

HUDSON RIVER-BLACK RIVER REGULATING DISTRICT

ANNUAL REPORT OF PROMPT PAYMENT POLICY

For Period Ending June 30, 2009

The District's Prompt Payment Policy for the above-referenced period, a copy of which is annexed, applied to construction & rehabilitation contracts, purchase contracts, service contracts and consulting contracts.

With respect to the types or categories of contracts enumerated above, all payments were made to all contractors within 30 days after submission of voucher and therefore no interest accrued pursuant to Paragraph VI of the District's Rules and Regulations detailing the District's Prompt Payment Policy pursuant to Section 2880 of the Public Authorities Law.