

**Minutes of the Audit, Risk and Compliance Committee Meeting**

**Tuesday, February 25, 2025, 1:30 p.m.**

*Board Room, 30 North 3<sup>rd</sup> St., Harrisburg, PA 17101*

*Also available via Microsoft Teams and Livestream Access*

**Attendees:**

**Audit, Risk and Compliance Committee Members and Designees:**

Christopher Craig, Designee for Treasurer Garrity  
Seamus Dubbs, Designee for Secretary Spicher  
Donald Enders Jr.  
Treasurer Stacy Garrity  
Representative Brett Miller  
Jeffrey Soderstedt  
Jill Vecchio, Designee for Representative Miller  
Thomas Waters, Designee for Treasurer Garrity

**Other Board Members and Designees:**

Matt Lindsay, Designee for Senator Hughes  
Matt McCarry, Designee for Representative Frankel  
Gregory Thall, Board Chairman

**SERS Staff:**

Kelly Bernhard  
Beth Christian  
Cindy Collins  
Jo Ann Collins  
Brenda Cunard  
Thomas Derr  
Taylor Frey  
Randy Gilson  
Pam Hile  
Dan Krautheim  
N. Joseph Marcucci  
Ryan McCoy  
Michael McGeoy  
Sara McSurdy  
Jon Ryan  
Brett Shaffer  
Matthew Soule

Joseph Torta  
Cara Trego  
Rae Ann Tronetti  
Mark Walter  
Sheila Willrich  
Courtney Yurovich  
Shannon Zimmerman

### **1. Call to Order**

Prior to the meeting starting, the Committee members were informed that the meeting would be recorded. Treasurer Garrity, called the meeting to order, at 1:40 p.m.

### **2. Welcome and Roll Call**

Mr. McCoy, Internal Audit Director, took a roll call and stated a quorum was present.

### **3. Approval of Minutes**

Treasurer Garrity presented the minutes from the December 3, 2024, Audit, Risk and Compliance Committee meeting to the committee.

#### **Motion:**

By motion that was moved by Treasurer Garrity and approved unanimously by committee members, it was;

RESOLVED: That this committee approves the meeting minutes from the December 3, 2024, Audit, Risk and Compliance Committee meeting.

### **4. Old Business** – None

### **5. Special Presentations** – None

**6. New Business** – Mr. McCoy presented the 2025 Audit, Risk and Compliance Committee Work Plan, discussing how the Internal Audit Office is correlating the Global Internal Audit Standards to the Work Plan as part of their gap analysis for conformance, the additions and changes to the Work Plan that address Standards conformance, and the engagements taking place during fiscal year 2025 for which the Committee has oversight responsibility. Treasurer Garrity put forth a motion to recommend Board approval, of the Audit, Risk and Compliance Committee's 2025 Work Plan. The 2025 Work Plan was recommended by the Committee for Board approval and the motion was approved unanimously.

Treasurer Garrity then asked Mr. McCoy to provide his Internal Audit Office Update. First, Mr. McCoy informed the Committee that he and the Assistant Internal Audit Director selected a candidate for their Senior Information System Auditor who has a start date of March 24, 2025. Next, Mr. McCoy provided an update on the status of the agency's SOC 1 Type 2 Audit that is underway. The audit firm is wrapping up pre-assessment work and is expected to start their tests of operational effectiveness in April, with a report to the Committee by July or September 2025. The last item Mr. McCoy presented was a status update on SERS' 2024 external financial statement audit. He informed the Committee that KPMG is wrapping up their preliminary audit

work and starting fieldwork. Drafts of the statements will be put together in May with final audited financial statements presented to the Committee during the June 2025 Committee cycle.

#### **7. Executive Session**

At 2:07 p.m., the Committee then entered into executive session to review and discuss committee business which, if conducted in public, would violate a lawful privilege, or lead to the disclosure of information that is confidential or protected by law, or that is otherwise allowed under the Sunshine Act to be conducted in a closed meeting. The topics covered in executive session included:

- Chief Compliance Officer Update
  - Quarterly Report as of December 31, 2024
- Fraud Hotline Update
- Security Incident
- 2025 Internal Audit Director Performance Goals - Informational Item Only
- 2025 Chief Compliance Officer Performance Goals - Informational Item Only
- Chief Compliance Officer Quarterly Report: Audit, Risk and Compliance Committee Charter, Section V.E.4. - Informational Item Only

#### **8. Public Session Resumes**

#### **9. Committee Comments/Concerns/Questions – None**

#### **10. Motion to Adjourn**

By motion that was moved and approved unanimously by committee members, it was;  
RESOLVED: That this meeting be adjourned at 2:48 p.m.

Respectfully submitted,



---

Ryan P. McCoy, CIA  
Internal Audit Director