

SMUD BOARD POLICY

Category: **Governance Process**

Title: **External Auditor Relationship**

Policy Number: **GP-14**

Date of Adoption: **August 21, 2008**

Resolution No.: **08-08-14**

The Board is responsible for hiring SMUD's external auditor to perform the annual independent audit.

Specifically:

- a) The Board will make the choice of external auditor, based on input from staff and others it deems necessary to exercise prudent, independent judgment.
- b) After consulting with Board members, the Board President shall appoint one or more Board members each year to meet with the external auditor after the audit is complete. The meeting will be independent of staff. The Board member(s) will report their findings to the Board on a timely basis.

Monitoring Method: Board Report
Frequency: Annual