

New York City Transitional Finance Authority
April 28, 2022
Meetings of the Governance Committee, Audit Committee & Board of Directors

>>GOOD AFTERNOON. I'M HECTOR GERMAN, ALTERNATE DIRECTOR FOR THE CITY COUNCIL SPEAKER AND CHAIR OF THE AUDIT COMMITTEE. I WOULD LIKE TO ASK EVERYONE TO KEEP THEMSELVES MUTED DURING TODAY'S MEETING UNLESS SPEAKING. I WILL NOW CONVENE TO THE AUDIT COMMITTEE MEETING BY ASKING FOR THE ROLL TO BE CALLED FOR ATTENDANCE.

>> CONDUCTING THE ROLL CALL. JACQUES JIHA.

>> DAVID WOMACK FOR DIRECTOR JIHA.

>> PRESTON NIBLACK.

>> YES, I SAW THAT MUTED. DIANA BEINART FOR COMMISSIONER NIBLACK.

>> BRAD LANDER.

>> MARJORIE HENNING FOR THE COMPTROLLER.

>> TOM FOLEY.

>> LOUANN KOZIOL FOR COMMISSIONER FOLEY.

>> ADRIENNE ADAMS. THANK YOU. WE HAVE A QUORUM.

>> THANK YOU. THE FIRST ITEM ON THE AGENDA IS THE APPROVAL OF THE MINUTES OF THE LAST MEETING OF THE COMMITTEE. THE MINUTES HAVE BEEN CIRCULATED FOR REVIEW BY THE COMMITTEE. ARE THERE ANY QUESTIONS OR CORRECTIONS? I WILL NOW CALL THE ROLL FOR A VOTE. MS. HENNING, HOW DO YOU VOTE?

>> I VOTE IN FAVOR.

>> MS. BEINART, HOW DO YOU VOTE?

>> IN FAVOR.

>> MS. KOZIOL, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. WOMACK, HOW DO YOU VOTE?

>> IN FAVOR.

>> AND NOW--AND I VOTE IN FAVOR OF THE PROPOSED RESOLUTION. THE RESOLUTION APPROVAL--THE MINUTES IS THEREBY ADOPTED. THE NEXT ITEM ON THE AGENDA IS A RESOLUTION APPROVING A SELF-EVALUATION OF THE COMMITTEE AND AUTHORIZATION TO APPROVE THE RESULT OF SUCH TO THE BOARD OF DIRECTOR. A REPORT OUTLINING THE COMMITTEE'S ACTION DURING THE CALENDAR YEAR 2021 HAS BEEN CIRCULATED FOR THE COMMITTEE'S REVIEW. THE PROPOSED RESOLUTION WOULD EXPRESS THE COMMITTEE BELIEF THAT IT HAS ACTED IN SATISFACTORY MANNER CONSISTENT WITH THE CHARTER AND WOULD AUTHORIZE ME AS THE CHAIR TO PRESENT THESE FINDINGS TO THE BOARD OF DIRECTOR. ARE THERE ANY COMMENTS ON THE EVALUATION? I WILL NOW CALL THE ROLL FOR A VOTE. MS. HENNING, HOW DO YOU VOTE?

>> I VOTE IN FAVOR. THANK YOU.

>> MS. BEINART, HOW DO YOU VOTE?

>> IN FAVOR.

>> MS. KOZIOL, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. WOMACK, HOW DO YOU VOTE?

>> IN FAVOR.

