

## **7/8/16 Question & Answers Audit RFP**

Q) What is the reason for going out to bid?

A) We've been with our current firm for eight consecutive years. We remain satisfied with their work but believe it is time engage a new firm.

Q) What were the audit fees last year?

A) \$37,000

Q) How many days were the auditors in the field during last year's audit and how many auditors were in the field?

A) Approximately 5 days preliminary field work and 15 business days post year end with 2 auditors.

Q) Does the finance department of Brushy Creek MUD prepare the financial statements or have the auditors typically drafted the financial statements for Brushy Creek MUD?

A) Auditors draft the financial statements.

Q) When does preliminary fieldwork normally occur for the financial audit? When does final fieldwork normally occur?

A) Preliminary occurs between August 25 and September 15. Final field work is between Thanksgiving and Christmas.

Q) How many auditors were onsite during preliminary and final fieldwork for the financial audit and for how long?

A) Approximately 5 days preliminary field work and 15 business days post year end with 2 auditors..

Q) Is there a page limit for the proposal?

A) No

Q) Were there any adjusting journal entries made as a part of the 2015 audit? If so, can you please attach?

A) Yes.

Q) Has the entity undergone any significant changes since the last audit such as a change in accounting or operation software or turnover in key finance / accounting personnel?

A) No

Q) We noticed per review of the supplemental schedules that the audit fees have been inconsistent for the past 5 years. Are there other services included in those totals?

A) Fees for 2011-2014 Audits were \$32,000. The 2015 Audit was \$37,000 and included \$5,000 for the implementation of GASB Statement No. 68 and GASB Statement No. 71

Q) There is a mention of developer reimbursement audits (agreed-upon procedures) on page 8 of the RFP. How often do these procedures take place and what is the timetable for the delivery of final reports related to these specific procedures?

A) We don't anticipate any developer reimbursement audits, but would like to know the local office's experience with such audits. Any developer reimbursement audits would be in addition to the annual audit.

Q) Will your current auditor be allowed to submit a proposal?

A) Our current auditor will not be submitting a proposal. We are searching for a new auditor due to the number of years with our current auditor.

Q) Do you anticipate issuing any new bonds in the next 3 years?

A) We do not anticipate new developer reimbursement bonds in the next 3 years.