



Policy: 5.10

SUBJECT: **AUDITS**

Supersedes: Policy 5.21 (2001)

Effective: September 8, 2008

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Approved by: Detroit Board of Education

1.0 Policy

1.1 **EXTERNAL AUDIT**

The Detroit Board of Education/designee may appoint an independent certified public accountant to conduct an annual audit of all District funds. The auditing firm will be selected after review of qualifications and fees.

The auditor shall perform the usual duties of this office. The auditor will render an annual accounting of District business and other such reports as may be necessary or prudent.

1.2 **INTERNAL AUDIT**

The District shall maintain an internal audit (and school operations) unit to identify procedural problems, recommend fiscal controls, and improve efficiency in accounting and reporting procedures. This unit shall report to the Detroit Board of Education/designee and audit the financial records of individual schools on a regular basis. The Department of Internal Audit may develop appropriate regulations which conform to this policy and applicable law.

Attachments to Policy 5.10: None

See also: *Departmental Regulations*

Legal References: MCLA § 380.418a

Labor Contract References: None