>> AND I VOTE IN FAVOR OF THE PROPOSED RESOLUTION. THE RESOLUTION IS THEREBY APPROVED. THE NEXT ITEM ON THE AGENDA IS A REVIEW ON THE AUTHORITY INTERNAL CONTROL MANUAL. THIS IS A REVIEW ITEM AND NO VOTE WILL BE TAKEN. PURSUANT TO THE AUDIT COMMITTEE CHARTER, SECTION 3H, THE COMMITTEE MUST ANNUALLY REVIEW THE INTERNAL CONTROL POLICY. THERE ARE CHANGES TO THE INTERNAL CONTROL POLICY PROPOSED AT THIS TIME, AND THE BACK LINE HAS BEEN PROVIDED TO THE COMMITTEE. THE AUTHORITY COMPTROLLER, BOB BALDUCCI, IS AVAILABLE TO ANSWER ANY QUESTIONS. ARE THERE ANY QUESTIONS FOR MR. BALDUCCI? REVIEW ONLY. NO RESOLUTION. THE NEXT ITEM ON THE AGENDA IS A PRESENTATION BY THE REPRESENTATIVE OF MAYER HOFFMAN, THE AUTHORITY INDEPENDENT AUDITORS, WHO WILL PRESENT THEIR PLAN FOR THE AUDIT OF THE FINANCIAL STATEMENTS FOR THE CURRENT FISCAL YEAR. BOB BALDUCCI, THE AUTHORITY COMPTROLLER, IS HERE TO INTRODUCE THE AUDITORS. MR. BALDUCCI, PLEASE PROCEED.

>> YEAH. HI. GOOD AFTERNOON, MEMBERS. SO, I'M GOING TO TURN IT OVER TO WARREN RUPPEL, WHO'S THE PRIN--WHO'S ONE OF THE PRINCIPLES ON THE AUDIT. HE'LL GO TO HIS PRESENTATION AND I BELIEVE WE HAVE SOMEONE ELSE ON THE TEAM WHO'LL INTRODUCE THAT PERSON. WARREN?

>> THANKS, BOB SOME OF YOU--WELL, JUST TO KIND OF RECONFIRM, SOME OF YOU MAY BE THINKING I USED TO BE THE MARKS PANETH GUY, BUT MARKS PANETH WAS ACQUIRED BY A COMPANY CALLED CBIZ, AND A ATTEST PRACTICE CALLED MAYER HOFFMAN McCANN, WHICH OPERATE JOINTLY, AND WE'RE NOW PART OF ONE OF THE TOP TEN CPA FIRMS OR ACCOUNTING FIRMS IN THE COUNTRY, SO, BECAME SIGNIFICANTLY LARGER IN SIZE, BUT WE'RE--THE OLD MARKS PANETH GROUP IS OPERATING AS A BUSINESS UNIT WITHIN THIS NEW FIRM, SO, MYSELF AND DAN McELWEE AND OTHERS WHO ARE ON THE TEAM ARE BASICALLY THE SAME, SO, YOU KNOW, I'M TEMPTED TO SAY IT'S THE SAME CLOWNS IN DIFFERENT CIRCUS, BUT I WON'T SAY THAT, SO, YOU WON'T SEE MUCH CHANGES. YOU WILL SEE A LITTLE CHANGE IN MY PRESENTATION. GOOD NEWS IS, IT'LL BE A LITTLE BIT OF A CHANGE FROM OUR PRIOR PRESENTATIONS, WHICH WILL BE ENTERTAINING AFTER ALL THESE YEARS OF KIND OF DOING THE SAME THING. UNFORTUNATELY, THERE'S A CHANGE IN THE AUDITING STANDARDS, WHICH REQUIRE US TO MENTION OR