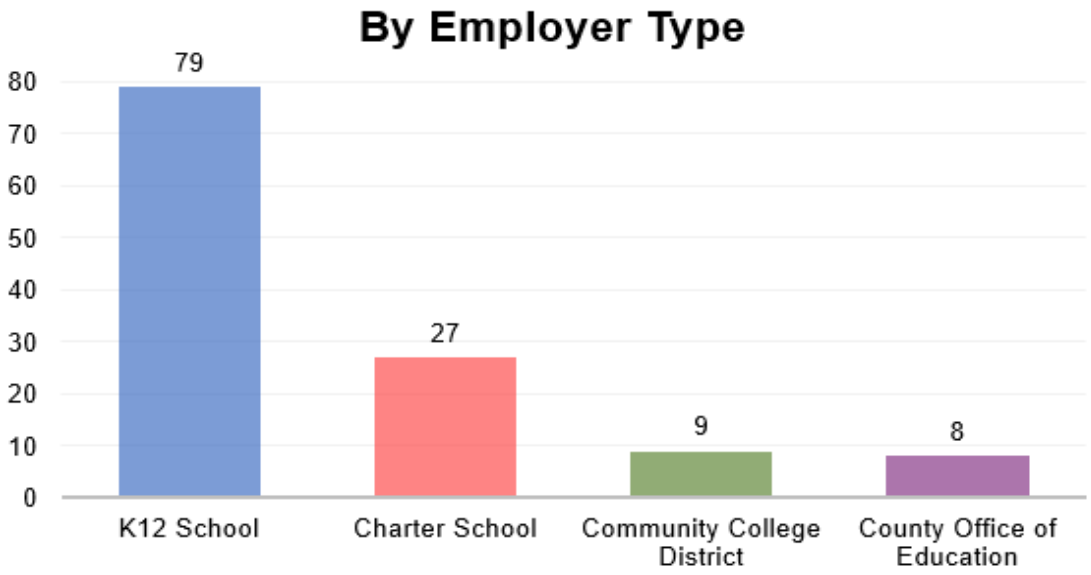
CALSTRS

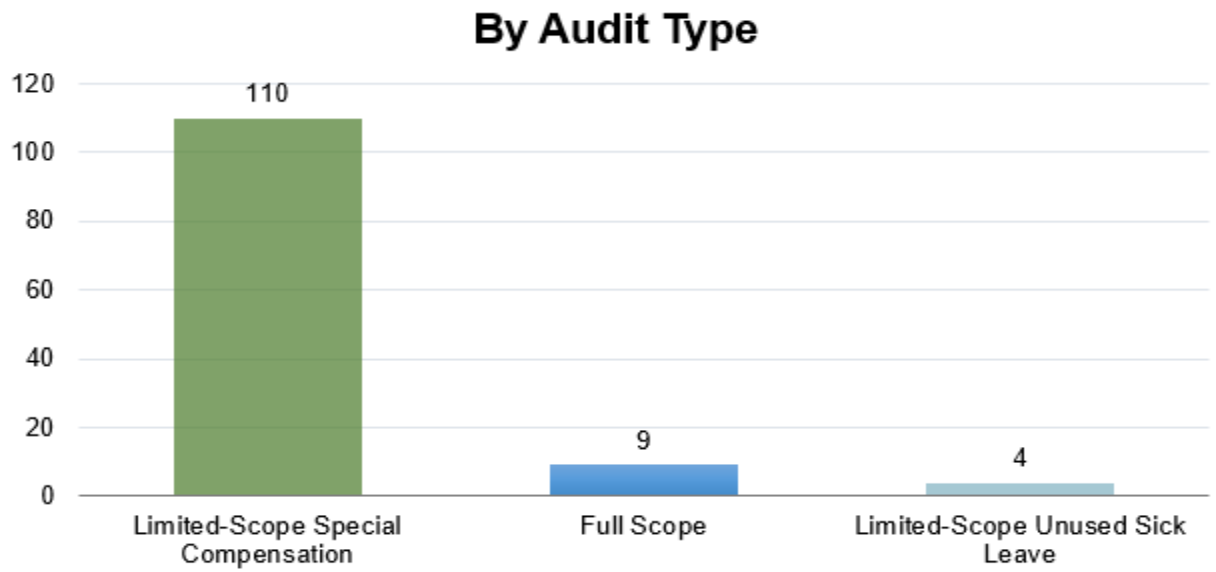
Audit Services

2022 Audit Plan Results

Total audits completed

