

DISTRICT AUDIT COMMITTEE

CKE

Appointment:

The Board of Education shall establish a district audit committee as a standing committee of the board and shall appoint the members of the committee and replace such members from time to time. The committee shall consist of two members of the Board of Education, and it is optional of having two other members. If additional members are on the committee, who has appropriate character and qualifications, they cannot be administrators or employees of the district.

[Utah Code § 53G-7-401\(1\) \(2018\)](#)

Responsibilities:

The audit committee shall have the following responsibilities:

1. Reporting monthly to the Board of Education on the district's fiscal position;
2. ensuring that the district's management properly develops and adheres to a sound system of internal controls consistent with the requirements of [R277-113-6](#);
3. receiving a report of the risk assessment process undertaken by the district's management in developing the system of internal controls;
4. developing a process to review financial information, financial statements, and district and individual school records on a regular basis;
5. determining the appropriate scope of the independent audit and of non-audit services to be provided and ensuring that the district's management conducts a competitive RFP process to hire external auditors and other professional services and making a recommendation to the Board of Education on the results of the RFP process consistent with the State Procurement Code;
6. acting as liaison between the district and independent auditors by facilitating regular communication with independent auditors, receiving independent audit reports and financial statements, ensuring that management implements corrective actions, assessing the performance of independent auditors, and reviewing disagreements between independent auditors and district management;
7. determining the appropriate scope of contracts with management companies that provide business services and student services, managing the procurement process in compliance with the

- Procurement Code, making recommendations to the Board of Education on the results of the procurement process, assessing the performance of management companies, and ensuring district management implements sufficient internal controls over the functions of the management company;
8. receiving communication from or meeting with the external auditors annually and receiving a direct report of the audit findings, exceptions, and other matters noted by the auditor;
 9. reporting the annual audit reports and findings or other matters communicated by an auditor or a regulatory body to the Board of Education in a public meeting;
 10. ensuring that issues and exceptions reported by external audits, internal audits, or other regulatory bodies are resolved in a timely manner;
 11. receive reports of reviews or audits conducted by the State Superintendent and ensure appropriate corrective action is taken in a timely manner.
 12. monitoring procurement and use of systems and software applications for compliance with financial and student privacy laws.

[Utah Code § 53G-7-401\(2\), \(5\) \(2018\)](#)

[Utah Code § 53G-7-402\(3\), \(4\), \(5\) \(2018\)](#)

[Utah Admin. Rules R277-113-4\(7\) \(October 10, 2017\)](#)

[Utah Admin. Rules R277-113-5\(2\) \(October 10, 2017\)](#)