



METROPOLITAN
TRANSPORTATION
COMMISSION

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Memorandum

TO: Administration Committee

DATE: May 2, 2012

FR: Executive Director

WI: 1152

RE: Contract Amendments: Ancillary Audits and Consulting Services (\$500,000):

- i. Badawi & Associates, Oakland, CA (formerly Caporicci & Larson CPA)
- ii. KPMG LLP, Sacramento, CA
- iii. Deloitte & Touche LLP, San Francisco, CA
- iv. Macias, Gini & O'Connell LLP, Walnut Creek, CA

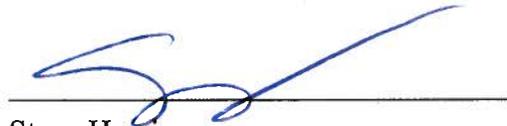
Background:

On April 8, 2009, this Committee approved the selection of a panel of audit firms to perform contract audits and consulting services through June 30, 2010 with the option to extend annually for four additional fiscal years. Staff recommends the Committee authorize the third option year extension of the contracts with the above four firms for the fiscal year ending June 30, 2013. The firms perform various assurance, audit and consulting services for MTC, MTC SAFE and BATA. MTC Finance staff rotates the engagements among the selected firms based on MTC's needs, firm expertise, and auditor availability.

Staff recommends extending the contracts to the above audit firms for FY 2012-13 for the cumulative amount not to exceed \$500,000. (In FY 2011-12, the contract was budgeted for \$520,000.) If approved, the Committee's authorization would permit contracts in excess of the Executive Director's \$100,000 signature authority, as long as the amendments do not exceed \$500,000 in total.

Recommendation

Staff recommends this Committee authorize the Executive Director or his designee to negotiate and enter into contract amendments with any or all of the four firms listed above in cumulative amount not to exceed \$500,000. Funds are subject to approval of the FY 2012-13 MTC operating budget.



Steve Heminger

SH:DA

REQUEST FOR COMMITTEE APPROVAL

Summary of Proposed Contract Amendments

Work Item No.: 1152

Consultant: Badawi & Associates, Oakland, CA (formerly Caporicci & Larson CPA)
KPMG LLP, Sacramento, CA
Deloitte & Touche LLP, San Francisco, CA
Macias, Gini & O'Connell LLP, Walnut Creek, CA

Work Project Title: Ancillary audits and Consulting services.

Purpose of Project: Obtain services of Independent Auditor.

Brief Scope of Work: To perform assurance, audit and consulting services for MTC, MTC SAFE and BATA during FY 2012-13.

Project Cost Not to Exceed: \$500,000 for all amendments
Total Contracts before these amendments: \$1,035,000
Total Authorization after this amendment: \$1,535,000

Funding Source: TDA \$175,000, BATA \$325,000.

Fiscal Impact: Subject to approval of FY 2012-13 Operating Budget.

Motion by Committee: That the Executive Director or his designated representative is authorized to negotiate and enter into contract amendments with the above four firms in cumulative amounts not to exceed \$500,000, to perform the assurance, audit and consulting services for MTC, MTC SAFE and BATA for the fiscal year ending June 30, 2013, as described above and in the Executive Director's memorandum dated May 2, 2012; and the Chief Financial Officer is authorized to set aside funds in the total amount of \$500,000 for such amendments.

Administration Committee:

Dave Cortese, Chair

Approved:

Date: May 9, 2012