

SANTA BARBARA COUNTY BOARD AGENDA LETTER



Clerk of the Board of Supervisors
105 E. Anapamu Street, Suite 407
Santa Barbara, CA 93101
(805) 568-2240

Agenda Number:
Prepared on: 2/6/02
Department Name: Auditor-Controller
Department No.: 061
Agenda Date: 2/19/02
Placement: Administrative
Estimate Time:
Continued Item: NO
If Yes, date from:

TO: Board of Supervisors

FROM: Robert W. Geis, CPA
Auditor-Controller

STAFF CONTACT: Michael L. Struven
Financial Reporting Division Chief

SUBJECT: Increase contract amount with the joint venture of KPMG LLP and Stoltey CPAs

Recommendation(s):

That the Board of Supervisors:

Approve attached amendment to increase the amount to be paid on contract with the joint venture of KPMG LLP and Stoltey CPAs (a local vendor) to perform the County's financial audit, the Single Audit, and the Santa Barbara County's Redevelopment Agency financial and compliance audits for fiscal year 2000-01 from \$89,000 to \$98,000.

Alignment with Board Strategic Plan:

The recommendation(s) are primarily aligned with Goal No. 3. A Strong, Professionally Managed County Organization and are required by law or by routine business necessity.

Executive Summary and Discussion:

On March 27, 2001, your Board approved and executed a contract for \$89,000 with the joint venture of KPMG LLP and Stoltey CPAs (a local vendor) to perform the County's financial audit, the Single Audit, and the Santa Barbara County's Redevelopment Agency financial and compliance audits for fiscal year 2000-01. Section 3 of the contract specified the scope of services and made provision for adjusting the maximum fee in the event of irregularities or circumstances which might necessitate the extension of audit services beyond the normal scope of auditing services. Two instances occurred which required additional services from the joint venture - the audit of the County's appropriations limit calculation (GANN limit) and the audit of the Worker's Compensation Fund. We have negotiated with the joint venture for an additional amount of \$9,000.

Mandates and Service Levels:

Government Code Section 25250, Health and Safety Code Section 33080, Penal Code Sections 925 and 926

Fiscal and Facilities Impacts:

Approval will result in an additional \$9,000 general fund expenditure during fiscal year 2001-02 in department 061, program 2010, account 7324.

Special Instructions:

Concurrence:

none