



City of Reedley

City Hall
845 G. Street
Reedley, CA 93654
(559) 637-4200

August 7, 2017

K. Max Sanborn
Certified Public Accountant
Sanborn & Sanborn Accountancy Corporation
P.O. Box 1057
Reedley, CA 93654

Dear Mr. Sanborn:

Thank you for your interest in extending the contract with City of Reedley to provide auditing services for two additional fiscal years ending June 30, 2018 and 2019, subject to the same terms as the current extension, and shown as following:

1. Audit fee for the normal audit will continue to be \$25,000.
2. Audit fee for the "Single Audit" (audit of federal program expenditures in accordance with OMB A-133), if required, will be an additional \$7,500.
3. If required, the City will prepare the Schedule of Expenditures of Federal Assistance (SEFA) and the Single Audit will not commence until the SEFA has been prepared and submitted to the auditor.

All other terms of the previous audit services contract will remain the same. Please be advised that the City of Reedley mutually agrees to this extension as outlined in the original contract for auditing services approved by the City Council on May 10, 2011 and signed by both parties on May 11, 2011.

Thank you for your time and cooperation in this matter.

Sincerely,

Nicole R. Zieba
City Manager