

TRANSCRIPT OF AUDIT COMMITTEE MEETINGS HELD ON JUNE 9, 2022

Alejandro J. Valella, Vice President and Deputy Counsel to the Agencies, stated that he will now open the June 9, 2022 meetings of the Audit Committees of the Affordable Housing Corporation, the State of New York Mortgage Agency, the New York State Housing Finance Agency, the State of New York Municipal Bond Bank Agency and the Tobacco Settlement Financing Corporation, and noted that the Governor has by Executive Order extended the exemption to the Open Meetings law that provides that public bodies may meet to take actions without permitting in public in-person access to such meetings and authorizes meetings to be held remotely by conference call, provided that the public has the ability to view or listen to such proceeding and that such meetings are recorded and later transcribed.

As a result, today's Committee meetings are being held via conference call instead of a public meeting open for the public to attend in person. But a call-in number has been made public, so that any interested members of the public can listen to the proceedings.

Mr. Valella noted that because of these special features a change in voting procedures would be put in place for this meeting and she would be asking each Board member to record their votes individually.

Mr. Valella asked for a motion to call the meeting of the HFA and AHC Audit Committees to order. Chairman Adams made the motions and Mr. Curtis seconded. Mr. Olczak voted aye; Ms. Miller voted aye. Mr. Valella noted the presence of a quorum for HFA and AHC.

Mr. Valella asked for a motion to call the meeting of the SONYMA Audit Committees to order. Chairman Adams made the motions and Mr. Olczak seconded. Ms. Miller voted aye. Mr. Valella noted the presence of a quorum for the SONYMA Audit Committee.

Mr. Valella asked for a motion to call the meeting of the MBBA and TSFC Audit Committees to order. Chairman Adams made the motions and Mr. Olczak seconded. Mr. Valella noted the presence of a quorum for the MBBA and TSFC Audit Committees.

Chairman Adams proceeded to present the first item as **the approval of the transcript of the Audit Committee meetings held on April 14, 2022**. This item was deemed approved.

Chairman Adams noted that the next item on the Agenda was a resolution recommending the approval of the AHC March 31, 2022 Financial Statements.

Mr. Johnson and Ms. Kinckle presented. Ms. Kinckle introduced the lead partner of Ernst & Young, the entity that conducted the audit. She made a presentation before the AHC Audit Committee summarizing the results of the yearly audit. She noted a few financial highlights for fiscal 2022 with the good news being that AHC remained an active and thriving Corporation and continues to meet its goal of providing financial assistance to promote home ownership as in fiscal years 2020. She noted that 26 Million dollars was approved as state appropriations to fund housing grants as of March 31st. She noted that AHC drew down 17.3 Million dollars in funds for disbursement to grantees and received 5 Million dollars in flood relief funds to service the lake, Ontario, homeowner recovery assistance program. She also stated that this year net cash provided by operating activities was 1.3 Million as compared to 5.9 Million used in operating expenses last year. She explained that the 7.2 Million dollar increase is primarily attributed to the 5 Million dollars that was received this year for state funds and the increase in housing grants and

administrative fees. She proceeded to thank Darryl and Sonya and their agency teams for all the support of the audit process. She noted that they received great cooperation as they went through the audit process again this year. She reiterated that there were no findings to report and that they don't have any statements or material weaknesses to use some audit terminology, and that they expect to finish the audit within the week and expect to provide an unqualified opinion again this year.

Mr. Valella moved for adoption of the resolution transmitted in connection therewith. Considering the first and second motions previously entered for the AHC Committee, Mr. Valella asked all Committee members voting to approve to signify by saying aye. The motion was carried, and the resolution adopted unanimously.

Chairman Adams noted that the next item was a consent item. Item 3 is a **Resolution recommending approval of Independent Auditor's Report relating to the audit of the Schedule of Expenditures of Federal Awards (Single Audit)**

Mr. Valella moved for adoption of the resolution transmitted in connection therewith. Considering the first and second motions previously entered for the HFA Committee, Mr. Valella asked all Committee members voting to approve to signify by saying aye. The motion was carried, and the resolution adopted unanimously.

Chairman Adams noted that the next item was before the SONYMA Audit Committee and was Item 4: **Approval of Internal Audit's SONYMA Single Family Program Owned Real Estate Audit Report.**

Ms. Babayeva presented.

Mr. Valella moved for adoption of the resolution transmitted in connection therewith. Considering the first and second motions previously entered for the HFA Committee, Mr. Valella asked all Committee members voting to approve to signify by saying aye. The motion was carried, and the resolution adopted unanimously.

Chairman Adams noted that the next item was Item 5: **Approval of Follow Up Audits report.**

Ms. Babayeva presented.

Mr. Valella moved for adoption of the resolution transmitted in connection therewith. Considering the first and second motions previously entered for the each of the Committees, Mr. Valella asked all Committee members voting to approve to signify by saying aye. The motions were carried, and the resolution adopted unanimously.

Chairman Adams asked Mr. Valella to adjourn the Audit Committee meetings.

Mr. Valella noted that, assuming the first and second previously entered for all the Committees, all in favor of adjourning, please signify by saying Aye. The motion was carried. The meetings were adjourned.

Mr. Valella noted that the next Audit Committee meetings are scheduled for Thursday, September 8, 2022 at 8:30 am.