

## Item 2.1

### Finance/Outreach & Planning Committee July 25, 2023

#### *Consent Item*

#### **Independent Auditing Services Contract**

##### *Purpose*

Exercise the renewal option within the current contract and approve the first amendment to the agreement engaging James Moore & Co., P.L.(JMCO) to perform the fiscal year 2022-23 auditing services.

##### *Background*

On August 23, 2022, the Governing Board approved the hiring of JMCO, Certified Public Accountants, to perform the annual audit of the District's financial statements and the necessary federal and state single audits as a result of the District's bid. The contract was awarded to JMCO for one-year, with four one-year renewals in accordance with the provisions of the bid. This renewal represents the first one-year renewal.

In accordance with terms of the contract, JMCO has requested an increase in compensation of 6.9 percent which equates to an approximate increase of \$6,831 depending on how many single audits are required.

Services	FY2023	FY2022	Increase
Basic Financial Statements (including 1 federal and 1 state single audit)	\$98,348	\$92,000	\$6,348
Each additional federal single audit	4,276	4,000	276
Each additional state single audit	3,207	3,000	207
Total	\$105,831	\$99,000	\$6,831

Actual costs for the previous audit included under this contract is as follows:

Services	FY2022
Basic Financial Statements (including 1 federal and 1 state single audit)	\$92,000
Each additional federal single audit, FY2022 base rate \$4,000 each	0
Each additional state single audit, FY2022 base rate \$3,000 each	0
Total	\$92,000

Apart from the increase in fees, there are no significant changes to the contract other than the time requirements, reflecting that the audit is for the fiscal year 2022-23 financial audit.

#### **Staff Recommendation:**

- (1) Exercise the renewal option within the current contract and approve the first amendment to the agreement engaging JMCO to perform the fiscal year 2022-23 auditing services; and

## Item 2.1

(2) Authorize the Executive Director or designee to execute the first amendment to the current contract with JMCO to perform the fiscal year 2022-23 auditing services.

Presenter: Brandon Baldwin, Division Director, Business and IT Services