

**BUFFALO FISCAL STABILITY AUTHORITY**

**RESOLUTION NO. 07-07**

APPROVE ENGAGEMENT OF LUMSDEN AND McCORMICK, LLP. AS INDEPENDENT AUDITOR

WHEREAS, the Buffalo Fiscal Stability Authority (“BFSA”) was formed by Chapter 122 of the Laws of 2003 to “oversee the city’s budget, financial and capital plans; to issue bonds, note and other obligations to achieve budgetary savings through debt restructuring; to finance short-term cash flow or capital needs; and if necessary, to develop financial plans on behalf of the city if the city is unwilling or unable to take the required steps toward fiscal stability;” and

WHEREAS, the BFSA receives the City’s share of the County’s sales tax and state aid revenue to pay for the expenses of the BFSA and debt service on the BFSA’s bonds, notes and other obligations; and

WHEREAS, to the extent that those revenues exceed the needs of the BFSA, those funds are to be transferred to the City as soon as practicable; and

WHEREAS, the BFSA has issued a request for proposals in 2004 for an independent auditor to audit the BFSA’s accounts as required by the Section 3871 of the BFSA Act; and

WHEREAS, the Audit, Finance and Budget Committee selected Lumsden & McCormick LLP as the firm most capable of carrying out the required duties;

WHEREAS, the firm of Lumsden & McCormick LLP has performed its duties as independent auditor in a satisfactory manner, and

WHEREAS, Lumsden and McCormick has expressed an interest to continue to provide auditing services to the Authority with fees virtually unchanged from the prior year,

NOW THEREFORE BE IT RESOLVED, that the Buffalo Fiscal Stability Authority does hereby engage the accounting firm of Lumsden & McCormick LLP. to provide accounting and auditing services to the BFSA. Such services shall be undertaken for such amounts and on such terms as agreed upon by the Chair, Vice Chair or Executive Director.

This Resolution shall take effect immediately.

Approved January 31, 2007

/S/ Reverend Richard A. Stenhouse, Secretary