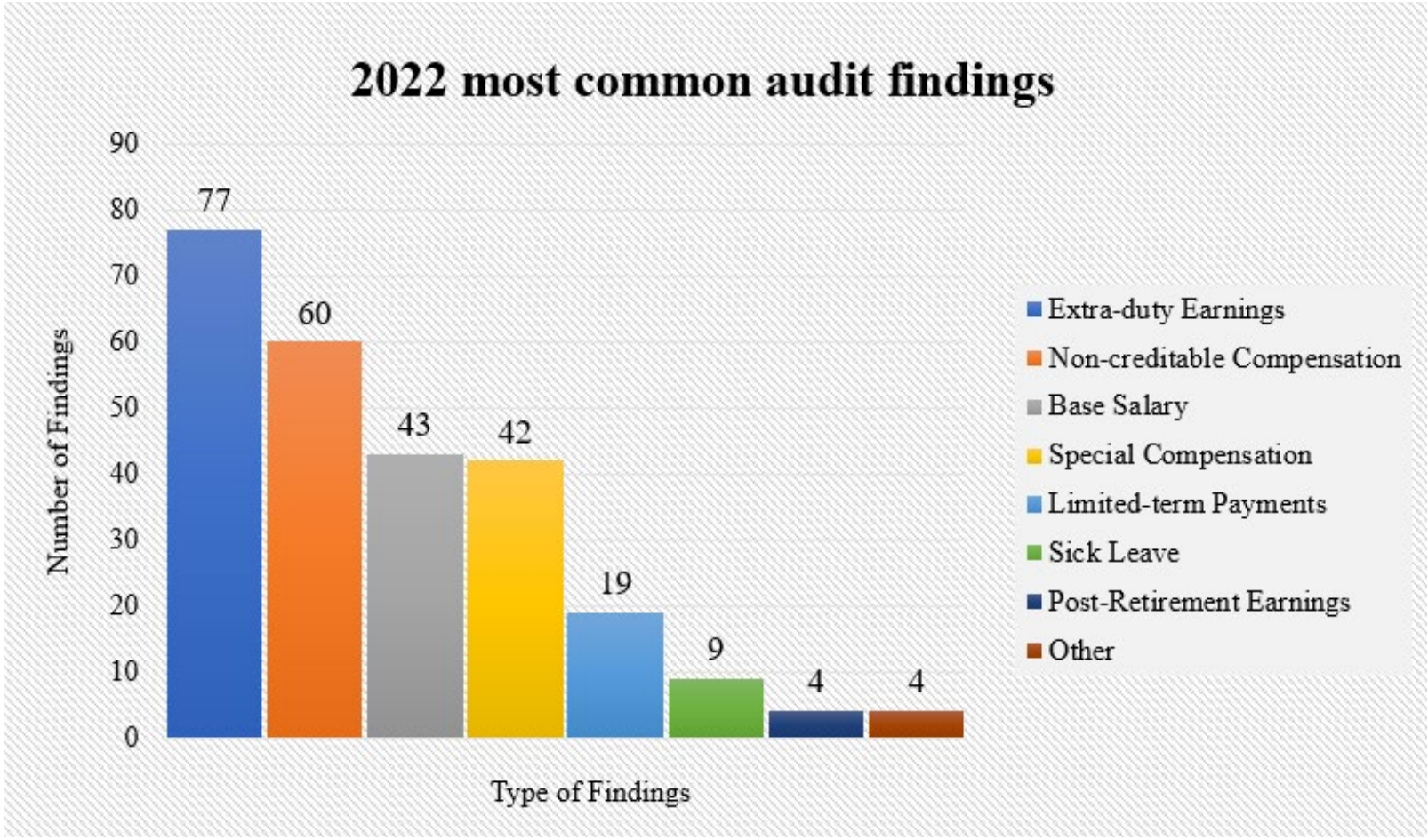
Annual goal – 120 audits → Completed – 123 audits → Approx. 92,120[1] members → 258 new audit findings 2022



