

**MINUTES OF MEETING
KENTUCKY RETIREMENT SYSTEMS
BOARD OF TRUSTEES SPECIAL CALLED AUDIT COMMITTEE
NOVEMBER 29, 2018, 10:00 A.M., E.T.
1270 LOUISVILLE ROAD, FRANKFORT, KENTUCKY 40601**

At the November 29, 2018 special called meeting of the Audit Committee of the Board of Trustees, the following Committee members were present: John Chilton, Chair; Joe Brothers, Campbell Connell (arrived at 10:05a.m.), JT Fulkerson, David Gallagher, Betty Pendergrass (via telephone), and David Rich. Staff members present were David Eager, Karen Roggenkamp, Erin Surratt, Jared Crawford, Joseph Bowman, Kristen Coffey, Jerry Yang, D’Juan Surratt, Connie Davis, Elizabeth Smith, Ann Case, Shaun Case and Alane Foley.

Mr. Chilton called the meeting to order and Ms. Alane Foley called roll.

Mr. Chilton introduced the agenda item *Approval of Committee Minutes – November 1, 2018*. Mr. Brothers moved to approve the minutes of the November 1, 2018 meeting and was seconded by Mr. Fulkerson. The motion passed unanimously.

Mr. Chilton introduced the agenda item *New Business*.

Ms. Linda Hinton (Auditor of Public Accounts), Mr. Josh Winfrey and Ms. Libby Carlin provided an overview of the *Results of External Audit, Fiscal Year Ended June 30, 2018*. Three (3) deficiencies were noted: financial statement preparation, waived penalties and outstanding invoices.

Mr. Rich made a motion to approve the audit report as issued and recommend approval by the Board of Trustees; Mr. Connell seconded this. The motion passed unanimously.

Staff and Committee Members discussed agenda item *Draft Comprehensive Annual Financial Report, Fiscal Year Ended June 30, 2018 including GASB 67 and GASB 74*. Mr. Brothers made a motion to approve the CAFR as presented subject to formatting and other technical changes. Mr. Connell seconded the motion. The motion passed with a majority vote, the opposing Committee Member was Mr. Gallagher.

Mr. Chilton introduced agenda item *Hazardous Duty Position Discussion*. Ms. Roggenkamp updated the Committee on an agency with a large number of employees that may shortly be requesting that certain employees be moved to hazardous duty positions. This was for informational purposes only.

There being no further business a motion was made by Mr. Brothers and seconded by Mr. Gallagher to adjourn the meeting at 11:05 a.m. The motion passed unanimously. The next meeting of the Audit Committee is scheduled for 10:00 a.m. on February 7, 2019. Copies of all documents presented are incorporated as part of the minutes of the Audit Committee meeting as of November 29, 2018

CERTIFICATION

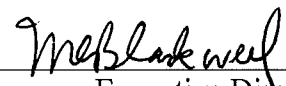
I do certify that I was present at this meeting and I have recorded above the action of the Committee on the various items considered by it at this meeting. Further, I certify that all requirements of KRS 61.805-61.850 were met in connection with this meeting.


Recording Secretary

I, as Chair of the Audit Committee of the Board of Trustees of the Kentucky Retirement Systems, do certify that the Minutes of the meeting held on November 29, 2018 were approved by the Audit Committee on February 7, 2019.


Committee Chair

I have reviewed the Minutes of the Audit Committee Meeting on November 29, 2018, for form, content, and legality.


Executive Director
Office of Legal Services