



**AUDIT, COMPLIANCE AND GOVERNANCE OF THE
CONNECTICUT GREEN BANK**

Regular Meeting Minutes

Tuesday, April 7, 2026
8:30 a.m. – 9:30 a.m.

A regular meeting of the Audit, Compliance, and Governance Committee of the **Connecticut Green Bank (the “Green Bank”)** was held on April 7, 2026.

Committee Members Present: James Cosgrove, Lonnie Reed, Lisa Shanahan

Committee Members Absent: Thomas Flynn, Joanna Wozniak-Brown

Staff Attending: Priyank Bhakta, Shawne Cartelli, James Desantos, Emma Ellis, Brian Farnen, Bryan Garcia, Bert Hunter, Cheryl Lumpkin, Ariel Schneider, Eric Shrago, Dan Smith, Mariana Trief, Christina Tsitso

Others present: William Vinopal from Nexus Dynamics Group

1. Call to Order

- Brian Farnen called the meeting to order at 8:54 am.

2. Public Comments

- No public comments.

3. Consent Agenda

a. Approve Meeting Minutes for January 13, 2026

Resolution #1

Motion to approve the minutes of the Audit, Compliance, and Governance Committee meeting for January 13, 2026.

Upon a motion made by Lisa Shanahan and seconded by James Cosgrove, the Audit, Compliance, and Governance Committee voted to approve Resolution 1. None opposed and Lisa Shanahan and James Cosgrove abstained.

This motion is postponed until the next meeting as abstentions in effect count as a vote of No.

b. Update on Statutory Status

- Brian Farnen briefly updated that the Green Bank is in compliance for all Statutory

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Reporting requirements.

c. Board of Directors Membership Status Update

- Brian Farnen stated the Board is full, summarized the procedure and intent when filling Board positions, and noted that currently the makeup of the Board is solid.

4. Legislative Session and Regulatory Policy Update

- James Desantos summarized the progress to the current Legislative Session, which is a Short Session, and currently it is in the negotiation phase. He reviewed SB 319 known as the backpack blower bill, HB 5340 known as the Energy and Technology Omnibus bill, and SB 416 known as the Transportation Bill.
 - Lisa Shanhan asked why propane is less interesting to the Green Bank than solar. James Desantos responded the problem with propane is that in the cities where it was implemented, it's not as clean as electric school buses. Brian Farnen added that it that adopting electric school buses is more technologically forward and occurring at much greater scale. James Desantos agreed and noted there is only one company that is currently producing propane vehicles.

5. Evaluation Framework – Update from the Deployment Committee Meeting of February 18, 2026

- Eric Shrago summarized the process to the Evaluation Framework, which was taken to the Deployment Committee for their familiarity with the financial items, and stated the Deployment Committee agreed to take on that portion of the Evaluation Framework and Impact Methodology. He noted the next step would be to take the matter to the full Board to implement the change.

6. Loan Portfolio and Risk Management – Governance Framework

- Priyank Bhakta summarized the Green Bank's compliance and portfolio risk management process, noting that the types of loans and investments are diverse. He summarized the different types of financings, including Capital Solutions, Residential Environmental Infrastructure, SBEA Loans, C-PACE, and Capital Assets, and the steps currently in place to ensure compliance, including sending automatic reminders near compliance deadlines, collecting regularly occurring production data, and sometimes reviewing operations and maintenance notes for underperforming systems. He reviewed the portions of the risk rating model including financial metrics, repayment, collateral, and additional project support.
 - Priyank Bhakta reviewed the compliance status for the Capital Solutions loan portfolio as of Q3 2025, the proposed compliance calendar, and explained the monthly Delinquency Review Meeting that the Green Bank staff holds.

Resolution #2

RESOLVED, that staff hereby recommends to the Audit, Compliance and Governance Committee approval of the processes and procedures outlined above related to the ongoing

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compliance and risk management procedures of the Green Bank's portfolio, including the timeline for which staff will deliver portfolio compliance and delinquency reports to ACG.

RESOLVED, that staff may alter the above-mentioned procedures from time to time as they deem appropriate and will notify the Audit, Compliance and Governance Committee of any material changes to these processes or procedures.

Upon a motion made by Lonnie Reed and seconded by Lisa Shanahan, the Audit, Compliance, and Governance Committee voted to approve Resolution 2. None opposed or abstained. Motion approved unanimously.

7. Executive Session pursuant to Conn. Gen. Stat. §§1-200(6) and 1-210(b)(19) – Cybersecurity Strategy

This item was postponed until the next ACG Committee meeting.

8. Adjourn

Upon a motion made by Lisa Shanahan and seconded by Lonnie Reed, the Audit, Compliance, and Governance Committee Meeting adjourned at 9:30 am.