COVER A FEW MORE ITEMS, SO, IT MIGHT BE A LITTLE BIT LONGER THAN USUAL, BUT I'LL TRY TO GET THROUGH THIS AS QUICKLY AS I CAN. SO, I MENTIONED THE ENGAGEMENT. I'M JUST GOING THROUGH MY PRESENTATION. I'M NOT GOING TO SHARE THE SCREEN BECAUSE I'M GOING TO GO THROUGH PRETTY RAPIDLY. ESSENTIALLY, THE PURPOSE OF THE MEETING IS TO JUST BRIEFLY DESCRIBE THE SCOPE OF OUR AUDIT TO YOU. I'LL HAVE SOME--AN INQUIRY AS TO WHETHER--TO AUDIT COMMITTEE MEMBERS ABOUT KNOWLEDGE OF FRAUD AS WE GO ALONG. I'LL ASK IF ANY INPUT INTO THE AUDIT PROCESS AND, AS I SAID, I'LL BRIEFLY DESCRIBE THAT AUDIT PROCESS. SO, OUR TIMING FOR THIS YEAR IS ON SLIDE 3, AND SIMILAR TO PRIOR YEARS, OUR GOAL IS TO MEET THE SEPTEMBER REPORTING DEADLINES FOR THE CITY CONTROLLER'S OFFICE AND THE PUBLIC AUTHORITIES ACCOUNTABILITY ACT, SO, WE'RE PLANNING TO DO THAT. WE PERFORMED THE AUDIT IN ACCORDANCE WITH U.S. GENERALLY ACCEPTED AUDITING STANDARDS AS WELL AS GOVERNMENT AUDITING STANDARDS. RESPONSIBILITIES OF MANAGEMENT ARE USUALLY--USUALLY JUST HAVE COMMENTED IN THE PAST THAT MANAGEMENT'S RESPONSIBLE FOR PREPARING THE FINANCIAL STATEMENTS. THAT'S STILL TRUE, BUT SLIDE 5 LAYS OUT, YOU KNOW, JUST A NUMBER OF--LITTLE BIT MORE DETAIL OF WHAT MANAGEMENT'S RESPONSIBILITIES, ARE AND THAT INCLUDES MAINTAINING EFFECTIVE INTERNAL CONTROLS, MAINTAINING INTERNAL CONTROLS OVER COMPLIANCE WITH VARIOUS LEGAL MATTERS AND OTHER COMPLAINTS. AREAS LIKE THAT. COVENANTS, ETC. SO, THOSE ARE SPELLED OUT IN A LITTLE BIT MORE DETAIL ON SLIDE 5. DELIVERABLES WOULD BE THE SAME. WE HAVE THIS PRE-AUDIT MEETING COMMUNICATION. WE HAVE A POST-AUDIT MEETING, WHICH WE'LL HAVE, I ASSUME, IN SEPTEMBER, OR PERHAPS LATE AUGUST. WE'LL GO THROUGH--WE HAVE A MANAGEMENT LETTER. IF WE HAVE ANY COMMENTS, WE'LL REPORT THOSE TO YOU. WE'LL ALSO ISSUE REPORTS IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS AND WE'LL ISSUE A REPORT ON TFA'S COMPLIANCE WITH ITS INVESTMENT GUIDELINES. SO, THIS IS KIND OF A NEW--SLIDE 7'S A LITTLE BIT NEW. ENTITY-WIDE CONSIDERATIONS. YOU KNOW, INS--BEYOND JUST THE NORMAL INTERNAL CONTROLS, SOMEONE APPROVING A PAYMENT VOUCHER, ETC. YOU KNOW, WE DO LOOK AT TONE AT THE TOP AND KIND OF HOW THE ENTITY AS A

