

TEACHERS' RETIREMENT SYSTEM OF THE STATE OF KENTUCKY
SPECIAL MEETING OF THE GOVERNANCE AND AUDIT COMMITTEE
NOVEMBER 13, 2018

Minutes of Meeting:

After giving proper notice of a special meeting, and a quorum being present, Chair Hollis Gritton called the Governance and Audit Committee to order at 12:30 p.m., Tuesday, November 13, 2018, in the boardroom of the Teachers' Retirement System of the State of Kentucky, 479 Versailles Road, Frankfort, Kentucky.

Members present:

Hollis Gritton, Chair
Ron Sanders, Vice Chair
Frank Collecchia
Lynn Patterson

Others present:

Gary Harbin, Teachers' Retirement System
Robert Barnes, Teachers' Retirement System
Eric Wampler, Teachers' Retirement System
Mark Whelan, Teachers' Retirement System
Greg Hall, Teachers' Retirement System
Nate Van Sickel, Teachers' Retirement System
Felicia Penn, Teachers' Retirement System
Ed Koebel, Cavanaugh Macdonald Consulting
Allen Norvell, Blue and Co.
Ryan Graham, Blue and Co.
Teresa Sanders, Office of the State Budget Director
Steve Starkweather, Office of Financial Management
Bo Cracraft, Legislative Research Commission
Jonathan Eakin, Legislative Research Commission
Chuck Truesdell, Legislative Research Commission
Adam Beam, Associated Press
John Cheves, Lexington Herald-Leader
Tom Loftus, Courier Journal

1. Report of the Independent Actuary: Mr. Koebel presented to the committee the results of the pension and OPEB valuations as of June 30, 2018. Mr. Koebel also reviewed with the committee the reports on GASB Statement Nos. 67 and 74 prepared as of June 30, 2018.

Committee Action: Upon motion duly made by Mr. Collecchia, and seconded by Mr. Sanders, the committee voted unanimously to accept the reports of the actuary on the pension and OPEB valuations as of June 30, 2018.

2. Report of the External Auditor: Mr. Norvell and Mr. Graham reported to the committee on the audit of the financial statements for the fiscal year ended June 30, 2018. Additionally, Mr.

Norvell and Mr. Graham reported to the committee on the auditor's communication regarding the audit for the fiscal year ended June 30, 2018.

Committee Action: Upon motion duly made by Dr. Patterson and seconded by Mr. Collecchia, the committee voted unanimously to accept the report of the external auditor for the financial statements and the auditor's communication for the fiscal year ended June 30, 2018.

Adjournment: There being no further business to come before the committee and by unanimous consent of the committee, Chair Gritton declared the meeting adjourned at 1:49 p.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 December 17, 2018.

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 November 13, 2018.

Felicia Penn
Recording Secretary