

Meeting Minutes | Finance, Administration, Audit and Compliance (FAAC) Committee

Wednesday, September 5, 2018 | 8:30 a.m.
202 Arbor Lake Dr., Columbia, SC 29223 | First Floor Conference Room

Minutes Approved December 5, 2018

Board Members Present: Chairman Steve Matthews and Mr. Audie Penn

Board Members Present Via Telephone: Ms. Paige Lewis and Mr. Chuck Richardson

Others Present for All or a Portion of the Meeting: Shawunda Baker, Peggy Boykin, Ashley Brindle, Amber Carter, Sarah Corbett, Joe Greene, Doug Hislop, James Manning, Heather Muller, Tammy Nichols, John Page, Travis Turner, Stephen Van Camp, Justin Werner, and Heather Young from the South Carolina Public Employee Benefit Authority (PEBA); and Becca Elliott from Southern Strategies.

I. Call to Order

Chairman Steve Matthews called the PEBA Finance, Administration, Audit and Compliance (FAAC) Committee meeting to order at 8:32 a.m., and stated that the public meeting notice was posted in compliance with the Freedom of Information Act.

Chairman Matthews welcomed Ms. Paige Lewis as the PEBA Board's newest member and announced that she will serve on the FAAC Committee.

II. Approval of Meeting Minutes- July 25, 2018

Mr. Chuck Richardson made a motion, which was seconded by Chairman Matthews, and passed unanimously, to approve the minutes from the July 25, 2018, Committee meeting.

III. Election of Committee Vice-Chairman

Chairman Matthews made a motion, which was seconded by Ms. Lewis, and passed unanimously, to nominate Mr. Richardson as the FAAC Committee Vice-Chairman.

IV. Internal Audit Reports

Mr. John Page, Director of Internal Audit, provided the PEBA internal audit reports including:

- A. State ORP and DC Retirement Plan Compliance
- B. Internal Audit Plan Status Report

V. Old Business/Director's Report

Ms. Peggy Boykin, Executive Director, stated that the Governmental Accounting Standards Board (GASB) Statement No. 68 for the retirement trust funds as of June 30, 2017, along with the net

OPEB liability under GASB No. 75 for the OPEB trusts have been posted to the PEBA website so employers can recognize these liabilities on their financial statements.

Ms. Boykin reported that the June 30, 2018, ending of the Teacher and Employee Retention Incentive (TERI) program, has caused a significant drain on PEBA staff as they have processed almost 5,000 TERI payouts. Ms. Boykin commended PEBA staff for their hard work.

Ms. Boykin advised that there will be an update at the Board retreat regarding the 2018 Benefits at Work (BAW) conference that was held August 27-29 2018, at the Columbia Metropolitan Convention Center.

Ms. Boykin stated that draft actuarial valuations should be received in late November or early December of 2018.

VI. Executive Session for the Purpose of Discussing Security Matters Pursuant to S.C. Code Ann. Section 30-4-70(A)(3)

At 8:43 a.m., Ms. Lewis made a motion, which was seconded by Mr. Richardson, and passed unanimously, to recede into executive session to discuss security matters.

The Committee reconvened in open session at 10:08 a.m. Chairman Matthews announced that no action was taken by the Committee while in executive session.

VII. Adjournment

There being no further business, and upon a motion from Ms. Lewis, which was seconded by Chairman Matthews, and approved unanimously, the Committee meeting adjourned at 10:09 a.m.