

Financial Affairs
Richard H. Hinds, Chief Financial Officer

SUBJECT: KPMG LLP – CONTRACT TO PARTICIPATE AND PERFORM ACCOUNTING RELATED ACTIVITIES IN RELATION TO THE IMPLEMENTATION OF GASB STATEMENT NO. 34

In order to assist Miami-Dade County Public Schools in implementing the financial reporting requirements as mandated by the Governmental Accounting Standards Board (GASB) Statement No. 34, Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments, KPMG LLP is being recommended to participate and perform accounting-related services in relation to the implementation of GASB Statement No. 34. The Controller will be responsible for assigning work to be performed by KPMG LLP.

KPMG LLP’s recommended compensation will be in accordance with the following hourly scale, up to a maximum of \$75,000, with a report to be provided to the Board and authority to be sought from the Board for an additional \$75,000, if needed.

<u>Classification</u>	<u>Hourly Rate</u>
Partner	\$300
Manager	\$185
Senior	\$150
Staff	\$125

KPMG LLP shall submit monthly progress billings, which shall indicate a breakdown of hours worked and hourly rates by specific employees and details of the services performed. The progress billings shall be in accordance with the fees schedule reflected above. Each progress billing shall be paid upon completion and acceptance of the billing by the Controller.

This proposal was presented and approved at the Audit Committee meeting of January 23, 2001, and was also presented at the Professional Services Contract Committee meeting of January 24, 2001, and approved under the category or as otherwise determined by the committee.

Funds for this contract have been budgeted for fiscal year 2000-01 budget for this purpose.

RECOMMENDED: That The School Board of Miami-Dade County, Florida, establish a contract, at fixed fees, with KPMG LLP to participate and perform accounting-related activities.

RHH:egc