WHOLE MANAGES ITS AFFAIRS AND PROVIDES INTERNAL CONTROLS. WE'VE ALWAYS HAD--I'M NOT SURE IF WE'VE EVER HAD A MANAGEMENT LETTER COMMENT ON TFA, WHICH ALWAYS FOUND THE ORGANIZATION TO BE VERY WELL CONTROLLED, AND THAT REALLY STEMS FROM A TONE AT THE TOP, WHERE TIGHT INTERNAL CONTROLS ARE EXPECTED. SPECIFIC AREAS, FOR TFA IT'S--OUR AUDIT APPROACH, REALLY, IF YOU THINK ABOUT YOUR FINANCIAL STATEMENTS, IT REALLY FOCUSES IN ON CONFIRMATIONS, SO, WE CAN CONFIRM YOUR INVESTMENTS, WE CAN CONFIRM YOUR DEBT, WE CONFIRM THE PERSONAL INCOME TAX REVENUES THAT YOU RECEIVE FROM THE STATE, CONFIRM BUILDING REVENUES, AND WE CONFIRM THE AMOUNTS THAT YOU SEND TO THE CITY. SO, A LARGE PART OF YOUR FINANCIAL STATEMENTS IS REALLY COVERED THROUGH CONFIRMATIONS, BUT WE DO DO OTHER STEPS IN TERMS OF WALKING THROUGH INTERNAL CONTROLS, ETC. SIGNIFICANT ESTIMATES IN THE FINANCIAL STATEMENTS AS PART OF THAT PERSONAL INCOME TAX REVENUE. THERE'S AN ACCRUAL AT THE END OF THE YEAR FOR AMOUNTS THAT HAVE BEEN EARNED BUT NOT YET RECEIVED. SO, WE'LL REVIEW THAT ACCRUAL AND WE'LL ALSO TAKE A LOOK AT THE ACCRUAL FOR THE STATE BUILDING AID THAT'S DUE TO TFA. SO, THOSE ARE THE TWO SIGNIFICANT ESTIMATES. SLIDE NUMBER 10 ISN'T--I MENTIONED A NEW AUDITING STANDARD. IT'S AUDITING STANDARD NUMBER 134 AND IT DOES A FEW THINGS. YOU'RE GOING TO SEE A CHANGE IN THE AUDITOR'S REPORT. IT'S A LITTLE BIT MORE DETAIL IN TERMS OF WHAT THE AUDITOR'S PROCESS IS THAT'S INCLUDED IN THE NEW REPORT AND SOME OF THE PARAGRAPHS ARE REARRANGED SO THAT THE REPORT WILL ACTUALLY START OFF WITH OUR OPINION AND THEN KIND OF EXPLAIN THE BASIS FOR THAT OPINION AS IT GOES ALONG. SO, YOU'LL SEE THAT'S A LITTLE BIT DIFFERENT. ONE OF THE OTHER THINGS WE'RE REQUIRED UNDER THE AUDITING THAT'S STANDARD IS TO DISCUSS CERTAIN SIGNIFICANT AUDIT AREAS WITH YOU, SO--OR AREAS WHERE THERE'S SIGNIFICANT AUDIT RISK. THAT'S NOT--THESE AREN'T NECESSARILY--WELL, THEY APPLY TO TFA BUT NOT--YOU KNOW, THEY'RE NOT THAT SPECIFIC TO TFA. ONE OF THEM IS MANAGEMENT OVERRIDE OF CONTROLS. SO, IF YOU HAVE A GREAT INTERNAL CONTROL SYSTEM BUT MANAGEMENT CAN COME ALONG AND KIND OF OVERRIDE THAT SYSTEM, THAT'S NOT REALLY AN EFFECTIVE CONTROL, SO, THERE ARE CERTAIN TESTS THAT WE HAVE LISTED HERE IN TERMS OF FRAUD INQUIRIES, ETC., THAT WE DO TO MINIMIZE THAT RISK. SO, IN TERMS OF, YOU KNOW, SLIDE 11 TALKS ABOUT SOME OF THE GOVERNANCE ISSUES THAT WE TAKE A LOOK AT AS PART OF THE AUDIT. TALKS ABOUT OUR AUDIT APPROACH RELATIVE TO FRAUD AND ILLEGAL MATTERS, ETC. ONE OF THE AUDIT PROCEDURES FOR THAT IS TO INQUIRE OF THE AUDIT COMMITTEE MEMBERS AS TO WHETHER OR NOT YOU HAVE ANY KNOWLEDGE OR SUSPICION OF FRAUD AT TFA AND WHETHER YOU'RE AWARE OF ANY ACTIVITIES UNDER THE WHISTLEBLOWER PROVISIONS THAT YOU HAVE IN PLACE.

