



August 12, 2015

Item No. 24

**RECOMMENDATION TO APPROVE THE 2016 BUDGETS
FOR THE CHA INSPECTOR GENERAL AND INTERNAL AUDIT DEPARTMENTS**

To the Honorable Audit Committee Members:

RECOMMENDATION

It is recommended that the Audit Committee of the Board of Commissioners approve the attached 2016 Inspector General and Internal Audit department budgets.

The Chief Financial Officer has completed all necessary due diligence to support the submission of this initiative and recommend the approval of this item accordingly.

GENERAL BACKGROUND

The CHA Board of Commissioners at its December 2012 meeting adopted Inspector General Guidelines granting certain powers to the Inspector General to promote economy, efficiency, effectiveness and integrity in the administration of programs and operations of the Authority.

The CHA Internal Audit Department mission is to independently and objectively perform assurance and consulting activity designed to add value and improve operations of the Chicago Housing Authority. The Internal Audit department helps the organization accomplish its objectives by bringing a systematic, disciplined approach to evaluate and improve the effectiveness of risk management, control and governance process.

The Board of Commissioners at its January 2014 meeting, as amended in April 2014, approved a resolution "Establishing an Audit Committee and Adopting the Audit Committee Charter." The Audit Committee is responsible for the oversight of the Inspector General and Internal Audit functions.

As stated in the Audit Committee's Charter responsibilities, the Audit Committee shall, as to Internal Auditor functions:

Ensure that the annual budget of the Chicago Housing Authority provides sufficient financial and employee resources to perform their duties.

As stated in the Audit Committee's Charter responsibilities, the Audit Committee shall, as to Inspector General functions:

Ensure that the annual budget of the Chicago Housing Authority provides sufficient financial and employee resources to perform its duties.

RESOLUTION NO. 2015-CHA-AC-

WHEREAS, the Audit Committee has reviewed the Committee Letter dated August 12, 2015 requesting approval of the proposed 2016 Inspector General and Internal Audit Budgets, attached hereto,

THEREFORE BE IT RESOLVED BY THE AUDIT COMMITTEE OF THE CHICAGO HOUSING AUTHORITY:

THAT The Audit Committee hereby approves the proposed

- 2016 Inspector General Department Budget
- 2016 Internal Audit Department Budget

THAT The Audit Committee authorizes the Chief Executive Officer to include sufficient resources for the approved Inspector General and Internal Auditor Departments' 2016 budgets in the Authority's 2016 Comprehensive Budget.

THAT The Audit Committee recommends to the Board of Commissioners that the annual budget of the Chicago Housing Authority provide funding for the Inspector General and the Internal Auditors in the amounts and for the purposes specified in said budgets.