

DUTCHESS TOBACCO ASSET SECURITIZATION CORPORATION
Minutes to the Governance Committee Meeting
Held on March 25, 2019

A meeting of the Governance Committee of the Board of Directors of Dutchess Tobacco Asset Securitization Corporation (the "Corporation"), a local development corporation organized pursuant to Section 1411 of the Not-For-Profit Corporation Law of the State of New York, was duly called to order at 10:45am at 22 Market Street, Poughkeepsie, New York.

Attending: James M. Fedorchak, President of the Corporation
Michael Betros, Director
Jerome Simonetty, Director
Heidi Seelbach, Treasurer of the Corporation
Thomas Myers, Legal Counsel,
Orrick, Herington & Sutcliff, LLP,

Mr. Fedorchak opened the meeting.

Mr. Fedorchak asked Thomas Myers, Esq., to lead a brief review of the committee charter. Mr. Myers indicated that there were no questions and no changes with respect to the charter at the conclusion of the review.

Mr. Simonetty inquired of Mr. Fedorchak and Ms. Seelbach whether there were any matters known to them within the scope of the purpose and powers of the Governance Committee to bring before the committee. Mr. Fedorchak and Ms. Seelbach stated that they were aware of no issues to bring before the committee.

There being no further business, upon motion duly made, seconded and adopted, the meeting was adjourned at 10:50 am.

Dated: March 25, 2019



James M. Fedorchak, President, DTASC

DUTCHESS TOBACCO ASSET SECURITIZATION CORPORATION

Minutes To The Audit Committee Meeting

Held On March 25, 2019

A meeting of the Audit Committee of the Board of Directors of Dutchess Tobacco Asset Securitization Corporation (the "Corporation"), a local development corporation organized pursuant to Section 1411 of the Not-For-Profit Corporation Law of the State of New York, was duly called to order at 10:30am at 22 Market Street, Poughkeepsie, New York.

Attending: James M. Fedorchak, President of the Corporation
Michael Betros, Director
Jerome Simonetty, Director
Heidi Seelbach, Treasurer of the Corporation
Thomas Myers, Legal Counsel,
Orrick, Herington & Sutcliff, LLP,
Luke Malecki, Partner, Drescher & Malecki, via telephone
Carl A. Widmer, Partner, Drescher & Malecki, via telephone

Mr. Fedorchak opened the meeting.

Mr. Fedorchak asked Thomas Myers, Esq., (Mr. Myers) to lead a brief review of the committee charter. There were no questions with respect to the charter at the conclusion of the review.

Mr. Myers enquired of Mr. Fedorchak and Ms. Seelbach whether there were any matters known to them (other than the annual audit of the Corporation's financial affairs) relating to internal controls, compliance, risk assessment practices, special investigations, whistleblower policies, discretionary funds or any other issues related to the financial practices of the Corporation that the Audit Committee should review.

Ms. Seelbach then lead a brief review of the basic financial statements of the Corporation for the period ended December 31, 2018, the report with respect

thereto to Drescher & Malecki LLP., the Corporation's independent auditors, and the accompanying management discussion and analysis (collectively, the "Financial Statements"), all of which were presented to those in attendance. No issues of note were identified.

A telephone conference link was established with Drescher & Malecki auditors, Carl A. Widmer (collectively, the "Auditors") who had overseen the audit of the Corporation's financial statements. The Auditors briefly reviewed with the committee the Corporation's financial statements.

Mr. Fedorchak asked if there were any matters that should be brought to the attention of the audit committee, including any matters relating to internal controls or compliance with legal or contract requirements. No such matters were noted by the Auditors.

Mr. Fedorchak asked if there were any questions for the Auditors from members of the audit committee to the 2018 audit. There were no questions.

On motion duly made and seconded, the 2018 Financial Statements were unanimously approved by the members of the Audit Committee.

On motion duly made and seconded, the committee members authorized the President and Treasurer to post on the Corporation's website, as contemplated by the ABO guidance document relating to internal controls assessment, a statement in substantially the following form:

This statement certifies that management has reviewed and assessed the internal control structure and procedures of the Dutchess Tobacco Asset Securitization Corporation for the year ending December 31, 2018. This assessment found the Corporation's internal controls to be adequate without the identification of any deficiencies requiring corrective action plans.

Mr. Fedorchak then noted that the Audit Committee is obligated to appoint, compensate and oversee the activities of the Corporation's independent auditors. Mr. Fedorchak asked the Treasurer to briefly report on the status of the engagement of Drescher & Malecki ("DM").

Ms. Seelbach reported that DM had been engaged for audits for fiscal years 2012, 2013, 2014, 2015, 2016, 2017, and 2018 under arrangements negotiated for both the County and the Corporation that provided for up to a two one-year extension of this engagement. Ms. Seelbach reported that she was very satisfied with the work that DM had done for the Corporation and the County and recommended that, if the County extended DM's engagement for another year, the engagement with the Corporation should also be extended another year.

After discussion, it was moved and seconded that the engagement of DM be extended for the 2019 audit provided that the County also determined to extend DM's engagement for the County Audit.

There being no further business, upon motion duly made, seconded and unanimously adopted the meeting was adjourned at 10:45am.

DATED: March 25, 2019



James M. Fedorchak, President, DTASC