

Lower Manhattan Development Corporation

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended March 31, 2004

<u>Federal Grantor/Program</u>	<u>Federal CFDA Number</u>	<u>Federal Expenditures</u>
U.S. Department of Housing and Urban Development:		
Community Development Block Grants:		
Residential Grant Program	14.228	\$112,000,674
Business Recovery Grant Program	14.228	70,643,283
Employee Training Assistance Program	14.228	200,014
Job Creation and Retention Grant Program	14.228	39,487,770
Utility Restoration and Infrastructure Rebuild Grant Program	14.228	45,489,325
Disproportionate Loss of Workforce Grant Program	14.228	30,491,810
West Street Pedestrian Crossings Program	14.228	5,815,972
Lower Manhattan Communication Outreach Program	14.228	380,000
Heritage and History Program	14.228	36,539
Planning and administrative	14.228	<u>21,803,131</u>
Total U.S. Department of Housing and Urban Development and total expenditures of Federal awards		<u>\$326,348,518</u>

The accompanying notes to schedule of expenditures of Federal awards should be read in conjunction with this schedule.

Lower Manhattan Development Corporation

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended March 31, 2004

NOTE A - BASIS OF PRESENTATION

The accompanying schedule of expenditures of Federal awards includes the Federal grant activity of Lower Manhattan Development Corporation (the "Corporation") and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE B - SUBRECIPIENTS

Of the Federal expenditures presented in the accompanying schedule of expenditures of Federal awards, the Corporation provided Federal awards to subrecipients as follows:

<u>Subrecipient Name/Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount Provided to Subrecipients</u>
New York State Urban Development Corporation		
Business Recovery Grant Program	14.228	\$ 70,643,283
Employee Training Assistance Program	14.228	200,014
Job Creation and Retention Grant Program	14.228	39,487,770
Utility Restoration and Infrastructure Rebuild Grant Program	14.228	45,489,325
Disproportionate Loss of Workforce Grant Program	14.228	<u>30,491,810</u>
		186,312,202
New York State Department of Transportation		
West Street Pedestrian Crossings Program	14.228	<u>5,815,972</u>
Total		<u>\$192,128,174</u>

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS

For the Year Ended March 31, 2004

I. Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: **Unqualified**

Internal control over financial reporting:

- Material weakness identified? **No**
- Reportable condition identified not considered to be a material weakness? **None reported**

Noncompliance material to financial statements noted? **No**

Federal Awards

Internal control over major programs:

- Material weakness identified? **No**
- Reportable condition identified not considered to be a material weakness? **None reported**

Type of auditor's report issued on compliance for major programs: **Unqualified**

Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section 510(a)? **No**

Identification of major program:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
14.228	Community Development Block Grants

Dollar threshold used to distinguish between type A and type B programs: **\$3,000,000**

Auditee qualified as low-risk auditee? **Yes**

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SCHEDULE OF FINDINGS AND QUESTIONED COSTS (continued)

For the Year Ended March 31, 2004

II. Financial Statement Findings

None noted

III. Federal Award Findings and Questioned Costs

None noted