

**MINUTES OF MEETING OF THE AUDIT COMMITTEE OF THE
HUDSON YARDS DEVELOPMENT CORPORATION
June 27, 2007**

A meeting of the Audit Committee of the Hudson Yards Development Corporation (the "Corporation") was held on June 27, 2007 at 12:30 in the 7th floor Conference Room at the New York City Office of Management and Budget at 75 Park Place, New York, New York.

Five Directors and Alternate Directors were present, constituting a quorum.

Directors:

Mark Page, Director, New York City Office of Management and Budget

Alternate Directors:

Caswell Holloway, Deputy Mayor for Administration for the City of New York

Danielle DeCerbo, New York City Council

Seth Pinsky, New York City Economic Development Corporation

Carol Kostik, Office of the Comptroller for the City of New York

Acquisition of New Accounting Software System

Dena Linn Chen, HYDC's Vice President for Operations, indicated that HYDC is acquiring a new accounting software system, Accufund, to replace the system that HYDC had been using through the New York City Economic Development Corporation (EDC). She explained that the new system is more cost effective and is better suited to HYDC's needs.

Recommendation to Engage Deloitte & Touche

Ms. Chen indicated that HYDC had issued a Request for Proposals for Audit Services and had selected Deloitte & Touche's proposal as the most advantageous to HYDC.

Upon motion duly made and seconded, the following Resolution was adopted:

RESOLVED, that the Audit Committee recommends that the Board of Directors authorize the engagement of Deloitte & Touche, LLP to provide audit and related services for the Hudson Yards Development Corporation for its fiscal years 2007 through 2009, with an HYDC option for fiscal year 2010, for an amount not to exceed \$105,050.

Work Plan for Fiscal Year 2007 Audit

Glenn Friedrich of Deloitte & Touche presented their work plan for their audit of HYDC's financial statements for Fiscal Year 2007.

Adjournment

There being no further business, the meeting was adjourned.