

**South Central Connecticut Regional Water Authority
Audit-Risk Committee**

Minutes of the September 23, 2021 Meeting

A special meeting of the South Central Connecticut Regional Water Authority Audit-Risk Committee took place on Thursday, September 23, 2021, via remote access. In Chair LaMarr's absence, Mr. DiSalvo presided as Acting Chair.

Present: **Committee** – Messrs. DiSalvo, Borowy, Curseaden, and Ms. Sack
Management – Mss. Kowalski, Reckdenwald, and Messrs. Bingaman, Norris, Schnaitmann, and Singh
CliftonLarsonAllen (“CLA”) – Messrs. Flint, Nossek, and Ziplow
RPB – Mr. Mongillo
Staff – Mrs. Slubowski

Mr. DiSalvo called the meeting to order at 12:31 p.m. He stated that he would serve as Acting Chair in Ms. LaMarr's absence.

Mr. DiSalvo stated that it would be appropriate to reorder the agenda to move item B.2, *Review FY 2021 Audit Results*, after Item B.3, *Executive cyber SCADA Audit/Assessment Review*.

On motion made by Mr. Curseaden, seconded by Mr. Sack, and unanimously carried, the Committee approved the minutes of its meeting held on May 20, 2021, as presented.

Borowy	Aye
Curseaden	Aye
DiSalvo	Aye
LaMarr	Absent
Sack	Aye

At 12:33 p.m., on motion made by Mr. Curseaden, seconded by Mr. Borowy, and unanimously carried, the Authority voted to go into executive session to discuss cyber security matters. Present in executive session were the Authority members, Messrs. Bingaman, Norris, Schnaitman, and Singh, Mss. Kowalski, Reckdenwald and Slubowski, and Mr. Ziplow from CLA.

Borowy	Aye
Curseaden	Aye
DiSalvo	Aye
LaMarr	Absent
Sack	Aye

At 12:54 p.m., the committee came out of executive session and Mr. Ziplow withdrew from the meeting and Messrs. Flint and Nossek entered the meeting.

Messrs. Flint and Nossek of CLA, RWA's external auditor, provided a review of the RWA's audit and financial statements for the fiscal year ended May 31, 2021, which included:

- Audit scope
- Reporting results
- Financial highlights and variances
- Required communications

At 12:50 p.m., Ms. Sack withdrew from the meeting.

At 1:04 p.m., Ms. Sack and Mr. Mongillo entered the meeting.

In response to an inquiry regarding accounting standards, Mr. Nossek reported on three requirements under the General Accounting Standards Board (“GASB”):

1. GASB 84, associated with reporting of fiduciary activities
2. GASB 69 – associated with government combinations and disposals (e.g., mergers and acquisitions); and
3. GASB 87 – that pertains to the definition of leases, that is broad, s and the associated accounting, which changes the accounting of lease agreements.

At 1:15 p.m., Messrs. Flint and Nossek withdrew from the meeting.

Committee members reviewed changes to the committee’s charter. On motion made by Mr. Curseaden, seconded by Mr. Borowy, and unanimously carried, the committee voted to approve the charter, as revised.

Borowy	Aye
Curseaden	Aye
DiSalvo	Aye
LaMarr	Absent
Sack	Aye

At 1:19 p.m., on motion made by Mr. Borowy, seconded by Mr. Curseaden, and unanimously carried, the committee meeting adjourned.

Borowy	Aye
Curseaden	Aye
DiSalvo	Aye
LaMarr	Absent
Sack	Aye

Anthony DiSalvo, Acting Chairman