

MINUTES OF THE MEETING OF THE AUDIT COMMITTEE OF TSASC, INC.

September 5, 2018

A meeting of the Audit Committee (the “Committee”) of TSASC, Inc. (the “Corporation”) was held on September 5, 2018 at approximately 2:50 p.m. at 255 Greenwich Street, Room 6M4, New York, New York.

The following members of the Committee or their alternates were present:

Melanie Hartzog, Director of Management and Budget of The City of New York (the “City”), represented by Alan Anders;

Scott M. Stringer, Comptroller of the City, represented by Michael Stern;

Corey Johnson, Speaker of the City Council, represented by Davis Winslow;

Zachary Carter, Corporation Counsel of the City, represented by Al Rodriguez;

and

Jacques Jiha, Finance Commissioner, represented by Jacqueline Gold,

constituting a quorum of the Committee. Michael Moore served as secretary of the meeting.

Also in attendance were members of the public, officers of the Corporation and employees of various agencies of the City.

The meeting was called to order by Mr. Stern, the Chairperson of the Committee.

Approval of Minutes of Meeting of April 27, 2018

The first item on the agenda was the approval of the minutes of the meeting of the Committee held on April 27, 2018. A motion was made and seconded to discuss the resolution set forth below with respect to such minutes. There was no discussion and, there being no objections, the resolution was approved.

WHEREAS, the Audit Committee of TSASC, Inc. has reviewed the minutes of the previous meeting of the Audit Committee held on April 27, 2018 it is therefore

RESOLVED, that the minutes of the Audit Committee meeting of April 27, 2018 be, and they hereby are, approved.

Review of Annual Agency Financial Integrity Compliance Statement

The second item on the agenda was the review of the Annual Financial Integrity Compliance Statement of the Corporation, which was in the packet provided to the Committee members. Mr. Stern explained that pursuant to Section 6.0 of the City of New York Office of the Comptroller's Directive 22 a review of the Financial Integrity Compliance Statement must be conducted and that Robert Balducci, the Comptroller of the Corporation, was available to answer any questions. There were no questions.

Presentation by Management and Independent Auditors Regarding the Audited Annual Financial Statements of the Corporation

The third item on the agenda was a presentation by the staff of the Corporation and Marks Paneth, the Corporation's independent auditors, with respect to the audited financial statements of the Corporation for the fiscal years ending June 30, 2018 and June 30, 2017. Robert Balducci, the Comptroller of the Corporation, briefly discussed certain aspects of the financial statements. Warren Ruppel of Marks Paneth then briefly discussed the audit and a booklet entitled the Annual Post-Audit Presentation (For the Audit Year Ended June 30, 2018) which had been previously distributed to the Committee members. A brief discussion ensued.

Audit Committee meets with Independent Auditors

The fourth item on the agenda was for members of the Audit Committee to have an opportunity to ask questions to the Independent Auditors. A brief discussion ensued.

Recommendation to the Board of Directors to Accept the Independent Auditors' Report on the Audited Financial Statements of the Corporation for the Fiscal Years ended June 30, 2018 and June 30, 2017, and to Issue Such Financial Statements.

The fifth item on the agenda was the recommendation of the Committee to the Board of Directors that it accept the report of Marks Paneth on the audited financial statements of the Corporation for the fiscal years ended June 30, 2018 and June 30, 2017, and that it authorize the release of such audited financial statements. A motion was made and seconded to approve the resolution set forth below with respect to the financial statements. There was no discussion and, there being no objection, the resolution was approved.

WHEREAS, the Audit Committee of TSASC, Inc. (the "Corporation") has met with the independent auditors of the Corporation and has reviewed the independent auditors' report on the audited financial statements of the Corporation for the fiscal years ended June 30, 2018 and June 30, 2017 and such financial statements, as submitted to the Committee; and

WHEREAS, the Audit Committee believes the independent auditors' report and the financial statements are reasonable and appropriate; it is therefore

RESOLVED, that the Audit Committee recommends to the Board the acceptance of the independent auditors' report and the authorization of the release of the audited financial statements of the Corporation for the fiscal years ended June 30, 2018 and June 30, 2017; provided that both the independent auditors' report and the audited financial statements may be amended to reflect non-material changes acceptable to the Comptroller of the Corporation.

Annual Review and Approval of the Audit Committee Charter

The sixth item on the agenda was the annual review and approval of the Audit Committee Charter, a copy of which was in the materials provided to the Committee. A motion was made and seconded to discuss the resolution set forth below with respect to the Charter. Mr.

Stern explained that such review and approval are required by the Committee Charter and that no changes to the Charter had been proposed. There was no further discussion and, there being no objections, the resolution was approved.

WHEREAS, the Board of Directors (the "Board") of TSASC, Inc. (the "Corporation") originally adopted an Audit Committee Charter on October 4, 2007 and has subsequently amended it; and

WHEREAS, pursuant to the Audit Committee Charter, section III(s), the Audit Committee of the Corporation is required annually to review the Audit Committee Charter, reassess its adequacy, and recommend any proposed changes to the Governance Committee of the Corporation; and

WHEREAS, no changes to the Audit Committee Charter are proposed; it is therefore

RESOLVED, that the Audit Committee hereby approves the Audit Committee Charter as attached.

Review of the Audit Committee Schedule of Dates

The seventh item on the agenda was the review of the Committee's Schedule of Dates, a copy of which was in the material provided to the Committee members. Mr. Stern explained that the Committee must review its Schedule of Dates annually and that no changes have been proposed.

Adjournment

There being no further business to come before the Committee, on motion duly made and seconded, there being no objections, the meeting was duly adjourned.



ASSISTANT SECRETARY