

NASSAU COUNTY INTERIM FINANCE AUTHORITY

MEETING OF THE DIRECTORS

MINUTES OF OCTOBER 16, 2018

The Directors' Meeting of the Nassau County Interim Finance Authority was convened on October 16, 2018 at 7:00 PM at the Marriott Long Island Hotel & Conference Center located at 101 James Doolittle Blvd, Uniondale, NY, pursuant to legal notice given on October 9, 2018 and electronic notice posted on the Authority's website.

Directors present: Adam Barsky, Chairman
Paul Annunziato
John Buran
Paul Leventhal
Howard Weitzman
Christopher Wright

Absent: Lester Petracca

Staff present: Evan Cohen, Executive Director
Carl Dreyer, Treasurer
Kathleen Stella, Chief Administrator
Jeremy Wise, General Counsel
Martha Worsham, Deputy Director

1. Call to Order/Roll Call

The meeting was called to order at 7:36 PM.

2. Approval of Minutes

Upon a motion made by Director Wright and seconded, the Directors approved the minutes from the meeting on July 31, 2018.

Positive votes: 6 Negative votes: 0

RESOLUTION NO. 18-718

APPROVAL OF MINUTES AND RATIFICATION OF ACTIONS TAKEN AT THE JULY 31, 2018 MEETING OF THE DIRECTORS OF THE NASSAU COUNTY INTERIM FINANCE AUTHORITY

RESOLVED, that the Minutes of the meeting of the Authority held on July 31, 2018 are hereby

approved and all actions taken by the Directors present at such meeting, as set forth in such Minutes, are hereby in all respects ratified and approved as actions of the Authority.

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3. Approve Submission of NIFA’s 2019 Budget and FY 2019 – FY 2022 Financial Plan to the Office of the State Comptroller and the Authorities Budget Office to Comply with 2 NYCRR, Part 203

The Directors were asked to approve a resolution to disclose, and if no negative comments were received from the public, file NIFA’s budget with the NYS Comptroller. NIFA’s budget was approved by the Audit and Internal Control Committee just prior to this meeting.

On a motion by Director Buran and seconded by Chairman Barsky, the Directors approved the resolution.

Positive votes: 6 Negative votes: 0

RESOLUTION NO. 18-719

APPROVE SUBMISSION OF NIFA’S 2019 BUDGET AND FY 2019 – FY 2022 FINANCIAL PLAN TO THE OFFICE OF THE STATE COMPTROLLER AND THE AUTHORITIES BUDGET OFFICE TO COMPLY WITH 2 NYCRR, PART 203 AND THE TAKING OF RELATED ACTIONS

RESOLVED, that the materials presented to this meeting (the “Materials”) are ordered to be filed with the records of the Nassau County Interim Finance Authority (the “Authority”); and be it further

RESOLVED, that the Authority acknowledges enactment of 2 NYCRR, Part 203 (the “Regulations”) and its requirement that the Directors of the Nassau County Interim Finance Authority receive, review and approve a proposed Budget for FY 2019 (“Budget”) and a proposed Financial Plan for FY 2019 – FY 2022 (“Plan”); and be it further

RESOLVED, that the Authority hereby conditionally approves the Budget and Plan subject to the conditions outlined in the Materials; and be it further

RESOLVED that the Chairman of the Authority or his designees(s) be, and each of them hereby is, authorized in the name and on behalf of the Authority to publish and file the Budget and Plan with the State Comptroller and any other necessary parties and to execute and deliver any and all documents and to take all actions as he or she may in his or her sole discretion consider necessary or proper to effectuate the foregoing and related actions.

4. Consideration of County Contract for E&A Restoration

The Directors were requested to consider the County’s Contract with the A& E Restoration, Inc. The contract was valued at \$42,973,000. The principal features of the work under the contract included: furnishing all labor, materials, and equipment required for all general, mechanical electrical, and plumbing associated with the construction of a new 3 story, steel framed Police Department Training Facility Building.

