



**ADDENDUM NO. 1
Issued May 29, 2008**

TO

**REQUEST FOR PROPOSALS
FOR
PROJECT FINANCE BANKING SERVICES
(RFP Number FY08-FA-002)
(RFP Issued May 12, 2008)**

The following are the written questions received by the Connecticut Resources Recovery Authority (“CRRA”) by the date specified in the Request For Proposals and CRRA’s response to those questions.

- 1. Is the Authority's "annual Plan of Operations" available/accessible to bidders?**

Response: See attached. This document has not yet been approved by the DEP.

- 2. Does the most recently available "annual Plan of Operations" address the implementation of strategies specified in the SWMP?**

Response: Yes.

- 3. What are the anticipated levels of capital expenditures planned for Wallingford over the next two to five years?**

Response: Wallingford Capital Improvement Plan per budget (these figures are CRRA’s estimates and do not include capital improvement estimates by Covanta):

FY08 (adopted):	FY09 (adopted):	FY10 (projected):	FY11 (projected):	FY12 (projected):
\$682,000	\$543,000	\$340,000	\$1,292,500	\$1,292,500

4. **What are the anticipated levels of capital expenditures planned for Mid-Connecticut over the next two to five years?**

Response: Mid-Connecticut Capital Improvement Plan per budget:

FY08 (adopted):	FY09 (adopted):	FY10 (projected):	FY11 (projected):	FY12 (projected):
\$16,912,000	\$24,835,000	\$10,760,000	\$6,324,000	\$1,061,000

5. **Closure & Post closure (landfill) expenses for Mid-Connecticut ranged from a low of \$178 thousand to \$2.005 million for the period 2002 through 2006. In 2007, these expenses were \$34.194 million. What is the budget expectation for 2008? Is the step-up to \$34.194 million in 2007 a one time event or has the costs trends changed dramatically? Please provide a planning estimate of these costs for the next five years or as many years as practical.**

Response: The step-up to \$34.194 million in 2007 was a one-time event as a result of a resolution of a dispute over closure and post-closure cost responsibilities with the City of Hartford. The budget expectation is now \$43.7 million. This increased cost estimate is based on 1) addition of insurance costs to the Hartford landfill 30 year post-closure cost estimate; 2) addition of professional oversight costs to the Hartford landfill 30 year post-closure estimate; and 3) an increase to the Hartford landfill closure cost estimate as a result of actual closure construction bids received in July 2007 in response to a solicitation for bids to close approximately 57 acres of the landfill.

Mid-Connecticut landfill cost projections are as follows:

Landfill	FY09	FY10	FY11	FY12	FY13
Hartford	\$6,492,600	\$12,446,600	\$586,600	\$566,600	\$529,100
Ellington	\$275,150	\$275,150	\$226,150	\$213,150	\$213,150

6. **For Wallingford closure and post closure costs have ranged from a negative \$140 thousand to \$1.488 million during the period 2002 through 2007. Please provide an estimate of these costs for the next five years or as many as practical.**

Response: Wallingford landfill cost projections are as follows:

FY09	FY10	FY11	FY12	FY13
\$257,500	\$257,500	\$257,500	\$257,500	\$257,500

- 7. Are there any specific legal impediments to defeasing the remaining outstanding Mid-Connecticut special obligation bonds?**

Response: There are no legal impediments.

- 8. Could the Authority provide senior and subordinate bond indentures?**

Response: Yes.

- 9. Does State law prohibit the Authority from having a first mortgage?**

Response: No.