

Audit Committee Meeting

Suffolk County Water Authority

January 29, 2026, at 2:30 PM

4060 Sunrise Hwy, Oakdale

Agenda

- 1. Approve Audit Committee Meeting Minutes- June 25, 2025**
- 2. Internal Auditor Presentation- Rehana, Cruz**

AUDIT COMMITTEE MEETING

DATE: June 25, 2025

LOCATION: 4060 Sunrise Highway, Oakdale

ATTENDANCE: Charles Lefkowitz, Chairman
Elizabeth Mercado, Member
John Rose, Member
Jeffrey W. Szabo, CEO
Jessica Mattera, Executive Assistant
Chris Cecchetto, Chief Financial Officer
Stephanie Hannan, Manager of Accounting
Joseph Pokorny, Deputy CEO for Operations
Alicia Simson, Internal Audit Manager
Milton Turcios, Internal Auditor
John Milazzo, General Council
Danielle Puma, Assistant to General Council

EXCUSED ABSENCE: NONE

The meeting was called to order by Mr. Szabo at 2:40 p.m. upon Members of the Committee being present.

On motion made by Mr. Rose, duly seconded by Ms. Mercado, and unanimously carried, it was

RESOLVED, To approve the Audit Committee Meeting Minutes from January 23, 2025, meeting

Mr. Szabo introduced the members from KPMG to give their presentation and Audit approach and timeline for the FY26 Audit

Mr. Szabo introduced Ms. Alicia Simson, Internal Audit Manager who presented the Internal Audit Reports

Mr. Szabo asked if any members of the Committee or staff members in attendance any questions had, none were received.

On motion made by Ms. Mercado, duly seconded by Mr. Rose, and unanimously carried, the meeting of the Audit Committee was adjourned at 3:00 p.m.

Elizabeth Mercado, Secretary

Rehana Cruz, Internal Auditor

Education – BBA in Accounting from Baruch College
Masters in Accounting from Queens College

Work experience – 2016 PriceWaterhouse Coopers



2017-2019 Loews Corporation



2019-2025 (Jan)-Associated Press



2025 Sep- Dec – Nikon



2025 Dec – Suffolk County Water Authority





Internal Audit Department

OVERALL GOAL

To add value to the organization by delivering independent assurance, identify risks and promoting strong governance and effective internal controls.

01

Complete recurring critical audits: water loss, tax lien, technology audits, Conflict of Interest policy audit, KPMG assistance

02

Conduct risk-based audits: year-end inventory audits, business continuity and disaster recovery

03

Perform previous year audit issue follow up, company wide risk assessment

AUDIT UNIVERSE

The audit universe is the complete population of auditable entities, process, functions and systems within the organization that subject to internal audit review.

Audit Universe – Key Risk Categories





2026 Audit Plan

Audit Category	Audits	Risk Category	Approved Hours
Recurring	Capital Projects & Revenue	Financial	80
	Water Loss Audit	Financial / Compliance	45
	Tax Lien Audit	Financial	40
	IT General Controls / Access	Technology	35
	Conflict of Interest Process	Compliance	25
Risk-Based	Year-End Inventory	Financial	120
	Capital Projects & Revenue (Expanded)	Financial	220
	Business Continuity & Disaster Recovery	Operational / Technology	172

2026 Audit Plan

Audit Category	Audits	Risk Category	Approved Hours
Management Assistance	Audit Issue Follow-Up	Governance	110
	Company-Wide Risk Assessment	Governance	90
	Representation Letter Support	Governance	48
	ABO Compliance Audit	Compliance	60