

**NEW YORK CITY MUNICIPAL WATER
FINANCE AUTHORITY
FINANCE COMMITTEE**

A meeting of the Finance Committee (the “Committee”) of the New York City Municipal Water Finance Authority (the “Authority”) was held at 75 Park Place, Room 6M4, New York, N.Y. 10007 at 5:00 p.m. on June 14, 2011.

The following Directors were present:

Mark Page;

Richard Carroll (by designation of Authority Director David M. Frankel);

Venetia Lannon (by designation of Authority Director Joseph Martens);

Steve Lawitts (by designation of Authority Director Cas Holloway); and

Marc Shaw;

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

Approval of Meeting of May 31, 2011

The first item on the agenda was approval of the minutes of the meeting of May 31, 2011. There being no discussion, upon motion duly made and seconded, the following resolution was unanimously adopted:

WHEREAS, the Finance Committee of the New York City Municipal Water Finance Authority has reviewed the minutes of the previous meeting of the Finance Committee held on May 31, 2011; it is therefore

RESOLVED, that the minutes of the Finance Committee meeting of May 31, 2011 be, and they hereby are, approved.

Approval of Supplemental Resolution Amending General Resolution Supplemental Resolutions

The next item on the agenda was the recommendation to the Board of Directors to approve a Supplemental Resolution amending Supplemental Resolutions to the Authority's General Revenue Bond Resolution adopted prior to March 8, 2008, containing provisions for variable rate bonds. Mr. Page explained that the Supplemental Resolution would amend the provisions relating to variable rate demand obligation bonds to provide that bonds tendered for purchase by a bondholder which are not purchased because of the failure to purchase by the liquidity provider would continue to be held by the tendering bondholder but would bear interest from the tender date at the maximum rate. This is the rate which the Authority would otherwise pay to the liquidity provider if the liquidity provider purchased the bond from the tendering bondholder in accordance with the terms of the liquidity facility. There being no discussion, upon motion duly made and seconded, the following resolution was unanimously adopted:

WHEREAS, pursuant to the New York Public Authorities Law, the Finance Committee of the New York City Municipal Water Finance Authority (the "Authority") is charged with reviewing proposals concerning the level of debt and the nature of debt issued by the Authority and making recommendations to the Board; and

WHEREAS, the Finance Committee has received and reviewed a proposal for the amendment of Supplemental Resolutions Adopted Before March 8, 2008 Containing Provisions for Variable Rate Bonds Pursuant to the New York City Municipal Water Finance Authority's General Resolution and finds the amendment to be prudent; it is therefore

RESOLVED, that the Finance Committee recommends to the Board the approval of the Supplemental Resolution Amending Supplemental Resolutions Adopted Before March 8, 2008 Containing Provisions for Variable Rate Bonds Pursuant to the New York City Municipal Water Finance Authority's General Resolution.

Approval of Supplemental Resolution Amending Second General Resolution Supplemental Resolutions

The next item on the agenda was the recommendation to the Board of Directors to approve a Supplemental Resolution amending Supplemental Resolutions to the Authority's Second General Revenue Bond Resolution adopted prior to July 14, 2008, containing provisions for variable rate bonds. Mr. Page explained that the Supplemental Resolution would amend the provisions relating to variable rate demand obligation bonds to provide that bonds tendered for purchase by a bondholder which are not purchased because of the failure to purchase by the liquidity provider would continue to be held by the tendering bondholder but would bear interest from the tender date at the maximum rate. This is the rate which the Authority would otherwise pay to the liquidity provider if the liquidity provider purchased the bond from the tendering bondholder in accordance with the terms of the liquidity facility. There being no discussion, upon motion duly made and seconded, the following resolution was unanimously adopted:

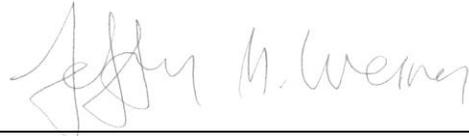
WHEREAS, pursuant to the New York Public Authorities Law, the Finance Committee of the New York City Municipal Water Finance Authority (the "Authority") is charged with reviewing proposals concerning the level of debt and the nature of debt issued by the Authority and making recommendations to the Board; and

WHEREAS, the Finance Committee has received and reviewed a proposal for the amendment of Supplemental Resolutions Adopted Before July 14, 2008 Containing Provisions for Variable Rate Bonds Pursuant to the New York City Municipal Water Finance Authority's Second General Resolution and finds the amendment to be prudent; it is therefore

RESOLVED, that the Finance Committee recommends to the Board the approval of the Supplemental Resolution Amending Supplemental Resolutions Adopted Before July 14, 2008 Containing Provisions for Variable Rate Bonds Pursuant to the New York City Municipal Water Finance Authority's Second General Resolution.

Adjournment

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



ASSISTANT SECRETARY