

MINUTES OF THE MEETING OF THE
AUDIT COMMITTEE OF THE BOARD OF TRUSTEES OF THE
EMPLOYEES' RETIREMENT SYSTEM OF THE STATE OF HAWAII

OCTOBER 30, 2018

CITY FINANCIAL TOWER
201 MERCHANT STREET, SUITE 1400
HONOLULU, HAWAII 96813

Trustees present: Dr. Catherine Chan, Chair
Ms. Jackie Ferguson-Miyamoto
Dr. Genevieve Ley

Staff present: Mr. Thomas Williams, Executive Director
Ms. Kanoe Margol, Deputy Executive Director
Ms. Elizabeth Burton, Chief Investment Officer
Mr. Larry Wolfe, Accounting Manager
Ms. Donna Curry, Program Specialist
Ms. Dale Kehau Kanae, Recording Secretary
Ms. Lori Kim, Secretary

Attorneys present: Mr. Ivan Torigoe, Deputy Attorney General

Guests present: Mr. Nelson Lau, KPMG LLP
Ms. Kimberly Miyoshi, KPMG LLP

Mr. Ron Shiigi, State Administrative Deputy Auditor

QUORUM/CALL TO ORDER A quorum being present (Chair Chan, Trustees Ferguson-Miyamoto, and Ley), Chair Chan called the meeting of the Audit Committee (Committee) of the Board of Trustees (Board) of the Employees' Retirement System of the State of Hawaii (ERS) to order at 2:00 p.m.

PUBLIC COMMENT Chair Chan called for public comment. There were no members of the public present, therefore no public comment.

DRAFT AUDITOR'S REPORT AND FINANCIAL STATEMENTS OF THE EMPLOYEES' RETIREMENT SYSTEM Mr. Nelson Lau, and Ms. Kimberly Miyoshi, of KPMG LLP (KPMG), presented to the Committee a draft of KPMG's independent audit results, financial statements, and schedule of employer allocations and pension amounts by employer of the ERS, as of and for the year ended June 30, 2017, including a discussion of findings and issues from the audit.

On a motion made by Trustee Ley, seconded by Trustee Ferguson-Miyamoto, and unanimously carried, the Committee voted to accept and recommend to the ERS Board at its upcoming November 13, 2018 meeting, KPMG LLP's audit results, financial statements, and schedule of employer and pension amounts by employer of the ERS, as of and for the year ended June 30, 2017, substantively in the form presented.

APPROVAL OF MINUTES

- JULY 30, 2015
- OCTOBER 31, 2017

On a motion made by Trustee Ferguson-Miyamoto, seconded by Trustee Ley, and unanimously carried, the Committee approved the public minutes of the July 30, 2015 and October 31, 2017 meetings, as presented.

EXECUTIVE SESSION

On advisement of Deputy Attorney General Ivan Torigoe, there is no need to enter into executive session to approve minutes unless necessary to discuss confidential items.

APPROVAL OF EXECUTIVE SESSION MINUTES

- JULY 30, 2015
- OCTOBER 31, 2017

On a motion by Trustee Ferguson-Miyamoto, seconded by Chair Chan, and unanimously carried, the Committee approved the executive session minutes of the July 30, 2015, and October 31, 2017 meetings, as presented, with no discussion.

ADJOURNMENT

On a motion made by Trustee Ferguson-Miyamoto, seconded by Chair Chan, the Committee voted to adjourn the meeting at 3:16 p.m.

REDACTED SIGNATURE

Thomas Williams
Executive Director
TW:dkik