



DRAFT
California Student Aid Commission
Legislative, Audit and Budget (LAB) Committee
Proposed Charter

The Legislation, Audit and Budget Committee shall be responsible for identifying and recommending state and federal policy, legislative and budget proposals for Commission consideration, and regularly examine and make recommendations on a comprehensive risk assessment to reduce potential risks and liability to the Commission. The charge of the Committee shall include the following matters:

1. Identifying and recommending policy and legislative proposals for Commission consideration, including making recommendations to the Commission on state and federal executive, legislative and budget issues associated with financial aid.
2. Reviewing and recommending state and federal legislative priorities ~~proposals and recommending action~~ to the full Commission.
3. ~~Overseeing~~ Examining and making recommendations on a comprehensive risk assessment, monitoring and evaluating the effectiveness of internal audit controls, reviewing the status of external audits and Commission responses, and informing the Commission of significant external audit issues to identify and prioritize potential audit areas which pose the greatest risk and liability to the Commission.
4. Reviewing the annual proposed and final State Budget for local assistance and administration and making recommendations to the Commission. ~~Establishing an audit plan based on the comprehensive risk assessment which identifies those audits that could be performed by existing audit resources and evaluating the plan annually to determine if changes are warranted.~~
5. Review requests to the Department of Finance related to local assistance and administration budgets and make recommendations to the Commission based on staff proposals. ~~Monitoring the status of audits, including the implementation of audit recommendations, and informing the commission of significant external audit issues.~~
6. ~~Reviewing with management, the plans and activities of the internal audit function, including evaluating the effectiveness of the internal control systems.~~
7. ~~Reviewing with management any commission response to audits performed by various state agencies.~~

Proposed to

California Student Aid Commission
On December 3, 2020