

MONROE COUNTY WATER AUTHORITY

Audit Committee Meeting
Thursday, March 7, 2019
8:00 a.m.

Attended:

Committee:

Scott D. Nasca,
Board Chairperson &
Committee ex-officio
Sheryal A. Volpe, Member

Staff:

Nicholas Noce
Richard Metzger
Larry Magguilli
Lisa Rawlins
Amy Molinari
MaryAnn Hussar

Others:

Kenneth Pink, Bonadio & Company
Frank X. Alkofer, Monroe County Legislative Liaison
Raymond R. Miller, Esq. Harter, Secrest & Emery
Eric Hebert, Atty, Harter, Secrest & Emery

The meeting of the Audit Committee was called to order by Board Chairperson Nasca at 8:00 a.m.

1. **Review of 2018 Audited Financial Statements** – Mr. Pink reviewed Bonadio’s letter of findings and said the audit found no sensitive disclosures and no misstatements affecting the financial statements and, therefore, no Management Letter was being issued. He stated it was a clean audit and an “unmodified opinion”, meaning the financial statements were presented, in all material respects, in accordance with the applicable financial reporting framework. Mr. Pink then presented an overview of the financial statements for the year ended December 31, 2018. Following the review and discussion, the Audit Committee proceeded as follows:

Motion was made by Ms. Volpe, seconded by Mr. Nasca, and passed unanimously to approve the Financial Statements for the year ended December 31, 2018 as presented and to forward to the full Board for its approval.

2. **Review of the 2018 Annual Investment Audit** – Mr. Pink informed the Committee that the State Comptroller’s Office requires that each public authority have its independent auditors review its investment policies, investment practices and investments to confirm compliance with New York State laws and the Authority’s own investment policies. Bonadio & Company found that for the year ended December 31, 2018, the Authority was in compliance in all material aspects and after questions from Chairman Nasca, relating to Investment terms, the Audit Committee proceeded as follows:

Motion was made by Ms. Volpe, seconded by Mr. Nasca, and passed unanimously to approve the 2018 Annual Investment Audit as presented and to forward to the full Board for its approval.

3. **Review of the 2018 Annual Investment Report** – Mr. Magguilli gave an in-depth review of the Annual Investment Report for the year ended December 31, 2018 and responded to questions from the Committee. The Audit Committee proceeded as follows:

Motion was made by Ms. Volpe, seconded by Mr. Nasca, and passed unanimously to approve the 2018 Annual Investment Report as presented and to forward to the full Board for its approval.

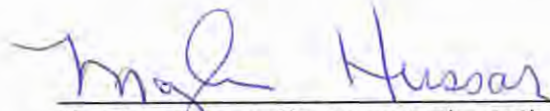
4. **Review of the Assessment of the Effectiveness of Internal Controls** – Ms. Molinari informed the Committee that she and Mr. Thomas Uschold performed the annual review and provided a memorandum detailing their assessment procedure and their findings of no inordinate risks to Authority assets or operations during the review period. The Audit Committee proceeded as follows:

Motion was made by Ms. Volpe, seconded by Mr. Nasca, and passed unanimously to approve the Assessment of the Effectiveness of Internal Controls Structure and Procedures for the year ended December 31, 2018.

5. **Confirm Next Audit Committee Meeting** –Next scheduled meeting of the Audit Committee will be Thursday, May 2, 2019 at 8:00 a.m.

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There being no further business to come before the Committee, motion was made by Mr. Nasca seconded by Ms. Volpe, and approved unanimously, to adjourn the meeting at 8:45 a.m.



MaryAnn Hussar, Secretary to the Authority