

NEW YORK CITY MUNICIPAL WATER FINANCE AUTHORITY

MAY 26, 2022 – TRANSCRIPT OF THE FINANCE COMMITTEE & BOARD OF DIRECTORS

>> OK, WE'RE RECORDING NOW.

>> GREAT. THANK YOU. EVERYONE, WE'LL GET STARTED IN JUST A MOMENT. I JUST WANT TO MAKE SURE WE HAVE EVERYONE WE NEED. I SEE DAVID. SELVIN. JOE. DIANA. IS MAX VON HOLLWEG ON?

>> YES, I JUST JOINED.

>> OH, GREAT. HI, MAX.

>> HI.

>> AND I SEE MARC SHAW AND...

>> ON THE PHONE. YEAH.

>> GREAT. MARC, YOUR NAME COMES UP.

>> OK.

>> AND WE HAVE EVERYONE WE NEED, AND WE ARE ALREADY RECORDING, SO, DAVID, WHENEVER YOU'D LIKE TO BEGIN. YOU'RE ON MUTE, DAVID.

>> OK. WELL, WE CAN'T DO THIS MUTED? ANYWAY, HA. 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'D LIKE TO ASK ALL PARTICIPANTS TO KEEP THEIR PHONES ON MUTE UNLESS THEY ARE SPEAKING. I'LL NOW CONVENE THE FINANCE COMMITTEE MEETING. DEBORAH, PLEASE CALL THE ROLL FOR ATTENDANCE.

>> CONDUCTING THE ROLL CALL. JACQUES JIHA.

>> DAVID WOMACK FOR DIRECTOR JIHA.

>> BASIL SEGGOS.

>> SELVIN SOUTHWELL FOR COMMISSIONER SEGGOS.

>> ROHIT AGGARWALA.

>> JOE MURIN FOR COMMISSIONER AGGARWALA.

>> PRESTON NIBLACK.

>> DIANA BEINART FOR COMMISSIONER NIBLACK.

>> MAX VON HOLLWEG.

>> I'M HERE.

>> MARC SHAW.

>> I'M HERE.

>> WE HAVE A QUORUM.

>> THANK YOU, DEBORAH. THE FIRST ITEM ON THE AGENDA IS A RESOLUTION APPROVING THE MINUTES OF THE LAST COMMIT--FINANCE COMMITTEE MEETING OF MARCH 16TH, 2022. I'D LIKE TO ASK FOR A MOTION AND A SECOND TO ENTERTAIN DISCUSSION OF THE PROPOSED RESOLUTION.

>> SO MOVED.

>> SO MOVED.

>> I'LL SECOND THEN. THIS IS MAX VON HOLLWEG.

>> OK. MOVED AND SECONDED. THE MINUTES OF THE COMMITTEE'S LAST MEETING HAVE BEEN CIRCULATED FOR THE COMMITTEE'S REVIEW. ARE THERE ANY CHANGES OR CORRECTION? HEARING NONE, I'LL CALL A ROLL FOR THE VOTE. MR. SOUTHWELL, HOW DO YOU VOTE?

>> APPROVE.

>> MR. MURIN, HOW DO YOU VOTE?

>> APPROVE.

>> MS. BEINART, HOW DO YOU VOTE?

>> APPROVE.

>> MR. VON HOLLWEG, HOW DO YOU VOTE?

>> I APPROVE.

>> MR. SHAW, HOW DO YOU VOTE?

>> APPROVE

>> AND I VOTE IN FAVOR OF THE PROPOSED RESOLUTION. THE RESOLUTION APPROVING THE MINUTES IS HEREBY APPROVED.

[LAUGHTER]

THE NEXT ITEM, WE'LL DISCUSS TWO RESOLUTIONS RELATED TO THE ISSUANCE OF BOND ANTICIPATION NOTES. I'D LIKE TO ASK FOR A MOTION AND A SECOND TO ENTERTAIN DISCUSSION OF THE PROPOSED RESOLUTIONS.

>> SO MOVED.

>> SECONDED.

