The results of the Board adopted performance measurements for the year ended December 31, 2010 are as follows:

1. (A) Independent Auditors’ annual report of compliance with the General Revenue Bond Resolution.

The Authority received compliance letter from our auditors Toski, Schaefer, and Co., P.C. and this report can be found in the 2010 Annual Investment Report to the Board.

(B) Affirmation of credit ratings from bond ratings firms.

In 2010 Standard & Poor’s affirmed the Authority’s rating of AA-. Moody’s last reviewed the Authority in 2009 and will review the Authority in 2011.

2. (A) Consulting engineers’ biennial and maintenance inspection reports.

Biennial reports were completed for 2010 on RIP Van Winkle, Bear Mountain, and Mid-Hudson Bridges. Maintenance inspection reports were prepared for Newburgh-Beacon and Kingston-Rhinecliff Bridges.

(B) Bridge System Assessments section of the annual year end audited financial statements describing continuance of the level 5 condition for all infrastructure bridges.

Confirmation is included on page 26 of the Annual Report for 2010.

3. Various reports related to review, approval and monitoring of the Operating and Capital Improvement budgets by management, the finance committee and the Authority Board allow for the moderation of controllable expenses throughout the year.

The Authority Board and Committees (where applicable) have been provided, reviewed, and adopted the Monthly Investment reports, Budget Plans, and Annual Reports for 2010.

4. (A) Regular updates to the Authority’s business plan, which extends through 2020, provide not only an analysis of projected revenue, expenses and capital surplus funds, but also a means of monitoring these numbers and making the necessary adjustments to keep tolls at the lowest possible rates.

The Board approved the 2011-2020 Plan during consideration of the 2011-2014 Operating Plan.
(B) Annual budget reporting mandated by the Bond Resolution requires monitoring of revenues and expenses in order to meet a net revenue requirement thereby avoiding adjustments to toll revenues.

The Debt Coverage Ratio specified in the Bond Resolution is 1.75 (Operating Income to Debt Service), the 2010 Debt Coverage is 1.83.