

NEW YORK CITY WATER BOARD

June 26, 2008

RESOLUTION

WHEREAS, pursuant to Section 1045-g(8) of the New York City Municipal Water Finance Authority Act (the "Act"), the Board is authorized to enter into contracts and to retain private consultants on a contract basis for the purpose of obtaining professional or technical services to assist the Board in carrying out its responsibilities; and,

WHEREAS, in the interest of greater equity for rate payers, revenue stability, the encouragement of water conservation and best management practices with respect to stormwater discharges and the assessment of charges based on property-specific characteristics, the New York City Department of Environmental Protection ("DEP") has identified to the Board a need for the services of a management consultant to evaluate current and projected expenditures and revenues, assess alternatives for water, sewer, stormwater and water conservation rate structures, examine new development charges, and to benchmark DEP's current practices against other large water utilities; and

WHEREAS, Requests for Proposals ("RFP") in connection with said Benchmarking and Best Practices Model were issued on June 6, 2008 to a total of eleven potential consulting firms and three proposals representing five of the firms solicited submitted technical and cost proposals for consideration and review; and

WHEREAS, the Board has reviewed a memorandum from Esther Siskind, Assistant Commissioner, DEP Bureau of Environmental Planning and Assessment, dated June 25, 2008, which sets forth a recommendation for the designation of Booz Allen Hamilton ("BAH") to perform the necessary evaluations; and,

WHEREAS, in accordance with the Water Board's Policy on the Procurement of Goods and Services, in particular, Section 4 (selection based on the best

combination of technical merit and price) and Section 5.i. (prior approval of contracts where the cumulative value exceeds \$100,000), the Board finds the selection of BAH appropriate; be it, therefore,

RESOLVED, that the Executive Director is hereby authorized and directed to execute an agreement with BAH to evaluate current and projected expenditures and revenues and alternatives for water, sewer and stormwater rate structures in the City upon such terms and conditions as the Executive Director may deem reasonable and appropriate, provided however that the total compensation for services performed shall not exceed \$1,034,068.