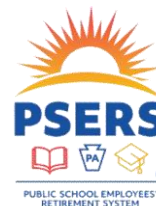


August 13, 2025 PSERB Audit, Compliance and Risk Committee Meeting

PSERS Board Room 5 North 5th Street, Harrisburg, PA 17101 and via MS Teams [Sunshine]



Chair Treas. Stacy Garrity
Vice Chair Rep. Torren Ecker
Cmt. Member Ms. Susan Lemmo
Cmt. Member Sec. Wendy Spicher
Cmt. Member Vacant
Committee Liaisons Mei Gentry, Elizabeth Goldstein, Eric Decker
Acting Board Secretary Benjamin Cotton

1. **Call to Order**

The Committee met on August 13, 2025 virtually and in-person at 5 North 5th Street in Harrisburg, PA. Christopher Craig, Designee for Chair Treas. Stacy Garrity called the meeting to order at 4:31 P.M. Eric Decker, Chief Risk Officer, took roll call and confirmed Committee quorum.

Committee Member Attendance:

Chair Treas. Stacy Garrity, Virtual
Jill Vecchio, Designee for Rep. Torren Ecker, Virtual
Susan Lemmo, Virtual
Veronica Hoof for Sec. Wendy Spicher, Virtual

Additional Board and Designee Attendance:

Richard Vague, Virtual
Christopher Craig, Virtual
Michael Heckmann, Virtual
Eric Pistilli, Virtual

2. **Approval of Published Agenda or Requested Amendments**

Veronica Hoof moved to approve the published agenda with Susan Lemmo seconding. The motion passed unanimously.

3. **Approval of June 5, 2025 Minutes**

Christopher Craig moved to approve the minutes with Veronica Hoof seconding. The motion passed unanimously.

4. **Public Comment**

Eric Decker confirmed there was no request for public comment.

5. **New Business**

5.1 Fraud, Waste and Abuse Policy Statement

Eric Decker provided an update on the Fraud, Waste and Abuse Policy Statement.

Christopher Craig moved the following:

The Audit, Compliance and Risk Committee of the Public School Employees' Retirement Board (the "Board") moves to recommend that the Board rescind its existing Fraud, Waste, and Abuse Reporting and Investigation Policy and replace it with the Fraud, Waste, and Abuse Policy Statement, located at Agenda Item 5.1 in Diligent, to be reissued every calendar year to staff by the Executive Director.

Susan Lemmo seconded.

The motion passed unanimously.

5.2 Executive Session

At 4:38 P.M., the Committee entered Executive Session to discuss External Managers Selection and Due Diligence Summary, SOC1 Type 2 Audit Results, STP User Access Review Results, Fraud, Waste, and Abuse Statistics, Annual Enterprise Risk Management Report, Annual Chief Risk Officer Touchpoint, and Compliance Plan Update.

The Committee resumed public session at 5:57 P.M.

5.3 Motion

Christopher Craig moved the following:

The Audit, Compliance and Risk Committee ("ACR") Committee of the Public School Employees' Retirement Board (the "Board"), pursuant to its responsibilities outlined in ACR Charter IV (Responsibilities), Paragraph D (Oversee Board Approved Direction), moves to recommend that the Board approve the SOC 1 Type II report (the "Report") and direct management to execute the management responses identified in the Report and regularly provide to the ACR Committee progress reports on addressing said management responses.

Veronica Hoof seconded.

The motion passed unanimously.

5.4 Compliance Program Staffing Complement

Christopher Craig moved the following:

The Audit, Compliance and Risk Committee of the Public School Employees' Retirement Board (the "Board") moves to recommend that the Board authorizes staff to take the appropriate actions as necessary to request for the FY26/27 an increase to the complement of the Office of Chief Counsel to include an additional Attorney 1 or Attorney 2 to work predominantly in the Enterprise Compliance Function, reporting to the Chief Compliance Officer.

Susan Lemmo seconded.

The motion passed with one (1) abstention being Jill Vecchio.

6. Next Meeting Agenda Items

The Committee had no recommendations for agenda items to add to the next Committee Meeting scheduled for October 15, 2025.

7. Adjournment

Without objection, Christopher Craig adjourned the Committee meeting at 6:17 P.M.

Signed by:

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