

## AGENDA

### NOTICE OF COMBINED PUBLIC MEETING AND POSSIBLE EXECUTIVE SESSION OF THE ARIZONA STATE RETIREMENT SYSTEM OPERATIONS, AUDIT, AND LEGISLATIVE COMMITTEE

October 13, 2021  
2:30 p.m.

Pursuant to A.R.S. § 38-431.02(F), notice is hereby given to the Trustees of the Arizona State Retirement System (ASRS) Operations, Audit, and Legislative Committee (OALC) and to the general public that the ASRS OALC will hold a **telephonic** meeting open to the public on Wednesday, October 13, 2021, beginning at 2:30 p.m. The meeting will be open to Trustees of the Board, legal counsel, presenting staff, and presenting external parties who wish to participate in-person while following the appropriate physical distancing guidelines. No members of the public will be permitted to attend the meeting in-person. **Trustees of the Board, legal counsel, presenting staff, presenting external parties, and the general public may attend by telephone conference call at 877-820-7831, using Participant Passcode: 857127#.**

This is a regularly scheduled meeting of the OALC; however, due to possible attendance by other ASRS Board Trustees, this meeting may technically become a meeting of the Board or one of its committees. Actions taken will be consistent with OALC governance procedures. Actions requiring Board authority will be presented to the full Board for final decision.

Pursuant to A.R.S. § 38-431.03(A)(3), the ASRS OALC may vote to go into executive session, which will not be open to the public, for the purpose of obtaining legal advice on any item on the Agenda.

The Chair may take public comment during any agenda item.

The following agenda topics are proposed action items: 2, 3, 4, and 8

The agenda for the meeting is as follows:

1. Call to Order; Roll Call; Opening Remarks ..... Mr. René Guillen  
OALC Chair
2. Approval of the Minutes of the July 21, 2021, Public Meeting and Executive Session of the OALC (*estimated time: 1 minute*) ..... Mr. René Guillen

*Proposed Action Item: The Committee may decide whether to amend and approve the minutes, approve the minutes as written, or not approve the minutes at this time.*

3. Presentation, Discussion, and Appropriate Action Regarding the 2022 Legislative Initiatives  
(estimated time: 15 minutes) ..... Mr. Paul Matson  
Director  
..... Mr. Anthony Guarino  
Deputy Director and Chief Operations Officer  
..... Ms. Jessica Thomas  
Government Relations Officer/Rule Writer

*Proposed Action Item: The Committee may consider staff's recommendation; provide an alternate motion, or make no motion.*

4. Presentation, Discussion, and Appropriate Action Regarding Rulemakings Relating to:  
(estimated time: 20 minutes) ..... Mr. Paul Matson  
..... Mr. Anthony Guarino  
..... Mr. Jessica Thomas
- a. Required Minimum Distributions (RMD)
  - b. Overpayments
  - c. Domestic Relations Orders (DRO)
  - d. Service Purchase
  - e. Health Insurance Appeals
  - f. The Five-Year Review Report (5YRR) for 2 A.A.C. 8, Articles 6 and 7 relating to Public Participation in the Rulemaking Process and Contributions Not Withheld

*Proposed Action Item: The Committee may consider staff's recommendations; provide alternate motions, or make no motions.*

5. Presentation, Discussion, and Appropriate Action Regarding the Internal Audit Division's Five-Year Peer Review Report (estimated time: 10 minutes) ..... Mr. Paul Matson  
..... Mr. Anthony Guarino  
..... Mr. Harold Mackey  
Chief Internal Auditor  
..... Mr. Kurt Petrie  
Independent Assessor, Internal Audit Manager, State of Wisconsin Investment Board (SWIB)
6. Presentation, Discussion, and Appropriate Action Regarding the Internal Audit Annual Report and Quarterly Update (estimated time: 20 minutes)..... Mr. Paul Matson  
..... Mr. Anthony Guarino  
..... Mr. Harold Mackey
7. Review of Recently Conducted Audits (estimated time: 10 minutes) ..... Mr. Paul Matson  
..... Mr. Anthony Guarino  
..... Mr. Harold Mackey
- SWIFT CSCF Assessment – External Assessment

- 8. Presentation, Discussion, and Appropriate Action Regarding the 2022 Calendar Year OALC Meeting Schedule (*estimated time: 5 minutes*) ..... Mr. René Guillen

*Proposed Action Item: The Committee may consider staff's recommendation; provide an alternate motion, or make no motion.*

- 9. Call to the Public ..... Mr. René Guillen

Those wishing to address the ASRS OALC will be requested to do so telephonically. Trustees of the OALC are prohibited by A.R.S. § 38-431.01(H) from discussing or taking legal action on matters raised during an open call to the public unless the matters are properly noticed for discussion and legal action. As a result of public comment, the OALC may respond to criticism made by those who have addressed the OALC, may direct staff to review a matter or may ask that a matter be put on a future agenda.

*Regarding the following agenda item, pursuant to A.R.S. § 38-431.03(A)(2), notice is hereby given to Trustees of the ASRS OALC and the general public that the ASRS OALC may vote to go into executive session, which will not be open to the public, for the purpose of discussion or consideration of records exempt by law from public inspection.*

- 10. Presentation, Discussion, and Appropriate Action Regarding the ASRS Information Security Program (*estimated time: 30 minutes*) ..... Mr. Paul Matson  
..... Mr. Anthony Guarino  
..... Mr. Jeff Hickman  
Information Security Officer

- 11. Requests for Future Agenda Items ..... Mr. Rene Guillen  
..... Mr. Anthony Guarino

- 12. The next regular public OALC meeting is tentatively scheduled for Wednesday, January 12, 2022, at 2:30 p.m.

- 13. Adjournment of the OALC

A copy of the agenda background material provided to the OALC Trustees (with the exception of material relating to possible executive sessions) is available for public inspection at the ASRS offices located at 3300 North Central Avenue, 14th Floor, Phoenix, Arizona. The agenda is subject to revision up to 24 hours prior to meeting. These materials are also available on the ASRS website (<https://www.azasrs.gov/content/board-and-committee-meetings>) approximately 48 hours prior to the meeting.

OALC Meeting  
October 13, 2021

Persons with disabilities may request alternate formats of this document by contacting Tracy Darmer, ADA Coordinator at (602) 240-5378 in Phoenix, at (520) 239-3100, ext. 5378, or 1-800-621-3778, ext. 5378 outside metro Phoenix. Requests should be made as early as possible to allow time to arrange the accommodations.

Dated October 6, 2021

ARIZONA STATE RETIREMENT SYSTEM

*Signature on File*  
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Joyce Williams  
Committee Administrator

*Signature on File*  
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Anthony Guarino  
Deputy Director and Chief Operations Officer