AUDIT AND INSPECTION OF CONTRACTS

In order to ensure that contracts are satisfactorily performed and the funds properly expended in accordance with law, it is the Board's policy that the Director will cause periodic audits and inspections to be made of those operations and projects contracted to other agencies with funds appropriated to the Department. The findings will be reported to the Board.

ACQUISITION OF SITES FOR DEPARTMENT FACILITIES

In view of the long-term use envisaged for such permanent installations as lookouts, fire stations, forestry and conservation work camps, and other facilities, it is evident that the Department needs permanent control of the sites on which such improvements are erected.

The Board therefore has adopted the following policy for the guidance of the Director and for the information others: Whenever the most practical location for new facilities of these kinds is found to be on land not controlled by the Department, it is the policy of the Board to acquire fee title to such land before improvements are erected. However, this policy will not preclude development of such sites prior to acquiring fee title, provided that such development is deemed necessary for efficient conduct of the Department's work and further provided that appropriate interim lease arrangements can be made.

INTERAGENCY AGREEMENTS

Reliance on contracts and interagency agreements continue to increase as the Board and its Advisory Committees, including, but not limited to, the Joint Institute for Wood Product Innovation, Effectiveness Monitoring Committee, and the Professional Foresters Examining Committee increasingly collaborate with public, private, and tribal partners. Therefore, any contract or interagency agreement entered into by the Board shall include an indirect cost rate (overhead rate) no greater than 15% in order to assure that limited funding allocated to the Board remains sufficient to accomplish required tasks.

(Adopted by the Board on xxx, Sacramento, California)