FLORIDA
AGRICULTURAL AND MECHANICAL
UNIVERSITY

BOARD OF TRUSTEES

OPERATING PROCEDURES

Adopted September 24, 2001
Amendment Notes are provided as Appendix B
1. Purpose

The Board of Trustees has established the Audit and Compliance Committee, pursuant to Section 4.2.2 of the Board of Trustees Operating Procedures. The primary function of the Audit and Compliance Committee is to assist the Board of Trustees in discharging its oversight responsibilities. The Audit and Compliance Committee’s principal activities will include:

- Oversight of the University’s business risk assessment, by reviewing procedures in place to assess and minimize significant risks;
- Oversight of the University’s internal control structure, to review the effectiveness and reliability of its business, financial and information system controls;
- Oversight of the quality and integrity of the University’s financial reporting processes to ensure the balance, transparency and integrity of published financial information;
- Review of the internal audit function and overall audit process;
- Review of the annual audit plan; and
- Review of the University’s process for monitoring compliance with laws, regulations and policies.

The Audit and Compliance Committee’s role is one of oversight, not preparation or operation. Its members rely on the representations of Senior Management, the Division of Compliance and Audit, the General Counsel, other committees of the Board of Trustees and other professional consultants.

2. Organization and Composition

The Audit Committee shall be appointed and be comprised of members of the Board of Trustees as provided in the Board of Trustees Operating Procedures. The members will be free from any financial, family or other material personal relationship, including relationships with members of University management, University auditors and other professional consultants, that would interfere with the exercise of his or her