

MINUTES OF THE REGULAR MEETING OF THE
NEW YORK STATE BRIDGE AUTHORITY

HELD AT HEADQUARTERS, HIGHLAND, N.Y. ON
NOVEMBER 16, 2006

Business agenda documents/reports are mailed to the Board Members and General Counsel one week prior to the meeting.
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IN ATTENDANCE:

BOARD MEMBERS:

Sproat, James P., Chairman
Dressel, Roderick O., Vice Chairman
Carter, Robert P., Commissioner
Madison, Thomas J., Commissioner
Paradies, Walter A., Commissioner
Teator, David A., Commissioner

Whitbeck, Carl W., Esq., Counsel

OFFICERS:

Sinnott, George C., Secretary
Bresnan, James J., Assistant Secretary
Sewell, John R., Treasurer

Chairman Sproat called to order the regular meeting at 3:00 PM and welcomed all to the meeting. Mr. Moreau introduced Joseph Bertolozzi, a composer from Beacon. Mr. Bertolozzi, recorded percussion sounds on the Mid-Hudson Bridge and today handed out a CD of those to the Board. Mr. Bertolozzi, in 2009, hopes to assemble a team of 16 percussionists to "play" the bridge as part of New York State's 400th anniversary celebration of Henry Hudson's sail up the river; Samuel de Champlain's exploration of the lake; and the 200th anniversary of Robert Fulton's maiden steamboat journey up the Hudson. All three will be celebrated in 2009 by the

Hudson-Fulton-Champlain Quadricentennial Commission, based in Albany, with events slated from New York City to Albany. Bertolozzi's plan would let the public experience his event through speaker and video screens at Waryas Park in Poughkeepsie. With the library of recorded bridge sounds he assembles, Bertolozzi will piece together, or compose, a song. He will use that composition to further propose his Mid-Hudson Bridge percussion plan to the Commission and potential corporate sponsors. Permission allowing Bertolozzi to proceed was given at the Board's October Meeting and a "Letter of Intent" was issued to Mr. Bertolozzi by General Counsel's office. At the conclusion of this presentation, Chairman Sproat thanked Mr. Bertolozzi.

Chairman Sproat stated that if there were no questions or comments he would like a motion to adopt the minutes of the October 19, 2006 regular meeting. On motion of Commissioner Paradies, seconded by Vice Chairman Dressel, the minutes of the October 19, 2006 regular meeting were adopted unanimously. Chairman Sproat stated the next order of business would be Administration.

ADMINISTRATION:1) NYS Office of General Services (OGS) Diesel Fuel Contract

Mr. Russo presented the fuel contract and stated that the contract was purchased through regional, vendors negotiated by the OGS and that the Authority's estimated expenditure was based on what the Authority thought it would be using. The unit price of the award varies by delivery location and is adjusted daily by market changes as negotiated by OGS and defined in the contracts. The term of the contract is one year beginning September 19, 2006 through August 16, 2007 and the Authority's estimated expenditure for diesel fuel during the term of the contract is \$66,507. Commissioner Teator asked why the contract was backdated to September and Mr. Russo explained that this was typical in the OGS negotiation process and that the unit price negotiated was retroactive as of the September's date. After a brief discussion and on motion of Vice Chairman Dressel, seconded by Commissioner Paradies, the following resolution was adopted unanimously:

NEW YORK STATE BRIDGE AUTHORITY**BOARD RESOLUTION**Resolution No.: 006-112Resolution Date: November 16, 2006

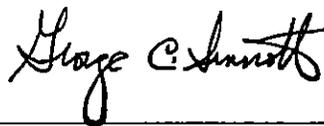
WHEREAS, the Board has established that it is necessary to procure fuel products to maintain its facilities and operate its equipment; and

WHEREAS, the Authority has the opportunity to participate in the use of contracts negotiated by the NYS Office of General Services (OGS) for the procurement of fuel at bulk quantity rates for all agencies and authorities; now therefore

BE IT RESOLVED the Authority hereby adopts the NYS OGS Diesel Fuel contract and the terms and conditions defined therein for the procurement of diesel fuel for the period September 19, 2006 through August 16, 2007, and authorizes the procurement of fuel from Warex Terminals Corp. of Newburgh, NY, as needed at the daily unit prices as calculated in accordance with the contracts; and

BE IT FURTHER RESOLVED that the Executive Director, or his designee, is hereby authorized and directed to take the necessary measures to implement this resolution.

IN WITNESS WHEREOF, this resolution has been duly adopted this 16th day of November 2006.