>> NO, I AM NOT.

>> NO ONE ELSE? OK. I'LL TAKE SILENCE AS MEANING THERE'S NOTHING TO REPORT. JUST CONTINUING ON. SLIDE NUMBER 12, ACCOUNTING PRINCIPLES. BASICALLY THE SAME. THE CITY IS IMPLEMENTING A NEW LEASE ACCOUNTING STANDARD THIS YEAR, WHICH WILL HAVE AN IMPACT ON A LOT OF DIFFERENT ORGANIZATIONS, NOT SO

MUCH FOR TFA, BUT JUST SO YOU'RE AWARE OF THAT. AT THE END OF THE AUDIT, WE'LL REPORT TO YOU ANY ADJUSTMENTS THAT WERE MADE TO THE FINANCIAL STATEMENTS THAT WE WERE PRESENTED WITH. WERE THERE ANY INTERNAL CONTROL RECOMMENDATIONS, IF ANY OF THOSE RISE TO THE LEVEL OF BEING SIGNIFICANT DEFICIENCIES OR MATERIAL WEAKNESSES. INTERNAL CONTROLS, AS THE AUDITING STANDARDS DEFINE THEM, WE'LL REPORT THEM TO YOU AS SUCH. AS I SAID EARLIER, WE REALLY HAVEN'T HAD MANAGEMENT LETTER COMMENTS RELATIVE TO TFA. SLIDE 13 IS A NEW SLIDE. IT JUST TALKS ABOUT INDEPENDENCE CONSIDERATIONS. IF YOU HAD TAX RETURNS, SOME OF THE CITY ENTITIES THAT WE AUDIT DO HAVE TAX-EXEMPT STATUS, SO, THEY HAVE, LIKE, 90 TAX RETURNS THAT ARE PREPARED. THOSE WILL ACTUALLY BE PREPARED BY CBIZ. THEY DO THE NON-ATTEST WORK AND MAYER HOFFMAN McCANN DOES THE ATTEST WORK, BUT WE DON'T HAVE THAT SITUATION. THE FINANCIAL STATEMENTS ARE PREPARED FULLY BY MANAGEMENT. SO, THERE'S REALLY NO IMPAIRMENTS TO INDEPENDENCE THAT WE KNOW ABOUT, BUT WE, YOU KNOW, HIGHLIGHT THESE AREAS FOR YOU TO CONSIDER. INDUSTRY UPDATES. SLIDE 14. I ALREADY MENTIONED THE NEW AUDITING STANDARD, WHICH IS INCORPORATED TO SOME EXTENT INTO THIS PRETTY WELL. IT'S INCORPORATED INTO THIS PRESENTATION. AND THE LEASE STANDARD, WHICH WE'RE NOT EXPECTING TO HAVE A SIGNIFICANT EFFECT. THEN THE APPENDIX IS A DRAFT OF OUR ENGAGEMENT LETTER. SO, NATURALLY, WE'RE WITH IT--WE'RE THE SAME--WE'RE PART OF THE FIRM, BUT WE'RE PART OF A DIFFERENT FIRM, SO, THEY HAD A DIFFERENT FORMAT TO THEIR ENGAGEMENT LETTER, SO, THAT'S WHAT'S INCLUDED HERE. THE FEES IN ACCORDANCE WITH OUR ORIGINAL PROPOSAL TO TFA. AND THERE'S A COPY OF THEIR PEER REVIEW PORT--RE--MAYER HOFFMAN McCANN'S PEER REVIEW REPORT, WHICH IS SOMETHING NEW THAT--FOR YOU TO SEE. AND THAT'S A CLEAN REPORT PASSED WITH NO DEFICIENCIES. AND HERE'S A DRAFT OF THE INDEPENDENT AUDITOR'S REPORT. REALLY EXCITING FOR ACCOUNTANTS AND AUDITORS, I GUESS, BUT PROBABLY NOT TOO EXCITING FOR ANYONE ELSE. AS I MENTIONED, IT'S BEEN REFORMATTED A LITTLE BIT. STARTS OFF WITH THE OPINION. DISCUSSES MANAGEMENT'S RESPONSIBILITIES, THE AUDITOR'S RESPONSIBILITIES, IN A LITTLE BIT GREATER DETAIL THAN IT HAD IN THE PAST. AND THEN THE BALANCE OF THIS PRESENTATION IS TO HAVE THAT--USED TO HAVE THAT ONE PAGE I ALWAYS CALLED THE PROPAGANDA AROUND MARKS PANETH JUST TO MAKE SURE YOU'RE FAMILIAR WITH US, SO, WE HAVE A LITTLE BIT MORE INFORMATION ON CBIZ AND MAYER HOFFMAN McCANN THAT'S INCLUDED IN HERE, AGAIN, WE'RE NOW PART OF A NATIONAL FIRM. WENT FROM ABOUT 700 PEOPLE TO ABOUT 6,500 PEOPLE, SO, IT'S QUITE A LARGE INCREASE AND JUST PROVIDES US WITH A LOT OF OTHER ADDITIONAL RESOURCES THAT WE HAVE TO ASSIST OUR CLIENTS. SO, NOT GOING TO GO THROUGH THAT IN ANY MORE DETAIL UNLESS THERE ARE QUESTIONS. AND THE FINAL THING I NEED TO ASK THE AUDIT COMMITTEE MEMBERS IS WHETHER OR NOT YOU HAVE ANY PARTICULAR AUDIT AREAS THAT YOU'D LIKE US TO TAKE A LOOK AT DURING THIS YEAR'S AUDIT.