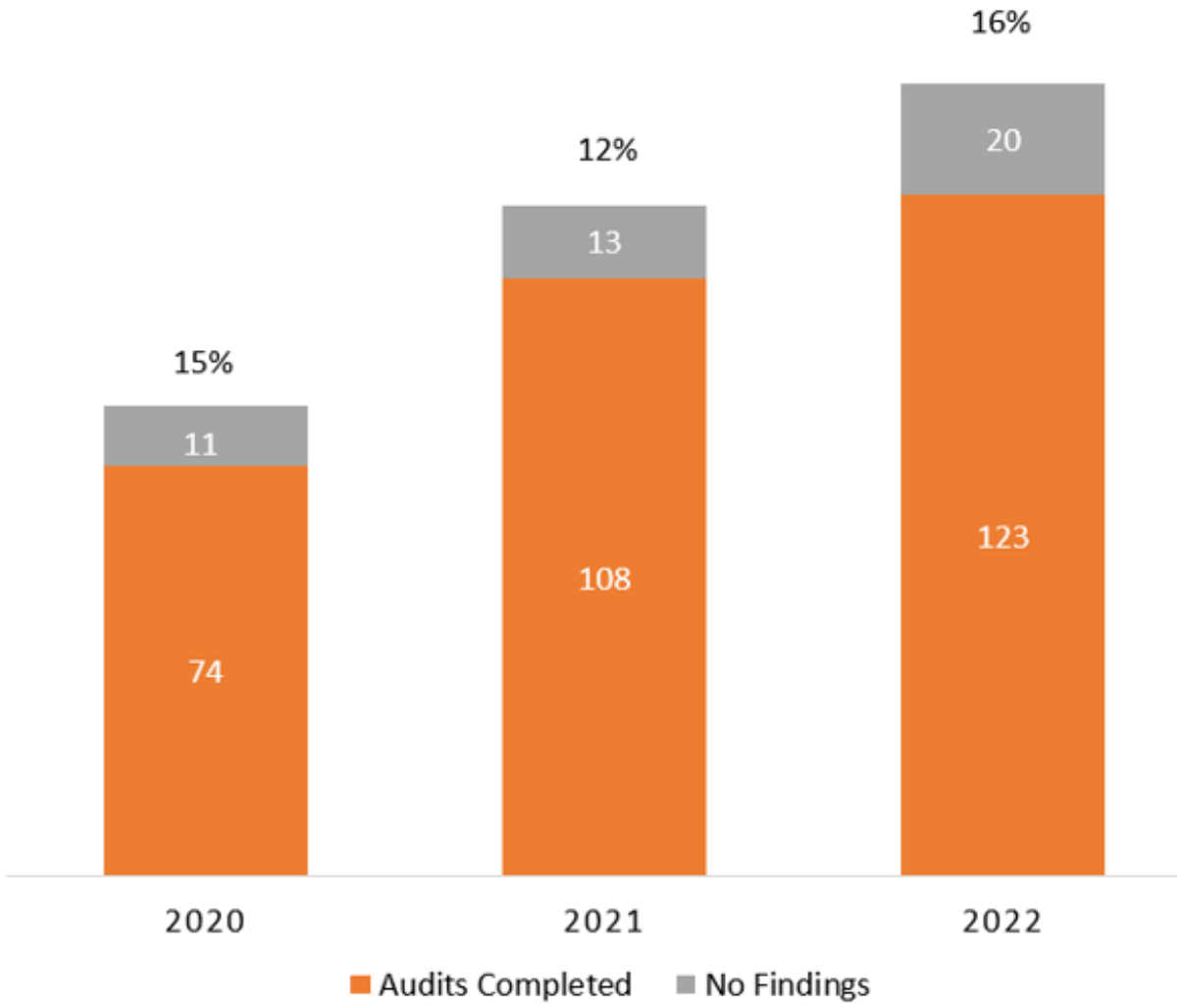


[1] 38,296 members are from LAUSD.