George C Sinnott, Secretary

2) AS400 Hardware/Software Maintenance

Mr. Russo presented the maintenance agreements for the IBM iSeries AS/400. The quotes were provided through an OGS contract. The hardware quote of \$19,877.87 and software quote of \$11,001.97 represent the OGS contract prices available to the Authority over a three year renewal period. In addition to locking in the prices for three years, this renewal option provides the Authority with an approximate 8% discount from the current one year renewal option making it very worthwhile for the Authority to lock in for the three years. After a brief discussion, and on motion of Commissioner Paradies, seconded by Vice Chairman Dressel, the following resolutions were adopted unanimously:

NEW YORK STATE BRIDGE AUTHORITY

BOARD RESOLUTION

Resolution No.: 006-113

Resolution Date: November 16, 2006

WHEREAS, the Board has been presented with a quotation for the renewal of a three year hardware maintenance agreement for its IBM iSeries computer system running our business applications from SCS, Inc at a cost of \$19,877.87; and

WHEREAS, the Authority agrees that it is necessary to procure this hardware protection;
now therefore

BE IT RESOLVED that a purchase order be issued to SCS, Inc. as the New York State Office of General Services authorized IBM reseller for this service in the amount of \$19,877.87 for the three year period ending November 20, 2009; and

BE IT FURTHER RESOLVED that the Executive Director, or his designee, is hereby authorized and directed to take the necessary measures to implement this resolution.

IN WITNESS WHEREOF, this resolution has been duly adopted this 16th day of November 2006.



George C Sinnott, Secretary

NEW YORK STATE BRIDGE AUTHORITY

BOARD RESOLUTION

Resolution No.: 006-114

Resolution Date: November 16, 2006

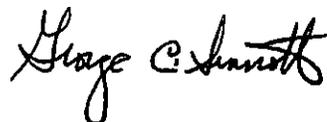
WHEREAS, the Board has been presented with a quotation for the renewal of a three year software maintenance agreement for its IBM iSeries computer operating system software from SCS, Inc at a cost of \$11,001.97; and

WHEREAS, the Authority agrees that it is necessary to procure this software protection to include problem resolution, updates and upgrades; now therefore

BE IT RESOLVED that a purchase order be issued to SCS, Inc. as the New York State Office of General Services authorized IBM reseller for this service in the amount of \$11,001.97 for the three year period ending November 20, 2009; and

BE IT FURTHER RESOLVED that the Executive Director, or his designee, is hereby authorized and directed to take the necessary measures to implement this resolution.

IN WITNESS WHEREOF, this resolution has been duly adopted this 16th day of November 2006.



George C Sinnott, Secretary

ENGINEERING AND MAINTENANCE:

1) Town of Lloyd Water and Sewer Agreements

Chairman Sproat stated that Mr. Sewell had provided a cost benefit analysis depicting the on-site cost of these services (\$934,000.00) and the municipal cost by the town (\$767,000.00). Mr. Sinnott felt that major environmental concerns would be eliminated by going with the municipal water and sewer agreements. Mr. Moreau was asked about the annual fee going up and he stated that currently, the annual water user fee will be \$8,000 plus \$4.25 per 1,000 gallons. Mr. Moreau further stated that the annual \$8,000 cost over a 30 year period could rise to \$19,000. After a lengthy discussion involving the pros and cons of municipal vs. the Authority's operating costs, Chairman Sproat made a motion that the Authority go forward with the resolution and General Counsel will proceed to fine tune the municipal agreements as discussed with the Board and meet with the Town of Lloyd with the amended agreements. The amended agreements would then be discussed with the Board and voted upon at a subsequent meeting. This motion was seconded by Vice Chairman Dressel and adopted unanimously:

NEW YORK STATE BRIDGE AUTHORITY

BOARD RESOLUTION

Resolution No.: 006-115

Resolution Date: November 16, 2006

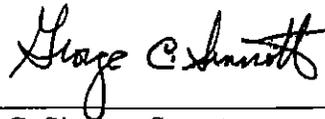
WHEREAS, the Board has reviewed the needs for water and sewer at the Mid-Hudson Bridge campus; and

WHEREAS, Carl Whitbeck has drafted two independent municipal agreements with the Town of Lloyd to provide water and sewer services; and

BE IT RESOLVED that General Counsel will proceed to fine tune the municipal agreements as discussed with the Board and meet with the Town of Lloyd with the amended agreements. The amended agreements would then be discussed with the Board and voted upon at a subsequent meeting; and

BE IT FURTHER RESOLVED that the Executive Director, or his designee, is hereby authorized and directed to execute said municipal water and sewer agreements and to take the necessary measures to implement this resolution.

