

SECTION 4. COMMITTEES

4.6 Audit Committee

a. Purpose

- To assist the Board in its oversight responsibility relating to the accounting and financial reporting (including Form 990 tax filing) of the CSU Chico University Foundation's financial statements.
- To assist CSU Chico University Foundation's control and compliance with legal and regulatory requirements.

b. Membership

- Members of the Finance and Investment Committee may serve on the Audit Committee; however, the Chair of the Audit Committee may not be a member of the Finance and Investment Committee, and members of the Finance and Investment Committee shall constitute less than one-half of the membership of the Audit Committee.
- The Audit Committee shall not include officers or staff of the Foundation.
- Members of the Audit Committee shall not have a material financial interest in any entity doing business with the Foundation.
- The Audit Committee serves at the pleasure of the full Board.
- A majority of the Audit Committee shall constitute a quorum.

c. Duties

- Perform the due diligence in reviewing the outside auditor's qualifications, independence, and performance.
- Recommend to the Board the retention and/or termination of the independent auditor which shall audit the financial statements of the Foundation on an annual basis in accordance with standard systems-wide procedures and applicable California Code of Regulations.
- Negotiate the independent auditor's compensation, on behalf of the Board.
- Confer with the auditor to satisfy its members that the financial affairs of the Foundation are in order.
- Review and determine whether to accept the audit.
- Approve performance of non-audit services by the auditing firm.

The Foundation's mission is to support CSU, Chico's strategic plan by raising, investing, and disbursing funds to fuel the growth and excellence of the University.

Date of Board Approval: June 23, 2017

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