



CITY OF WASHINGTON, ILLINOIS
City Council Agenda Communication

Meeting Date: February 17, 2020

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Agenda Item: Audit Contract – Approval of Optional 2-Year Extension

Explanation: In April 2017, a contract was approved with Phillips-Salmi for a three-year audit engagement with an optional two-year extension. The proposal was \$25,600 for the financial audit and an additional \$2,400 should a Single Audit be required for a total NTE of \$28,000 per year for each of the five years.

Last year there was a change in audit partners in charge and staff believed that was favorable and provided a fresh perspective to the audit approach. The relationship has continued to be a positive one and continuity of auditors will be especially important during the transition to and implementation of a new accounting system.

The extension would allow the audit for FY2019-20 and FY2020-21 to be conducted by Phillips-Salmi at a NTE cost of \$28,000 per year.

Fiscal Impact: The FY2020-21 budget will include the \$28,000 cost of the audit.

Recommendation/Committee Discussion Summary: Staff recommends approval of the 2-year extension.

Action Requested: Approval of the item on the Consent Agenda.