

**Meeting Minutes of the Audit Committee  
Onondaga County Water Authority  
March 16, 2011**

A meeting of the Audit Committee of the Board of the Onondaga County Water Authority was convened on March 16, 2011 at 12:30 pm at the office of the Authority located at 200 Northern Concourse, Town of Salina, New York. Ferdinand L. Picardi, Chairperson of the Audit Committee, presided. Present were the following Committee Members:

Ferdinand L. Picardi, Chairperson  
Robert F. Tomeny  
John V. Bianchini  
Eileen Gilligan  
Susan Miller

Also in attendance were the following staff persons:

Michael E. Hooker, Executive Director  
Anthony J. Geiss, Jr., Deputy Executive Director  
Terry R. Pickard, Legal Counsel  
Laurie Khazadian, HR Administrator  
Geoffrey G. Miller, Executive Engineer  
Curtis R. Marvin, Finance Department  
Janice Hartwell, Finance Department

Laurie Khazadian served as Secretary for the Committee.

Mr. Marvin introduced Brian Dumond, CPA and Lori Ciarla, CPA, of the Accounting Firm of Dermody, Burke & Brown to review the Audit of the Financial Statements of the Authority for the period ending December 31, 2010. The Auditors submitted the following documents to the Committee:

- Financial Statements for year end 12/31/2010
- Dermody, Burke & Brown SAS 114 Letter (The Auditor's Communication with Those Charged with Governance)
- Letter of Observations and Recommendations

The Auditors indicated that the Authority had been given a clean audit, and reviewed with the Committee the income and expenses included in the Financial Statements. Mr. Dumond also commented upon Circular A-133 (required audit for ARRA funding), GASB 45 (requirement for 3-year employee benefit liability calculation by actuary), GASB 60 (2012 requirements that revenue be recognized that is generated by fees from third parties) and International Accounting Standards Board (2014 implementation of international standards). Thereupon, on motion duly made and seconded, the Financial Statements, Audit Letter and Letter of Observations and Recommendations were approved as received and forwarded to the full Board for review.

The Board discussed procedures for fraud prevention with the auditors.

There being no further business to come before the Audit Committee, the meeting adjourned at 1:30 pm.

Respectfully submitted,

March 16, 2011

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Laurie J. Khazadian  
Secretary