IN WITNESS WHEREOF, this resolution has been duly adopted this 16^h day of November 2006.



George C. Sinnott, Secretary

2) Mid-Hudson Bridge Maintenance Building (BA2003-RE-114-CM)

Mr. Moreau stated that five bidders provided a bid in response to the project advertisement and that the lowest bid came in over the Authority's estimated cost for this project. After a lengthy discussion on how costs could be reduced further for this project, a motion was called to reject all bids, modify the project and then contact all bidders with these modifications to have them bid again. On motion of Commissioner Teator, seconded by Commissioner Paradies, the motion to reject all bids was carried unanimously. As a result of this motion, the maintenance building design support agreement was also tabled.

3) Kingston-Rhinecliff Bridge River Road Intersection Widening

Mr. Moreau presented the River Road Intersection Widening Project, stating that nine bidders provided a bid and that Kingston Equipment Rental, Inc. was the lowest bidder and came in at \$524,192.50. Mr. Moreau further stated that although they came in at \$24,192.50 over the estimated cost of \$500,000.00 they were within the 10% guidelines allowed for this type of bidding. After a brief discussion on the experience and qualifications of the low cost bidder, Chairman Sproat called for a motion to approve the resolution. On motion of Vice Chairman Dressel, seconded by Commissioner Carter, the following resolution was approved unanimously:

NEW YORK STATE BRIDGE AUTHORITY

BOARD RESOLUTION

Resolution No.: 006-116

Resolution Date: November 16, 2006

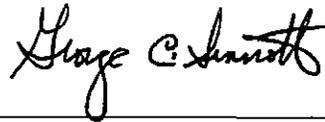
WHEREAS, bids were solicited through the New York State Contract Reporter for the contract entitled Kingston-Rhinecliff Bridge Route 199/River Road Intersection Widening (BA2006-RE-104-CM) and nine bids were received on November 9, 2006, the low bidder being the firm of Kingston Equipment Rental, Inc. at a bid of \$524,192.50; and

WHEREAS, an environmental review of this project has determined there is no significant negative impact; and

BE IT RESOLVED that a contract be awarded to Kingston Equipment Rental, Inc. of West Hurley, New York in the amount of \$524,192.50 pending the filing of proper certifications, and the receipt of bonding and insurance requirements; and

BE IT FURTHER RESOLVED that the Executive Director, or his designee, is hereby authorized and directed to take the necessary measures to implement this resolution.

IN WITNESS WHEREOF, this resolution has been duly adopted this 16th day of November, 2006.



George C. Sinnott, Secretary

4) Rip Van Winkle Bridge Superstructure Painting

Four bidders provided a bid in response to the project and Engineering recommends awarding the project to Ahern Painting Contractors, Inc., who submitted the low bid. Mr. Moreau stated that Ahern had worked with the Authority before and that the contractor will install a Class 1A containment structure for lead paint removal and repainting activities. Mr. Moreau further stated that a savings of \$60,000-\$75,000 has been realized because design documents had been done in-house. After a discussion took place between the Board and Mr. Moreau regarding when the project would start and the qualifications of the contractors, Chairman Sproat made a motion to approve the resolution, which was seconded by Commissioner Madison and adopted unanimously:

NEW YORK STATE BRIDGE AUTHORITY

BOARD RESOLUTION

Resolution No.: 006-117

Resolution Date: November 16, 2006

WHEREAS, bids were solicited through the New York State Contract Reporter for the contract entitled Rip Van Winkle Bridge "Superstructure Painting" (BA2006-RE-108-CM) and four bids were received on November 9, 2006, the low bidder being the firm of Ahern Painting Contractors, Inc. at a bid of \$9,723,000.00; and

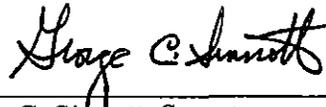
WHEREAS, an environmental review of this project has determined there is no significant negative impact; and

WHEREAS, Ahern Painting Contractors, Inc. has previously completed contracts with the Authority and after further review of the cost proposal by the Engineering Department, it is recommended that a contract be awarded to the firm of Ahern Painting Contractors, Inc.; now therefore

BE IT RESOLVED that a contract be awarded to Ahern Painting Contractors, Inc. of Woodside, New York in the amount of \$9,723,000.00 pending the filing of proper certifications, and the receipt of bonding and insurance requirements; and

BE IT FURTHER RESOLVED that the Executive Director, or his designee, is hereby authorized and directed to take the necessary measures to implement this resolution.

IN WITNESS WHEREOF, this resolution has been duly adopted this 16th day of November, 2006.



