the Board regarding the Baldwin Hills Crenshaw Plaza

IV. NON-CONSENT ITEMS

A. Recommendation as submitted by Richard P. Bendall, Chief Audit Executive, Leisha E. Collins, Principal Internal Auditor, and Christina Logan, Principal Internal Auditor: That the Committee approve the proposed Fiscal Year 2021-2022 Internal Audit Plan. (Memo dated June 17, 2021)

IV. NON-CONSENT ITEMS (Continued)

Ms. Sanchez made a motion, Mr. Okum seconded, to approve staff's recommendation to approve the FY 2022 Audit Plan. The motion passed (rollcall) with Messrs. Kehoe, Okum, Ms. Sanchez and Ms. Ginsberg voting yes.

- B. Recommendation as submitted by Richard P. Bendall, Chief Audit Executive, George Lunde, Senior Internal Auditor and Nathan K. Amick, Internal Auditor: That the Committee review and discuss the Audit of Los Angeles County's Compliance with Requirements for Rehired Retirees and provide the following action(s):

1. Accept and file report;
2. Instruct staff to forward report to Boards or Committees;
3. Make recommendations to the Boards or Committees regarding actions as may be required based on audit findings; and/or
4. Provide further instruction to staff.
(Memo dated June 16, 2021)

Ms. Sanchez made a motion, Mr. Okum seconded, to accept and file the report. The motion passed (rollcall) with Messrs. Kehoe, Okum, Ms. Sanchez and Ms. Ginsberg voting yes.

- C. Recommendation as submitted by Richard P. Bendall, Chief Audit Executive, Leisha E. Collins, Principal Internal Auditor, Christina Logan, Principal Internal Auditor and Nathan K. Amick, Internal Auditor: That the Committee review and discuss the Title Holding Company (THC) Stale Check Review and provide the following action(s):

1. Accept and file report;
2. Instruct staff to forward report to Boards or Committees;
3. Make recommendations to the Boards or Committees regarding actions as may be required based on audit findings; and/or
4. Provide further instruction to staff.
(Memo dated June 16, 2021)

IV. NON-CONSENT ITEMS (Continued)

Mr. Okum made a motion, Ms. Sanchez seconded, to accept and file the report. The motion passed (rollcall) with Messrs. Kehoe, Okum, Ms. Sanchez and Ms. Ginsberg voting yes.

V. REPORTS

- A. Plante Moran Pre-Audit Communication
Jean Young, Partner, CPA
Amanda Cronk, Senior Manager, CPA
(Presentation) (Memo dated June 17, 2021)

Jean Young and Amanda Cronk from Plante & Moran presented a brief presentation and answered questions from the Committee.

- B. Ethics Hotline Overview
Richard P. Bendall, Chief Audit Executive
Kathryn Ton, Senior Internal Auditor
(Presentation) (Memo dated June 16, 2021)

Ms. Ton presented a brief presentation and answered questions from the Committee.

The following items were received and filed.

- C. Status of Other External Audits Not Conducted at the Discretion of Internal Audit
Richard P. Bendall, Chief Audit Executive
(Verbal Presentation)
- D. 2021 Audit Committee Annual Calendar
Richard P. Bendall, Chief Audit Executive
Christina Logan, Principal Internal Auditor
(Memo dated June 1, 2021)

V. REPORTS (Continued)

- E. Recommendation Follow-Up Report
Richard P. Bendall, Chief Audit Executive
Christina Logan, Principal Internal Auditor
(Memo dated June 17, 2021)

Ms. Delino and Mr. Voong were present and answered questions from the

Committee

- F. Recommendation Follow-Up KPMG's External Quality Assessment (EQA)
Internal Audit's Recommendation Follow-Up Process
Richard P. Bendall, Chief Audit Executive
Christina Logan, Principal Internal Auditor
(Memo dated June 10, 2021)

VI. CONSULTANT COMMENTS

Robert H. Griffin, Audit Committee Consultant
(Verbal Presentation)

Mr. Griffin provided comments to the Committee.

VII. REPORT ON STAFF ACTION ITEMS

The Committee requested that the Chief Executive Officer be notified of all ethics hotline calls, unless otherwise specified.

VIII. GOOD OF THE ORDER

The Committee thanked staff for their work.

IX. ADJOURNMENT

There being no further business to come before the Committee, the meeting was adjourned at 10:23 a.m.