

DENVER BOARD OF WATER COMMISSIONERS

Meeting Date: November 10, 2010

Board Item: V-B-2

Renewal of Internal Audit Charter

Action by Consent

Action

Information

At its August 12, 2009 regular meeting, the Board resolved and adopted the Internal Audit Charter ("IA Charter").

Included in the IA Charter is a provision that it be reviewed and approved by the Board annually, which this Board Item addresses.

At this time there are a few minor recommended revisions to the IA Charter for the Board's review. These are primarily administrative in nature and include clarifying the timing of when certain activities will take place, revising both the name and title of the CEO/Manager of Denver Water, and including a statement regarding Internal Audit's intent to be respectful of the organization's time as it goes about its work.

Revisions also remove the need for annual re-approval by the Board, stating instead that the Chief Internal Auditor will periodically review and present the IA Charter to the CEO/Manager and Board for approval. Such review would be expected when revisions are necessary or there appears to be a need to reinforce the Board's support of the IA Charter. This current revision acknowledges the on-going nature of the internal audit function and is consistent with the Institute of Internal Auditors' (IIA) International Professional Practices Framework (IPPF), which defines the standards for internal auditing worldwide.

Recommendation:

It is recommended that the Board approve the revisions to the Internal Audit Charter.

Approvals:

Respectfully submitted,



Patricia Wells, General Counsel



James S. Lochhead, CEO/Manager



Prescott Coleman, Chief Internal Auditor