

STATEMENT OF WORK #001

This Statement of Work dated March 16, 2009 is entered into by and between City of Coral Gables ("Client," "you" or "your") and RSM McGladrey, Inc. ("RSM McGladrey," "we" or "our") pursuant to the master services agreement dated March 16, 2009 (the "Agreement"), all of the terms of which are hereby incorporated herein by reference.

A. Project Name

Risk Assessment

B. Description of Services and Scope of Work

We will perform a business risk assessment. The Business Risk Assessment is a top-down approach that effectively allows our team and you to partner in identifying and addressing risk. Our methodology addresses business risk in relation to your critical success factors and strategic business objectives. This ensures that as resources to the City that our time reflects the relative importance of risk factors within your organization. Our approach will include interviews with all City Commissioners and key management at the City. We will also work with the existing external audit team to evaluate identified risk. We will then present an overall risk assessment and ranking of areas of risk based on our interviews and analysis to the City.

Based on the results of the risk assessment we will issue Statement of Works for business operation reviews, which will be pre-approved by the City Commission.

C. Fees and Expenses

Our fees for the services described in this Statement of Work for this engagement is estimated to be at \$20,000 plus out of pocket expenses.

You acknowledge that this is our good faith estimate based upon the facts and circumstances we are aware of today and that the fees may be different based upon circumstances we or you become aware of as the project progresses.

Fees for Services are always difficult to estimate. If circumstances are encountered that affect our ability to proceed according to the plan outlined above, such as major scope changes, loss of key personnel, unavailable information or undetermined or requested scope changes during our scoping efforts, we will inform you promptly and seek your approval for any changes in scope, timing or fees that may result from such circumstances.

D. Acceptance of Work

At the conclusion of each engagement, we will provide you with a detailed report of the findings and recommendations. We will be happy to discuss the findings and recommendations with you at any time.

E. Staffing

Kathy Thomas-Beck, Managing Director, will be responsible for all Services provided to City of Coral Gables pursuant to this Statement of Work. Other professionals, at the necessary skill and experience level, may be called upon to assist in the project as appropriate.

By the signatures of their duly authorized representatives below, RSM McGladrey and City of Coral Gables, intending to be legally bound, agree to all of the provisions of this Statement of Work as of the date set forth above.

AGREED TO AND ACKNOWLEDGED BY:

RSM McGladrey, Inc.

City of Coral Gables



By: _____

By: _____

Name/Title: Kathy Thomas-Beck, Managing Director

Name/Title: _____

Date: March 16, 2009

Date: _____