



**METROPOLITAN
TRANSPORTATION
COMMISSION**

Joseph P. Bort MetroCenter
101 Eighth Street
Oakland, CA 94607-4700
TEL 510.817.5700
TDD/TTY 510.817.5769
FAX 510.817.5848
E-MAIL info@mtc.ca.gov
WEB www.mtc.ca.gov

Memorandum

TO: Administration Committee

DATE: February 5, 2014

FR: Executive Director

W. I. 1152

RE: Contract Amendment - Professional Auditing Services: PricewaterhouseCoopers, LLP (\$809,520)

This memorandum seeks Committee authorization of a contract amendment in the amount of \$809,520 with PricewaterhouseCoopers, LLP (PWC) for the FY 2013-14 audit and review services.

Background

In January 2011, following a competitive procurement, the Commission approved a four-year contract with two one-year options with PWC to perform comprehensive financial and compliance audit services starting with the fiscal year ending June 30, 2012. The amount authorized for the first year of the contract was \$740,516. The amount authorized for the second year of the contract was \$992,885, and included audit services of \$792,855 and a Regional Customer Service Center (RCSC) controls review of \$200,000. This will be the third year for PWC under the current contract. Contract services include audit services for the fiscal year ending June 30, 2014.

Scope of work

Audit of the agency's financial statements:

The proposed audit will include the issuance of the Comprehensive Annual Financial Report (CAFR), including MTC, SAFE, BATA, BAIFA, BAHA and fiduciary funds; a separate audit report of BAIFA and BAHA; a federal single audit report in accordance with OMB Circular A-133; and a management letter .

Recommendation

Staff recommends that this Committee authorize the Executive Director or his designee to negotiate and enter into a contract amendment with PricewaterhouseCoopers, LLP in an amount not to exceed \$809,520 to provide audit and professional services as described above. Funds have been budgeted in the FY 2013-14 operating budget.



Steve Heminger

SH/BM

REQUEST FOR COMMITTEE APPROVAL

Summary of Proposed Contract Amendment

Work Item No.: 1152

Consultant: PricewaterhouseCoopers, LLP, San Francisco, CA

Work Project Title: Audit and Professional Services

Purpose of Project: To obtain services of an Independent Auditor

Brief Scope of Work: To perform a comprehensive fiscal and compliance audit of MTC, BATA, BAIFA, BAHA, and MTC SAFE for FY 2013-14. Auditor will render appropriate reports as required by the A-133 Single Audit and in accordance with the financial and compliance type described in the Government Auditing Standards, published by the Comptroller General of the United States.

Project Cost Not to Exceed: \$809,520 this amendment
Total contract value before this amendment = \$1,533,401
Total Authorized Contract amount with this amendment = \$2,542,921.

Funding Source: General Fund, BATA, SAFE, BAIFA, BAHA -Included in FY 2013-14 Operating Budget

Fiscal Impact: Project costs are included in the FY 2013-14 budget

Motion by Committee: That the Executive Director or his designee is authorized to negotiate and enter into a contract amendment with PricewaterhouseCoopers, LLP for services as described above, and in the Executive Director's memorandum dated February 5, 2014; and that the Chief Financial Officer is directed to set aside funds in the amount of \$809,520 for such contract amendment.

Administration Committee:

Adrienne J. Tissier, Chair

Approved: Date: February 12, 2014