George C. Sinnott, Secretary

5) Rip Van Winkle Bridge Superstructure Painting Supervision

Mr. Moreau stated that all three firms had excellent experience. However, the individual qualifications of the personnel available for this assignment varied considerably and the proposed personnel by STV are not yet qualified under the required training regulations for lead abatement work. In addition, Mr. Moreau determined that their cost proposal was incomplete with respect to design review of the contractor's proposed scaffolding/containment, and home office support services. The remaining two proposers were evaluated with HAKS having an advantage in the overhead and overall cost categories. As such, Engineering recommends awarding the assignment to HAKS Engineers in the amount of \$629,000.00. Mr. Whitbeck stated that the qualification and price guidelines of a public works entity were subject to law. Vice Chairman Dressel asked how long was the job and Mr. Moreau stated two years with prep work beginning in April 2007 and the actual work starting in June 2007. Mr. Moreau was asked to define "paint inspector." Mr. Moreau stated that the "paint inspector" basically looks over the material purchased, inspects the structure after the old paint is blasted, inspects after the structure is primed and inspects after it is painted. Following a brief Q&A session, Chairman Sproat called for a motion to approve the resolution presented. On motion of Vice Chairman Dressel, seconded by Commissioner Paradies, the following resolution was adopted unanimously:

NEW YORK STATE BRIDGE AUTHORITY

BOARD RESOLUTION

Resolution No.: 006-118

Resolution Date: November 16, 2006

WHEREAS, the New York State Bridge Authority has determined that it is in the public interest to award a professional services agreement in connection with the "Rip Van Winkle Bridge "Superstructure Painting " project to be designated (BA2006-RE-108-SU); and

WHEREAS, the Authority advertised for Construction Inspection Services, BA2007-RE-XXX-SU, in the New York State Contract Reporter, and

WHEREAS, three firms were short-listed, and asked to prepare detailed cost proposals, and

WHEREAS, the Authority has determined that HAKS Engineers of New York, NY, is best qualified to provide the required professional services; and

WHEREAS, the Authority's Engineering Department has reviewed and approved the cost proposal; now therefore

BE IT RESOLVED that an agreement be awarded to HAKS Engineers of New York, NY in an amount not-to-exceed \$629,000.00; and

BE IT FURTHER RESOLVED that the Executive Director, or his designee, is hereby authorized and directed to take the necessary measures to implement this resolution.

IN WITNESS WHEREOF, this resolution has been duly adopted this 16th day of
November 2006.



George C. Sinnott, Secretary

6) NYS Department of Environmental Conservation (DEC) Storm Water Management Regulations (MS4)

Mr. Moreau presented the NYS DEC's Phase II Requirements for the NYS Storm Water Management Program in 2003. The requirements for erosion and sediment control during and after construction have changed dramatically along with reporting requirements documenting all existing storm water drains, culverts and out falls. General Counsel has reviewed the Authority's status as a public entity and suggested that the Authority consider teaming with the Department of Transportation (DOT) and/or the Thruway to comply with the regulations. Mr. Moreau stated the Authority's operation varies considerably from the DOT and accordingly have worked with consulting engineers to develop a more complete understanding of these regulations. The Authority is required to comply with these regulations and has hired the consultants to prepare the Notice of Intent (NOI) for Coverage under the NYS DEC Phase II State Pollutant Discharge Elimination System (SPDES) General Permit for MS4s, which will be signed by the Chairman, if approved. On motion of Commissioner Teator, seconded by Chairman Sproat, the following resolution was adopted unanimously:

NEW YORK STATE BRIDGE AUTHORITY

BOARD RESOLUTION

Resolution No.: 006-119

Resolution Date: November 16, 2006

WHEREAS, the Board has reviewed the NYS DEC Regulations on Storm Water Discharges from Small Municipal Separate Storm Sewer Systems; and;

WHEREAS, the Authority is required to comply with this regulation and has hired a Consultant to prepare the Notice of Intent (NOI); and

WHEREAS, the Authority's General Counsel and the Engineering and Maintenance Department have reviewed the NOI and are recommending it be filed; now therefore

BE IT RESOLVED that the Notice of Intent be filed on behalf of the Authority; and

BE IT FURTHER RESOLVED that the Chairman is hereby authorized and directed to take the necessary measures to implement this resolution.

IN WITNESS WHEREOF, this resolution has been duly adopted this 16th day of November 2006.