>> NO, NOTHING FOR ME, THANK YOU.

>> NOTHING FOR ME.

>> NOTHING FOR ME, EITHER.

>> OK. [INDISTINCT], SO, THAT'S GOOD. SO, BOB, I'LL TURN IT BACK TO YOU.

>> SURE. YEAH, THAT'S--YEAH. I JUST WANTED TO--BEFORE I TURN IT BACK OVER, I JUST WANTED TO MENTION OVER 30 YEARS AGO, I REMEMBER IN MY AUDITING CLASS, I--WE HAD TO--AS ONE OF OUR TESTS, WE HAD TO MEMORIZE THIS STANDARD AUDIT REPORT. IT WAS 3 PARAGRAPHS. I DON'T THINK I CAN--I'M GLAD I'M NOT TAKING THAT CLASS NOW BECAUSE I DON'T THINK I COULD REMEMBER THESE TWO PAGES, WARREN. [LAUGHS] BUT, ANYWAY, WITH THAT, I'LL TURN IT BACK OVER TO YOUR COMMITTEE CHAIR.

>> I APPRECIATE IT, TOO. I TOOK THE CPA EXAM, I DON'T KNOW, MAYBE 30 YEARS AGO NOW AND SO DEFINITELY REMEMBER HAVING TO MEMORIZE AND WRITE THAT WHOLE 3 PARAGRAPHS. I'M NOT SURE WHY THEY MADE US DO THAT BUT THEY DID.

>> THANK YOU. THANK YOU. IF THERE'S NO FURTHER BUSINESS BEFORE THE COMMITTEE, I WILL NOW CALL THE ROLL FOR A VOTE TO ADJOURN. MS. HENNY, HOW DO YOU VOTE?

>> SORRY. I GO BY "MS." AND THE LAST NAME IS HENNING. H-E-N-N-I-N-G.

>> THANK YOU AND SORRY FOR THAT.

>> NO WORRIES. I VOTE IN FAVOR. THANK YOU.

>> THANK YOU. MS. BEINART, HOW DO YOU VOTE?

>> I, TOO, GO BY "MS," BUT I CAN ASK MY MOTHER-IN-LAW HOW SHE VOTES [LAUGHS] IF YOU WANT TO ASK MS. BEINART. I VOTE IN FAVOR.

>> THANK YOU. MS. KOZIOL, HOW DO YOU VOTE?

>> IN FAVOR.

>> THANK YOU. MR. WOMACK, HOW DO YOU VOTE?

>> IN FAVOR.

>> AND I VOTE IN FAVOR OF ADJOURNMENT. THANK YOU ALL FOR YOUR PARTICIPATION. THE AUDIT COMMITTEE IS NOW ADJOURNED. WE WILL NOW MOVE ON MEETING OF THE GOVERNMENT--OF GOVERNANCE COMMITTEE, OF WHICH I AM ALSO THE CHAIR.

>> CONDUCTING THE ROLL CALL. JACQUES JIHA.

>> DAVID WOMACK FOR DIRECTOR JIHA.

>> BRAD LANDER.

>> SORRY. MARJORIE HENNING FOR BRAD LANDER.

>> PRESTON NIBLACK.

>> DIANA BEINART FOR COMMISSIONER NIBLACK.

>> TOM FOLEY.

>> LOUANN KOZIOL FOR COMMISSIONER FOLEY.

>> THANK YOU. WE HAVE A QUORUM.

