

**Meeting Minutes of the Audit Committee  
Onondaga County Water Authority  
March 21, 2012**

A meeting of the Audit Committee of the Board of the Onondaga County Water Authority was convened on March 21, 2012 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 Khanzadian, HR Administrator  
Geoffrey G. Miller, Executive Engineer  
Curtis R. Marvin, Finance Department  
Janice Hartwell, Finance Department

Laurie Khanzadian 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, 2011. The Auditors submitted the following documents to the Committee:

- Financial Statements for year end 12/31/2011
- Dermody, Burke & Brown Audit Letter

Ms. Ciarla indicated that the 2011 audit revealed the following:

1. Unqualified opinion (highest possible)
2. No instances of non-compliance with internal controls required to be reported
3. Compliance with Investment Guidelines
4. No Letter of Observation necessary or provided

Ms. Ciarla then presented OMB Circular A-133 Reports for period ending 12/31/2009 and 12/31/2010 relating to the Western Reservoir Tank ARRA grant funds. Ms. Ciarla indicated the audits revealed the following:

1. Unqualified opinions
2. No material weaknesses identified
3. No instances of non-compliance

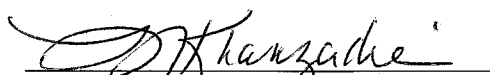
Thereupon, by motion by Mr. Tomeny, seconded by Mr. Bianchini, the Committee accepted the Audit Reports and referred then to the full Board for consideration.

Mr. Marvin noted that the 2011 audit by Dermody, Burke & Brown represents the last of a three-year engagement of the accountants. A new RFP for audit services will be issued in the summer of 2012.

There being no further business to come before the Audit Committee, the meeting adjourned at 1:50 pm.

Respectfully submitted,

Date: March 21, 2012

  
Laurie J. Khazadian  
Secretary