

RESOLUTION NO. 2009-76

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF ELK GROVE
ESTABLISHING AN AUDIT COMMITTEE**

WHEREAS, best practices dictate the governing body monitor the financial reporting process; and

WHEREAS, the Audit Committee will be directly responsible for the appointment and oversight of the work of any independent accountants engaged for the purpose of preparing or issuing an independent audit report or performing other independent audit, review, or attest services, and all accountants thus engaged will report directly to the Audit Committee; and

WHEREAS, all members of the Audit Committee will be members of the governing body, but to ensure the Committee's independence and effectiveness, no governing body member who exercises managerial responsibilities that fall within the scope of the audit will serve as a member of the Audit Committee; and

WHEREAS, the Audit Committee will have sufficient members for meaningful discussion and deliberation, but not so many as to impede its efficient operation; and

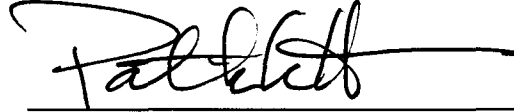
WHEREAS, members of the Audit Committee should be educated regarding both the role of the Audit Committee and their personal responsibility as members, including their duty to exercise an appropriate degree of professional skepticism; and

WHEREAS, the Audit Committee will present annually to the full governing body a written report of how it has discharged its duties and met its responsibilities, and this report will be made public and will specifically state that the committee has discussed the financial statements with management, with the independent auditors in private, and privately among committee members, and believes that they are fairly presented, to the extent such a determination can be made solely on the basis of such conversations.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Elk Grove hereby:

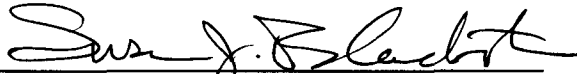
- 1) Establishes an Audit Committee; and
- 2) Appoints Council Member Detrick and Mayor Hume to serve as Audit Committee members.

PASSED AND ADOPTED by the City Council of the City of Elk Grove this 8th day of April 2009.




PATRICK HUME, MAYOR of the
CITY OF ELK GROVE

ATTEST:



SUSAN J. BLACKSTON, CITY CLERK

APPROVED AS TO FORM:



SUSAN COCHRAN, CITY ATTORNEY

CERTIFICATION
ELK GROVE CITY COUNCIL RESOLUTION NO. 2009-76

STATE OF CALIFORNIA)
COUNTY OF SACRAMENTO) ss
CITY OF ELK GROVE)

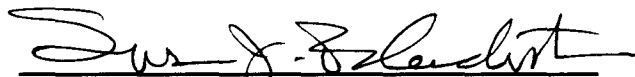
I, Susan J. Blackston, City Clerk of the City of Elk Grove, California, do hereby certify that the foregoing resolution was duly introduced, approved, and adopted by the City Council of the City of Elk Grove at a regular meeting of said Council held on April 8, 2009 by the following vote:

AYES : COUNCILMEMBERS: *Hume, Scherman Cooper, Davis, Detrick*

NOES: COUNCILMEMBERS: *None*

ABSTAIN : COUNCILMEMBERS: *None*

ABSENT: COUNCILMEMBERS: *None*


Susan J. Blackston, City Clerk
City of Elk Grove, California