



CITY COUNCIL COMMUNICATION

DATE: June 15, 2026

FROM: Clayton Gray, Chief Financial Officer

AGENDA ITEM: Consideration and possible action on authorizing staff to issue a Request For Qualifications for Independent Audit Financial Services

SUMMARY:

- The City is required by both the Texas Local Government Code and the City's Code of Ordinances to have an annual audit of financial records.
 - Local Government Code Sec. 103.001 states, "A municipality shall have its records and accounts audited annually and shall have an annual financial statement prepared based on the audit."
 - City of Sanger Code of Ordinances Section 9.13 states, "At the close of each fiscal year and at such times as it may be deemed necessary, the Council shall direct that an independent audit be made on all accounts of the City by a certified public accountant. The certified public accountant shall have no personal interest, directly or indirectly, in the financial affairs of the city or any of its officers and shall report directly to Council."
- The City has completed a five-year agreement with the current auditors.
- It is time for the City to again sign a contract with a firm for audit services.

FISCAL INFORMATION:

- At the time a firm is selected, the amount for the annual audit will be determined. The audit is budgeted in account 180-10-5415, "Accounting Services."

RECOMMENDED MOTION OR ACTION:

- Staff recommends approval

ATTACHMENTS:

- RFQ for Independent Audit Financial Services