

CSAC EXCESS INSURANCE AUTHORITY

FINANCE COMMITTEE

MEETING SUMMARY

CSAC Excess Insurance Authority
Web Conference/Telephonic Meeting

Thursday, September 27, 2018
10:30 a.m.
Sixth Meeting – 2018

Members Present

Darrel Pyle, City of Hanford
Frank Williamson, Municipal Pooling Auth.
Bianca Harrison, Plumas County
C. Paul Frydendal, SDRMA
Monica Fugitt, Shasta County
Marcia Chadbourne, Sonoma County
Nathan Black, Sutter County
David Nelson, Trindel Insurance Fund

Members Absent

Sharon Vishwa, SMCSIG

Selection of Vice Chair

Due to the resignation of Mike James, City of Lemon Grove, the Committee selected Nathan Black, Sutter County, as Vice Chair to serve for the remainder of the 2018 calendar year.

Consent Agenda

The Consent Agenda was approved, as presented.

EIA Investment Policy

Bill Dennehy of Chandler Asset Management provided the Committee with a summary of the changes to the EIA Investment Policy which reflects internal best practices and upcoming language changes to the California Government Code. The Committee unanimously approved recommending to the Executive Committee and the Board of Directors for final approval at their October meetings.

Internal Auditor Update

Moss Adams, EIA Internal Auditor, provided an update to the Committee on the current status of the internal audit.

Audit Committee Communication with the auditor

The Public Company Accounting Oversight Board (PCAOB) adopted a new auditing standard in August 2012, Standard No. 16 Communications with Audit Committees, to promote communications between the auditor and the audit committee. Representatives

from Gilbert Associates, Inc., the EIA auditors, were at the meeting to discuss any questions and/or concerns from the Finance Committee, who sits as the Audit Committee.

The auditor reviewed the timeline for the audit deliverables, structure of the audit fieldwork, and evaluation of risk and materiality. The auditors asked the Committee about their thoughts on risk of fraud. The Committee informed the auditors that they have no knowledge of any fraud, noncompliance, or potential risk of fraud. At the conclusion of the audit, the auditors will provide the Committee with audited financial statements and information regarding the results of the audit to assist the Committee in the overseeing management's financial reporting and disclosure process.

Future Meetings

The next regularly scheduled meeting is Thursday, ***December 13, 2018***, at ***10:30 a.m.*** at the ***EIA office in Folsom.***