

**MINUTES OF THE MEETING OF THE
NEW YORK CITY WATER BOARD
OCTOBER 11, 2019**

A meeting of the New York City Water Board (the “Board”) was held on October 11, 2019 starting at approximately 9:30 a.m. at 255 Greenwich Street, 7th Floor, Room 7W1, New York, New York 10007. The following members of the Board attended the meeting:

Alfonso Carney,

Evelyn Fernandez-Ketcham,

Jonathan Goldin, and

Jukay Hsu,

constituting a quorum. Mr. Carney chaired the meeting, and Albert Rodriguez served as Secretary of the meeting. Chair Carney opened the meeting by introducing in absentia newly appointed Board member, Dr. Demetrious Carolina. Next, Chair Carney asked that Board members complete the annual Board self-evaluation survey. In addition, he noted that representatives of American Water Resources were present at the meeting and available to answer any questions regarding a public hearing to be scheduled in the future regarding a proposed change in water and sewer service line protection rates.

Approval of the Minutes

The first item on the agenda was approval of the minutes of the Board’s previous meeting held on June 14, 2019. There being no discussion, upon motion duly made and seconded, the minutes of the meeting held on June 14, 2019 were unanimously adopted.

Acceptance of the Independent Auditor's Report for Fiscal Years 2019 and 2018.

The next item on the agenda was the presentation and acceptance of the Independent Auditor's Report on the Audited Financial Statements of the Water and Sewer System for the Fiscal Years ended June 30, 2019 and June 30, 2018 and authorization of the public release of such audited financial statements. Chair Carney reported that the Joint Audit Committee of the Water Board and the New York City Municipal Water Finance Authority met with the System's independent auditors, Marks Paneth, and reviewed their report. Marks Paneth reported that the financial statements fairly present the net position of the System in conformance with generally accepted accounting principles and provided a letter, which stated that they found no material weakness in the System's internal controls over financial reporting. After such review, the Joint Audit Committee unanimously approved a recommendation that the Board and the Authority accept the auditor's report and authorize the public release of the financial statements.

There being no further discussion, upon motion duly made and seconded, the following resolution was unanimously adopted by the Board.

RESOLUTION

WHEREAS, the New York City Water Board (the "Board") and the New York City Municipal Water Finance Authority (the "Authority") established a joint Audit Committee in light of their joint role in the financial operations of the water and wastewater system of the City of New York (the "System"); and

WHEREAS, pursuant to the joint Audit Committee Charter and the Board resolution of January 25, 2008 establishing the joint Audit Committee, the Board and the Authority each acting separately, after receiving a recommendation from the joint Audit Committee, shall annually approve the audited financial statements of the System; and

WHEREAS, on October 11, 2019, the Audit Committee met with the independent auditors and reviewed their report on the System's audited financial statements for the fiscal years ended June 30, 2019 and June 30, 2018; and

WHEREAS, the Audit Committee believes the independent auditors' report and the financial statements are reasonable and appropriate and has recommended that the Board and the Authority accept the independent auditors' report and authorize the release of the financial statements; and

WHEREAS, the Board of Directors of the Authority approved the auditors' report and authorized the release of the financial statements contingent on their approval by the Board; it is therefore,

RESOLVED, that the Board hereby accepts the independent auditors' report on the audited financial statements of the System for the fiscal years ended June 30, 2019 and June 30, 2018 and authorizes the release of such audited financial statements, provided that both the independent auditors' report and the audited financial statements may be amended to reflect non-material changes acceptable to the Comptroller of the Authority.

Approval of Investment Guidelines and the Fiscal Year 2019 Investment Report

The next agenda item was the presentation and approval of the Board's Investment Guidelines and the Fiscal Year 2019 Investment Report as annually required by the New York State Public Authorities Act.

There being no further discussion, upon a motion duly made and seconded, the following resolution was unanimously approved by the Board.

RESOLUTION

WHEREAS, the New York City Water Board (the "Board") adopted Investment Guidelines to establish policies for the investment of its funds on May 2, 1986 and subsequently amended the Investment Guidelines on October 24, 1990 and February 14, 1997; and

WHEREAS, pursuant to the Investment Guidelines, the Board is required annually to review and approve both the Investment Guidelines and an Investment Report; and

WHEREAS, the Board has reviewed the Investment Guidelines as contained in the Fiscal Year 2019 Investment Report and finds both the guidelines and report to be reasonable and appropriate; it is therefore

RESOLVED, that the Investment Guidelines and the Fiscal Year 2018 Investment Report, copies of which will be filed with the minutes of this meeting, are hereby approved.

Adjournment

There being no further business to come before the Board, upon motion duly made and seconded, the meeting was duly adjourned.

_____/s/_____
SECRETARY