

NEW YORK CITY MUNICIPAL WATER FINANCE AUTHORITY
FINANCE COMMITTEE & BOARD MEETINGS
FEBRUARY 2, 2023

FINANCE COMMITTEE MEETING

>> GOOD AFTERNOON. I'M DAVID WOMACK, DELEGATE FOR BUDGET DIRECTOR JACQUES JIHA AND CHAIR OF THE FINANCE COMMITTEE OF THE NEW YORK CITY MUNICIPAL WATER FINANCE AUTHORITY. I'LL NOW CONVENE A MEETING OF THE FINANCE COMMITTEE. DEBORAH, PLEASE CALL THE ROLL FOR ATTENDANCE.

>> CONDUCTING THE ROLL CALL, JACQUES JIHA?

>> DAVID WOMACK FOR DIRECTOR JIHA.

>> ROHIT AGGARWALA?

>> JOE MURIN FOR COMMISSIONER AGGARWALA.

>> MAX VON HOLLWEG.

>> I'M HERE.

>> MARC SHAW.

>> PRESENT.

>> HAVE SELVIN OR DIANA JOINED? WE HAVE A QUORUM.

>> GREAT. THANK YOU. THE FIRST ITEM ON THE AGENDA IS A RESOLUTION APPROVING THE MINUTES OF THE LAST FINANCE COMMITTEE MEETING. I'D LIKE TO ASK FOR A MOTION AND A SECOND TO ENTERTAIN DISCUSSION OF THE PROPOSED RESOLUTION.

>> SO MOVED.

>> SECOND.

>> SECONDED.

>> THANK YOU. THE MINUTES OF THE COMMITTEE'S LAST MEETING--LAST MEETING HAVE BEEN CIRCULATED FOR THE COMMITTEE'S REVIEW. ARE THERE ANY CHANGES OR CORRECTIONS? HEARING NONE, I'LL CALL THE ROLL FOR A VOTE. MR. VON HOLLWEG, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. MURIN, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. SHAW, HOW DO YOU VOTE?

>> IN FAVOR.

>> AND I VOTE IN FAVOR OF THE PROPOSED RESOLUTION. THE RESOLUTION APPROVING THE MINUTES IS HEREBY ADOPTED. THE NEXT ITEM ON THE AGENDA IS A RESOLUTION WHICH WOULD RECOMMEND TO THE BOARD OF DIRECTORS THE APPROVAL OF SUPPLEMENTAL RESOLUTION NUMBER 197 AUTHORIZING THE ISSUANCE OF FISCAL 2023 ADJUSTABLE-RATE SERIES CC SECOND GENERAL RESOLUTION WATER AND SEWER SYSTEM REVENUE BONDS. I'D LIKE TO ASK FOR A MOTION AND A SECOND TO ENTERTAIN DISCUSSION OF THE PROPOSED RESOLUTION.

>> SO MOVED.

>> SECOND.

>> AND SECONDED.

>> THANK YOU. THE RESOLUTION WOULD AUTHORIZE THE ISSUANCE OF UP TO 200 MILLION OF NEW MONEY VARIABLE-RATE BONDS. THE BONDS WILL BE IN THE DAILY RATE MODE. THE BONDS WILL BE SUPPORTED BY A STANDBY BOND PURCHASE AGREEMENT WITH BARCLAYS BANK WITH BARCLAYS CAPITAL SERVING AS REMARKETING AGENT. THE ACCEPTED PRICING DATE IS FEBRUARY 15, 2023, WITH AN EXPECTED CLOSING DATE OF FEBRUARY 16, 2023. ARE THERE ANY COMMENTS OR QUESTIONS? HEARING NONE, I'LL CALL THE ROLL FOR A VOTE. MR. VON HOLLWEG, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. MURIN, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. SHAW, HOW DO YOU VOTE?

>> IN FAVOR.

>> AND I VOTE IN FAVOR OF THE PROPOSED RESOLUTION. THE RESOLUTION IS HEREBY APPROVED. THE NEXT ITEM ON THE AGENDA IS A RESOLUTION WHICH WOULD AUTHORIZE THE AUTHORITY TO AMEND ITS INTEREST RATE EXCHANGE AGREEMENTS AND ADHERE TO THE ISDA 2020 IBOR FALLBACK PROTOCOL. I'D LIKE TO CALL FOR A MOTION AND SECOND TO ENTERTAIN DISCUSSION OF THE PROPOSED RESOLUTION.

>> SO MOVED.

>> SECOND.