>> THANK YOU. MOVED AND SECONDED. THE RESOLUTIONS WOULD AUTHORIZE THE ISSUANCE OF APPROXIMATELY 758 MILLION OF FISCAL 2022 SERIES 8 BOND ANTICIPATION NOTES AND 100 MILLION OF FISCAL 2022 SERIES 9 BOND ANTICIPATION NOTES. THE MATURITY DATE OF THE BOND ANTICIPATION NOTES IS EXPECTED TO BE SEPTEMBER 30TH, 2025. THE NOT TO EXCEED INTEREST RATE IS 3%. THE EXPECTED CLOSING DATE OF THE SERIES 8 BANDS IS JUNE 16TH, 2022. THE EXPECTED CLOSING OF THE SERIES 9 BANDS WILL BE NO LATER THAN SEPTEMBER 2022. ARE THERE ANY QUESTIONS REGARDING THE PROPOSED RESOLUTIONS? HEARING NONE, I'LL CALL THE ROLL FOR THE VOTE. MR. SOUTHWELL, HOW DO YOU VOTE?

>> APPROVE.

>> MR. MURIN, HOW DO YOU VOTE?

>> APPROVE.

>> MS. BEINART, HOW DO YOU VOTE?

>> APPROVE.

>> MR. VON HOLLWEG, HOW DO YOU VOTE?

>> I APPROVE.

>> MR. SHAW, HOW DO YOU VOTE?

>> APPROVE.

>> AND I ALSO APPROVE THE PROPOSED RESOLUTION. THE RESOLUTIONS ARE HEREBY APPROVED. IF THERE'S NO FURTHER BUSINESS BEFORE THE COMMITTEE, I'D LIKE TO ENTERTAIN A DISCUSSION OF ADJOURNMENT. CAN WE HAVE A MOTION AND A SECOND?

>> SO MOVED.

>> SO MOVED.

>> SECOND.

>> THANK YOU. I'LL CALL ROLL FOR A VOTE--FOR A VOTE FOR ADJOURNMENT. MR. SOUTHWELL, HOW DO YOU VOTE?

>> APPROVE.

>> MR. MURIN, HOW DO YOU VOTE?

>> APPROVE.

>> MS. BEINART, HOW DO YOU VOTE?

>> APPROVE.

>> MR. VON HOLLWEG, HOW DO YOU VOTE?

>> I APPROVE.

>> MR. SHAW, HOW DO YOU VOTE?

>> APPROVE.

>> AND I VOTE IN FAVOR OF ADJOURNMENT. THANK YOU. THE FINANCE COMMITTEE IS NOW ADJOURNED, AND WE'LL MOVE ON TO THE BOARD OF DIRECTORS MEETING, WHICH I ALSO WILL CHAIR. OK. I'D LIKE TO CALL TO ORDER A MEETING OF THE BOARD OF DIRECTORS OF THE NEW YORK CITY MUNICIPAL WATER FINANCE AUTHORITY. DEBORAH, WOULD YOU PLEASE CALL THE ROLL?

>> CONDUCTING THE ROLL CALL. JACQUES JIHA.

>> DAVID WOMACK FOR DIRECTOR JIHA.

>> BASIL SEGGOS.

>> SELVIN SOUTHWELL FOR COMMISSIONER SEGGOS.

>> ROHIT AGGARWALA.

>> JOE MURIN FOR COMMISSIONER AGGARWALA.

>> PRESTON NIBLACK.

>> DIANA BEINART FOR COMMISSIONER NIBLACK.

>> MAX VON HOLLWEG.

>> HERE.

>> MARC SHAW.

>> PRESENT.

>> WE HAVE A QUORUM.

>> THANK YOU, DEB. THE FIRST ITEM ON THE AGENDA IS THE APPROVAL OF THE MINUTES OF THE PREVIOUS BOARD OF DIRECTORS MEETING. CAN I ASK FOR A MOTION AND A SECOND TO ENTERTAIN DISCUSSION OF THE PROPOSED RESOLUTION?

>> SO MOVED.

