

RESOLUTION NO. 2002- 11

AUTHORIZING CONTRACT 2001-152 WITH THE AUDITOR OF STATE AND DELOITTE & TOUCHE LLP TO PROVIDE SERVICES TO AUDIT THE AUTHORITY'S FISCAL ACCOUNTS AND RECORDS FOR A PERIOD OF FIVE YEARS, IN AN AMOUNT NOT-TO-EXCEED \$546,350.00 (GENERAL FUND, SECRETARY TREASURER'S BUDGET).

WHEREAS, O.R.C. Section 117.11 requires the State Auditor to identify any public office in which he will be unable to conduct an audit once every two years as required; and

WHEREAS, the Auditor of State has determined that he will be unable to conduct an audit of the Greater Cleveland Regional Transit Authority for the next five years; and

WHEREAS, the State Auditor is authorized to engage audit services from an Independent Public Accountant when the Auditor determines that his office will not audit a public office; and

WHEREAS, the Greater Cleveland Regional Transit Authority is required to have an independent certified auditor to prepare the Federal Single Audit; and

WHEREAS, the Auditor of State has performed a competitive procurement process and selected Deloitte & Touche LLP as independent certified auditor to conduct the required services; and

WHEREAS, the Auditor of State has notified the Greater Cleveland Regional Transit Authority that Deloitte & Touche LLP was selected to perform the Federal Single Audit at an anticipated cost of five hundred forty six thousand three hundred fifty & 00/100 dollars (\$546,350.00) for a five year period.

NOW, THEREFORE, BE IS RESOLVED by the Board of Trustees of the Greater Cleveland Regional Transit Authority, Cuyahoga County, Ohio:

Section 1: That the General Manager of the Authority be and he is hereby authorized to execute a contract with the Auditor of State and Deloitte & Touche LLP to provide audit services for the Authority's fiscal accounts and records for a five year period.

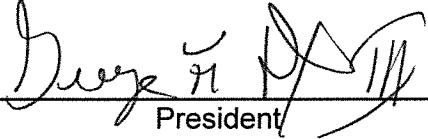
Section 2. That said contract shall be payable from the General Fund in an amount not-to-exceed five hundred forty six thousand three hundred fifty & 00/100 dollars (\$546,350.00).

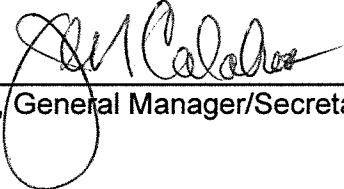
Section 3. That said contract shall be binding upon and an obligation of the Authority, contingent upon funding for future years; compliance by the contractor to the Specification and Addenda, if any, the Affirmative Action Plan adopted by the Board of Trustees in Resolution 2001-064; bonding and insurance requirements and all applicable laws relating to the contractual obligations of the Authority.

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Section 4. That this resolution shall become effective immediately upon its adoption.

Adopted: January 15, 2002

  
\_\_\_\_\_  
President

Attest:   
\_\_\_\_\_  
CEO, General Manager/Secretary-Treasurer



TITLE/DESCRIPTION: AUTHORIZING CONTRACT 2001-152 WITH THE AUDITOR OF STATE AND DELOITTE & TOUCHE LLP TO PROVIDE SERVICES TO AUDIT THE AUTHORITY'S FISCAL ACCOUNTS AND RECORDS FOR A PERIOD OF FIVE YEARS, IN AN AMOUNT NOT-TO-EXCEED \$546,350.00 (GENERAL FUND, SECRETARY TREASURER'S BUDGET).	Resolution No.: 2002- 11
	Date: January 3, 2002
	Initiator: Secretary-Treasurer
ACTION REQUEST: <input checked="" type="checkbox"/> Approval <input type="checkbox"/> Review/Comment <input type="checkbox"/> Information Only <input type="checkbox"/> Other _____	

- 1.0 PURPOSE/SCOPE: This action will allow the Authority to enter into a contract for the audit of the Authority's fiscal accounts and records for a five year period.
- 2.0 DESCRIPTION/JUSTIFICATION: The Auditor of State is responsible for auditing public agencies and political subdivisions or engaging the audit services from an Independent Public Accountant (IPA). The Auditor of State has made the decision to engage audit services from an Independent Accountant. Payment for the audit services shall be made directly to Deloitte & Touche LLP. The audit process is necessary to comply with the Federal Single Audit Act and State Law.
- 3.0 PROCUREMENT BACKGROUND The Auditor of State performed a competitive procurement process and identified Deloitte & Touche LLP independent certified auditor to conduct the Authority's fiscal account and record audit at the following estimated costs:

<u>YEAR</u>	<u>AMOUNT</u>
2001	\$97,850.00
2002	\$103,500.00
2003	\$109,250.00
2004	\$115,000.00
2005	\$120,750.00

The Auditor of State determined that the price proposed by Deloitte & Touche LLP is fair and reasonable. The DBE requirements are in accordance with the State Auditor's policy.

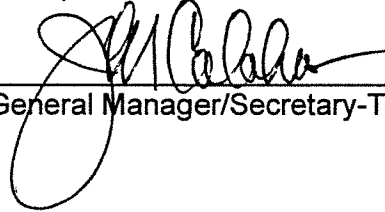
- 4.0 POLICY IMPACT: Does not apply.
- 5.0 ECONOMIC IMPACT: This procurement will be funded through the General Fund, Secretary-Treasurer's budget, Line Item 503, Services.
- 6.0 ALTERNATIVES: Reject this contract. Rejection of this contract would risk placing the Authority in violation of Federal and State Law by not having an annual audit of its fiscal accounts and records.

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7.0 RECOMMENDATION: It is recommended that the resolution be passed authorizing the General Manager to enter into a contract with the Auditor of State and Deloitte & Touche LLP.

8.0 ATTACHMENTS: No attachments.

Recommended and certified as appropriate to the availability of funds, legal form and conformance with the Procurement requirements.



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General Manager/Secretary-Treasurer