>> THANK YOU. THE AUTHORITY PREVIOUSLY ENTERED INTO INTEREST RATE EXCHANGE AGREEMENTS WHICH, AS AUTHORIZED BY THE BOARD OF DIRECTORS, AUTHORIZED THE AUTHORITY TO PAY A FIXED INTEREST RATE OF 3.439% IN EXCHANGE FOR A FLOATING RATE BASED ON A ONE-MONTH LIBOR INDEX. U.S. DOLLAR TO LIBOR, INCLUDING THE ONE-MONTH LIBOR INDEX, WILL CEASE ON JUNE 30, 2023. TO PREPARE FOR THIS, THE AUTHORITY SEEKS TO AMEND ITS OUTSTANDING INTEREST RATE EXCHANGE AGREEMENTS TO ALLOW SOFR TO BE USED AS AN INDEX AND TO ADHERE THROUGH THE ISDA 2020 IBOR FALLBACK PROTOCOL. THE PROPOSED RESOLUTION WILL RECOMMEND THE BOARD OF DIRECTORS APPROVE SUCH ACTION. ARE THERE ANY QUESTIONS? HEARING NONE, I'LL CALL THE ROLL FOR A VOTE. MR. VON HOLLWEG, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. MURIN, HOW DO YOU VOTE? JOE?

>> IN MUTED.

>> IN FAVOR.

>> THANK YOU. WHEW. MR. SHAW, HOW DO YOU VOTE?

>> HA! IN FAVOR.

>> AND I VOTE IN FAVOR OF THE PROPOSED RESOLUTION. THE RESOLUTION IS HEREBY APPROVED. IF THERE'S NO FURTHER BUSINESS BEFORE THE COMMITTEE, I WOULD LIKE TO ENTERTAIN A DISCUSSION OF ADJOURN. CAN I HAVE A MOTION AND A SECOND?

>> SO MOVED.

>> THOUGHT THERE WAS ONE MORE ITEM ON THE--

>> ON THE BOARD OF DIRECTORS, THERE IS.

>> THAT'S ON THE BOARD.

>> OH, OH, OH. SORRY. OK.

>> YEAH.

>> ALL RIGHT.

>> SO MOVED.

>> SECOND. HA!

>> THANK YOU. I WILL CALL THE ROLL FOR ADJOURNMENT. MR. VON HOLLWEG,
HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. MURIN, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. SHAW, HOW DO YOU VOTE?

>> IN FAVOR.

>> AND I VOTE IN FAVOR OF ADJOURNMENT. THANK YOU. THE FINANCE
COMMITTEE IS NOW ADJOURNED, AND WE WILL MOVE ON TO THE BOARD OF
DIRECTORS MEETING, WHICH I WILL ALSO CHAIR.

BOARD OF DIRECTORS MEETING

GREAT GOOD AFTERNOON. I'M DAVID WOMACK, DELEGATE FOR THE BUDGET DIRECTOR JACQUES JIHA AND CHAIR OF THE BOARD OF DIRECTORS OF THE NEW YORK CITY MUNICIPAL WATER FINANCE AUTHORITY. I WILL NOW CONVENE A MEETING OF THE BOARD OF DIRECTORS OF THE AUTHORITY. DEBORAH, PLEASE CALL THE ROLL. >> CONDUCTING THE ROLL CALL, JACQUES JIHA?

>> DAVID WOMACK FOR DIRECTOR JIHA.

>> ROHIT AGGARWALA?

>> JOE MURIN FOR COMMISSIONER AGGARWALA.

>> MAX VON HOLLWEG?

>> I'M HERE.

>> MARC SHAW?

>> PRESENT.

>> THANK YOU. WE HAVE A QUORUM. >> GREAT. THANK YOU. THANK YOU, DEB. THE FIRST ITEM ON THE AGENDA IS THE APPROVAL--IS APPROVAL OF THE MINUTES OF THE BOARD'S LAST MEETING. MAY I HAVE A MOTION AND A SECOND TO ENTERTAIN DISCUSSION OF THE PROPOSED RESOLUTION?

>> SO MOVED.

>> SO MOVED. SECOND.

>> THANK YOU. THE MINUTES HAVE BEEN CIRCULATED FOR THE BOARD'S REVIEW. ARE THERE ANY COMMENTS OR CORRECTIONS? HEARING NONE, I'LL CALL THE ROLL FOR A VOTE. MR. VON HOLLWEG, HOW DO YOU VOTE? >> IN FAVOR.

>> MR. MURIN, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. SHAW, HOW DO YOU VOTE?

>> IN FAVOR.

>> AND I VOTE IN FAVOR OF THE PROPOSED RESOLUTION. THE RESOLUTION APPROVING THE MINUTES IS HEREBY APPROVED. THE NEXT ITEM ON THE AGENDA IS SUPPLEMENTAL RESOLUTION NUMBER 179 WHICH AUTHORIZES THE ISSUANCE OF UP TO 200 MILLION OF FISCAL 2023 ADJUSTABLE-RATE SERIES CC WATER AND SEWER SECOND GENERAL RESOLUTION REVENUE BONDS. MAY I HAVE A MOTION AND A SECOND TO ENTERTAIN DISCUSSION OF THE PROPOSED RESOLUTION?

>> SO MOVED.

>> AND SECONDED.

