



REQUEST FOR BOARD ACTION

BOARD MEETING DATE: April 26, 2022

REVIEWALS:

Finance Director – approved
City Administrator – approved

SUBJECT: 2021 Annual Audit Agreement with Sikich LLP

LIST OF ATTACHED REFERENCE DOCUMENTS:

Sunset Hills_Professional Service Agreement.pdf
Sunset Hills_Audit (GOV) Stmt of Work.pdf

FISCAL IMPACT: \$19,000 professional fees for audit services. This is included in the 2022 budget.

BACKGROUND/DISCUSSION:

This is the request for Board approval for vendor agreements in excess of \$15,000. Annual financial statements must be submitted to the Missouri Auditor's Office by June 30th of each year. The City issued a request for proposal for audit services in 2018 and we received four responses. It is common practice of CPA firms to engage for a minimum of three years. Due to timing, we continued to engage our previous auditor, Botz Deal & Co for the 2018 audit. For 2019, we choose Hochschild Bloom based on our assessment of price and quality. HB applied their 2018 pricing to the 2019 audit, and 2019 pricing to the 2020 audit. During 2021, Sikich finalized its acquisition of HB and under that new management Sikich requires an updated engagement letter. The partner-in-charge was not made aware of this change until mid-April; therefore, we are required to enter into the engagement for the 2021 audit to be conducted.

STAFF RECOMMENDATION:

Staff recommends approval

MEETING HISTORY:

N/A