

**NASSAU COUNTY INTERIM FINANCE AUTHORITY
MINUTES OF THE MEETING OF THE DIRECTORS
HELD ON NOVEMBER 3, 2006**

Pursuant to notice dated October 30, 2006, the Nassau County Interim Finance Authority (“NIFA”) was convened at 9:25 AM on the second floor of the Omni Building located in Uniondale, NY.

The following Directors of the Authority were present:

**Ronald Stack, Chairman
Richard M. Kessel, Vice Chairman
Paul Leventhal
Gregory Raphael**

Also representing the Authority were Richard Luke, Executive Director, Jeremy Wise, General Counsel, Evan Cohen, Deputy Director, Susan Rich, Treasurer, Jane Cunneen, Deputy Treasurer, and Laurie Leat, Corporate Secretary.

Upon determining that a quorum was present, the Chairman called the meeting to order.

Chairman Stack asked Richard Luke to report on Nassau County’s financial plan and any changes that were made by the Legislature.

Mr. Luke stated that the Legislature adopted the County’s plan on October

26. He stated that the County Executive signed the necessary ordinances adopting the budget and financial plan. He stated that there were approximately \$4.1 million of program additions that were added by the Legislature. He stated that there is an agreement with Town of Hempstead to transfer some park and road responsibilities but is deferring \$2 million worth of payments until 2008 and 2009. Mr. Luke stated that there is \$5.4 million for reductions in equipment and some general expenses and nonrecurring revenue. He stated that the reserve has been increased by \$8 million.

Mr. Luke stated that based upon its, analysis NIFA is recommending acceptance of the plan conditioned on the need for the County to submit a revised plan no later than April 1, 2007 with more conservative and realistic assumptions. He stated that NIFA remains concerned with whether the County can aggressively manage the 2007 budget to assure that a deficit does not occur. Therefore, NIFA is recommending some periodic reporting of some additional information to the NIFA Directors. He stated that some of the reports NIFA would like to see are sales tax collections with projections for year-end results and a rationale for the projections; headcounts of vacant positions and filled positions; a contingency plan should revenues fall short; a copy of the County state legislative agenda; an accounting of certiorari payments; and a status report on union negotiations. He stated that a special leaders meeting in early March to review the final 2006 sales tax collections and the Comptroller's projections of the 2006 operating results is recommended.

Deputy Chairman Kessel thanked the NIFA staff for the very thorough good job they did. He stated that he believes the legislative changes that were made to the financial plan were small enough that they could be accommodated. He stated that the budget for the next year bears watching and NIFA's ability to work with the County in terms of monitoring should keep things balanced for next year. He stated that he thinks it is appropriate to have an April update and Leaders' meeting in March.

Chairman Stack thanked the Legislature for acting responsibly by not making the budget worse. He stated that the interests of NIFA, the County, the County Executive and the County Legislature are coincident and not conflicting and all want balance in the near and long term.

Upon motion duly made and seconded, the following resolution was approved unanimously:

Resolution No. 06-195

RESOLUTION APPROVING THE NASSAU COUNTY MULTI – YEAR FINANCIAL PLAN FOR FISCAL YEARS 2007 – 2010

WHEREAS, on October 17, 2006 the Directors approved a report by staff entitled, "Review of Proposed Multi - Year Financial Plan For Fiscal Years 2007 - 2010" (the "Report"); and

WHEREAS the Report was submitted to the County Executive, the majority and minority leaders of the Nassau County Legislature (“Legislature”), and other interested parties; and

WHEREAS, on October 26, 2006 the Legislature adopted the Fiscal Year 2007 Budget (“Budget”) and the Multi – Year Financial Plan for Fiscal Years 2007 - 2010 (“Financial Plan”); and

WHEREAS, the County Executive has signed the Budget and submitted the Financial Plan and Budget to NIFA together with the other information required by the NIFA Act (collectively, the “Submission”); and

WHEREAS, the staff of NIFA has prepared a report dated November 3, 2006 concerning the adopted Financial Plan and said report has been submitted to and reviewed by the Directors,

NOW, THEREFORE, BE IT RESOLVED, that the Directors of the Nassau County Interim Finance Authority (“NIFA”) have reviewed the Submission and found it to be in compliance with the NIFA Act; and be it further

RESOLVED, that within thirty days from the adoption of this resolution, the County shall provide to NIFA a copy of the Budget by quarter, and cash flow statements; and be it further

RESOLVED, that notwithstanding the foregoing and the Resolution of the Directors on October 17, 2006, the County Executive shall submit to NIFA a revised Financial Plan no later than April 1, 2007, together with the items outlined in the materials annexed to this resolution, which materials are incorporated herein; and be it further

RESOLVED, that the Chairman or his designee(s) are hereby authorized to take all actions necessary to implement the foregoing and to take any further or related actions.

* * *

County Executive Suozzi, Majority Leader Jacobs and Comptroller Weitzman made comments regarding the County’s budget.

The Chairman then entertained a motion to adjourn. Upon motion duly

made and seconded, the Directors voted unanimously to adjourn the meeting at 9:44 AM.

Respectfully submitted,

Laurie A. Leat

Corporate Secretary