

ADDENDUM

AUDIT ENGAGEMENT LETTER

This addendum modifies the existing terms of the audit engagement letter executed by the City of Foley (City) and Warren Averett, LLC, (Auditor), dated and signed November 4, 2013 by the Mayor of the City of Foley, applicable to the fiscal year ended September 30, 2013.

The City has decided to prepare its initial comprehensive annual financial report (CAFR) for submission to the Government Finance Officers Association (GFOA) to seek the GFOA's Certificate of Achievement for Excellence in Financial Reporting.

The preparation of a CAFR requires that additional information accompany the basic financial statements, including a detailed transmittal letter, statistical information, expanded budgetary comparison schedules, and enhanced note disclosures. The City is requesting the Auditor to modify the audit engagement to include additional procedures to enable the Auditor to comply with auditing standards in reporting on such additional information. The Auditor will also consult with the City regarding the filing requirements of a CAFR and perform a review of the CAFR document for conformity with requirements of the GFOA CAFR Review Checklist.

The fees associated with expansion of the audit services and for consulting services will be based upon the Auditor's bill rates already in effect for the audit of the basic financial statements and are estimated not to exceed \$10,000.

Accepted by City of Foley

Date: _____

By: _____