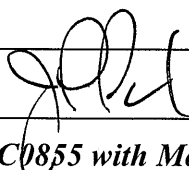


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Alameda Corridor Transportation Authority

December 12, 2019

To:	Governing Board
From:	James P. Preusch, Chief Financial Officer 
Subject:	<i>Approve Third Amendment to Agreement No. C0855 with Moss Adams LLP for Independent Audit Services (APPROVAL)</i>

Recommendation:

Approve the proposed Third Amendment to Agreement No. C0855 with Moss Adams LLP (Moss Adams), for independent audit services, to extend the term for three years through April 30, 2023, adding scope for consulting services related to the analysis of updating or acquiring new accounting software systems and add \$298,585 to the contract value. Authorize the Interim Chief Executive Officer to execute said amendment.

Discussion:

On November 15, 2019, the Audit Committee recommended that the Governing Board approve a five-year amendment to Agreement No. C0855 with Moss Adams for independent audit services. The Governing Board did not approve the Audit Committee's recommendation, as presented in Item #09, and directed staff to negotiate a three-year term extension and return to the Governing Board with a new item for approval.

Moss Adams has revised its proposal and the contract amendment has been updated as reflected in Transmittal 1: Third Amendment to Moss Adams Agreement No. C0855 to support a three-year term extension increasing the contract value by \$273,585. The proposed contract would extend the contract through April 30, 2023; the total not-to-exceed value would be \$761,735. The original November 15, 2019 Governing Board Meeting – Item #09 is attached for information as Transmittal 2.

Furthermore, staff is requesting the approval of additional scope of work related to the selection of a new accounting system for ACTA. ACTA has utilized the same accounting software, Integrated Financial Accounting System (IFAS), since 1997. The version of the software that ACTA is currently utilizing will no longer be supported by the vendor as of December 31, 2020. The system is expensive and may no longer suit the needs of ACTA, considering that there is



no longer a capital program and ACTA's software needs are relatively simple and clearly defined. Moss Adams has the expertise to help ACTA determine if it should update IFAS or find pre-qualified relevant vendors that would be able to provide a software system that suits the agency's needs and meets the rigor of required systems and audit controls. The consulting services would cost approximately \$30,000. An additional \$25,000 in contract value is being requested to pay for these services, as there is a small amount of unused contract value that can also be utilized.

The two requests, for independent audit services and consulting services, would increase the contract value by \$298,585, bringing the total not-to-exceed value to \$786,735.

Budget Impact:

The additional budget of approximately \$30,000 for software selection consulting services would need to be added to the FY20 Program and Operating Budget. Future Program and Operating Budgets will include necessary budgetary amounts to fund required audit services.

Co-General Counsel Review:

ACTA's Co-General Counsel has reviewed and approved the proposed Amendment as to form.

Transmittal:

Transmittal 1: Third Amendment to Moss Adams Agreement No. C0855
Transmittal 2: November 15, 2019 Governing Board Meeting – Item #09-Approve
Third Amendment to Agreement No. C0855 with Moss Adams LLP for Independent
Audit Services