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AMENDMENT NUMBER #2
May 7, 2009

STATE OF NEW MEXICO
ENVIRONMENT DEPARTMENT
ADMINISTRATIVE SERVICES DIVISION

AUDIT SERVICES FOR FY09

RFP No. 90-667-00-00005

Dear Proponents,

This is to notify all potential Offerors that the New Mexico Environment Department is issuing the following amendment with regards to questions posed in reference to RFP No. 90-667-00-00005 Audit Services for FY09. This amendment is issued to reflect the following immediately:

Responses by NMED

Q#	Questions	Answers
Q.1.	In preparing the financial statements for the clean water and annual audit report, please describe in detail the assistance management will provide.	Management will provide access to staff and supporting documentation for the Clean Water State Revolving Fund (CWSRF) and the overall financial statement.
Q.2.	What is your preferred timing for the auditor to perform interim audit procedures before year end and the audit procedures after year-end?	Preliminary/ interim work may begin August 2009 for the CWSRF and in September 2009 for the remainder of Agency.
Q.3.	What date would you like the 6.30.09 audit report to be submitted to the State Auditor's Office by?	The final copy of the completed audit report is due December 15, 2009. However, the Department would like to complete the audit report by December 11, 2009.
Q.4.	Can you tell us the approximate number of hours that the auditors worked on the 6.30.08 audit?	The actual amount of hours the IPA spent on NMED's FY08 audit was not captured.
Q.5.	How can we obtain a copy of the 2008 Clean Water audit report?	Contingent upon approval by the Office of the State Auditor, the 2008 CWSRF audit report can be provided.
Q.6.	In addition to the Clean Water federal program can you please list the federal programs by name and estimated expenditures through 6.30.09 that are expected to individually exceed \$500,000 in 2009?	NMED does not anticipate any additional single audits in FY09. Additional information can be obtained in the FY07 audit, which is available upon request.
Q.7.	Please describe what new federal programs will be added	There were no new federal programs added to

	by 6.30.09 (if any).	NMED's operations in FY09.
Q.8.	Please describe how many new funds will be added to the June 30, 2009 financial statements.	There were no new funds added to NMED's operations in FY09.
Q.9.	Are you aware of any need for restatements to the prior year financial statements?	The Department anticipates some restatement of its Severance Tax Bonds for FY09. The guidance of restatement will be provided by DFA/BOF and STO.
Q.10.	Per review of the State Auditor Website, the 6.30.08 draft financial statements have not been recorded by the State Auditor as turned in. a. If the State Auditor's website is correct, what caused the audit to be late? b. When will the 6.30.08 financial statements be turned in by? c. How can we obtain a draft or a final version of the audit 6.30.08 audit report?	a. The FY08 audit was delayed due in part by restatement of the STB's, critical staff turn-over at the IPA and reconciling items with SHARE. b. The FY08 audit report is scheduled to be delivered to the OSA, no later the May 22, 2009. c. Contingent upon approval by the Office of the State Auditor, the 2008 agency audit report can be provided.
Q.11.	Are there any lawsuits against the Environment Department? If so, please describe what you believe to be the potential exposure to the Environment Department.	Yes. Any potential exposure the Department may have in litigation is confidential information that will be shared only with the selected Offeror and the State Auditor.
Q.12.	Could you please email us a PDF copy of the Agency's most recent financial statement or direct me where I can obtain one.	Contingent upon approval by the Office of the State Auditor, the 2008 audit report can be provided

Please add this Amendment #2 to the original proposal documents and refer to RFP documents, hereto as such. This and all subsequent amendments will become part of any resulting contract documents and have effects as if original issued. All other unaffected sections will have their original interpretation and remain in full force and effect.

If there are any questions or inquiries in relation to this Amendment No. 2 interested Offerors may contact Randy Herrera, Procurement Manager at (505) 827-2615 or by email at randy.herrera@state.nm.us