

**MEETING OF THE JOINT 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 2:00 p.m. on June 4, 2009.

The following Committee members were present:

Marc Shaw, Acting Chair

Arthur Hill;

Jack McKeon (by designation of Authority Director Alexander B Grannis);

Amaziah Howell; and

Benjamin Tisdell,

constituting a quorum of the Committee. Mr. Shaw chaired meeting, and Albert F. Moncure, Jr., served as Secretary of the meeting.

**Approval of Minutes of Meeting of January 21, 2009**

The first item on the agenda was approval of the minutes of the Committee’s meeting of January 21, 2009. 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 January 21, 2009; it is therefore

**RESOLVED**, that the minutes of the meeting held on January 21, 2009 be, and they hereby are approved.

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

The next item on the agenda was a presentation by David Jones, a partner at Deloitte & Touche, the Water and Sewer System's independent auditor, describing Deloitte's audit plan for the audit of the Fiscal Year 2009 financial statements. Mr. Jones described Deloitte's approach which focuses on risks associated with the System. He also discussed new auditing standards established by the Government Accounting Standards Board.

## **Review of Annual Agency Financial Integrity Compliance Statements of the New York City Municipal Water Finance Authority and the New York City Water Board**

The next item on the agenda was the annual review of the Financial Integrity Compliance Statements. Michele Levine, Comptroller of the Authority, described the statements and explained that the Committee is required to review and evaluate the statements annually pursuant to the City Comptroller's Directive 22. A brief discussion ensued. There being no further discussion, upon motion duly made and seconded, the following resolution was unanimously adopted.

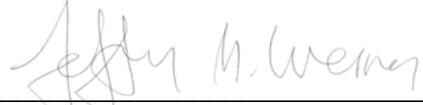
**WHEREAS**, pursuant to section 6.1(5) of Directive 22 of the Office of the Comptroller of the City of New York (the "Comptroller"), the joint Audit Committee of the New York City Municipal Water Finance Authority (the "Authority") and the New York City Water Board (the "Water Board") is required to review and evaluate the annual Financial Integrity Statements of the Authority and Water Board, as required by Section 7.0 of Directive 22 and the Comptroller's Directive 1; and

**WHEREAS**, the Audit Committee has reviewed and evaluated the Financial Integrity Statements of the Authority and Water Board; it is hereby

**RESOLVED**, that the Audit Committee finds the Financial Integrity Statements of the Authority and Water Board to be satisfactory and complete.

**Adjournment**

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



Assistant Secretary of the Authority



Secretary of the Water Board