2022 employer audit results

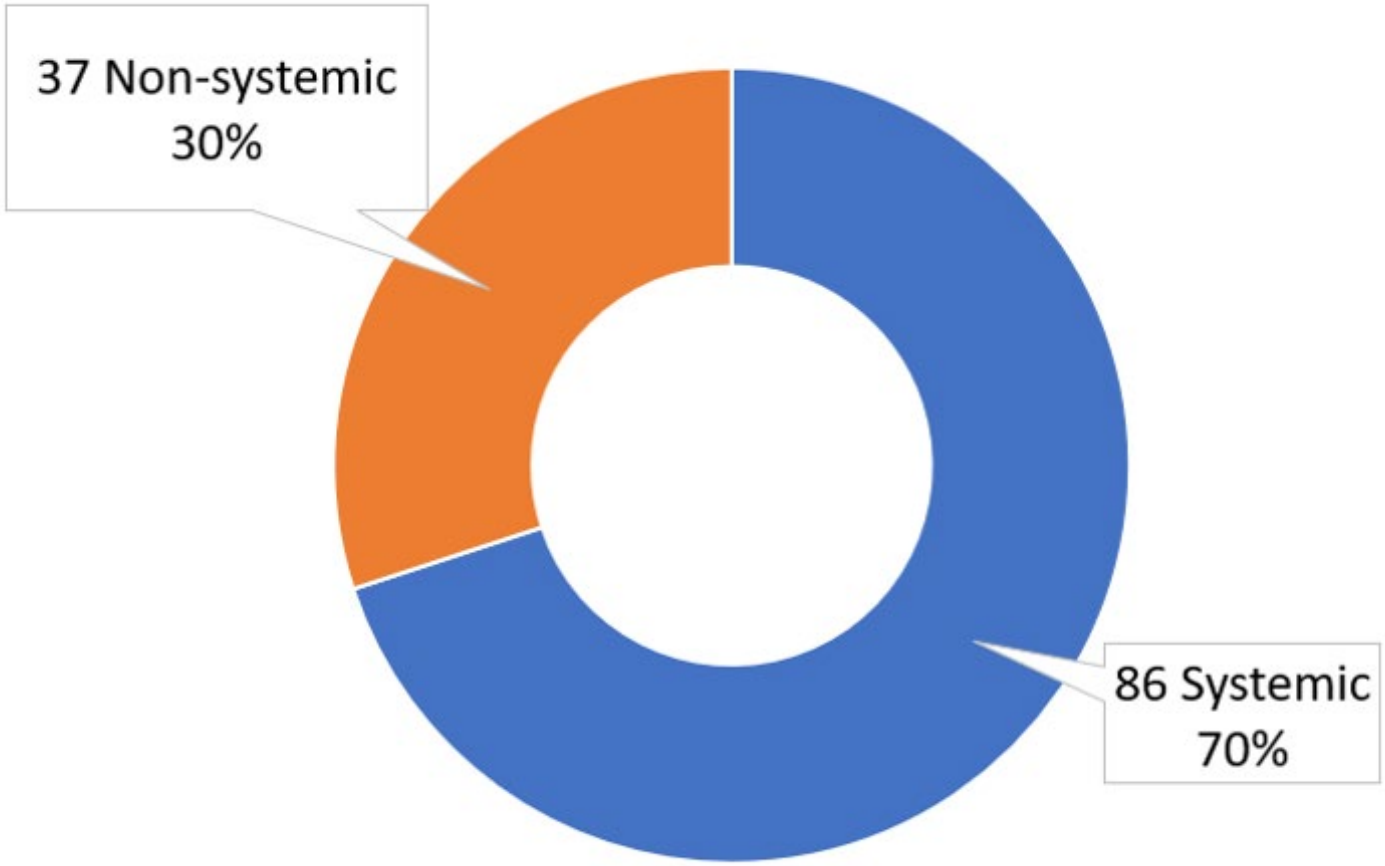


No findings audits 2020-2022

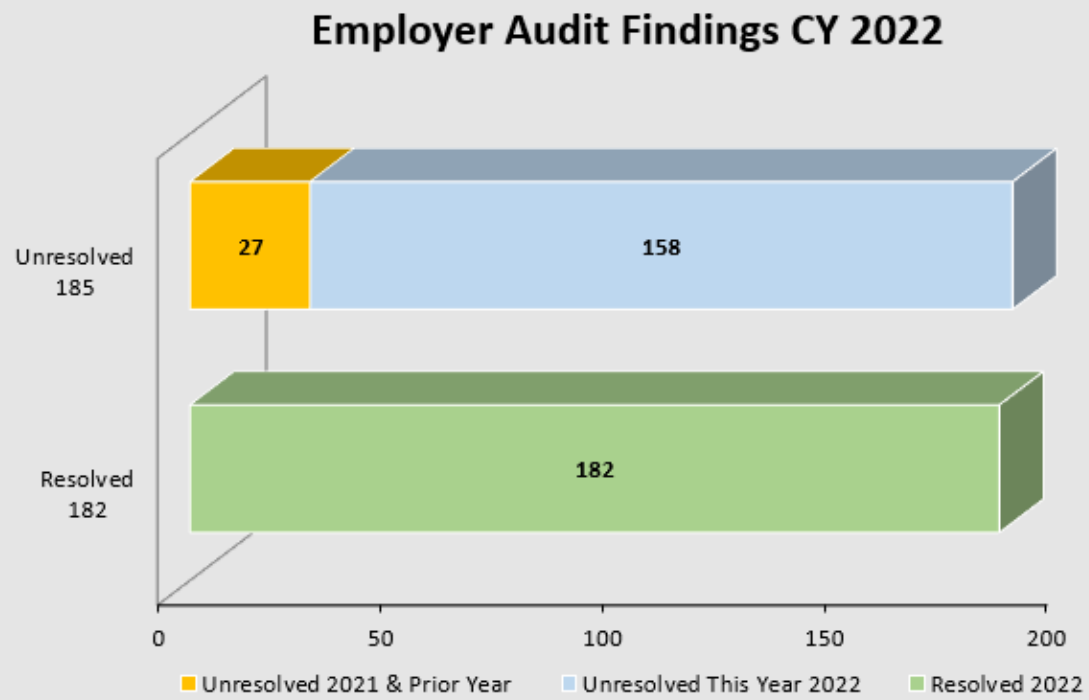


Systemic findings

123 audits completed



Employer audit finding resolution status



- 182 audit findings resolved
  - 82 prior year
  - 100 current year
- 185 findings in-progress
  - 27 prior year
  - 158 current year

Total internal audits completed

Internal audits	Contracted audits
○ Strategic & Business Planning ○ Path Forward ○ Contract Management ○ Headquarters Expansion - Costs ○ Travel Management ○ Software Management ○ Transfer Employee System Access ○ Mail & Receiving ○ Benefit Overpayment Receivables & Write Offs ○ Death Benefits ○ Survivor Benefits ○ GRI – Sustainability ○ Intergovernmental Transfers	○ Investment Services & Investment Accounting* ○ Application Incident Management* ○ Pension Solution Health Assessment ○ Information Security ○ Cloud Security – Phase I ○ System Implementation (Software Development Life Cycle) ○ Securities Lending ○ Currency Management ○ Financial Statement *2021 Audit Plan

Audit plan coverage

Strategic plan goal color legend:

- Goal 1: Trusted stewards
- Goal 2: Leading innovation & managing change
- Goal 3: Sustainable organization

