

CITY OF OAKLAND
AGENDA REPORT

FILED
OFFICE OF THE CITY CLERK
CITY OF OAKLAND

2006 APR 12 AM 11:14

TO: Office of the City Administrator
ATTN: Deborah Edgerly
FROM: Finance and Management Agency
DATE: April 25, 2006

RE: Resolutions authorizing the City Administrator to enact a one-year extension with Macias, Gini & Company, LLP to provide audit services for fiscal year ending June 30, 2006 in an amount not to exceed \$ 639,962.

SUMMARY

Section 809 of the City's Charter states that the City Council shall engage an independent certified public accountant to examine and report to the Council on the City's annual financial statements.

On June 17, 2003, the City Council approved a two-year contract with Macias, Gini & Company, LLP to provide audit services for the years ending June 30, 2003 and 2004 with an extension option of two additional years.

Staff requests that Council adopt resolutions authorizing the City Administrator to enter into a one-year extension contract with Macias Gini & Company, LLP in an amount not to exceed \$639,962 for audit services for fiscal year ending June 30, 2006.

FISCAL IMPACT

The contract for financial audit services provides for a not-to-exceed amount of \$ 639,962. Of the total, the Redevelopment Agency will fund \$ 86,562. Funds are available in the Fiscal Year 2006-2007 Finance and Management Agency budget to fund the auditing services.

Details of the proposed fees:

Description	Fund	Amount
CAFR and Management Letter	1010	396,052
Single Audit	1010	84,165
Oakland Redevelopment Agency (ORA)	9510	86,562
Police and Fire Retirement System (PFRS)	7100	24,258
Oakland Municipal Employees' Retirement System (OMERS)	7120	17,144
Measure Y compliance	2251	21,318
Wildfire Prevention compliance	2321	9,383
Gann Appropriation Limit	1010	1,080
Total Contract		639,962

Item: _____
Finance and Management Committee
April 25, 2006

BACKGROUND

The Finance and Management Committee directed City staff to prepare a joint Request For Proposal (RFP) with the Port of Oakland (Port) for audit services for fiscal years 2002-03 and 2003-04 with an extension option of two additional years. The City and Port staff reviewed the responses to the joint RFP and selected the firm of Macias, Gini & Company, LLP. The contract was for a two-year period with the option to extend the contract for two additional years.

KEY ISSUES AND IMPACTS

The audit will review the financial statements of the City of Oakland; City's Comprehensive Annual Financial Report (CAFR), the Oakland Redevelopment Agency, the Police and Fire Retirement System and the Oakland Municipal Employees Retirement System. The audit will also encompass the Redevelopment Agency Bonds, Measure Y compliance, Wildfire Prevention compliance, the Gann Appropriation Limit, and the Single Audit for federal funding.

SUSTAINABLE OPPORTUNITIES

No direct economic, environmental, or social equity sustainable opportunities have been identified.

DISABILITY AND SENIOR CITIZEN ACCESS

There are no ADA or senior citizen access issues contained in this report.

RECOMMENDATION(S) AND RATIONALE

Staff recommends that City Council approve the resolutions authorizing the City Administrator to enter into a contract with Macias, Gini & Company, LLP in an amount not to exceed \$ 639,962 for the fiscal year end June 30, 2006 audit services.

ACTION REQUESTED OF THE CITY COUNCIL

Staff recommends that City Council approve the resolutions authorizing the City Administrator to enter into a contract with Macias, Gini & Company, LLP in an amount not to exceed \$ 639,962 for the fiscal year end June 30, 2006 audit services.

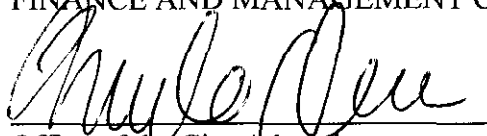
Respectfully submitted,



William E. Noland
Director, Finance and Management Agency

Prepared by: LaRae Brown
Controller

APPROVED AND FORWARDED TO THE
FINANCE AND MANAGEMENT COMMITTEE:



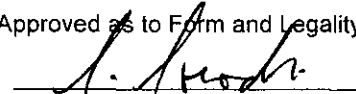
Office of the City Administrator

Item: _____
Finance and Management Committee
April 25, 2006

OFFICE OF THE CITY CLERK
OAKLAND

2006 APR 12 AM 11:15

Approved as to Form and Legality


ORA Agency Counsel

REDEVELOPMENT AGENCY
OF THE CITY OF OAKLAND

Resolution No. _____ C.M.S.

