

SCHEDULE OF FEES

Our fee for the independent audit of the Town of Liberty is predicated upon the estimated number of hours, by staff classification, we believe will be required to effectively deliver the requested services. This estimate is based upon your current volume of activity and reporting requirements. Our fee is based on the presumption that the necessary records will be complete, in balance, and that the necessary supporting schedules will be provided for all significant accounts.

Our all-inclusive fee to perform an audit of the financial statements will be \$20,000 for the year ending December 31, 2016 (see Appendix C for breakdown of fees), with an option to renew for \$20,000 and \$20,500 for the years ending December 31, 2017 and 2018. If the Town expends over \$750,000 in federal awards in a single year, a federal Single Audit will be required. There will be an additional fee of \$2,750 for any year that a federal Single Audit is required. This maximum fee includes all out of pocket expenses, including travel, any follow-up work, rectifying any audit deficiencies for the year of audit with any cognizant agencies, and providing advice and counsel to the Town throughout the term of the contract. If a special project is requested outside of the scope of the audit which requires significant additional time, we would submit a fee estimate prior to the engagement and would bill at our normal hourly rates.

I, Andrew J. Arias hereby certify that I am a partner in Cooper Arias LLP and I am entitled to represent the firm, I am empowered to submit the bid for external auditing services, and I am authorized to sign a contract with Town of Liberty.



Andrew J. Arias, CPA, Cr.FA
Cooper Arias, LLP

APPENDIX C

SCHEDULE OF AUDIT QUOTATIONS

| | <u>2016</u> | <u>2017</u> | <u>2018</u> |
|--|-------------------------|-------------------------|-------------------------|
| Audit of Town's financial statements in accordance with <i>Government Auditing Standards</i> | \$ 20,000 | \$ 20,000 | \$ 20,500 |
| Implementation of GASB 45 (if required) | Included | Included | Included |
| Audit of the Justice Court's records | Included | Included | Included |
| Audit of the Tax Collector's records | <u>Included</u> | <u>Included</u> | <u>Included</u> |
| Total All-Inclusive Maximum Price | <u>\$ 20,000</u> | <u>\$ 20,000</u> | <u>\$ 20,500</u> |

APPENDIX D

**SCHEDULE OF FEES FOR ADDITIONAL SERVICES AND AUDITS IF
REQUESTED BY TOWN OF LIBERTY**

2016 HOURLY RATES

| | |
|----------------|--------|
| AUDIT PARTNERS | \$ 185 |
| AUDIT MANAGER | 120 |
| ASSOCIATES | 70-90 |