

RESOLUTION OF THE BOARD OF SUPERVISORS OF
ORANGE COUNTY, CALIFORNIA

June 26, 2018

WHEREAS, the Board of Supervisors serves as the constitutional governing board of the County of Orange under Article XI, section 1, of the California Constitution; and

WHEREAS, under Government Code section 25303, the Board of Supervisors has a statutory duty to supervise the official conduct of all County officers to insure they faithfully perform their duties and may require them to make reports and present their books and accounts for inspection; and

WHEREAS, managing the County's financial affairs is entrusted to the Board of Supervisors and is an essential function of this Board; and

WHEREAS, under the County Budget Act, the Board of Supervisors is responsible for adopting the County's annual budget; and

WHEREAS, under Government Code section 25250, the Board of Supervisors is required at least biennially to examine and audit, or cause to be audited, the financial accounts and records of all officers having responsibility for the care, management, collection, or disbursement of money belonging to the County or money received or disbursed by them under authority of law; and

WHEREAS, under Government Code section 25251, the Board of Supervisors is required to examine, settle, and allow all accounts legally chargeable against the county, except salaries of officers and those demands that are authorized by law to be allowed by some other person or tribunal, and must order warrants to be drawn on the county treasurer for them; and

WHEREAS, in 1995 through the adoption of Resolution 95-271, the Board of Supervisors created the Internal Audit Department, which was separate from the Auditor-Controller, that was initially charged with performing the audits of County officers required by Government code section 25250, as well as well as discretionary audits as requested by the Board; and

WHEREAS, in 2015, the Board of Supervisors transferred internal audit responsibilities to the Auditor-Controller by rescinding the sections of Resolution 95-271 that established the Internal Audit Department; and


WHEREAS, sufficient funds have been appropriated and shall continue to be appropriated to the Auditor-Controller to perform the audits that the office is statutorily required to conduct.

NOW, THEREFORE, BE IT RESOLVED that this Board does hereby:

1. Find and determine that the foregoing recitals are true and correct.
2. Establish an Internal Audit Department independent from the Auditor-Controller reporting directly to the Board of Supervisors to perform the following audits effective July 1, 2018:
 - a. Audits of County officers required by Government Code section 25250; and
 - b. Audits requested by the Board of Supervisors of any department, office, board or institution under its control and of any district whose funds are kept in the County treasury.
3. Authorize the Internal Audit Department to perform the Auditor-Controller's legally required audits under the Auditor-Controller's direction and control if requested by the Auditor-Controller.
4. Direct the Auditor-Controller to establish Department Number 079 within the County General Fund as a separate budget unit for the new Internal Audit Department.
5. Direct the CEO and the Auditor-Controller to effect the transfer of the internal audit responsibilities and staff from the Auditor-Controller's office to the Internal Audit Department.
6. Direct the Director of Internal Audit to attend all meetings of the Audit Oversight Committee, which was established pursuant to Resolution No. 16-014.

The foregoing was passed and adopted by the following vote of the Orange County Board of Supervisors, on June 26, 2018, to wit:

AYES:	Supervisors:	TODD SPITZER, ANDREW DO, MICHELLE STEEL
		SHAWN NELSON, LISA A. BARTLETT
NOES:	Supervisor(s):	
EXCUSED:	Supervisor(s):	
ABSTAINED:	Supervisor(s):	



 CHAIRMAN

STATE OF CALIFORNIA)
)
 COUNTY OF ORANGE)

I, ROBIN STIELER, Clerk of the Board of Orange County, California, hereby certify that a copy of this document has been delivered to the Chairman of the Board and that the above and foregoing Resolution was duly and regularly adopted by the Orange County Board of Supervisors

IN WITNESS WHEREOF, I have hereto set my hand and seal.




 ROBIN STIELER
 Clerk of the Board
 County of Orange, State of California

Resolution No: 18-068
 Agenda Date: 06/26/2018
 Item No: 85



I certify that the foregoing is a true and correct copy of the Resolution adopted by the Board of Supervisors, Orange County, State of California

Robin Stieler, Clerk of the Board of Supervisors

By _____
 Deputy