

**STATE OF ALASKA RFP NUMBER 2523H073
AMENDMENT NUMBER TWO**

AMENDMENT ISSUING OFFICE:



Department of Transportation & Public Facilities
Statewide Contracting & Procurement
P.O. Box 112500
(3132 Channel Drive, Room 350)
Juneau, Alaska 99811-2500

THIS IS NOT AN ORDER

DATE AMENDMENT ISSUED: May 11, 2023

RFP TITLE: Alaska International Airports Annual Audits

This is a non- mandatory return Amendment.

The purpose of Amendment Two is to answer questions received pertaining to RFP 2523H073

Answers to questions received.

Question #1: Throughout the RFP, it refers to the auditor following GAAP and GASB. Can you confirm these are intended to mean to Generally Accepted Auditing Standards (GAAS) and Government Auditing Standards (GASAS)?

Answer #1: The auditors are to comply with Generally Accepted Auditing Standard (GAAS) and Government Auditing Standards (GAGAS)

Question #2: Can you confirm management will be responsible for accounting of inventory and preparation of the financial statements to achieve GFOA certification?

Answer #2: Management will be responsible for accounting of inventory and preparation of the financial statements to achieve GFOA certification.

Question # 3: In SEC 3.01-Can you confirm the "informal review" of the AIAS Letter of Transmittal and Management Discussion, and Analysis would be performed under GAAS and would include procedures to read the other information contained in the annual report and consider the following:

- whether it is materially inconsistent with the audited financial statements or the knowledge we obtained in our audit, and
- whether we have become aware of an apparent material misstatement of fact in the other information.

Answer # 3: Yes

Question # 4: Sections 3.01 and 3.11 state the Contractor may be required to perform additional services. Under professional standards, we would not be able to commit to being required to perform services until appropriate independence procedures have been performed and the services have been more clearly defined, including the applicable standards or regulations. As this is not permitted under professional standards, could we take exception to this requirement when submitting our proposal?

Answer #4: Anticipated additional services are noted in Section 3.01 Per Section 3.11, if any additional services (work) are required, the project director will provide the contractor a written scope of work for the additional services (work) being requested. The written scope of work would define the work being requested and cite any applicable standards or regulations. Upon notification of the additional services requested, the contractor will submit a firm time schedule for accomplishing the additional services (work) requested, as well as a firm price for the additional services (work).

Question # 5 Section 3.01 states Audit work papers shall be available upon reasonable notice for review by Contracting Agency officials. Also, section 3.10 has similar requirements. As this is not permitted under professional standards and may undermine the audit process, could we take exception to this requirement when submitting our proposal?

Answer # 5: Sec 3.01 Contractor Deliverables # 7 will be removed.

Question # 6: Can an annually executed engagement letter also be included as an appendix to the professional services agreement with additional terms for use and storage of data?

Answer # 6: Yes, the State is willing to consider an engagement letter, submit with proposal. Please see Sec. 7.01 for guidance for additional terms.

QUESTION #7: Can the nondisclosure and confidentiality, indemnification, insurance, and terminations provisions in Sections 3.12, 3.13, 3.14, 3.15 be negotiated?

Answer #7: Yes, the State is willing to consider these requests. Please refer to Sec 7.01 to see how to submit.

Signature:

Cherish Petrenchak

Date:

5-11-23

Name:

Cherish Petrenchak

Title:

Procurement Specialist II