

Addendum No. 1

December 9, 2005

**Lower Manhattan Development Corporation Request for Proposals for
Accounting and Auditing Services (LMDC- 54)**

Acknowledgement of the Addendum

Please acknowledge receipt of this addendum in your proposal submission.

Questions and Responses

Question 1. If there is a prior audit report, may we have a copy?

A copy of our financial reports as of March 31, 2004 has been added as an attachment to the RFP located on our website: www.renewnyc.com.

Question 2. Will there be a conference for discussion?

No, we will not be conducting a pre-bid conference.

Question 3. For the proposal, do you need a per hour rate quote (\$ xx/hour) or a lump sum amount (\$ xxx) quote?

Please refer to Section III.C. Fee of the RFP.

Question 4. Section III of the RFP (SUBMISSION REQUIREMENTS) allows us to provide “work samples” as part of the appendices to be submitted, are you looking copies of reports we issued (with names of our client’s stricken out)?

Work samples should be submitted based on what you deem appropriate and relevant for your proposal.

Question 5. Is this the first time that LMDC is having its own separate audit? If not, how much was the audit fee for the fiscal year ended March 31, 2005?

This is not the first time the LMDC has had a separate audit. Audit fee information for the fiscal year ended March 31, 2005 is not available at this time.

Question 6. We understand that LMDC’s financial information is reported as part of ESDC. Is it possible to obtain a copy of LMDC’s budget for the FY ending March 31, 2006, just so we can have an idea of the level of operations for the year we are proposing for?

We cannot provide a copy of our budget at this time, however please refer to our website www.renewnyc.com for a list of funding initiatives and partial action plans outlining the proposed expenditures.

Question 7. In section II paragraph 4 you mention the external auditor shall attest to and report on such assessment and the audit committee shall review and approve such report. What type of attestation does this refer to?

We are requesting that the external auditor provide an opinion on the adequacy and effectiveness of internal controls over financial reporting.

Question 8. What is the timing of the engagement? When would you expect to have the financial statements issued?

The engagement shall begin immediately after the selection of a firm. Timing of financial statement issuance has not been determined.

Question 9. Have you made material changes to the contracts in effect from the time of the last audit?

Please refer to our website www.renewnyc.com which provides complete information about the ongoing activities of the LMDC, and in particular, the minutes from our board of directors meetings.