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February 1, 2022

North Slope Borough School District  
829 Aivik Street  
Utqiagvik, Alaska 99723

Attention: Ms. Nancy Rock, Board President

Ladies and Gentlemen:

This letter amends our engagement letter dated March 15, 2021, confirming our understanding to provide professional audit services to the North Slope Borough School District by adding the attached Appendix II to our engagement letter.

The attached Appendix II lists the services to be rendered and related fees to provide each specified service for the identified time period. Except as specified in Appendix II attached to this letter, all provisions of the aforementioned engagement letter remain in effect until either those charged with governance or we terminate this agreement or mutually agree to the modification of its terms.

\* \* \* \* \*

We shall be pleased to discuss this letter with you at any time. For your convenience in confirming these arrangements, we enclose a copy of this letter. Please sign in the space provided and return the copy to us.

Very truly yours,

KPMG LLP

Christine Krysinski  
*Managing Director*

Enclosure

ACCEPTED

North Slope Borough School District

\_\_\_\_\_  
Authorized Signature

\_\_\_\_\_  
Title

\_\_\_\_\_  
Date

### Reports, Services and Associated Fees

Based upon our discussions with and representations of management, our fees for services we will perform are estimated as follows:

Audit procedures associated with the reissuance of the 2020 Federal Single audit	\$9,450
Out of scope time related to compliance and control findings as a result of testing Child Nutrition Cluster	\$3,500
Out of scope time related additional major program for 2021 Federal Single audit due to findings from 2020 Federal Single Audit reissuance	\$9,000

The above estimates are based on the level of experience of the individuals who will perform the services. Circumstances encountered during the performance of these services that warrant additional time or expense could cause us to be unable to deliver them within the above estimates. We will endeavor to notify you of any such circumstances as they are assessed.

The fee for audit services will be progress billed as follows:

<b><i>Progress bill to be mailed on</i></b>	<b><i>Amount to be billed</i></b>
<i>February 2022</i>	<i>20,000</i>
<i>March 2022</i>	<i>Outstanding balance</i>

Professional standards also indicate that independence may be impaired if fees for professional services are outstanding for an extended period of time; therefore, it is important that our fees be paid promptly when billed. If a situation arises in which it may appear that our independence would be questioned because of past due unpaid fees, we may be prohibited from issuing our audit report and associated consent, if applicable.

Where KPMG is reimbursed for expenses, it is KPMG's policy to bill clients the amount incurred at the time the good or service is purchased. If KPMG subsequently receives a volume rebate or other incentive payment from a vendor relating to such expenses, KPMG does not credit such payment to the client. Instead, KPMG applies such payments to reduce its overhead costs, which costs are taken into account in determining KPMG's standard billing rates and certain transaction charges which may be charged to clients.

All fees, charges and other amounts payable to KPMG under the engagement letter do not include any sales, use, excise, value added, income or other applicable taxes, tariffs or duties, payment of which shall be the North Slope Borough School District's sole responsibility, excluding any applicable taxes based on KPMG's net income or taxes arising from the employment or independent contractor relationship between KPMG and its personnel.