Deputy Director Marth Worsham gave a briefing on the contract. It was discussed by the Directors that the consideration required further analysis to fulfill their fiduciary responsibilities.

Upon a motion given by Director Wright and seconded by Director Buren the Consideration was tabled till the next NIFA Director’s meeting.

5. Consideration of County Contract for Hope for Youth Inc.

The Directors were requested to consider the County’s Contract with Hope for Youth Inc. The vendor was selected through a County RFP process. The term is for 4 years and seven months and is valued at \$7,652,348. The principal features of the work under this contract include: preventive services for out of home placement of at risk youths.

After a briefing by Deputy Director Martha Worsham, a motion by Director Buran was seconded and the Directors approved the resolution.

Positive votes: 6 Negative votes: 0

RESOLUTION NO. 18-721

CONSIDERATION OF COUNTY CONTRACT FOR HOPE FOR YOUTH INC.

RESOLVED, that the materials presented to this meeting of the Directors (the “Materials”) are ordered to be filed with the records of the Nassau County Interim Finance Authority (the “Authority”); and be it further

RESOLVED, that based upon the discussion in the Materials and pursuant to Section 3669 2(d) of the Authority Act, the Authority hereby approves the County’s Contract for Hope for Youth Inc. in the amount of \$7,652,348; and be it further

RESOLVED, that staff may take all actions and do all things that they deem necessary to carry out the intent of this resolution.

6. Adopting the Staff Report Concerning the Proposed Nassau County Multi-Year Financial Plan, Fiscal 2019-2022 and the Recommendations Contained Therein

Executive Director Cohen gave a summary of the Staff Report. He stated that the County has made notable progress in realigning its finances and reducing the size of its deficits since peaking in 2014. He also stated that staff is projecting a potential GAAP deficit of \$59.1 million in FY 2019 if the risks identified in the staff report are not resolved by year-end.

Executive Director Cohen also stated that staff is projecting significant deficits in each of the Out-Years of the Plan, growing from approximately \$105 million in 2020 to \$163 million in FY 2022, if decisive actions with recurring value are not taken now to resolve the risks we have identified in FY 2019. He emphasized that the projections for FY 2019-2022 do not account for additional costs that are likely to result from new collective bargaining agreements that will ultimately replace expired labor agreements.

On a motion by Director Wright and seconded, the Directors approved the resolution.

Positive votes: 6 Negative votes: 0

RESOLUTION NO. 18-722

ADOPTING THE STAFF REPORT CONCERNING THE PROPOSED NASSAU COUNTY MULTI-YEAR FINANCIAL PLAN, FISCAL 2019-2022 AND THE RECOMMENDATIONS CONTAINED THEREIN

WHEREAS, Nassau County continues to operate in a control period, which the Nassau County Interim Finance Authority (“NIFA”) imposed on January 26, 2011; and

WHEREAS, on September 17, 2018, as required by law, the County Executive submitted to NIFA his proposed Multi-Year Financial Plan for Fiscal 2019 – 2022 (“Proposed Plan”), the first year of which is his proposed 2019 Budget; and

WHEREAS, the NIFA staff has prepared a report (the “Staff Report”) on the County Executive’s Proposed Plan in which the staff identified several risks; and

WHEREAS, the County Legislature will now have the opportunity to address the risks that NIFA staff has identified; and

WHEREAS, in accordance with Section 3667(2) the NIFA Act, NIFA will not take any final action in regard to the Proposed Plan until the concerns in the Staff Report are adequately addressed by the County Legislature, there is “approval by the County of a budget for FY 2019 in accordance with the provisions of the County Charter and approval of the Proposed Plan by the Legislature;”

NOW, THEREFORE, BE IT RESOLVED, that the NIFA Directors adopt the Staff Report on the County Executive’s Proposed Plan.

7. Adjournment

The Chairman made a motion to adjourn. The meeting was adjourned at 7:55 PM.

Respectfully submitted,

Kathleen Stella
Corporate Secretary