

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

Wednesday, March 6, 2019 | 8:30 a.m.
202 Arbor Lake Dr., Columbia, SC 29223 | First Floor Conference Room

Minutes approved July 24, 2019

Board Members Present: Ms. Jennifer Blumenthal, Chairman Steve Matthews, Mr. Audie Penn, and Mr. Chuck Richardson

Others Present for All or a Portion of the Meeting: Shawunda Baker, Amber Carter, Sarah Corbett, Joe Greene, Doug Hislop, Jessica Moak, Heather Muller, Tammy Nichols, John Page, Stephen Van Camp, Justin Werner, and Heather Young from the South Carolina Public Employee Benefit Authority (PEBA).

I. Call to Order

Chairman Steve Matthews called the PEBA Finance, Administration, Audit and Compliance (FAAC) Committee meeting to order at 8:30 a.m., and stated that the public meeting notice was posted in compliance with the Freedom of Information Act.

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

II. Approval of Meeting Minutes- December 5, 2018

Mr. Chuck Richardson made a motion, which was seconded by Ms. Blumenthal, and passed unanimously, to approve the minutes from the December 5, 2018, Committee meeting.

III. Internal Audit Reports

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

- A. Retirement Plan Compliance- General Assembly Retirement System
- B. Internal Audit Plan Status Report
- C. Internal Audit Plan 2019/2020

Mr. Richardson made a motion, which was seconded by Ms. Blumenthal, and passed unanimously, to approve the 2019 Internal Audit Plan as presented.

IV. Old Business/Director's Report

Ms. Peggy Boykin, Executive Director, reported that the State Auditor's office has selected Funston Advisory Services (Funston), to conduct PEBA's 2019 fiduciary audit within the first two weeks of June. Ms. Boykin stated that Funston has completed the Fiduciary Audit for the South

Carolina Retirement Systems Investment Commission (RSIC), and the report has been provided to the General Assembly.

Ms. Boykin advised that the House Ways and Means Committee has completed their deliberations of the budget, which will move to the House floor next week. Ms. Boykin reported that the State Health Plan is fully funded in this version of the budget; however, additional funding was not given for the expansion of annual adult well visits at no cost to the member.

Ms. Boykin stated that the House Ways and Means Committee's version of the budget also includes funding for pay increases for judges. Ms. Boykin pointed out that retired judges receive a percentage of a sitting judges' salary, which has a significant impact on the Plan. Ms. Boykin added that PEBA's actuary has provided fiscal impact analysis to the General Assembly in the event that pay increases for judges remain in the final budget.

V. Adjournment

There being no further business, and upon a motion from Mr. Richardson, which was seconded by Ms. Blumenthal, and approved unanimously, the Committee meeting adjourned at 8:47 a.m.