

DEPARTMENT: Auditor

BY: Ken Hawkins

PHONE: 966-7606

RECOMMENDED ACTION AND JUSTIFICATION: (Policy Item: Yes\_\_\_ No\_\_\_)

1. Amend contract agreement with Vargas, Lopez and Co. (Res. 99-44) to increase the audit fee for the 1997-98 fiscal year to a total amount of \$31,300. The original contract was for \$19,300.
2. Approve budget action transferring existing appropriations from Interfund Transfers Department to the Audits Department.

BACKGROUND AND HISTORY OF BOARD ACTIONS:

The Board of Supervisors have signed a five year agreement with Varas, Lopez and Co. to conduct a countywide audit (single audit). This is the first year of the contract and Vargas, Lopez and Co. did not understand the depth and scope of the audit. To not approve the two actions will jeopardize an audit that is already late.

LIST ALTERNATIVES AND CONSEQUENCES OF NEGATIVE ACTION:

1. End current contract and advertise for a new contract for a different CPA firm. However, costs incurred by Vargas, Lopez and Co. would have to be reconciled.

COSTS: ( ) Not Applicable	
A. Budgeted current FY	\$ 19,300
B. Total anticipated costs	\$ 31,300
C. Required additional funding	\$ 12,000
D. Internal transfers	\$ 12,000
SOURCE: ( ) 4/5ths Vote Required	
A. Unanticipated revenues	\$ _____
B. Reserve for contingencies	\$ _____
C. Source description:	_____
Balance in Reserve for Contingencies, if approved: \$ _____	

SPECIAL INSTRUCTIONS:  
List the attachments and number the pages consecutively:

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

CLERK'S USE ONLY:  
 Res. No.: 99-206 Ord. No. \_\_\_\_\_  
 Vote - Ayes: 5 Noes: \_\_\_\_\_  
 Absent: \_\_\_\_\_ Abstained: \_\_\_\_\_  
 Approved  Denied  
 Minute Order Attached  No Action Necessary

The foregoing instrument is a correct copy of the original on file in this office.  
 Date: \_\_\_\_\_  
 ATTEST: MARGIE WILLIAMS, Clerk of the Board  
 County of Mariposa, State of California  
 By: \_\_\_\_\_  
 Deputy

ADMINISTRATIVE OFFICER'S RECOMMENDATION:  
This item on agenda as:

- Recommended  
 Not Recommended  
 For Policy Determination  
 Submitted with Comment  
 Returned for Further Action

Comment: \_\_\_\_\_  
 \_\_\_\_\_  
 A.O. Initials: JH