>> THANK YOU. THE FISCAL 2023 SERIES CC BONDS ARE NEW MONEY VARIABLE RATE BONDS. THE FINANCE COMMITTEE HAS REVIEWED THE PROPOSED TRANSACTION AND RECOMMENDS THE BOARD OF DIRECTORS APPROVE THE SUPPLEMENTAL RESOLUTION. ARE THERE ANY COMMENTS OR QUESTIONS? HEARING NONE, I'LL CALL THE ROLL FOR A VOTE. MR. VON HOLLWEG, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. MURIN, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. SHAW, HOW DO YOU VOTE?

>> IN FAVOR.

>> AND I VOTE IN FAVOR OF THE PROPOSED RESOLUTION. THE RESOLUTION IS HEREBY APPROVED. THE NEXT ITEM ON THE AGENDA IS A RESOLUTION WHICH WOULD AUTHORIZE THE AUTHORITY TO AMEND ITS INTEREST RATE EXCHANGE AGREEMENTS AND ADHERE TO THE ISDA 2020 IBOR FALLBACK PROTOCOL. MAY I HAVE A MOTION AND SECOND TO ENTERTAIN DISCUSSION OF THE PROPOSED RESOLUTION?

>> SO MOVED.

>> SECOND.

>> SECOND.

>> THANK YOU. THE BOARD OF DIRECTORS PREVIOUSLY APPROVED SUPPLEMENTAL RESOLUTION NUMBER 48, WHICH AUTHORIZED THE AUTHORITY TO ENTER INTO INTEREST RATE EXCHANGE AGREEMENTS WHICH PAY A FIXED

INTEREST RATE OF 3.439% IN EXCHANGE FOR A FLOATING RATE BASED ON A ONE-MONTH LIBOR INDEX. AS LIBOR WILL CEASE ON JUNE 30, 2023, THE AUTHORITY NOW SEEKS TO AMEND SUCH RESOLUTION AND AUTHORIZED THE AMENDMENT OF SUCH INTEREST RATE EXCHANGE AGREEMENTS TO USE SOFR AS AN INDEX AND TO ADHERE TO THE ISDA 2020 IBOR FALLBACK PROTOCOL. THE FINANCE COMMITTEE HAS RECOMMENDED THE BOARD APPROVE SUCH ACTION. ARE THERE COMMENTS OR QUESTIONS? HEARING NONE, I'LL CALL THE ROLL FOR A VOTE. MR. VON HOLLWEG, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. MURIN, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. SHAW, HOW DO YOU VOTE?

>> IN FAVOR.

>> AND I VOTE IN FAVOR OF THE PROPOSED RESOLUTION. THE RESOLUTION IS HEREBY APPROVED. THE NEXT ITEM ON THE AGENDA IS A RESOLUTION WHICH WOULD AUTHORIZE THE AUTHORITY TO AMEND ITS CONTRACTS WITH AECOM AND MACAN DEVE, WHO SERVE AS THE AUTHORITY'S CONSULTING ENGINEERS. MAY I HAVE A MOTION AND A SECOND TO ENTERTAIN DISCUSSION OF THE PROPOSED RESOLUTION?

>> SO MOVED NOW THAT YOU'RE FINALLY GETTING TO IT.

>> HA!

>> SECOND. SECOND.

>> THERE WE GO. THE BOARD OF DIRECTORS PREVIOUSLY AUTHORIZED THE AUTHORITY ENTER--TO ENTER INTO AGREEMENTS WITH AECOM AND MACAN DEVE TO SERVE AS CONSULTING ENGINEERS. THE BOARD APPROVED THE HOURLY RATES BY EMPLOYEE FOR SUCH CONTRACTS. SINCE THAT TIME, BOTH FIRMS HAVE HAD STAFFING CHANGES. THE AUTHORITY NOW SEEKS THE BOARD APPROVAL TO AMEND SUCH CONTRACTS SO LONG AS SUCH AMENDED CONTRACT REFLECT THE NOT-TO-EXCEED CAPS LISTED IN THE RESOLUTION. SUCH MAX. FEES ARE UNCHANGED FROM THE AUTHORITY'S CURRENT CONTRACTS, AND ONLY THE HOURLY RATES FOR STAFF ARE CHANGING. ARE THERE COMMENTS OR QUESTIONS? HEARING NONE, I'LL CALL THE ROLL FOR A VOTE. MR. VON HOLLWEG, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. MURIN, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. SHAW, HOW DO YOU VOTE?

>> IN FAVOR.

>> AND I VOTE IN FAVOR OF THE PROPOSED RESOLUTION. THE RESOLUTION IS HEREBY APPROVED. IF THERE'S NO FURTHER BUSINESS BEFORE THE BOARD, I'LL ENTERTAIN A VOTE TO ADJOURN. MR. VON HOLLWEG, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. MURIN, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. SHAW, HOW DO YOU VOTE?

>> IN FAVOR.

>> AND I VOTE IN FAVOR OF ADJOURNMENT. THANK YOU FOR YOUR PARTICIPATION. THE BOARD OF DIRECTORS MEETING IS NOW ADJOURNED, AND THAT CONCLUDES TODAY'S NEW YORK WATER MEETINGS. THANK YOU. HAVE A GREAT DAY.