

Date May 5, 2008

**APPROVING SECOND ONE-YEAR RENEWAL OF CONTRACT FOR INDEPENDENT AUDITING SERVICES WITH MCGLADREY & PULLEN, LLP**

WHEREAS, the City intends to continue using a qualified, certified public accounting firm to audit the City's financial statements, obtaining the highest quality audit at the lowest cost to taxpayers and ratepayers; and

WHEREAS, on May 17, 2004, by Roll Call No. 04-1033, the City Council accepted the proposal of McGladrey & Pullen, LLC for the provision of independent auditing services and approved a contract with McGladrey & Pullen, LLC for such services with an initial term of three years with two one-year renewal options ("the Contract"); and

WHEREAS, on May 7, 2007, by Roll Call No. 07-881, the City Council approved a one year Renewal Agreement for such services which expires on June 30, 2008; and

WHEREAS, the Finance Director recommends the renewal of the Contract for one year; and

WHEREAS, McGladrey & Pullen, LLC has agreed to a one year renewal upon the same terms as the Contract except that the audit standards have been updated to reflect current standards and the compensation pricing schedule has been increased to reflect a CPI adjustment per section nine of the Contract, pursuant to a Renewal Agreement, a copy of which is on file with the Office of the City Clerk.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Des Moines, Iowa that the second one year Renewal Agreement between the City and McGladrey & Pullen, LLC, a copy of which is on file in the City Clerk's Office, is hereby approved and the City Manager is hereby authorized and directed to sign said Renewal Agreement on behalf of the City and the City Clerk is hereby directed to attest to his signature.

(Council Communication No. 08- )

MOVED BY \_\_\_\_\_ to adopt.

APPROVED AS TO FORM:

Ann DiDonato  
Ann DiDonato  
Assistant City Attorney

COUNCIL ACTION	YEAS	NAYS	PASS	ABSENT
COWNIE				
COLEMAN				
HENSLEY				
KIERNAN				
MAHAFFEY				
MEYER				
VLASSIS				
TOTAL				

MOTION CARRIED

APPROVED

.....  
**Mayor**

**CERTIFICATE**

I, DIANE RAUH, City Clerk of said City hereby certify that at a meeting of the City Council of said City of Des Moines, held on the above date, among other proceedings the above was adopted.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my seal the day and year first above written.

\_\_\_\_\_  
City Clerk

Date \_\_\_\_\_

Agenda Item 23

Roll Call # \_\_\_\_\_

SECOND RENEWAL AGREEMENT FOR PROFESSIONAL AUDITING SERVICES

THIS RENEWAL AGREEMENT, made and entered into this \_\_\_\_ day of \_\_\_\_ 2008, by and between the City of Des Moines, Iowa, a municipal corporation (hereinafter referred to as "City"), and McGladrey & Pullen, LLP, a limited liability partnership, registered in the State of Iowa, 201 North Harrison Street, Suite 300, Davenport, Iowa 52801.

WHEREAS, on May 17, 2004, by Roll Call No. 04-1033, the City Council accepted the proposal of McGladrey & Pullen, LLC for the provision of independent auditing services and approved a contract with McGladrey & Pullen, LLC for such services with an initial term of three years with two one-year renewal options (hereinafter referred to as "the Contract"); and

WHEREAS, on May 7, 2007, by Roll Call No. 07-881, the City council approved a one year renewal Agreement for such services which will expire on June 30, 2008; and

WHEREAS, section 9 of the Contract provides that the City has the unilateral option to renew the Contract for two (2) additional one (1) year periods and that the compensation pricing schedule may be increased by not to exceed the most recent 12 months-over- 12-months' change in the Consumer Price Index for All Urban Consumers as published by the Bureau of Labor Statistics; and

WHEREAS, the parties desire to renew the Contract for a final one year term.

NOW, THEREFORE, for and in consideration of the respective agreements, undertakings, and mutual covenants herein contained, the City and McGladrey & Pullen, LLC do mutually agree as follows:

1. Pursuant to section 9 of the Contract, the term of the Contract shall be extended for one year until June 30, 2009.
2. The scope of audit shall be is specified in the McGladrey & Pullen, LLC April 15, 2008 proposal.
3. Section 18 is modified to provide for fees adjusted for a CPI increase to be as outlined in such April 15, 2008 proposal.
4. All other terms of the Contract shall remain in effect.

The foregoing Renewal Agreement is hereby entered into on behalf of the respective parties by signature of the following persons, each of which is duly authorized to bind parties indicated.

City of Des Moines, Iowa

McGladrey & Pullen, LLP

\_\_\_\_\_  
Richard A. Clark  
City Manager

\_\_\_\_\_  
Mia Frommelt  
Partner