>> THANK YOU. THE FIRST ITEM ON THE AGENDA IS A RESOLUTION TO APPROVE THE MINUTES OF THE COMMITTEE LAST MEETING. THE MINUTES HAVE BEEN CIRCULATED FOR REVIEW BY THE COMMITTEE. ARE THERE ANY COMMENTS OR CORRECTIONS? I WILL NOW CALL THE ROLL FOR A VOTE. MS. HENNING, HOW DO YOU VOTE?

>> IN FAVOR.

>> MS. BEINART, HOW DO YOU VOTE?

>> IN FAVOR.

>> MS. KOZIOL, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. WOMACK, 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 APPROVING THE AUTHORITY POLICY OF THE PROCUREMENT GOODS AND SERVICES. THE COMMITTEE IS REQUIRED TO REVIEW THIS POLICY AND SUGGEST ANY CHANGE THE COMMITTEE DEEMS NECESSARY TO THE BOARD OF DIRECTOR. NO CHANGE ARE PROPOSED AT THIS TIME. ARE THERE ANY CORRECT--ANY QUESTIONS OR DISCUSSIONS?

>> NO.

>> NO.

>> I WILL NOW CALL THE ROLL FOR A VOTE. MS. HENNING, HOW DO YOU VOTE?

>> VOTE AYE.

>> MS. BEINART, HOW DO YOU VOTE?

>> IN FAVOR.

>> MS. KOZIOL, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. WOMACK, HOW DO YOU VOTE?

>> IN FAVOR.

>> AND I VOTE IN FAVOR FOR THE PROPOSED RESOLUTION. THE RESOLUTION IS HEREBY APPROVED. THERE IS NO FURTHER BUSINESS BEFORE THE COMMITTEE. I WILL NOW CALL THE ROLL FOR A VOTE TO ADJOURN. MS. HENNING, HOW DO YOU VOTE? MS. BEINART, HOW DO YOU VOTE?

>> IN FAVOR.

>> MS. KOZIOL, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. WOMACK, HOW DO YOU VOTE?

>> IN FAVOR.

>> AND I VOTE IN FAVOR OF ADJOURNMENT. THANK YOU ALL FOR YOUR PARTICIPATION. THE GOVERNMENT--THE GOVERNANCE COMMITTEE IS NOW ADJOURNED. WE WILL NOW MOVE ON TO A MEETING OF THE BOARD OF DIRECTOR, WHICH WILL BE CHAIRED BY MS. WOMACK--MR. WOMACK.

>> THANK YOU, HECTOR. GOOD AFTERNOON. I'M DAVID WOMACK, DELEGATE FOR BUDGET DIRECTOR JACQUES JIHA AND CHAIR OF THE BOARD OF DIRECTORS OF THE NEW YORK CITY TRANSITIONAL FINANCE AUTHORITY. I'D LIKE TO CONVENE A MEETING OF THE BOARD OF DIRECTORS BY ASKING FOR THE ROLL TO BE CALLED FOR ATTENDANCE. JASMINE?

>> CONDUCTING THE ROLL CALL. JACQUES JIHA.

>> DAVID WOMACK FOR DIRECTOR JIHA.

>> BRAD LANDER.

>> MARJORIE HENNING FOR BRAD LANDER.

>> PRESTON NIBLACK.

>> DIANA BEINART FOR PRESTON NIBLACK.

>> TOM FOLEY.

>> LOUANN KOZIOL FOR COMMISSIONER FOLEY.

>> THANK YOU. WE HAVE A QUORUM.

>> THANK YOU, JASMINE. DID YOU CALL FOR MR. CHAIRMAN?

>> ADRIENNE ADAMS.

>> HERE.

>> THANK YOU. WE HAVE A QUORUM.

>> THANK YOU. THE FIRST ITEM ON THE AGENDA IS A RESOLUTION APPROVING THE MINUTES OF THE BOARD'S LAST MEETING. THE MINUTES HAVE BEEN CIRCULATED FOR REVIEW BY THE BOARD. ARE THERE ANY COMMENTS OR CORRECTIONS? HEARING NONE, I'LL CALL ROLL FOR THE VOTE. MS. HENNING, HOW DO YOU VOTE?

>> I VOTE AYE.

