

29 The primary responsibility for the District's financial reporting and internal
30 operating controls is vested in senior management, as overseen by the
31 Governing Board through its Audit and Finance Committee. The Audit and
32 Finance Committee is a standing committee of the Governing Board. Its
33 principal responsibilities are to see that appropriate accounting policies and
34 internal controls are established that promote accountability and that the
35 District issues financial statements and reports on time and in accordance
36 with its legal obligations. The Audit and Finance Committee appointed by the
37 Governing Board Chari will be composed of not less than three at least five
38 Board Members. The Governing Board Chair shall appoint the Chair and
39 Vice Chari of the audit and Finance Committee. The duties and
40 responsibilities of a member of the Audit and finance Committee are in
41 addition to those duties set out for a member of the Governing Board.

42
43 **Section 2.** The Governing Board adopts the following new paragraph 13 of subsection
44 (b) of Section 101-223 of the District Policies Code and rennumbers following paragraphs
45 accordingly:

46 **CHAPTER 101 AGENCY ADMINISTRATION**
47 **ARTICLE VII. AUDITS**
48 **DIVISION 3. AUDIT AND FINANCE COMMITTEE CHARTER**
49 **Sec. 101-223. Audit Responsibilities.**

50 **(b). District Governance.** The Audit and Finance Committee will provide
51 assurance to the Governing Board that District management is conducting District
52 affairs ethically and is maintaining effective controls against employee conflict of
53 interest, errors, and fraud. To accomplish this, the Audit and Finance Committee
54 will:

55 (13) Review and approve the annual budget for the Office of Inspector
56 General. The Audit and Finance Committee may consider comments to the
57 annual budget by the Executive Director prior to approval.

58
59
60
61
62
63
64
65
66
67
68
69
70
71
72
73
74
75
76
77
78
79
80
81
82

Section 2. Inclusion of Sections 1 and 2 of this resolution in the District Policies Code is authorized and directed.

Section 3. If any section, subsection, subdivision, paragraph, sentence, clause or phrase of this resolution is for any reason held to be unconstitutional or invalid or ineffective by any court of competent jurisdiction, such decision shall not affect the validity or effectiveness of the remaining portions of this resolution.

Section 4. This resolution shall take effect immediately on adoption.

PASSED and **ADOPTED** this ____ day of _____, 200__.

SOUTH FLORIDA WATER MANAGEMENT DISTRICT, BY ITS GOVERNING BOARD

By:

Chairman

ATTEST

District Clerk

Approved as to form:

BY: _____

Office of Counsel