George C. Sinnott, Secretary

7) Ice Control Sand Purchase

Mr. Moreau stated that it is the time of year to purchase winter products for snow and ice control for the Authority's facilities and as such has placed advertisements in the NYS Contract Reporter for these products. Five bids were received for the ice control sand purchase and John P. Noto Trucking of Middletown, New York was chosen as the low bidder. On motion of Commissioner Paradies, seconded by Vice Chairman Dressel, the following resolution was adopted unanimously:

NEW YORK STATE BRIDGE AUTHORITY

BOARD RESOLUTION

Resolution No.: 006-120

Resolution Date: November 16, 2006

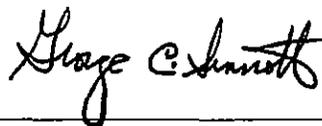
WHEREAS, the New York State Bridge Authority has determined that it is in the public interest to issue a purchase order to John P. Noto Trucking, Inc. for Ice Control Sand. The Ice Control Sand will be distributed to the Newburgh-Beacon bridge; and

WHEREAS, the Authority's Engineering Department has reviewed and approved their cost proposal; now therefore

BE IT RESOLVED that a purchase order be issued to John P. Noto Trucking, Inc. for Ice Control Sand not-to-exceed the cost of \$15,920.00; and

BE IT FURTHER RESOLVED that the Executive director, or his designee, is hereby authorized and directed to take the necessary measures to implement this resolution.

IN WITNESS WHEREOF, this resolution has been duly adopted this 16th day of November 2006.



George C. Sinnott, Secretary

8) Winter Salt Purchase

NYS Office of General Services (NYSOGS) has awarded procurement contracts for Ice Control Magic Salt. Mr. Moreau stated this product offers significant advantages over untreated road salt in the maintenance of the Authority's facilities. Accordingly, five purchase orders were prepared, one for each of the bridges to cover this winter's supply. On motion of Commissioner Carter, seconded by Vice Chairman Dressel, the following resolution was adopted unanimously:

NEW YORK STATE BRIDGE AUTHORITY

BOARD RESOLUTION

Resolution No.: 006-121

Resolution Date: November 16, 2006

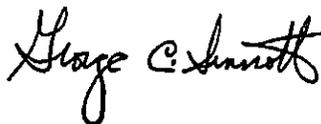
WHEREAS, the New York State Bridge Authority has determined that it is in the public interest to issue a purchase order to I.M.U.S. Incorporated for Ice Control Magic Salt to be distributed to the five bridge locations. I.M.U.S. Incorporated has been awarded the OGS contract for Ice Control Salt for these locations; and

WHEREAS, the Authority's Engineering Department has reviewed and approved their cost proposal; now therefore

BE IT RESOLVED that purchase orders be issued to I.M.U.S Incorporated for \$8,152.50 (Rip Van Winkle Bridge); \$21,090.00 (Kingston-Rhinecliff); \$37,560.00 (Newburgh-Beacon); \$19,684.00 (Mid-Hudson) and \$9,615.00 (Bear Mountain).

BE IT FURTHER RESOLVED that the Executive Director, or his designee, is hereby authorized and directed to take the necessary measures to implement this resolution.

IN WITNESS WHEREOF, this resolution has been duly adopted this 16th of November 2006.



George C. Sinnott, Secretary

9) Liquid Magnesium Chloride Purchase

NYS Office of General Services (NYSOGS) has awarded procurement contracts for liquid magnesium chloride. Accordingly, five purchase orders were prepared, one for each of the bridges to cover this winter's supply. On motion of Vice Chairman Dressel, seconded by Commissioner Paradies, the following resolution was adopted unanimously:

NEW YORK STATE BRIDGE AUTHORITY

BOARD RESOLUTION

Resolution No.: 006-122

Resolution Date: November 16, 2006

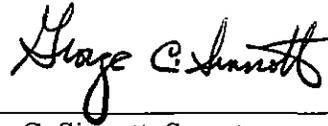
WHEREAS, the New York State Bridge Authority has determined that it is in the public interest to issue a purchase order to I.M.U.S. Incorporated for Liquid Magnesium Chloride to be distributed to the five bridge locations. I.M.U.S. Incorporated has been awarded the OGS contract for this product; and

WHEREAS, the Authority's Engineering Department has reviewed and approved their cost proposal; now therefore

BE IT RESOLVED that purchase orders be issued to I.M.U.S Incorporated for \$2,404.50 (Rip Van Winkle Bridge); \$2,754.50 (Kingston-Rhinecliff); \$3,935.00 (Newburgh-Beacon); \$2,754.50 (Mid-Hudson) and \$1,574.00 (Bear Mountain).

BE IT FURTHER RESOLVED that the Executive Director, or his designee, is hereby authorized and directed to take the necessary measures to implement this resolution.