>> MS. BEINART, HOW DO YOU VOTE?

>> IN FAVOR.

>> MS. KOZIOL, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. GERMAN, 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 APPROVE THE AUTHORITY'S BUDGET AND FINANCIAL PLAN. PURSUANT TO THE PUBLIC AUTHORITIES LAW, THE AUTHORITY IS REQUIRED TO SUBMIT A BUDGET REPORT TO THE AUTHORITY'S BUDGET OFFICE ALONG WITH A 4-YEAR FINANCIAL PLAN. THE BUDGET REPORT CONTAINS ESTIMATED RECEIPTS AND EXPENDITURES FOR THE CURRENT AND NEXT FISCAL YEAR AND THE ACTUAL RECEIPTS AND EXPENDITURES FOR THE LAST COMPLETED FISCAL YEAR. BOB BALDUCCI, THE AUTHORITY'S COMPTROLLER, IS AVAILABLE TO ANSWER ANY QUESTIONS REGARDING THE BUDGET AND PLAN. ARE THERE ANY QUESTIONS? HEARING NONE, I'LL CALL THE ROLL FOR A VOTE. MS. HENNING, HOW DO YOU VOTE?

>> IN FAVOR.

>> MS. BEINART, HOW DO YOU VOTE?

>> IN FAVOR.

>> MS. KOZIOL, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. GERMAN, 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 APPROVE THE AUTHORITY'S MISSION STATEMENT AND COMPLETED MEASUREMENT REPORT. PURSUANT TO SECTION 2800 OF THE PUBLIC AUTHORITIES LAW, THE AUTHORITY IS REQUIRED TO REVIEW ITS MISSION STATEMENT AND THE PERFORMANCE MEASURES BY WHICH THE AUTHORITY CAN EVALUATE HOW WELL IT IS CARRYING OUT ITS MISSION AND TO PUBLISH A MEASUREMENT REPORT. NO CHANGES ARE CURRENTLY PROPOSED TO THE MISSION STATEMENT AND THE MEASUREMENT REPORT HAS BEEN COMPLETED. ARE THERE ANY QUESTIONS OR DISCUSSION? HEARING NONE, I'LL CALL ROLL FOR THE--A ROLL FOR THE VOTE. MS. HENNING, HOW DO YOU VOTE?

>> FAVOR.

>> MS. BEINART, HOW DO YOU VOTE?

>> IN FAVOR.

>> MS. KOZIOL, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. GERMAN, 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 PRESENTATION BY MR. GERMAN, CHAIR OF THE AUDIT COMMITTEE, WHO WILL PRESENT THE FINDINGS OF THE COMMITTEE'S SELF-EVALUATION. MR. GERMAN?

>> YES. AS OF TODAY, AUDIT COMMITTEE MEETING, AFTER REVIEWING THE COMMENT--THE COMMITTEE'S ACTION IN THE PREVIOUS CALENDAR YEAR, THE COMMITTEE CONDUCTED A SELF-EVALUATION. THE COMMITTEE FOUND THAT IT HAD CONDUCTED ITSELF IN A SATISFACTORY MANNER CONSISTENT WITH THE CHARTER.

>> THANK YOU. IF THERE IS NO MORE--NO FURTHER BUSINESS BEFORE THE BOARD, I WILL CALL THE ROLL FOR A VOTE TO ADJOURN. MS. HENNING, HOW DO YOU VOTE?

>> AYE.

>> MS. BEINART, HOW DO YOU VOTE?

>> IN FAVOR.

>> MS. KOZIOL, HOW DO YOU VOTE?

>> IN FAVOR.

>> MR. GERMAN, HOW DO YOU VOTE?

>> IN FAVOR.

>> AND I VOTE IN FAVOR OF ADJOURNMENT. THANK YOU ALL FOR YOUR PARTICIPATION. THE BOARD OF DIRECTORS MEETING IS NOW ADJOURNED. AND THAT CONCLUDES TODAY'S TFA MEETINGS.

>> THANK YOU, ALL.

>> THANK YOU, ALL.

>> BYE. THANKS A LOT.

>> BYE, EVERYBODY.