>> AND SECONDED.

>> THANK YOU. THE MINUTES OF THE MEETING HAVE BEEN CIRCULATED FOR THE BOARD'S REVIEW. ARE THERE ANY COMMENTS OR CHANGES? HEARING NONE, I'LL CALL THE ROLL FOR THE VOTE. MR. SOUTHWELL, HOW DO YOU VOTE?

>> APPROVE.

>> MR. MURIN, HOW DO YOU VOTE?

>> APPROVE.

>> MS. BEINART, HOW DO YOU VOTE?

>> APPROVE.

>> MR. VON HOLLWEG, HOW DO YOU VOTE?

>> I APPROVE.

>> MR. SHAW, HOW DO YOU VOTE?

>> APPROVE.

>> AND I ALSO VOTE IN FAVOR OF THE PROPOSED RESOLUTION. THE MINUTES ARE HEREBY ADOPTED. THE NEXT ITEM ON THE AGENDA IS THE APPROVAL OF TWO RESOLUTIONS AUTHORIZING THE ISSUANCE OF THE AUTHORITY'S FISCAL 2022 SERIES 8 AND 9 BOND ANTICIPATION NOTES. I'D LIKE TO ASK FOR A MOTION AND A SECOND TO ENTERTAIN DISCUSSION OF THE PROPOSED RESOLUTIONS.

>> SO MOVED.

>> SO MOVED.

>> SECOND.

>> THANK YOU. THE FINANCE COMMITTEE HAS RECOMMENDED THE BOARD OF DIRECTORS APPROVE THE RESOLUTIONS AUTHORIZING THE ISSUANCE OF FISCAL 2022 SERIES 8 AND SERIES 9 BOND ANTICIPATION NOTES. ARE THERE ANY QUESTIONS OR COMMENTS? HEARING NONE, I'LL CALL THE ROLL FOR A VOTE. MR. SOUTHWELL, HOW DO YOU VOTE?

>> APPROVE.

>> MR. MURIN, HOW DO YOU VOTE?

>> APPROVE.

>> MS. BEINART, HOW DO YOU VOTE?

>> APPROVE.

>> MR. VON HOLLWEG, HOW DO YOU VOTE?

>> I APPROVE.

>> MR. SHAW, HOW DO YOU VOTE?

>> APPROVE.

>> AND I ALSO VOTE IN FAVOR OF THE PROPOSED RESOLUTION. THE RESOLUTIONS ARE HEREBY APPROVED. THE NEXT ITEM ON THE AGENDA IS THE APPROVAL OF THE AUTHORITY'S PROCUREMENT OF DIRECTORS AND OFFICERS LIABILITY INSURANCE POLICIES. CAN WE HAVE A MOTION AND A SECOND TO ENTERTAIN DISCUSSION OF THE PROPOSED RESOLUTION?

>> SO MOVED.

>> SECOND.

>> THANK YOU. THE PROPOSED RESOLUTION WOULD AUTHORIZE THE BRO-- AUTHORITY'S BROKER TO PROCURE D&O INSURANCE OF UP TO \$50 MILLION, WHICH WOULD COVER DIRECTORS, DELEGATES, OFFICERS, AND EMPLOYEES OF THE AUTHORITY FOR A PERIOD FROM JUNE 25TH, 2022 THROUGH JUNE 24TH, 2023. THE NOT TO EXCEED AMOUNT IS 325,000, WHICH INCLUDES A LARGE CUSHION, AS IT IS SUGGESTED BY THE AUTHORITY'S BROKER TO ACCOMMODATE FLUCTUATING MARKET CONDITIONS. LAST YEAR, WE PAID APPROXIMATELY 210,000. ARE THERE ANY QUESTIONS? HEARING NONE, I'LL CALL THE ROLL FOR A VOTE. MR. SOUTHWELL, HOW DO YOU VOTE?

>> APPROVE.

>> MR. MURIN, HOW DO YOU VOTE?

>> APPROVE.

>> MS. BEINART, HOW DO YOU VOTE?

>> APPROVE.

