

**NEW YORK LOCAL GOVERNMENT
ASSISTANCE CORPORATION
MINUTES OF FINANCE COMMITTEE MEETING
April 30, 2009, 1:00 p.m.
New York State Capitol, Albany, New York**

Finance Committee Members Present:

Thomas DiNapoli, Chairperson of Finance Committee and Director
Patrick Bulgaro, Chairperson
Laura Anglin, Director, Vice Chairperson

Also Present:

Priscilla Almodovar	Director (via Telephone)
Diana Jones Ritter	Director
Marc Shaw	Director (via Telephone)
Kevin Murray	Director
Patricia Warrington	Office of the State Comptroller
Deborah DeGenova	Office of the State Comptroller
Margaret Becker	Office of the State Comptroller
Marc Hannibal	Office of the State Comptroller
Maurie Peaslee	Office of the State Comptroller
Henrik Westin	Office of the State Comptroller
Joseph Conroy	Division of the Budget
Melissa Maikoff	Division of the Budget
Sarah Ferguson	Division of the Budget
Ronald Greenberg	Division of the Budget
William Storrs	Department of Law
Monika Conley	PRAG (via Telephone)
Eileen Heitzler	Orrick, Herrington and Sutcliffe (via Telephone)
Kevin Roche	Orrick, Herrington and Sutcliffe (via Telephone)
James Kiyonaga	OMRDD
Michael Laccetti	Senate Finance Committee

FINANCE COMMITTEE MEETING

Chairperson DiNapoli called the Finance Committee meeting to order at 1:00 p.m.

Comptroller DiNapoli noted that the minutes from the February 5, 2009 Finance Committee meeting had been previously distributed and made a motion to approve the minutes. The motion was seconded and the Finance Committee members approved the minutes.

Comptroller DiNapoli made reference to a staff memo dated April 27, 2009 which was circulated to the Finance Committee members, proposing that the Finance Committee consider taking the necessary action to allow the full Board to authorize the restructuring of approximately \$297.2 million of LGAC's variable rate demand bonds including Series 2003A-5V, 2003A-6V, 2008B-CV and 2008B-DV variable rate bonds to the fixed rate mode.

The Committee Members indicated they had reviewed the materials provided and as there were no questions or comments, Comptroller DiNapoli recommended that the proposal be advanced and recommended for approval by the full Board and the Finance Committee members approved the recommendation.

Comptroller DiNapoli made reference to a second staff memo dated April 27, 2009 which was circulated to the Finance Committee members, proposing that the Finance Committee consider taking the necessary action to allow the full Board to authorize the conversion of \$40.9 million of the Corporation's Series 2003A-8V bonds from FSA-insured variable rate demand bonds to uninsured variable rate demand bonds wherein the current remarketing agent, JPMorgan, will act as underwriter and remarketing agent and authorize an amendment and extension of the current Standby Bond Purchase Agreement.

The Committee Members indicated they had reviewed the materials provided and as there were no questions or comments, Comptroller DiNapoli recommended that the proposal be advanced and recommended for approval by the full Board and the Finance Committee members approved the recommendation.

Comptroller DiNapoli made reference to a third staff memo dated April 27, 2009 which was circulated to the Finance Committee members, proposing that the Finance Committee consider taking the necessary action to allow the full Board to authorize the Treasurer or Co-Executive Directors to enter into short-term extensions and amendments of the Standby Bond Purchase Agreements relating to the Series 2003A-5V, 2008B-CV and 2008B-DV bonds and the Treasurer or Co-Executive Directors to extend and amend Standby Bond Purchase Agreements with JPMorgan for an additional 364-day period to support the Series 2008B-3V, 2008B-7V, 2008B-AV and 2008B-BV bonds.

The Committee Members indicated they had reviewed the materials provided and as there were no questions or comments, Comptroller DiNapoli recommended that the proposal be advanced and recommended for approval by the full Board and the Finance Committee members approved the recommendation.

Comptroller DiNapoli made reference to a fourth staff memo dated April 24, 2009 which was circulated to the Finance Committee members, proposing that the Finance Committee consider taking the necessary action to allow the full Board to authorize the execution of a contract with Fiduciary Communications Company (FCC). The Office of

the State Comptroller, on behalf of the Corporation, issued an Invitation for Bids 09-02 dated March 27, 2009 to procure formatting and placement services for notices of sale. The Corporation's current provider, FCC, provides services under a contract that expired September 30, 2008.

The Committee Members indicated they had reviewed the materials provided and as there were no questions or comments, Comptroller DiNapoli recommended that the proposal be advanced and recommended for approval by the full Board and the Finance Committee members approved the recommendation.

Comptroller DiNapoli made reference to a fifth staff memo dated April 24, 2009 which was circulated to the Finance Committee members, describing the proposed contract extensions and proposing that the Finance Committee consider taking the necessary action to allow the full Board to authorize the final one-year extension of both contracts. The current contracts with Orrick and Hawkins are for three years with two additional one-year extensions.

The Committee Members indicated they had reviewed the materials provided and as there were no questions or comments, Comptroller DiNapoli recommended that the proposal be advanced and recommended for approval by the full Board and the Finance Committee members approved the recommendation.

The final item to be brought before the Committee was a staff memo dated April 24, 2009 which was circulated to the Finance Committee members, proposing that the Finance Committee, consider taking the necessary action to allow the full Board to authorize the MWBE Task Force recommendations as they relate to the issuance of state-supported debt. The Task Force recommendations require each state-supported debt issuer's Board consider implementation of new practices for selecting MWBE firms as underwriters and evaluating performance consistent with the Task Force guidelines. Staff has also consulted with the members of the Governance Committee on this recommendation and they were in support of this.

The Committee Members indicated they had reviewed the materials provided and as there were no questions or comments, Comptroller DiNapoli recommended that the proposal be advanced and recommended for approval by the full Board and the Finance Committee members approved the recommendation.

After it was determined that there were no further issues to be brought before the Board by the Finance Committee, the Finance Committee Meeting was adjourned.

Date: April 30, 2009

Joseph Conroy
Secretary

New York Local Government
Assistance Corporation