**RESOLUTION AUTHORIZING THE AGENCY ADMINISTRATOR
TO ENTER INTO A CONTRACT WITH MACIAS, GINI &
COMPANY, LLP FOR AUDIT SERVICES FOR THE FISCAL YEAR
ENDING JUNE 30, 2006.**

WHEREAS, the Redevelopment Agency of the City of Oakland requires an annual audit by an independent certified public accountant who shall examine and report to the Redevelopment Agency on the annual financial statements of the Agency; and

WHEREAS, it is the desire of the Agency to engage the services of the firm Macias, Gini & Company, LLP to conduct an audit of the Agency's financial records; and

WHEREAS, the Agency finds that this contract is for services of a professional nature; and

WHEREAS, the Agency finds that the service is temporary in nature; and

WHEREAS, the Agency finds that this contract shall not result in the loss of employment or salary by any person having permanent status in the competitive service; and

WHEREAS, the Agency finds that the service is exempt from competitive bidding pursuant to Section 2.04.050 I of the Oakland Municipal Code; and

WHEREAS, the funds are available in Fund -9510 Central District Operations, in the amount of \$ 86,562; now therefore, be it

RESOLVED, that the Agency Administrator is authorized to execute a contract with the firm of Macias, Gini & Company, LLP in an amount not to exceed \$ 86,562 for the fiscal year end June 30, 2006 audit services and be it

FURTHER RESOLVED, that the Office of the City Attorney will approve the contract as to form and legality and a copy will be on file in the Office of the Secretary of the Agency.

IN AGENCY, OAKLAND, CALIFORNIA, _____, 2006

PASSED BY THE FOLLOWING VOTE:

AYES - BRUNNER, KERNIGHAN, NADEL, QUAN, BROOKS, REID, CHANG, AND
CHAIRPERSON DE LA FUENTE

NOES -

ABSENT -

ABSTENTION -

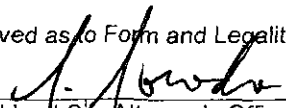
ATTEST:

LA TONDA SIMMONS
Secretary of the Redevelopment Agency
of the City of Oakland, California

FILED
OFFICE OF THE CITY CLERK
OAKLAND

2006 APR 12 AM 11:14

Approved as to Form and Legality


Oakland City Attorney's Office

OAKLAND CITY COUNCIL

Resolution No. _____ C.M.S.

RESOLUTION AUTHORIZING THE CITY ADMINISTRATOR TO ENACT A ONE-YEAR EXTENSION WITH MACIAS, GINI & COMPANY, LLP TO PROVIDE AUDIT SERVICES FOR FISCAL YEAR ENDING JUNE 30, 2006 IN THE AMOUNT NOT TO EXCEED \$ 639,962.

WHEREAS, Section 809 of the Charter of the City of Oakland provides for an annual audit by an independent certified public accountant who shall examine and report to the City Council on the annual financial statements of the City; and

WHEREAS, it is the desire of the City Council to engage the services of the firm Macias, Gini & Company, LLP; and

WHEREAS, the City Council finds that this contract is for services of a professional nature; and

WHEREAS, the City Council finds that the service is temporary in nature; and

WHEREAS, the City Council finds that this contract shall not result in the loss of employment or salary by any person having permanent status in the competitive service; and

WHEREAS, the City Council finds that the service is exempt from competitive bidding pursuant to Section 2.04.050 I of the Oakland Municipal Code; and

WHEREAS, the funds are available in Fund 1010-General Purpose, in the amount of \$481,297, Fund 2251-Measure Y, in the amount of \$21,318, Fund-2321 Wild Land Fire Prevention, in the amount of \$9,383, Fund-7100 Police and Fire Retirement, in the amount of \$24,258, Fund-7120 Oakland Municipal Employee's Retirement System, in the amount of \$17,144, and Fund-9510 Central District Operations, in the amount of \$ 86,562; now therefore, be it

RESOLVED, that the City Administrator is authorized to execute a contract with the firm of Macias, Gini & Company, LLP in an amount not to exceed \$639,962 of which \$86,562 to be funded by the Redevelopment Agency for the fiscal year end June 30, 2006 audit services and be it

FURTHER RESOLVED, that the Office of the City Attorney will approve the contract as to form and legality and a copy will be on file in the Office of the City Clerk.

IN COUNCIL, OAKLAND, CALIFORNIA, _____, 2006

PASSED BY THE FOLLOWING VOTE:

AYES - BRUNNER, KERNIGHAN, NADEL, QUAN, BROOKS, REID, CHANG, AND
PRESIDENT DE LA FUENTE

NOES -

ABSENT -

ABSTENTION -

ATTEST:

LATONDA SIMMONS
City Clerk and Clerk of the Council of
the City of Oakland, California