>> MR. VON HOLLWEG, HOW DO YOU VOTE?

>> I APPROVE.

>> MR. SHAW, HOW DO YOU VOTE?

>> APPROVE.

>> AND I ALSO VOTE IN FAVOR OF THE PROPOSED RESOLUTION. THE RESOLUTION IS HEREBY ADOPTED. THE NEXT ITEM ON THE AGENDA IS THE RATIFICATION OF APPROVAL OF THE AUTHORITY'S SWAP ADVISOR SERVICE--SERVICES AGREEMENT WITH MOHANTY. CAN WE HAVE A MOTION AND SECOND TO ENTERTAIN DISCUSSION OF THE PROPOSED RESOLUTION?

>> SO MOVED.

>> SO MOVED.

>> SECOND.

>> THANK YOU. THE BOARD PREVIOUSLY AUTHORIZED A CONTRACT WITH MOHANTY TO PROVIDE SWAP ADVISORY SERVICES FOR A PERIOD THROUGH SEPTEMBER 30TH, 2022, ALONG WITH 3 OPTIONAL ONE-YEAR EXTENSIONS. IN PREPARING FOR THE FIRST OPTIONAL ONE-YEAR EXTENSION, THE AUTHORITY STAFF NOTICED A TYPO IN THE BOARD RESOLUTION FOR THE HOURLY RATES FOR THE DIRECTOR. THE RESOLUTION LISTED \$205. THE CORRECT RATE IS \$405. THE AUTHORITY NOW SEEKS TO HAVE THE BOARD RATIFY THE AUTHORITY'S CONTRACT WITH MOHANTY, WHICH LISTS THE CORRECT RATES, AND APPROVE THE PREVIOUSLY AUTHORIZED 3 OPTIONAL ONE-YEAR EXTENSIONS FOR THE CORRECT RATES AS LISTED IN THE RESOLUTION. DO OUR BOARD MEMBERS HAVE ANY QUESTIONS? HEARING NONE, I'LL CALL THE ROLL FOR A VOTE. MR. SOUTHWELL, HOW DO YOU VOTE?

>> APPROVE.

>> MR. MURIN, HOW DO YOU VOTE?

>> APPROVE.

>> MS. BEINART, HOW DO YOU VOTE?

>> APPROVE.

>> MR. VON HOLLWEG, HOW DO YOU VOTE?

>> I APPROVE.

>> MR. SHAW, HOW DO YOU VOTE?

>> APPROVE.

>> AND I ALSO VOTE IN FAVOR OF THE PROPOSED RESOLUTION. THE RESOLUTION IS HEREBY ADOPTED. IF THERE'S NO FURTHER BUSINESS BEFORE THE BOARD, I'LL ASK FOR A MOTION AND A SECOND TO ENTERTAIN A RESOLUTION TO ADJOURN. DO WE HAVE A MOTION AND A SECOND?

>> SO MOVED.

>> SECOND.

>> THANK YOU. I'LL CALL THE ROLL FOR A VOTE TO ADJOURN. MR. SOUTHWELL, HOW DO YOU VOTE?

>> APPROVE.

>> MR. MURIN, HOW DO YOU VOTE?

>> APPROVE.

>> MS. BEINART, HOW DO YOU VOTE?

>> APPROVE.

>> MR. VON HOLLWEG, HOW DO YOU VOTE?

>> I APPROVE.

>> MR. SHAW, HOW DO YOU VOTE?

>> APPROVE.

>> AND I ALSO VOTE IN FAVOR OF ADJOURNMENT. THANK YOU ALL FOR YOUR PARTICIPATION. THE BOARD OF DIRECTORS MEETING IS NOW ADJOURNED. JUST A REMINDER FOR MAX, MARC, AND SELVIN, THE JOINT AUDIT COMMITTEE MEETING OF AUTHORITY AND THE WATER BOARD IS SCHEDULED FOR TODAY AT 4 P.M. SO, THANK YOU, EVERYONE.

>> THANKS.

>> THANK YOU.

>> THANKS.