

**NEW YORK LOCAL GOVERNMENT
ASSISTANCE CORPORATION
MINUTES OF FINANCE COMMITTEE MEETING
May 11, 2010 1:10 p.m.
New York State Capitol, Albany, New York**

Finance Committee Members Present:

Thomas DiNapoli	Committee Chairperson/Director (via telephone)
Robert Megna	Committee Member/Vice-Chairperson of the Board
Diana Jones Ritter	Committee Member (via telephone)
Marc Shaw	Director (via Telephone)
Kevin Murray	Director

Also Present:

Patricia Warrington	Office of the State Comptroller
Deborah DeGenova	Office of the State Comptroller
Tom Nitido	Office of the State Comptroller
Maureen Madden	Office of the State Comptroller
Kristee Iacobucci	Office of the State Comptroller
Joseph Conroy	Division of the Budget
Sarah Ferguson	Division of the Budget
Melissa Pangburn	Division of the Budget
William Storrs	Department of Law
James Kiyonaga	OMRDD
Michael Laccetti	Senate Finance Committee
Jeanine Thompson	Assembly Ways & Means Committee
Michael Quint	Bloomberg

FINANCE COMMITTEE MEETING

Chairperson DiNapoli called the Finance Committee meeting to order at 1:10 p.m.

Comptroller DiNapoli noted that the minutes from the June 29, 2009 Finance Committee meeting had been previously distributed and asked for 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 May 5, 2010 which was circulated to the Finance Committee members, proposing that the Finance Committee, in consultation with the Governance Committee, consider taking the necessary action to allow the full Board to authorize the MWBE Task Force recommendations as they relate to procurement of certain financial services.

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 indicated that the Public Authorities Law requires LGAC to enter into an agreement with the State Comptroller whereby the Comptroller is the "Exclusive Agent" for the sale of Corporation bonds and notes. The current Agreement expired on March 31, 2010 and staff had recommended that a one-year extension of the Agreement be executed.

The Committee Members had 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 referred to a second staff memo dated May 5, 2010 which was circulated to the Finance Committee members, relating to amendments and extension of certain liquidity facilities, recommending the Helaba Bank facility be extended for a two year period; the JP Morgan facilities be extended for a four year period and both the Bank of Nova Scotia and Societe Generale facilities be extended for 40 days.

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 staff memo dated May 5, 2010 which was circulated to the Finance Committee members, relating to a recommendation for the Corporation to issue fixed rate refunding bonds.

The memo proposes that the Finance Committee recommend to the full Board that it authorize the issuance of fixed rate refunding bonds on a competitive basis in order to refund \$277.4 million of the Corporation's Variable Rate Demand Bonds into fixed rate.

The refunding bonds would be issued under the subordinate resolution in a principal amount not to exceed \$325 million. The bonds would be issued through a competitive sale and awarded to the bidder providing the lowest true interest cost.

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: May 11, 2010

Joseph Conroy
Secretary
New York Local Government
Assistance Corporation