The meeting of the Board of Pension Trustees Audit Committee was called to order by Mark Finfrock, at 9:00 a.m. at 3 Mill Road, Wilmington, DE 19807.

Audit Committee Members Present
Mark Finfrock, Chair
James Burke
Kathy White
Araya Debssay
Robert Paretta

Audit Committee Members Not Present
Stephen Ritchie

Office of Pensions
David Craik
Amy Jozwiak
Khairat Makanjuola

Ashford Consulting Group
Sophia Smith

DTI
Elaine Starkey
Earl Dempsey

BDO
James Doyle
Brock Thomas
Keith Hammond

Delaware Department of Justice
Ann Marie Johnson, Deputy Attorney General

TBV Advisors
Paul Roth
1. OPENING COMMENTS

M. Finfrock welcomed everyone to the Audit Committee meeting.

2. APPROVAL OF THE MINUTES

The Audit Committee reviewed the public minutes of the June 21, 2016 meeting.

MOTION made by J. Burke and seconded by K. White to approve the minutes of the Audit Committee of June 21, 2016.

MOTION ADOPTED UNANIMOUSLY

The Audit Committee reviewed the executive minutes of the June 21, 2016 meeting.

MOTION made by K. White and seconded by J. Burke to approve the executive minutes, of the Audit Committee of June 21, 2016.

MOTION ADOPTED UNANIMOUSLY

MOTION made by J. Burke and seconded by R. Paretta to move into Executive Session for the purpose of discussing confidential financial information, sensitive commercial information, and proprietary business information.

MOTION ADOPTED UNANIMOUSLY

MOTION made by K. White and seconded by J. Burke to exit Executive Session.

MOTION ADOPTED UNANIMOUSLY
3. CYBER SECURITY PRESENTATION

Elaine Starkey and Earl Dempsey gave a presentation on Delaware Department of Technology and Information role in cyber security for the State of Delaware.

2. AUDIT DISCUSSION

D. Craik and Jim Doyle of BDO provided updated information on the status of the 2016 audit.

3. GASB72 OVERVIEW and GASB 67 UPDATE

Sophia Smith and Khairat Makanjuola provided the Audit Committee with a presentation on the recent updates to GASB 67 and overview of the GASB 72.

4. RISK MANAGEMENT REPORT

P. Roth provided updated risk management information.

5. 2016 MEETING DATES

The October 27, 2016 meeting will include a presentation from BDO on the 2016 Audit.

7. DEPUTY ATTORNEY GENERAL REPORT

A. Johnson reported on corrected National Association of Public Pension Attorneys memo including the topics covering IRS tax qualification, Private Equity, and conflict of interest.

8. NEW BUSINESS

M. Finfrock asked if anyone has an agenda item for upcoming meetings to let him know in advance.
9. ADJOURNMENT

At 12:00 p.m., there being no further business, MOTION was made by R. Paretta and seconded by J. Burke to adjourn the meeting.

MOTION ADOPTED UNANIMOUSLY

Respectfully submitted,

_____________________________
Mark Finfrock, Chair
Board of Pension Trustees, Audit Committee

cc: Audit Committee Members
    Ann Marie Johnson, DAG
    Suzanne B. Grant, Board Chair
    David Craik, Pension Administrator