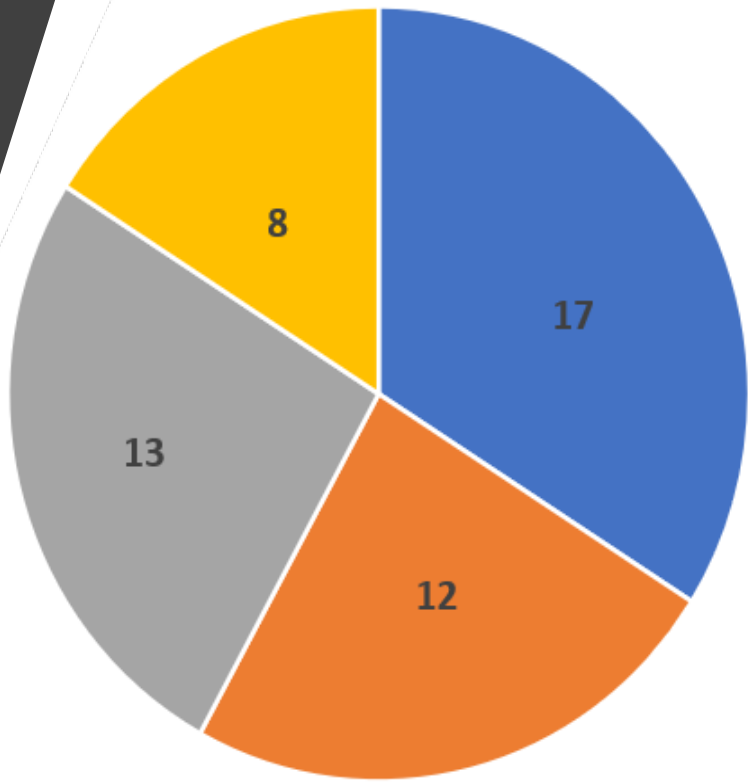
2022 Completed audits

Enterprise risks	Strategic & business planning	Benefit overpayment receivables & write offs	Investment services & investment accounting	Securities lending	Currency management	Financial statement	Contract management	Travel management	Software management	Transfer employee system access	Mail & receiving	Death benefits	Survivor benefits	Intergovernmental transfers	Application incident management	Pension solution health assessment	Information security	Cloud security - phase I	System implementation (software development life cycle)	Path forward	Headquarters expansion - cost	GRI sustainability
Pension funding			✓	✓	✓																	
Pension administration		✓										✓	✓			✓						
Financial reporting						✓																
Information Security										✓					✓		✓	✓				
Operational							✓	✓	✓		✓			✓					✓		✓	
Reputational																						✓
Transformational change	✓															✓				✓		
Third party							✓															

