

SUMMARY MINUTES
RISK MANAGEMENT COMMITTEE
MEETING OF SEPTEMBER 16, 2015

Ms. Wells chaired the September 16 Risk Management Committee Meeting, calling it to order at 10:08 a.m. A quorum was present during the Meeting: Mr. Session, Co-Chair, Mr. Adams, Mr. Griffin, Mr. Kennedy, Ms. Merrick, Mr. Mims, Mr. Pozen and Mr. Conner, *ex officio*. Mr. Caputo, Mr. Chapman, Mr. Curto, Mr. Gates, Ms. Hanley, Ms. Lang, Mr. McDermott and Mr. Williams were also present.

Recommendation Regarding the Selection of Independent Audit Firms. Julia Hodge, Deputy Vice President for Corporate Risk and Strategy, reviewed the details for the selection of two firms to perform financial statement audit and specialized audit services. In May 2015, the Committee had concurred with the solicitation terms and evaluation criteria for both procurements, and Requests for Proposals (RFPs) had been issued in June. Ms. Hodge noted that the pending procurement for specialized audit services had included a 100 percent Local Disadvantaged Business Enterprise (LDBE) requirement; no LDBE requirement had been included in the pending procurement for the financial statement audit services. She reported that four proposals for specialized audit and two proposals for financial statement audit services had been received. The Technical Evaluation Committee canceled the RFP for financial statement audit services and resolicited it with the goal of conducting more outreach and increasing competition. In August, six proposals were received for financial statement audit services. Based on the solicitation evaluation criteria, Ms. Hodge reported that the TEC had determined that GKA, P.C. and Cherry Bekaert had received the highest ratings to provide specialized audit services and financial statement audit services, respectively. She noted that the proposed terms for both contracts would include a three-year base term with two one-year options. Ms. Hodge thanked the Committee's Co-Chairs and other Directors for their participation in the evaluation process.

Recommendation for the Vice President for Audit (Oral) Ms. Wells reported that the resume for Lee Wyckoff had been provided to Directors. The Committee approved the recommendation, which Ms. Wells would offer later at the day's Board Meeting.

The meeting was thereupon adjourned at 10:13 a.m.