

CI University Auxiliary Services, Inc.
Board Resolution to Create Audit Committee

Be it resolved, per the Amended and Restated Bylaws of the California State University Channel Islands CI University Auxiliary Services, Inc, approved 19 July 2018, that an audit committee of the board be created. This committee will have the composition and serve the functions outlined in the Non-Profit Integrity Act of 2004, as follows: ¹

The audit committee may include persons who are not members of the governing board.

The audit committee cannot include staff members, the executive director, the treasurer or chief financial officer of CI University Auxiliary Services, Inc.

The audit committee, under the governing board's supervision, is responsible for making recommendations to the board on the hiring and firing of independent certified public accountants (CPAs). The audit committee can negotiate the independent CPA's compensation on behalf of the governing board.

The audit committee must:

- Confer with the auditor to satisfy committee members that the financial affairs of the CI University Auxiliary Services, Inc. are in order;
- Review the audit and decide whether to accept it; and
- Approve non-audit services by the independent CPAs accounting firm, and ensure such services conform to standards in the Yellow Book issued by the U.S. Comptroller General.

The membership of the audit committee shall be decided annually by the Board at its annual meeting. Members may be added or replaced per the guidelines cited in the Non-Profit Integrity act of 2004.

¹California Registry of Charitable Trusts publication, Non-Profit Integrity Act of 2004 - Summary of Key Provisions. October 2004.