IN WITNESS WHEREOF, this resolution has been duly adopted this 16th of November 2006.



George C. Sinnott, Secretary

10) Monthly Jobs In Progress Report – October 2006

Mr. Moreau presented the Engineering Jobs in Progress report for the month of October 2006 and stated that all projects were on schedule and/or under budget. He then asked if the Board had any questions. Mr. Moreau updated the Board on the Kingston deck repair project, which Mr. Moreau said was going very well. On motion of Commissioner Paradies, seconded by Chairman Sproat, the following resolution was adopted unanimously:

NEW YORK STATE BRIDGE AUTHORITY

BOARD RESOLUTION

Resolution No.: 006-123

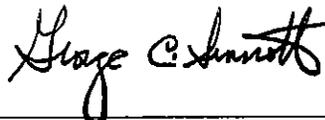
Resolution Date: November 16, 2006

WHEREAS, the Board has reviewed the monthly Engineering Progress Report on Capital Project Status; now therefore

BE IT RESOLVED that the Engineering Progress Report is accepted as an instrument documenting the Board's briefing of Capital Construction activities; and

BE IT FURTHER RESOLVED that the Executive Director, or his designee, is hereby authorized and directed to take the necessary measures to implement this resolution.

IN WITNESS WHEREOF, this resolution has been duly adopted this 16th day of November 2006.



George C. Sinnott, Secretary

FINANCIAL:1) Investment Report

Mr. Sewell presented the Investment Report for the month of October 2006. A brief discussion followed and on motion of Commissioner Teator, seconded by Chairman Sproat, the following resolution was adopted unanimously:

NEW YORK STATE BRIDGE AUTHORITYBOARD RESOLUTIONResolution No.: 006-124Resolution Date: November 16, 2006

WHEREAS, the investment control procedures for the New York State Bridge Authority provide that the Board shall review and approve the report of investment transactions completed since the meeting of the Board on October 19, 2006; now therefore

BE IT RESOLVED the New York State Bridge Authority does hereby concur with and approve the investment report as filed with this body on this date for the purpose noted; and

BE IT FURTHER RESOLVED that the Executive Director, or his designee, is hereby authorized and directed to take the necessary measures to implement this resolution.

IN WITNESS WHEREOF, this resolution has been duly adopted this 16th day of November 2006.



George C. Sinnott, Secretary

2) Annual Administrative Fees – Department of Civil Service

Since 1966, Section 11 of the Civil Service Law has allowed that department to charge public authorities for their fractional share of the expenses for the administration of the Civil Service Department. The Bridge Authority's expense for these services is \$34,383.96 for the year ended March 31, 2006 and Mr. Sewell recommends approval for this payment. After a brief discussion, Chairman Sproat called for a motion. On motion of Vice Chairman Dressel, seconded by Commissioner Paradies, the following resolution was adopted unanimously:

NEW YORK STATE BRIDGE AUTHORITY

BOARD RESOLUTION

Resolution No.: 006-125

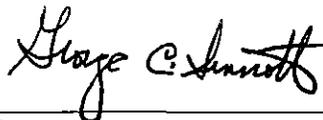
Resolution Date: November 16, 2006

WHEREAS the Board has reviewed the report relative to the payment of the Authority's share of the charges for the Administration of the Department of Civil Service as mandated by Civil Service Law; now therefore

BE IT RESOLVED, the New York State Bridge Authority does hereby approve the payment of \$34,383.96 to the Department of Civil Service for the Bridge Authority's share of these costs for the year ending March 31, 2006; and

BE IT FURTHER RESOLVED that the Executive Director, or his designee, is hereby authorized and directed to take the necessary measures to implement this resolution.

IN WITNESS WHEREOF, this resolution has been duly adopted this 16th day of
November 2006.



George C. Sinnott, Secretary

3) Independent Accountant Services – 2006 Financial Statements

Six responses for a three year contract for the subject services were received. Each proposal was reviewed and graded and these evaluations were presented to the Audit Committee. As a result of this review, Toski, Schaefer & Co. was ranked as the best proposal at a cost of \$16,900 for each of the three years 2006-2008, for a total of \$50,700. The Authority reserved the option to extend the contract for two additional one year periods at substantially the same terms. Commissioner Carter asked what are they going to be doing and Mr. Sewell stated that presently they would only be auditing the Authority's financial statements for 2006. Commissioner Paradies stated the Audit Committee had reviewed the evaluations and he was satisfied that the Toski firm offered the best proposal. Commissioner Teator felt that Pattison, Koskey, Howe & Bucci was more qualified as they had worked with the Authority in the past and were rated over the low bidder, Toski, Schaefer & Co., in the performance factor evaluation. This, he felt, was a more deciding factor than the money factor, \$50,700 for Toski and \$62,350 for Pattison, which was only an \$11,650 difference. Commissioner Madison stated that Toski had done professional services for the Department of Transportation and they had experienced no problem with Toski's performance. After further discussion, a motion was made to approve the resolution to award the contract to Toski, Schaefer & Co. On motion of Vice Chairman Dressel, seconded by Chairman Sproat, and approved by a majority vote the following resolution was adopted with Commissioner Teator opposing.

