

TOWN OF BROOKHAVEN
LOCAL DEVELOPMENT CORPORATION

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AUDIT COMMITTEE MEETING
HELD BY ZOOM VIDEOCONFERENCE
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March 16, 2022
9:03 A.M.

TRANSCRIPT OF PROCEEDINGS

A P P E A R A N C E S:

MEMBERS:

FREDERICK C. BRAUN, III
FELIX J. GRUCCI, JR.
GARY POLLAKUSKY
ANN-MARIE SCHEIDT
FRANK C. TROTTA

ALSO PRESENT:

LISA M. G. MULLIGAN, CHIEF EXECUTIVE OFFICER
LORI J. LaPONTE, CHIEF FINANCIAL OFFICER
JOCELYN LINSE, EXECUTIVE ASSISTANT
TERRI ALKON, ADMINISTRATIVE ASSISTANT
AMY ILLARDO, ADMINISTRATIVE ASSISTANT
WILLIAM F. WEIR, ESQ., NIXON PEABODY
HOWARD R. GROSS, ESQ.,
WEINBERG GROSS & PERGAMENT LLP
JEFFREY S. DAVOLI, PKF O'CONNOR DAVIES
ELIZABETH F. CASEY, PKF O'CONNOR DAVIES
OCTAVIO CHACON, PKF O'CONNOR DAVIES
BRIAN PETERSEN, PKF O'CONNOR DAVIES

1 MR. BRAUN: This is 9:03. It is
2 Wednesday, March 16th. This is a meeting of
3 the Audit Committee for the Town of
4 Brookhaven Local Development Corporation.

5 The following directors are present,
6 Mr. Grucci, Mr. Pollakusky, Mrs. Scheidt, Mr.
7 Trotta, Mr. Braun. We do have a quorum.
8 Lisa?

9 MS. MULLIGAN: Today's meeting has been
10 convened in accordance with Chapter 417 of
11 the Laws of 2021 effective September 2021
12 through -- sorry, through today, thank you,
13 permitting local governments to hold public
14 meetings by telephone and videoconference.

15 MR. BRAUN: Thank you. Lori, I'll turn
16 it over to you to introduce our friend from
17 PKF.

18 MS. MULLIGAN: Lor, you're muted.

19 MS. LAPONTE: That sounded so good.
20 I'd like to introduce everybody to the
21 partners from PKF O'Connor Davies. We have
22 Jeff Davoli and also Brian Petersen. This is
23 our rotation year, so every five years we
24 have another partner step in.

25 So we have both partners, so we got two

1 for the price of one this year.

2 MS. MULLIGAN: Should we bring Octavio
3 and Beth in?

4 MS. LINSE: I'm trying to. It's not
5 letting me so far.

6 MS. MULLIGAN: Okay.

7 MS. LAPONTE: Okay, so as Lisa
8 mentioned, Octavio Chacon, Beth Casey, Beth
9 is manager on our account, has been since
10 we've been with PKF O'Connor Davies, and so
11 Octavio Chacon is a supervising senior from
12 PKF O'Connor Davies. They are also on the --
13 in the room, as attendees.

14 MS. MULLIGAN: For some reason, we're
15 not able to bring them in, so I don't know.
16 I apologize.

17 MR. DAVOLI: No worries. Good morning,
18 everyone. My name is Jeff Davoli, audit
19 partner of PKFOD, and as Lori stated, this is
20 a rotation year, so under the P AAA Rules,
21 Brian Petersen, my partner, with over 15
22 years of experience in municipalities, school
23 districts and public authorities took over
24 the audit this year, so I know there's a busy
25 agenda ahead of you folks, so I understand,

1 our comments will be brief and to the point.

2 So, Brian?

3 MR. PETERSEN: So good morning,
4 everybody. Thank you for your time today.
5 So, first I'd like to thank Fred, Lori, Lisa,
6 and the staff of the LDC for their assistance
7 in completing the audit timely and
8 effectively.

9 We had prepared our draft opinions for
10 the LDC's financial statements for the year
11 ended December 31st of 2021, and we are happy
12 to report that the reports received an
13 unmodified or a clean opinion.

