

## Illinois Municipal Retirement Fund

### Meeting No: 23-05-A

#### Audit Committee

The Audit Committee met in person and via virtual online platform on Friday, May 26, 2023, at 8:00 A.M. Trustees Tom Kuehne, Sue Stanish, Natalie Copper, Peter Stefan, as well as Gwen Henry (Virtual) and Louis Kosiba. IMRF staff present were Mark Nannini, Geenu Kunnengode, David Doney, Brian Collins, Vlad Shuliga. Also present were Theresa Banka, Kristin Hunt, and Tim Bowling of Plante Moran. Jeff Stular was also present.

#### (23-05-1) Roll Call

Chairperson Peter Stefan called the meeting to order at 8:02 AM.

#### (23-05-02) (Public Comments)

No public comments were noted.

#### (23-05-3) Action item Approval of November 18, 2022, minutes reapproved the May 27, 2022, minutes

Approval of the Minutes of the November 18, 2022, minutes reapproved the May 27, 2022, minutes Audit Committee Meeting.

Motion to approve November 18, 2022, minutes by Trustee: Tom Kuehne, seconded by Trustee: Sue Stanish. Roll Call 5-0

Motion to approve May 27, 2022, minutes by Trustee: Sue Stanish, seconded by Trustee: Tom Kuehne. Roll Call 5-0

#### (23-05-04) Presentation of Results of 2022 Financial Statement Audit (Theresa Banka and Kristin Hunt, Partners - Plante Moran)

Presentation of the results of the 2022 Financial Statement Audit by Plante Moran, Kristin Hunt and Theresa Banka presented a clean opinion. This includes the Fiduciary Net Position by Employers schedules and Census Attestation by employer with a clean opinion.

Presentation - SOC1 Type 2 Report for the period of January 1, 2022, through December 31, 2022, Prepared by Plante Moran (Tim Bowling, Engagement Partner)  
A clean opinion was issued and staff cooperative.

#### (23-05-05) 2022 Employer Compliance Review Plan

Report on the completion of the 2022 Employer Compliance Review Plan (Vlad Shuliga, Associate General Counsel))

The 2022 Employer Compliance Review plan resulted in 297 employer compliance reviews being completed. This exceeded the goal of 190 reviews. All reviewed employers received counseling regarding compliance with the Illinois Pension Code and guidance in resolving any noted exceptions.

(23-05-06) Internal Audit Plan Report

Report on the completion of the 2022 Internal Audit Plan (David Doney, Internal Audit Officer))

The 2022 Internal Audit work performed related to the Information System Area resulted in a few medium risks and several low risk. It was noted the reports were very clean for 2022.

(23-05-07/08) Action Items

Review and acceptance of the 2022 Annual Comprehensive Financial Report of the Illinois Municipal Retirement Fund (Mark Nannini, Chief Financial Officer).

Motion to approve by Trustee: Sue Stanish, seconded by Trustee: Tom Kuehne  
Roll Call 5-0

Review and acceptance of the 2022 SOC 1 Type 2 engagement of the Illinois Municipal Retirement Fund (Mark Nannini, Chief Financial Officer).

Motion to approve by Trustee: Tom Kuehne, seconded by Trustee: Sue Stanish  
Roll Call 5-0

Review of estimate for preliminary work for 2023 Horizon System Implementation (Mark Nannini, Chief Financial Officer).

Motion to approve by Trustee: Sue Stanish, seconded by Trustee: Tom Kuehne  
Roll Call 5-0

Acceptance of the 2023 Plante Moran Contract for Audit and 2023 SOC 1 Type 2 Report with annual Adjustments (Mark Nannini, Chief Financial Officer).

Motion to approve existing contract with built in 2% increase for remaining 2 years of the contract based on the economy.

Motion by Trustee: Tom Kuehne, seconded by Trustee: Natalie Copper Roll Call 5-0

(23-05-09) Action Item

Recommend approval of the CliftonLarsonAllen LLP bid for the IT Security Services Audit Services RFP. (Vlad Shuliga, General Counsel).

Motion to approve by Trustee: Tom Kuehne, seconded by Trustee: Sue Stanish Roll Call 4-1 Oppose: Trustee: Gwen Henry - Motion was approved.

Other business: Mark Nannini noted the appreciated the guidance provided by Theresa Banka, the Plante Moran partner who will be retiring in June 2023.

(23-05-10) Presentation Fraud Matrix

Presentation of the draft Fraud Matrix (David Doney, Internal Audit Officer) (Mark Nannini, Chief Financial Officer). Draft of Fraud matrix presented to the Audit Committee.

(23-05-11) Other business

None

(23-05-12 & 13) Executive Sessions


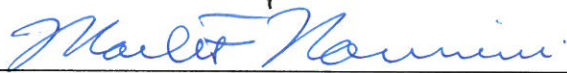
The Chair of the Audit Committee had private sessions with the internal and external auditors pursuant to Section 2(c)(29) of the Illinois Open Meetings Act (5 ILCS 120/2(c)(29)).

(23-05-14) Adjournment

Meeting adjourned at 8:58 a.m.

Motion to adjourn by Trustee: Sue Stanish, seconded by Trustee: Tom Kuehne

Roll Call 5-0

	<u>11/17/2023</u>
Chairperson	Date
	<u>11/17/23</u>
Clerk	Date

