

RESOLUTION NO. _____ (N.C.S.)

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SALINAS
AUTHORIZING THE INTERIM CITY MANAGER TO EXECUTE A SECOND
AMENDMENT TO AN AGREEMENT WITH MV CHENG & ASSOCIATES, INC. FOR
ACCOUNTING, FINANCIAL REPORTING, AND OTHER FINANCE-RELATED
SERVICES**

WHEREAS, accounting, financial reporting, and budgeting are essential functions of the City of Salinas; and

WHEREAS, due to several staff vacancies, the City’s Department of Finance, which is responsible for these functions, requires assistance in completing these tasks; and

WHEREAS, MV Cheng & Associates, Inc. (“MV Cheng”) is qualified by experience and ability to perform accounting, financial reporting, and other finance-related services; and

WHEREAS, on April 12, 2023, the City entered into a professional services agreement to receive such services from MV Cheng; and

WHEREAS, the total cost of services provided by MV Cheng exceeded the agreement’s contract limit by nineteen thousand six hundred eighty-one dollars and twenty-five cents (\$19,681.25); and

WHEREAS, MV Cheng & Associates, Inc. is willing to perform accounting, financial reporting, and other finance-related services for the period July 1, 2023 through December 31, 2023, with an additional one-year option.

WHEREAS, the Salinas City Council approved payment of nineteen thousand six hundred eighty-one dollars and twenty-five cents (\$19,681.25) to MV Cheng & Associates, Inc. for the cost of services previously provided to the City during Fiscal Year 22-23; and

WHEREAS, the Salinas City Council authorized the City Manager to execute an amendment to a professional services agreement with MV Cheng & Associates, Inc. for accounting, financial reporting, and other finance-related services for the period of July 1, 2023, through December 31, 2023, with an additional one-year option, for an amount of fifty thousand dollars (\$50,000).

NOW, THEREFORE, BE IT RESOLVED that the Salinas City Council authorizes the Interim City Manager to negotiate and execute a Second Amendment to the Professional Services Agreement with MV Cheng & Associates, Inc. (MV Cheng & Associates) for accounting and financial reporting services to increase the maximum compensation from \$250,000 to \$350,000 and exercise the option to extend the term one additional year through December 31, 2024.

PASSED AND APPROVED this 9th day of January 2024, by the following vote:

AYES:

NOES:

ABSENT:

ABSTAIN:

APPROVED:

Kimbley Craig, Mayor

ATTEST:

Patricia M. Barajas, City Clerk