

ORDINANCE No. 183708

*Extend contract with Moss Adams, LLP by one year and increase by \$625,200 for financial audit of FY 2009-2010 and professional services. (Ordinance; amend Contract No. 37298)

The City of Portland ordains:

Section 1. The Council finds:

- 1) Ordinance No. 180931, passed by Council on May 2, 2007 authorized Moss Adams LLP, Certified Public Accountants, to provide independent financial audits and professional services to the City of Portland and its component units.
- 2) The original contract was executed in May 2007 with an expiration date of June 30, 2010 with an option to renew for two additional one-year terms. These financial and compliance audits provided under the original contract were for the financial statements of the three fiscal years 2006-07 through 2008-09.
- 3) For the financial audit of fiscal year 2009-10, the additional contract price of \$625,200 includes the audits of the City's Comprehensive Annual Financial Report, Portland Development Commission's Comprehensive Annual Financial Report and the Hydroelectric Power Fund's and Fire & Police Disability & Retirement Funds' financial statements.
- 4) The City Auditor's Office Requested Budget for FY 2010-11 includes an add package of \$118,500 to pay a portion of the \$625,200 contract price. These additional costs are needed to audit the new SAP payroll system and the increased grants obtained by the City under the American Recovery and Reinvestment Act. The Financial Planning Division has recommended that the \$118,500 additional costs be funded by interagency agreements with other bureaus. Funding of these additional costs depends upon City Council's approval of the recommended interagency agreements in the FY 2010-11 Adopted Budget.
- 5) Moss Adams LLP is in compliance with the City's Equal Benefits Program.

NOW, THEREFORE, the Council directs:

- a. The Mayor and City Auditor are hereby authorized to execute an amendment to Contract No. 37298 with Moss Adams, LLP for audit and professional services as described in Amendment No. 12, in a form substantially in accordance with the amendment attached as Exhibit A.
- b. The Mayor and City Auditor are hereby authorized to draw and deliver checks for payment to Moss Adams LLP, against the work in the extended contract for audit of the financial statements of FY2009-10, chargeable to the entities listed below

and limited to the maximum amounts indicated in Amendment No.12 [Exhibit A]
as follows:

City of Portland's CAFR	\$325,040
City of Portland's Single Audit	\$152,000
Hydroelectric Power Fund	\$15,960
Fire & Police Disability & Retirement Funds	\$ 26,600
Portland Development Commission	\$105,600
Maximum Fee (including out-of-pocket costs)	<u>\$625,200</u>

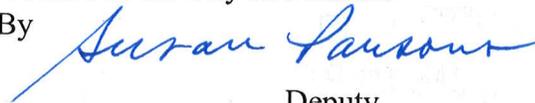
Section 2. The Council declares that an emergency exists because a delay implementing the action herein could result in delays in conducting the FY 2009-10 audits and additional costs to the City or related entities; therefore, this ordinance shall be in full force and effect from and after its passage by the Council.

Passed by the Council: APR 21 2010

City Auditor LaVonne Griffin-Valade
Prepared by: Fiona Earle, CIA, ACA
Date Prepared: April 14, 2010

LaVonne Griffin-Valade
Auditor of the City of Portland

By



Deputy

Agenda No.
ORDINANCE NO. 183708
 Title

*Extend contract with Moss Adams, LLP by one year and increase by \$625,200 for financial audit of fiscal year 2009-2010 and professional services. (Ordinance; amend Contract No. 37298)

INTRODUCED BY Commissioner/Auditor: LaVonne Griffin-Valade	CLERK USE: DATE FILED <u>APR 16 2010</u>
COMMISSIONER APPROVAL Mayor—Finance and Administration - Adams Position 1/Utilities - Fritz Position 2/Works - Fish Position 3/Affairs - Saltzman Position 4/Safety - Leonard	LaVonne Griffin-Valade Auditor of the City of Portland By: Deputy ACTION TAKEN:
BUREAU APPROVAL Bureau: Audit Services Bureau Head: Drummond Kahn 	
Prepared by: Fiona Earle Date Prepared: 4/15/2010	
Financial Impact Statement Completed <input checked="" type="checkbox"/> Amends Budget <input type="checkbox"/> Not Required <input type="checkbox"/>	
Portland Policy Document If "Yes" requires City Policy paragraph stated in document. Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	
Council Meeting Date April 21, 2010	
City Attorney Approval	

AGENDA

TIME CERTAIN
 Start time: _____

Total amount of time needed: _____
 (for presentation, testimony and discussion)

CONSENT

REGULAR
Total amount of time needed: _____
 (for presentation, testimony and discussion)

FOUR-FIFTHS AGENDA	COMMISSIONERS VOTED AS FOLLOWS:		
		YEAS	NAYS
1. Fritz	1. Fritz	✓	
2. Fish	2. Fish	✓	
3. Saltzman	3. Saltzman	✓	
4. Leonard	4. Leonard	✓	
Adams	Adams	✓	