RESOLUTION NO. 12-05-30

A RESOLUTION OF THE VILLAGE COUNCIL OF ISLAMORADA, VILLAGE OF ISLANDS, FLORIDA, APPROVING THE PAYMENT OF $115,007 TO THE STATE OF FLORIDA AUDITOR GENERAL FOR THE COST OF THEIR OPERATIONAL AUDIT; AUTHORIZING VILLAGE OFFICIALS TO TAKE ALL STEPS NECESSARY TO FINALIZE AND IMPLEMENT THE TERMS AND CONDITIONS OF THE PAYMENT; AUTHORIZING THE VILLAGE MANAGER TO EXPEND BUDGETED FUNDS; APPROVING A BUDGET AMENDMENT; AND PROVIDING FOR AN EFFECTIVE DATE

WHEREAS, pursuant to Section 11.45(5), Florida Statutes, 20% of the electors of Islamorada, Village of Islands (the “Village”) signed a petition requesting an audit of the Village by the State of Florida Auditor General; and

WHEREAS, in March 2011 the Monroe County Supervisor of Elections notified the Legislative Auditing Committee of the certified petition, and the Committee directed the Auditor General to conduct an audit of the Village; and

WHEREAS, the State of Florida Auditor General completed its operational audit of the Village in December 2011; and

WHEREAS, pursuant to Section 11.45, Florida Statutes, the Auditor General determined that the Village has the fiscal resources necessary to pay the cost of the audit; and

WHEREAS, the Village Council finds that approval of payment of the Auditor General’s invoice totaling $115,007 is in the best interest of the Village; and

WHEREAS, the Village Council included $100,000 in its FY 2011-2012 budget to pay for the cost of the audit and the Village Council finds that approval of a budget amendment to account for the use of unassigned fund balance to cover the entire expenditure is necessary.
NOW THEREFORE, BE IT RESOLVED BY THE VILLAGE COUNCIL OF
ISLAMORADA, VILLAGE OF ISLANDS, FLORIDA, AS FOLLOWS:

Section 1. Recitals. The foregoing Recitals are true and correct and are
incorporated herein by this reference.

Section 2. Approval of Payment. The request for payment of the Auditor General’s
invoice in the amount of $115,007 attached as Exhibit “A” together with any payment terms and
conditions is hereby approved.

Section 3. Authorization to Village Officials. The Village Manager or designee
and Village Attorney are authorized to take all steps necessary to implement and finalize the
terms and conditions of the payment, any related documents necessary to implement the payment
as well as any extensions and/or amendments to the payment terms subject to approval as to form
and legality by the Village Attorney.

Section 4. Authorization of Fund Expenditure. Notwithstanding the limitations
imposed upon the Village Manager pursuant to the Village’s Purchasing Procedures Ordinance, the
Village Manager is authorized to expend budgeted funds to implement the terms and conditions of
payment to the State of Florida Auditor General.

Section 5. Approval of Budget Amendment. The Village Council approves a
budget amendment to increase the FY 2011-2012 General Fund revenues by $15,007.00 through
use of unassigned fund balance and increase the FY 2011-2012 Village Council Department
operating budget by $15,007.00, resulting in a net change ($15,007.00) to the projected year end
FY 2011-2012 General Fund balance.

Section 6. Effective Date. This Resolution shall take effect immediately upon its
adoption.

PASSED AND ADOPTED this first day of May, 2012.

Motion to adopt by Vice Mayor Philipson, second by Councilman Purdo.

FINAL VOTE AT ADOPTION

Mayor Michael Reckwerdt
Vice Mayor Ken Philipson
Councilman Don Achenberg
Councilman Ted Blackburn
Councilman Dave Purdo

Yes
Yes
Yes
Yes
Yes

KEN PHILIPSON, VICE MAYOR

ATTEST:

Debra E. Eastman, MMC
VILLAGE CLERK

APPROVED AS TO FORM AND LEGALITY FOR THE
USE AND BENEFIT OF ISLAMORADA, VILLAGE OF ISLANDS:

VILLAGE ATTORNEY
April 20, 2012

Mr. Edward Koconis
Village Manager
Islamorada, Village of Islands
86800 Overseas Highway
Islamorada, Florida 33036

Dear Mr. Koconis:

Islamorada, Village of Islands is required by law to pay the cost of our recently completed operational audit of the Village (report No. 2012-169). The cost to perform the audit was $115,007 (see Attachment A to this letter). Pursuant to Section 11.45, Florida Statutes, we have determined that the Village has the fiscal resources necessary to pay the cost of the audit. If you have any information to the contrary, please advise me immediately so that we may consider such information. Pursuant to Section 11.45(5), Florida Statutes, you have 90 days from the date of this letter to remit a check in the amount of $115,007 made payable to the State of Florida Auditor General.

Your cooperation in this matter will be appreciated. Please call me at (850) 487-9031 if you have any questions.

Sincerely,

Marilyn D. Rosetti, CPA
Audit Manager

MDR/jk
Attachment

c: Kathy Dubose, Coordinator, Legislative Auditing Committee
Mike Mentillo, Office of Legislative Services
Dorothy Gilbert, Deputy Auditor General
## Statement of Audit Costs

<table>
<thead>
<tr>
<th>Audit Staff Salary Expenses</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>David Ward, Audit Supervisor</td>
<td>6,553</td>
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<tr>
<td>Jim Cole, Audit Coordinator</td>
<td>32,273</td>
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<tr>
<td>Jeff Cardinali, Lead Senior Auditor</td>
<td>17,455</td>
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<tr>
<td>Paul Myers, Senior Auditor</td>
<td>6,157</td>
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<tr>
<td>Micah Rodgers, Lead Senior Auditor</td>
<td>5,875</td>
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<tr>
<td>Pat Tindel, Lead Senior Auditor</td>
<td>12,789</td>
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<tr>
<td>Ted Waller, Senior Auditor</td>
<td>7,149</td>
</tr>
<tr>
<td>Total Audit Staff Salary Expenses</td>
<td>88,251</td>
</tr>
</tbody>
</table>

| Travel Expenses                                   | 26,756   |

| Total Audit Costs                                 | $115,007 |