NEW YORK STATE BRIDGE AUTHORITY

BOARD RESOLUTION

Resolution No.: 006-126

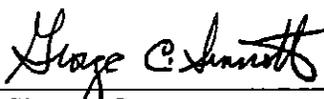
Resolution Date: November 16, 2006

WHEREAS, the Board has reviewed the report relative to the award of a contract for the Bridge Authority's 2006 Financial Statements Audit; now therefore

BE IT RESOLVED that a contract be awarded to Toski, Schaefer & Co., P.C. for such services at a not-to-exceed cost of \$16,900; and

BE IT FURTHER RESOLVED that the Executive Director, or his designee, is hereby authorized and directed to take the necessary measures to implement this resolution.

IN WITNESS WHEREOF, this resolution has been duly adopted this 16th day of November 2006.



George C. Sinnott Secretary

4) Miscellaneous Accountant Services Contract Renewal

In January 2004, as a result of a Request for Proposals (RFP), the Authority shortlisted three firms to provide these accountant services for a three year period and reserved the right to renew these services for two additional year one year periods. Mr. Sewell stated that the Authority contracted Pattison, Koskey, Howe and Bucci on two occasions subsequent to the RFP and has a high regard for their work product. As such, the Audit Committee is asking the Board to award a not-to-exceed fee of \$10,000 for any future services the Audit Committee may require of this firm. On motion of Vice Chairman Dressel, seconded by Commissioner Carter, the following resolution was adopted unanimously:

NEW YORK STATE BRIDGE AUTHORITY

BOARD RESOLUTION

Resolution No.: 006-127

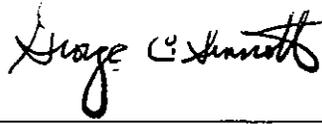
Resolution Date: November 16, 2006

WHEREAS, the Board has reviewed the report relative to the award of a contract for Miscellaneous Accountant Services; now therefore

BE IT RESOLVED that a not-to-exceed fee of \$10,000 be awarded for the performance of these services as needed by the firm of Pattison, Koskey Howe and Bucci, CPA's, P.C.; and

BE IT FURTHER RESOLVED that the Executive Director, or his designee, is hereby authorized and directed to take the necessary measures to implement this resolution.

IN WITNESS WHEREOF, this resolution has been duly adopted this 16th day of
November 2006.



George C. Sinnott, Secretary

5) Public Authority Budget and Financial Plan Adoption

Mr. Sewell stated that pursuant to the authority vested in the State Comptroller by Section 45 of Article 10 of the NYS Constitution, Article 9 of the Public Authorities Law and Section 8 (14) of the State Finance Law, the State Comptroller adopted Regulation 2 NYCRR Part 203 requiring authorities to develop a four year budget and financial plan. The Authority's submission includes the Budget and Financial Plan 2007-2010 including text; the audited financial performance for 2005 and the change in estimates for the previously approved 2006 budget; and the condensed budgeted revenues, expenditures and changes in current net assets. He further indicated that this submission requires the Board's approval. After a brief discussion and on motion of Chairman Sproat, seconded by Vice Chairman Dressel, the following resolution was approved unanimously:

NEW YORK STATE BRIDGE AUTHORITY

BOARD RESOLUTION

Resolution No.: 006-128

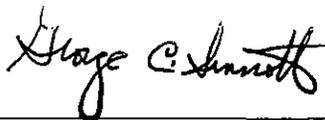
Resolution Date: November 16, 2006

WHEREAS, Regulation 2 NYCRR Part 203 requires that budget and financial plan information for fiscal years 2007 through 2010 be prepared, approved, and forwarded in report form to the Office of the State Comptroller; now therefore

BE IT RESOLVED, that the Authority hereby approves the proposed budget and financial plan information; and

BE IT FURTHER RESOLVED that the Executive Director, or his designee, is hereby authorized and directed to take the necessary measures to implement this resolution.

IN WITNESS WHEREOF, this resolution has been duly adopted this 16th day of November 2006.