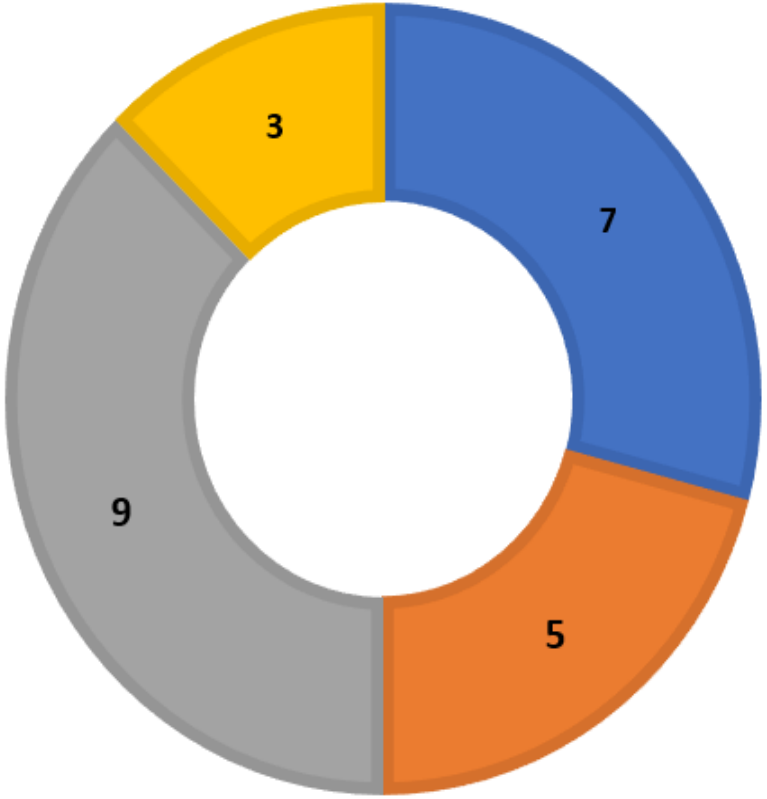
2022 internal audit results

Internal audit findings

By category

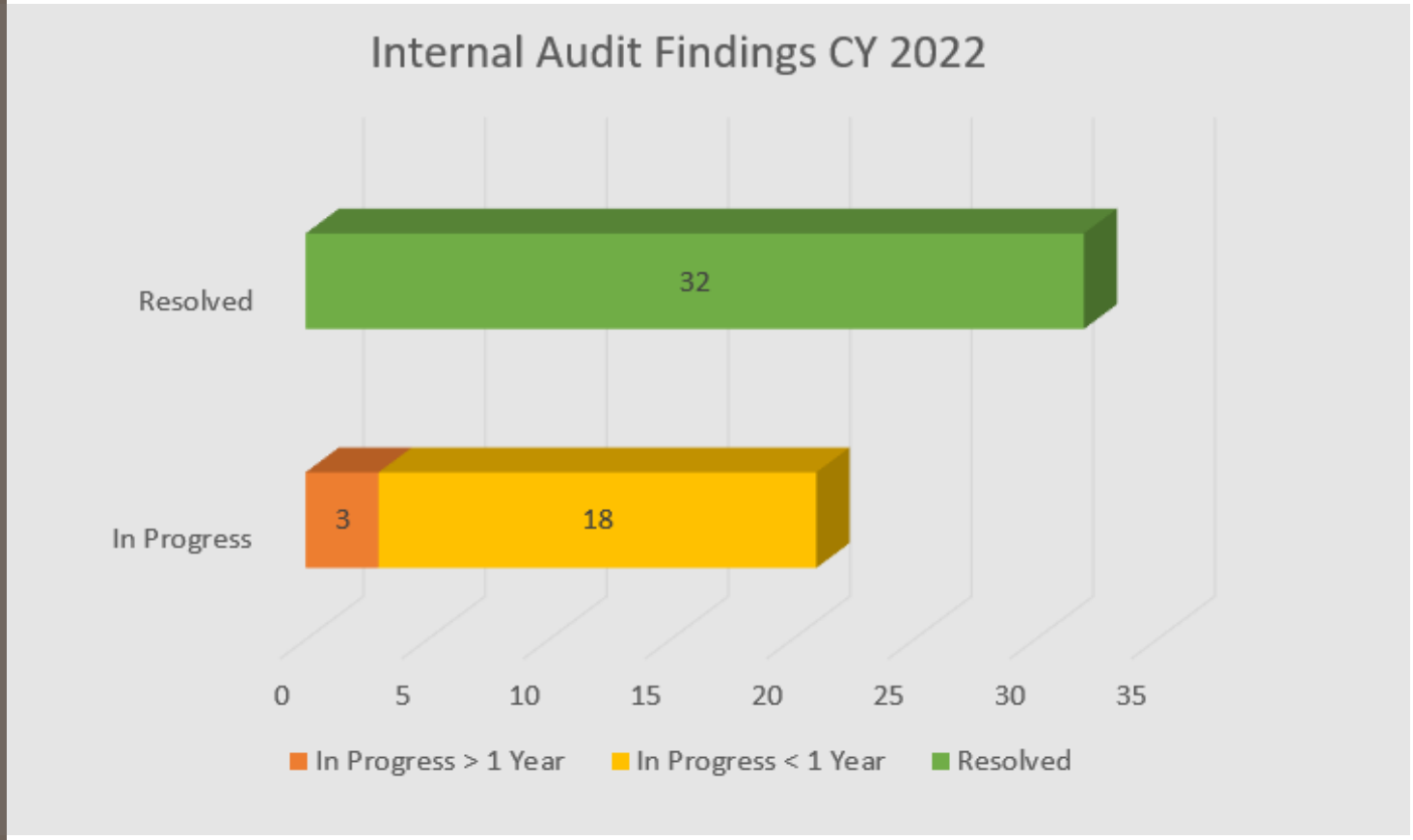


Number of highly rated findings



Governance Operational Oversight & Monitoring Compliance

Internal audit finding resolution status



Of those 21 findings in progress, 13 are highly rated.

Questions