

**JOINT MEETING OF THE AUDIT
COMMITTEE OF THE
NEW YORK CITY MUNICIPAL WATER
FINANCE AUTHORITY AND NEW YORK CITY
WATER BOARD**

A meeting of the Joint Audit Committee (the “Committee”) of the Board of Directors of the New York City Municipal Water Finance Authority (the “Authority”) and the New York City Water Board was held at 75 Park Place, New York, N.Y. at 11:45 a.m. on June 4, 2008.

The following Committee members were present:

Peter J. Kenny, Chair;

Marilyn Gelber;

Arthur Hill;

Alan Moss;

Marc Shaw; and

James T.B. Tripp

constituting a quorum of the Committee. Mr. Kenny chaired the meeting and Uyen Nguyen served as secretary of the meeting.

Approval of Minutes of Meeting of May 5, 2008

The first item on the agenda was the approval of the minutes of the Committee’s meeting of May 5, 2008. There being no discussion, upon motion duly made and seconded, the following resolution was unanimously adopted:

WHEREAS, the Audit Committee has reviewed the minutes of its meeting held on May 5, 2008; it is therefore

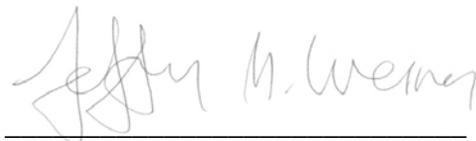
RESOLVED, that the minutes of the meeting of May 5, 2008 be, and they hereby are approved.

Presentation of Audit Plan Including Discussion of New Accounting and Auditing Standards

The next and last item on the agenda was the presentation of the Audit Plan. The Authority's Comptroller, Michele Levine, explained that at the last meeting, the Committee recommended that the Authority engage Deloitte & Touche LLP ("Deloitte") as independent auditors. David B. Jones, a representative of Deloitte, presented the Audit Plan to the Committee. Mr. Jones explained that Jennifer Mishner, also a representative of Deloitte, will be responsible for the daily activities of the audit. A discussion ensued whereby Mr. Jones explained the types of auditing tests Deloitte would be conducting as part of its audit of the System.

Adjournment

There being no further business to come before the Committee, upon motion duly made and seconded, the meeting was duly adjourned.



Assistant Secretary