

Addendum #2 IFB on Annual Audit

City of Sedalia responses to questions received regarding Bid on Annual Audit

1. Is there a specific reason why the City is seeking proposals for audit services or is it just the normal pattern of going out for bid every few years.
 - a. The term on the contract on the most recent bid award has expired, including the two additional renewal years. This is a normal pattern of business.
2. Is the former auditor being asked to bid and are they expected to bid.
 - a. The former auditor was invited to bid. I expect they will bid.
3. Were there any fraud or concerns of fraud in the City over the last two years (internal and external)?
 - a. No, there was no fraud nor concern of fraud in the City over the last two years (internal nor external).
4. Does the City expect to have a single audit for the FY27 audit?
 - a. Yes, expenses are tracking toward a single audit for FY27.
5. Has the City historically had many adjusting journal entries that resulted from the audit?
 - a. I do not believe the City has had many adjusting journal entries that resulted from the audit.
6. Does the City have any service organizations that are used for services (For example, payroll, bookkeeping, capital asset tracking, or IT services.
 - a. The City employs individuals for services such as payroll, bookkeeping, capital asset tracking, and IT services. These employees are on site at the municipal building.
7. Per the review of the proposal, we are seeing that the City wants separate fees for the GASB 68 and GASB 101 reporting. Does the City expect separate reports for each of these or is it just performing the calculation and providing the journal entries for each of these standards for the ACRF?
 - a. Services supporting GASB 68 and GASB 101 include calculations and journal entries for reporting. Separate reports are not necessary nor requested.
8. Per review of the FY25 audit:
 - a. Has the City resolved the segregation of duties finding or have a plan in place to resolve the finding?
 - i. Yes, the segregation of duties finding has been resolved.
 - b. We noted that the City has 2 pension plans, but does the City also have any Other Post Employment Benefit plans (OPEB-GASB 75) related to its health insurance plan?
 - i. No, the City does not have OPEB, other than the pension plans.