

**JOINT AUDIT COMMITTEE OF
THE NEW YORK CITY MUNICIPAL WATER FINANCE AUTHORITY
AND
NEW YORK CITY WATER BOARD**

A meeting of the Joint Audit Committee (the “Committee”) of the New York City Municipal Water Finance Authority (the “Authority”) and the New York City Water Board (the “Water Board”) was held at via teleconference on May 11, 2021 at 9:03 a.m. The following members of the Committee were present:

Max Von Hollweg

Alfonso Carney, Jr;

Selvin Southwell (by designation of Authority Director Basil Seggos);

Marc Shaw;

Adam Freed; and

Jonathan Goldin¹

constituting a quorum of the Committee. Mr. Von Hollweg served as Chair of the meeting, and Deborah Cohen served as Secretary of the meeting.

Approval of Minutes of Previous Committee Meeting

The first item on the agenda was approval of the minutes of the meeting of October 14, 2020. There being no discussion, the following resolution was adopted by majority Committee vote:

WHEREAS, The Audit Committee has reviewed the minutes of its meeting held on October 14, 2020; it is therefore

RESOLVED, that the minutes of the meeting of October 14, 2020 be, and they hereby are, approved.

¹ Mr. Goldin joined the meeting at approximately 9:20 a.m., subsequent to the approval of the Minutes and Self-Evaluation and the review of the Internal Controls, during the independent auditors presentation.

Self-Evaluation and Report of Committee's Actions

The next item on the agenda was the review and approval of the Audit Committee's annual report and self-evaluation. Mr. Von Hollweg explained that this review is a requirement of the Audit Committee's charter, and that the proposed resolution would authorize the findings of the self-evaluation to be presented to the respective Boards of the Authority and Water Board. Then, upon unanimous vote of the Committee members present, the following resolution was approved:

WHEREAS, Section III(k) of the Audit Committee Charter and Section 6.3 of Directive 22 of the City of New York Office of the Comptroller require the Audit Committee to issue an annual report, which details the activities and decisions of the Committee for the prior calendar year;

WHEREAS, the Audit Committee has reviewed the Annual Report of the Audit Committee, as attached hereto, and finds it to be reasonable; and

WHEREAS, Section III(j) of the Audit Committee Charter requires the Audit Committee to conduct an annual self-evaluation of its performance, including its effectiveness and compliance with the Audit Committee Charter; and

WHEREAS, the Audit Committee finds its performance to be satisfactory, effective, and in compliance with the Audit Committee Charter; it is therefore

RESOLVED, that the Annual Report of the Audit Committee is hereby approved and shall be presented to the Board of Directors of the New York City Municipal Water Finance Authority and the New York City Water Board, copies of which shall be sent to the Bureau of Accountancy of the City of New York Office of the Comptroller and filed with the minutes of the Audit Committee.

Review of Internal Controls Policies

The next item on the agenda was the review of the Authority and Water Board's respective Internal Controls Policies. Mr. Von Howlleg explained that the Audit Committee is required to review these policies annually, and that the most recently updated drafts of the

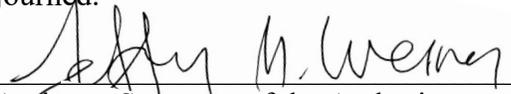
Policies had been provided to the Committee. Upon noting that there were no comments or questions from the Committee members, he moved on to the next item on the agenda.

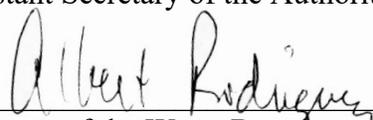
Presentation by Management and Independent Auditors Regarding the Planned Fiscal Year 2021 Audit

The next item on the agenda was a presentation by the Authority’s management and current independent auditors relating to the New York City Water and Sewer System’s (the “System”) audit for the fiscal year ended June 30, 2021 and June 30, 2020. Mr. Balducci introduced Nicholas Lazzaruolo from Grant Thornton to the Committee. Mr. Lazzaruolo introduced his team members and described Grant Thornton’s approach to the upcoming audit. Mr. Lazzaruolo also touched on new Government Accounting Standards Board rules and standards and explained how they would impact the System’s audit. Mr. Carney Jr. asked about the materiality standards referenced in Grant Thornton’s presentation. Discussion ensued. Grant Thornton then discussed how they would evaluate risks, if any were to be identified, with System and the next steps of their planned audit.

Adjournment

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


Assistant Secretary of the Authority


Secretary of the Water Board