

CITY COUNCIL REPORT



Meeting Date: February 24, 2026
General Plan Element: **Public Services & Facilities**
General Plan Goal: **Partner with other jurisdictions and agencies**

ACTION

Adopt Resolution No. 13607 authorizing Contract No. 2021-023-COS-A4.

Resolution No. 13607 authorizes Contract No. 2021-023-COS-A4 with the Scottsdale Unified School District No. 48 (SUSD). This fourth amendment to the intergovernmental agreement extends the term through June 30, 2027.

BACKGROUND

In March 2021, the City Council approved an intergovernmental agreement ("IGA") (Contract No. 2021-023- COS) authorizing the City Auditor to conduct a specific audit for SUSD. This IGA also provided possible future additional audits through contract amendments.

Since 2021, the City Auditor's Office has conducted a total of four audits under the IGA. The City Council and the SUSD Governing Board have approved three amendments for additional audits. Each amendment describes the scope of work and estimated reimbursement amount to the city.

While no audits are currently planned, the existing IGA has a five-year term expiring March 16th, 2026. SUSD wishes to continue the partnership with the City and extend the existing IGA through June 30, 2027. This will allow time for the development of a new IGA, as well as the possibility of requesting additional audit services. Any additional audit services would be outlined in a separate amendment, including the reimbursement amount for the requested services.

At its February 10th meeting, the SUSD Governing Board voted to approve this term extension to the intergovernmental agreement with the City of Scottsdale.

IMPACT ANALYSIS

Policy Implications

The intergovernmental agreement and this proposed contract amendment are consistent with the City Council's goal of partnering with other jurisdictions, particularly with the school districts.

Staffing, Workload Impact

Currently, there are no planned audits. Approving this IGA extension would allow audit services to be requested in the future. Should an audit be requested, the City Auditor will evaluate the

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availability of resources to perform the audit and any potential impact on the Council-approved Audit Plan.

Cost Recovery Options

As established in the IGA, SUSD will reimburse the City Auditor's operating costs of providing audit services. This cost recovery will be deposited to the city's General Fund, which funds the office.

OPTIONS & STAFF RECOMMENDATION

Recommended Approach

Adopt Resolution No. 13607 authorizing Contract No. 2021-023-COS-A4, an amendment to extend the original IGA to provide audit services for the Scottsdale Unified School District.

Description of Option B

Direct the City Auditor regarding desired modifications for a renegotiated agreement.

Description of Option C

Not approve No. 13607 authorizing Contract No. 2021-023-COS-A4

RESPONSIBLE DEPARTMENT(S)

City Auditor

STAFF CONTACT(S)

Lai Cluff, Acting City Auditor LCluff@ScottsdaleAZ.gov

APPROVED BY


Lai Cluff, Acting City Auditor

2/11/2026
Date

(480) 312-7851 LCluff@ScottsdaleAZ.gov

ATTACHMENTS

1. Resolution No. 13607
2. Contract No. 2021-023-COS-A4

RESOLUTION NO. 13607

A RESOLUTION OF THE COUNCIL OF THE CITY OF SCOTTSDALE, MARICOPA COUNTY, ARIZONA, AUTHORIZING A FOURTH AMENDMENT TO INTERGOVERNMENTAL AGREEMENT CONTRACT NO. 2021-023-COS WITH SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48 TO AMEND THE TERM OF THE AGREEMENT.

WHEREAS, the City of Scottsdale (the "City") and Scottsdale Unified School District No. 48 (the "District") are parties to that certain Intergovernmental Agreement bearing City Contract No. 2021-023-COS and executed on March 16, 2021 (the "Agreement"); and

WHEREAS, the City and the District previously amended the Agreement through amendments bearing City Contract Nos. 2021-023-COS-A1 (the "First Amendment"), 2021-023-COS-A2 (the "Second Amendment"), and 2021-023-COS-A3 (the "Third Amendment"); and

WHEREAS, the City and the District now wish to further amend the term of the Agreement.