14 Management is responsible for the
15 selection and use of the appropriate
16 accounting policies. The significant
17 accounting policies of the LDC are described
18 in Note A to the respective financial
19 statements. We're happy to report that the
20 LDC had no changes in their accounting
21 policies during the year.

22 We encountered no difficulties in
23 dealing with management during the audit.
24 There was also no disagreements with
25 management as well. Accounting estimates

1 made by management are an integral part of
2 the financial statements and are based on
3 management's knowledge and experience about
4 past and current events and assumptions about
5 future events.

6 The actual results could differ from
7 those estimates. There were no significant
8 estimates in the LDC's financial statements.

9 Professional standards require us to
10 accumulate all known and likely mis-
11 statements identified during the audit, other
12 than those that we believe to be trivial and
13 communicate them to the appropriate level of
14 management. So we are required to
15 communicate to you mis-statements that remain
16 uncorrected, including any related to prior
17 periods and the effect, if any, on our report
18 and request their correction.

19 I'm happy to report as well, that there
20 were no such mis-statements noted this year.

21 Additional reports that we will be
22 issuing are -- is the report on internal
23 control over financial reporting and our
24 compliance and other matters based on our
25 audit of financial statements performed in

1 accordance with governmental ordinance
2 standards, and we will also be issuing our
3 independent auditor's report on investment
4 compliance.

5 I'm happy to report that the results of
6 our test resulted in no deficiencies and no
7 non-compliance with laws and regulations were
8 noted.

9 It is important to note that we have no
10 management comments as well this year, which
11 is an indication of the quality of the
12 management and staff of the LDC and the IDA.

13 Once we get clearance from the
14 committee, we will be able to move forward to
15 finalization process of the financial
16 statements. I want to ask the Committee if
17 they have any questions for the LDC financial
18 statements for Jeff and I?

19 MS. MULLIGAN: Sorry, you were muted.

20 MR. BRAUN: Questions from the board?

21 MR. TROTTA: No.

22 MS. MULLIGAN: The audit was sent in
23 your packet, just if there's any specifics.

24 MR. BRAUN: I just again want to point
25 out as he did, that they reviewed our system

1 for internal controls, and no comments there
2 either.

3 If there are no questions or other
4 comments, I need a motion to accept this
5 report and also as a recommendation to the
6 Board in our meeting later on today.
7 Remembering, also, that this report needs to
8 be filed with our PARIS reports by March
9 31st, may I have a motion, please?

10 MR. TROTTA: Motion.

11 MR. BRAUN: Thank you.

12 MS. SCHEIDT: Second.

13 MR. BRAUN: On the vote. Mr. Grucci?

14 MR. GRUCCI: Yes.

15 MR. BRAUN: Mr. Pollakusky?

16 MR. POLLAKUSKY: Yes.

17 MR. BRAUN: Ms. Scheidt?

18 MS. SCHEIDT: Yes.

19 MR. BRAUN: Mr. Trotta?

20 MR. TROTTA: Yes.

21 MR. BRAUN: Mr. Braun votes yes. The
22 motion carried.

23 MS. MULLIGAN: Just for the record and
24 for the stenographer, that was Mr. Trotta who
25 made the motion and Ms. Scheidt who seconded

1 it.

2 MR. BRAUN: If there are no further
3 questions, I'll entertain a motion to adjourn
4 the meeting of the Local Development
5 Corporation.

6 MS. MULLIGAN: Audit Committee.

7 MR. GRUCCI: So moved.

8 MS. SCHEIDT: So moved. Second to
9 Felix.

10 MS. MULLIGAN: Thank you, Ann-Marie.

11 MR. BRAUN: On the vote. Mr. Grucci?

12 MR. GRUCCI: Yes.

13 MR. BRAUN: Mr. Pollakusky?

14 MR. POLLAKUSKY: Yes.

15 MR. BRAUN: Mrs. Scheidt?

16 MS. SCHEIDT: Yes.

17 MR. BRAUN: Mr. Trotta?

18 MR. TROTTA: Yes.

19 MR. BRAUN: Mr. Braun votes yes.

20 Meeting is adjourned.

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22 (Meeting adjourned: 9:09 a.m.)

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CERTIFICATION

I, Lisa Previti, certify that the foregoing is a true and accurate transcript from an electronic sound recording of the video in the above-entitled matter.

Lisa Previti

Lisa Previti