

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF KENTUCKY
SPECIAL MEETING OF THE GOVERNANCE AND AUDIT COMMITTEE
JUNE 19, 2017

Minutes of Meeting:

After giving proper notice of a special meeting, and a quorum being present, Chair Mary Adams called the TRS Governance and Audit Committee to order at 10 a.m., Monday, June 19, 2017, in the Boardroom of the Teachers' Retirement System of the State of Kentucky, 479 Versailles Road, Frankfort, Kentucky.

Members present:

Mary Adams, Chair
Josh Underwood, Alternate

Others present:

Arthur Green, Trustee
Charles Harman, Trustee (10:25)
Gary Harbin, Teachers' Retirement System of the State of Kentucky
Robert Barnes, Teachers' Retirement System of the State of Kentucky
Eric Wampler, Teachers' Retirement System of the State of Kentucky
Tom Siderewicz, Teachers' Retirement System of the State of Kentucky
Mark Whelan, Teachers' Retirement System of the State of Kentucky
Greg Hall, Teachers' Retirement System of the State of Kentucky
Nate Van Sickle, Teachers' Retirement System of the State of Kentucky
Glenn Tucker, Teachers' Retirement System of the State of Kentucky
Tony Potts, Teachers' Retirement System of the State of Kentucky
Felicia Penn, Teachers' Retirement System of the State of Kentucky
Chuck Truesdell, Legislative Research Commission
Jonathan Eakin, Legislative Research Commission

1. Report of the Internal Auditor: Mr. Van Sickle presented the report of the internal auditor concerning work performed in fiscal year 2017. The internal auditor also reviewed the fiscal year 2018 audit work plan.

Committee Action: Upon motion duly made by Mr. Underwood, and seconded by Ms. Adams, the committee voted unanimously to approve the report of the internal auditor concerning fiscal year 2017.

Committee Action: Upon motion duly made by Mr. Underwood, and seconded by Ms. Adams, the committee voted unanimously to approve the fiscal year 2018 Audit Work Plan.

2. Contract Review: Mr. Harbin presented information concerning contracts for fiscal year 2018 for the general investment consultant, investment experts, actuary, Pathway system project management consultant and pension administration review consultant. Mr. Harbin requested authorization to contract with the service providers as reported.

Committee Action: Upon motion duly made by Mr. Underwood, and seconded by Ms. Adams, the committee voted unanimously to recommend to the full board approval of the contracts for fiscal year 2018.

3. Staff Report on Cyber Security Audit: Mr. Wampler reported on the audit performed to test the security of the TRS network. Mr. Wampler's report was informational, and the committee took no action.

Adjournment: There being no further business to come before the committee, and upon motion duly made by Mr. Underwood and seconded by Ms. Adams, and by unanimous consent of the committee, Chair Adams declared the meeting adjourned at 10:46 a.m.

CERTIFICATIONS

We, the Chair of the Governance and Audit Committee and the Executive Secretary of the Board of Trustees of the Teachers' Retirement System of the State of Kentucky, do certify that the Minutes of Meeting were approved by the Governance and Audit Committee on September 18, 2017.

Hollis Gritton, Chair

Gary L. Harbin, Executive Secretary

I, Robert B. Barnes, do certify adherence to the Kentucky Open Meetings Act, KRS 61.800 et seq., in the conduct of this meeting. I have reviewed the minutes for form, content, and legality.

Robert B. Barnes, Deputy Executive Secretary
and General Counsel

I, Felicia Penn, do certify that I was present at the meeting and duly recorded the actions of the Governance and Audit Committee of the Board of Trustees of the Teachers' Retirement System of the State of Kentucky at its meeting on June 19, 2017.

Felicia Penn
Recording Secretary