

**South Carolina Retirement System Investment Commission  
Audit and Enterprise Risk Management Committee Meeting  
Minutes**

**October 15, 2025 11:00 a.m.  
Capitol Center  
1201 Main Street, Suite 1510  
Columbia, South Carolina 29201  
Meeting Location: Video Presentation**

**Committee Members Present:**

Mr. Kenneth F. Deon, Chair (via Telephone)  
Ms. Peggy Boykin (via Telephone)  
Mr. William J. Condon, Jr. (via Telephone)

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**I. Call to Order and Consent Agenda**

Chair Mr. Kenneth F. Deon called the meeting of the Audit and Enterprise Risk Management Committee ("Committee") of the South Carolina Retirement System Investment Commission ("RSIC") to order at 11:02 a.m. Ms. Peggy Boykin made a motion, which was seconded by Mr. William C. Condon, Jr., to adopt the proposed agenda as presented, and it was unanimously approved.

**II. Approval of Minutes (August 11, 2025)**

Chair Deon referred to the draft minutes from the Committee's August 11, 2025, meeting. Ms. Peggy Boykin made a motion to adopt the minutes from the August 11, 2025, Committee meeting as presented. Mr. Condon seconded the motion, and it was unanimously approved.

**III. Compliance and Enterprise Risk Management Updates**

The Committee received an update on routine compliance matters. Ms. Michelle Kennedy, Director of Enterprise Risk Management ("ERM") and Compliance, reviewed the ERM heatmap and noted that two risk owners had been updated, but no other changes had been made since the prior Committee meeting.

**IV. Internal Audit Update**

Chair Deon then asked for the Internal Audit ("IA") update. Ms. Kennedy introduced Mr. Craig Stanton, a Senior Manager with Deloitte & Touche, LLP ("Deloitte"), who provided background information regarding the Internal Remediation Review, the status of remediation efforts from reviews and audits of various RSIC operations from FY2020 to FY2024. He noted whether areas for remediation (i) had been remedied, (ii) the deadline for the remedy had been extended to the future, or (iii) the risk had been accepted by management. Following a discussion with the Committee, Mr. Stanton concluded his report. After the report, Ms. Kennedy presented an overview of the proposed new approach to RSIC's IA program.

## **V. Executive Session**

Mr. Condon made a motion to recede into Executive Session to discuss investment matters related to internal audit reviews pursuant to S.C. Code Sections 9-16-80 and 9-16-320; to discuss negotiations incident to proposed contractual matters and to receive legal advice pursuant to S.C. Code Section 30-4-70(a)(2); and to discuss the development of security personnel or devices pursuant to S.C. Code Section 30-4-70(a)(3). Ms. Boykin then seconded the motion, and it was unanimously approved. The Committee then receded into Executive Session at 11:42 p.m.

## **VI. Potential Actions Resulting from Executive Session**

The Committee reconvened in open session at 12:03 and Chair Deon noted that no action had been taken during Executive Session. Mr. Condon made a motion to: (i) authorize the retention of Funston Advisory Services, LLC and Soteria LLC as the consulting services vendor for consulting services related to internal audit reviews, and (ii) authorize the CEO or his designee to negotiate and execute any necessary documents to effectuate the retention upon approval for legal sufficiency by RSIC Legal.

Ms. Boykin seconded the motion, and it was unanimously approved.

## **VII. Adjourn**

There being no further business, Mr. Condon made a motion to adjourn, and Ms. Boykin seconded the motion, which was unanimously approved. The Committee adjourned at 12:06 p.m.

[Staff Note: In compliance with S.C. Code Ann. Section 30-4-80, public notice of and the agenda for this meeting were delivered to the press and to parties who requested notice and were posted on October 9, 2025, at 4:46 p.m., at the entrance, in the lobbies, and near the 15<sup>th</sup> Floor Presentation Center at 1201 Main Street, Columbia, S.C.]