



RESOLUTION

Resolution No. 08-25

PATRON: Martin E. Nohe, Chairman
Operations Committee
DATE: June 26, 2008

EXTENSION OF AUDITOR ENGAGEMENT

WHEREAS, the *NVRC Personnel and Administrative Policies and Practices* manual and Commission Resolution No. 07-24, provide that engagement of Clifton Gunderson LLP for auditing services may be extended annually for up to four years after the initial engagement for the FY 2007 audit, contingent upon the Operations Committee's assessment that:

- 1) it is in the Commission's interest to exercise an additional option
- 2) the auditor continues to meet criteria for engagement, specifically:
 - a) the firm is staffed with CPAs licensed to practice in Virginia, and who satisfy any and all standards of independence issued by the US Government Accounting Office, the Virginia Board of Accountancy and the American Institute of Certified Public Accountants
 - b) the extension meets any additional criteria established by the Operations Committee, based on requirements of the Commission's funding sources or other factors deemed to be in the Commission's interest
- 3) a reasonable price is negotiated for the services to be performed; and

WHEREAS, Clifton Gunderson LLP has provided a proposal for extending the engagement for a second year at a cost of \$17,500, which is \$3,200 (22%) higher than the \$14,300 billed for the FY 2007 audit; and

WHEREAS, the increase in the proposed fee is due entirely to new risk assessment standards promulgated by the AICPA, which predicted related audit fee escalations from 20% to 60%; and

WHEREAS, the Operations Committee has determined that Clifton Gunderson LLP continues to meet qualifications for serving as the Commission's independent auditor, and recommends approving extension of the engagement for the FY 2008 audit, for a price up to \$17,500;

THEREFORE BE IT RESOLVED, that the Northern Virginia Regional Commission concurs with the Operations Committee's decision to extend the engagement of Clifton Gunderson LLP for a second year.

CERTIFICATION

The undersigned certifies that the foregoing is a true and correct copy of a resolution adopted at a legally convened meeting of the Northern Virginia Regional Commission on June 26, 2008.

G. Mark Gibb, Certifying Officer