George C. Sinnott, Secretary

6) Bridge Property Damage and Loss of Revenue Insurance Renewal

The subject insurance, at the current annual cost of \$993,000 excluding taxes, covers property damage from abutment to abutment on the six superstructures, as well as ancillary bridges or overpasses at the Mid-Hudson and Newburgh-Beacon facilities. Also under the \$380 million coverage is two years loss of revenue as a result of any bridge damage. The Authority' property values and revenues combined to increase 3.5 percent as of January 1, 2007 and will total \$1.28 billion for the renewal policy. Placement of this specialty insurance has always involved solicitations in what is an extremely limited market. In the five years since the events of September 11, 2001, the Authority has received viable quotes from only one company other than the consortium that currently provides the coverage. The Request for Proposals (RFP) for the February 14, 2006 placement of this insurance provided for renewal if the carriers offered a policy at substantially the same terms and rates. Authority broker, Risk Strategies Company Inc. (RSI), accessed these companies and they have offered the same policy at what amounts to a 10.2% reduction in the premium. William Dobson of RSI, has provided documentation (see attachment from the meeting, which Mr. Sewell presented) on his efforts to secure this coverage in a detailed summary that serves to explain the difficulty in placing this insurance. As indicated in his report, this is not a typical expiration and renewal but rather a December 1, 2006 cancellation of the current coverage and the purchase of a thirteen month policy expiring January 1, 2008. The Authority would receive a full pro rata refund on the 2-½ months left on the cancelled policy. The new policy gives the Authority a \$113,000 reduction in cost as it provides thirteen months of coverage for the same price as the current twelve month policy. Additionally, the Authority would not be charged for the 3.5% increase in its property values. Mr. Sewell spoke with his

counterpart at the Thruway where they are beginning the process of renewing the Tappan Zee Bridge policy and they were told to expect, at a minimum, a 5% increase in rates. In comparing their current policy to the Authority's, the Thruway has \$450 million of coverage at a cost of \$2.1 million. Mr. Sewell indicated he believes this is a sound proposal offering a reduction in cost in a market that was tested through a RFP process just nine months ago. Additionally, the past five years, the last three of which the Authority solicited Request for Proposals (RFP), have produced one viable quote beyond those of the current insurers. The combination of an essentially unregulated insurance market, niche coverages such as bridges and high profile assets in an uncertain world, make the Authority a captive market with little leverage to lower premiums other than reducing coverages. Another RFP is virtually certain to result in increased premiums paid to the same insurance companies. After a brief Q&A session Chairman Sproat called for a motion to approve the resolution and the savings of \$113,000. On motion of Commissioner Carter, seconded by Commissioner Paradies, the following resolution was adopted unanimously:

NEW YORK STATE BRIDGE AUTHORITY

BOARD RESOLUTION

Resolution No.: 006-129

Resolution Date: November 16, 2006

WHEREAS the Board has reviewed the report relative to the December 1, 2006 cancellation of the current policy for Bridge Property Damage and Loss of Revenue Insurance and the purchase of an identical policy expiring December 31, 2007; now therefore

BE IT RESOLVED that the purchase of this thirteen month policy through Risk Strategies Company, Inc., is hereby approved at a cost not-to-exceed cost of \$1,006,319; and

BE IT FURTHER RESOLVED that the Executive Director, or his designee, is hereby authorized and directed to take the necessary measures to implement this resolution.

IN WITNESS WHEREOF, this resolution has been duly adopted this 16th day of November 2006.



George C. Simmott, Secretary

7) Accident Committee Report – 3Q06

Mr. Sewell presented the Accident Report for the third quarter of 2006 stating there were 47 accidents on Authority facilities compared with 74 the previous year. The Accident Review Committee investigated three incidents which involved Authority personnel and in which there was liability on the part of the Authority and Mr. Sewell briefed the Board on the specifics of these incidents. Chairman Sproat thanked Mr. Sewell for the information presented.

REPORTS TO THE BOARD:

1) Monthly Activity Report of the Executive Director

The Monthly Activity Report for October was submitted by the Executive Director. Mr. Sinnott stated that there were no expenditures to report for the month of October.

PRESENTATIONS TO THE BOARD:

1) Bridge Music

Presented to the Board at the beginning of the meeting (see pages 1-2 of the minutes).

Chairman Sproat called for a motion to adjourn the regular meeting and begin the Attorney/Client Session. On motion of Commissioner Paradies, seconded by Vice Chairman Dressel, the regular meeting adjourned at 4:50 P.M.

The next regular meeting is scheduled for December 21, 2006 at 3:00 P.M. at Headquarters.