NOW, THEREFORE, BE IT RESOLVED by the Council of the City of Scottsdale, Maricopa County, Arizona, as follows:

Section 1. The City Council hereby authorizes, approves, and directs the Mayor to execute, on behalf of the City, Contract No. 2021-023-COS-A4, a Fourth Amendment to the Intergovernmental Agreement between the City and Scottsdale Unified School District No. 48 to amend the term of the Agreement.

Section 2. The City Council hereby authorizes the City Auditor or designee to execute such other documents and take such other actions as are necessary to carry out the intent of this Resolution.

PASSED AND ADOPTED by the Council of the City of Scottsdale, Maricopa County, Arizona this _____ day of _____, 2026.

CITY OF SCOTTSDALE, an Arizona
municipal corporation

Lisa Borowsky, Mayor

ATTEST:

Ben Lane, City Clerk

APPROVED AS TO FORM:



Luis E. Santaella, Interim City Attorney

By: Jennifer Fernandez, Assistant City Attorney

**FOURTH AMENDMENT TO
INTERGOVERNMENTAL AGREEMENT**

THIS FOURTH AMENDMENT TO INTERGOVERNMENTAL AGREEMENT (the "Fourth Amendment") is made this _____ day of _____, 2026 between the SCOTTSDALE UNIFIED SCHOOL DISTRICT NO. 48, an Arizona school district ("School District") and the CITY OF SCOTTSDALE, an Arizona municipal corporation ("City").

RECITALS

A. The School District and the City entered into Intergovernmental Agreement, City Contract No. 2021-023-COS (the "Agreement"), which was approved by the Scottsdale City Council on March 16, 2021 by Resolution No. 12083.

B. The Agreement has since been amended through the First Amendment (City Contract No. 2021-023-COS-A1; Resolution No. 12574), the Second Amendment (City Contract No. 2021-023-COS-A2; Resolution No. 12926), and the Third Amendment (City Contract No. 2021-023-COS-A3; Resolution No. 13261).

C. Paragraph 12 of the Agreement ("Future Audits") contemplates that the Parties may amend the Agreement to include additional audits with governing body approval.

D. The Parties now desire to amend the Agreement to amend Paragraph 1 of the Agreement ("Term").

NOW, THEREFORE, in consideration of the foregoing and intending that the City rely upon this Fourth Amendment in undertaking to provide additional audit services and extend the term of the Agreement, the parties agree as follows:

A. Amendment to Paragraph 1 – Term of Agreement

Paragraph 1 of the Agreement is deleted in its entirety and replaced with the following:

1. Term of Agreement.

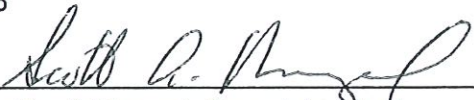
The term of this Agreement, as amended, shall commence on the Effective Date and shall continue in effect until all obligations and rights of the Parties under the Agreement have been performed, terminated, or have expired, but no later than June 30, 2027.

B. All Other Terms

All other terms and conditions of the Agreement not amended herein remain in full force and effect as previously adopted.

IN WITNESS WHEREOF, the parties have executed this Fourth Amendment as of the date first written above.

SCOTTSDALE UNIFIED SCHOOL DISTRICT
No. 48

By: 
Scott Menzel, Superintendent

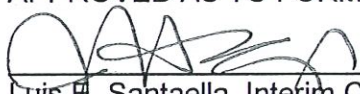
CITY OF SCOTTSDALE, an Arizona municipal
corporation

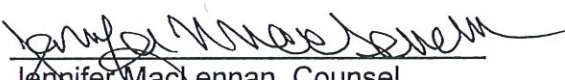
By: _____
Lisa Borowsky, Mayor

ATTEST:

Ben Lane, City Clerk

APPROVED AS TO FORM:


Luis H. Santaella, Interim City Attorney
By: Jennifer Fernandez, Assistant City Attorney


Jennifer MacLennan, Counsel
Scottsdale Unified School District