

ORIGINAL

[1st p. Corrected: 6/18/93]

**BOARD OF DIRECTORS RESOLUTION GOVERNING
THE CORPORATION'S PROGRAM OPERATING RESPONSIBILITIES**

RESOLUTION

WHEREAS, the Board of Directors of the Legal Services Corporation ("Corporation") is charged with managing the affairs of the Corporation and is the chief policymaking Board of the Corporation pursuant to the Legal Services Corporation Act of 1974, as amended, 42 U.S.C. section 2996 et seq. ("LSC Act") and has been identified as the head of the Corporation for purposes of the Inspector General Act of 1978, as amended, 5 U.S.C. App. 3 et seq. ("IG Act"); and

WHEREAS, the Corporation has been identified as a "designated Federal entity" for purposes of the IG Act, thus making the IG Act applicable to the Corporation; and

WHEREAS, the IG Act requires that the Corporation, through its Board of Directors, transfer to the Office of Inspector General the offices, units, or other components, and the functions, powers, or duties thereof, that the Board of Directors determines are properly related to the functions of the Office of Inspector General and would, if so transferred, further the purposes of the IG Act, except that the Corporation is prohibited from transferring any program operating responsibilities; and

WHEREAS, while the functions and duties of all other offices and components of the Corporation -- e.g., grant-making, administrative, etc. -- are clearly unrelated to the functions of the Office of Inspector General, the functions and duties of the Office of Monitoring, Audit and Compliance, in carrying out the Corporation's statutory responsibility to monitor and evaluate recipients of Corporation funds to ensure the compliance of recipients with the Act, as well as the regulations, guidelines and instructions promulgated pursuant thereto, and other applicable law -- e.g., by conducting fiscal and performance reviews of the Corporation's recipients, etc. -- may be viewed as related to the functions of the Office of Inspector General since these activities may be considered to be in the nature of an audit and/or investigation; and

RESOLUTION GOVERNING PROGRAM OPERATING RESPONSIBILITIES

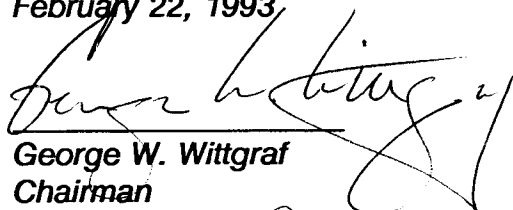
Page Two

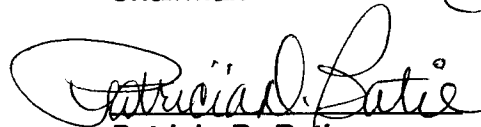
WHEREAS, the above-referenced functions and duties of the Corporation's Office of Monitoring, Audit and Compliance are program operating responsibilities of the Corporation as that term is used in the IG Act as such activities are among the day-to-day operations of the Corporation and are undertaken as an integral part of the Corporation's program as evidenced by the Corporation's enabling legislation, the LSC Act; and

WHEREAS, it is the function of the Office of Inspector General to oversee the Corporation's programs and operation for the purpose of preventing and detecting fraud, waste and abuse, and to promote economy and efficiency, and not to carry out activities unrelated to these purposes or to carry out the program operating responsibilities of the Corporation;

BE IT HEREBY RESOLVED, having carefully considered this matter, the Board of Directors has determined that, without in any way restricting or limiting the scope, rights, powers, duty, and authority of the OIG in dealing with field programs, the aforementioned functions and duties of the Corporation's Office of Monitoring, Audit, and Compliance are among those activities undertaken as part of the day-to-day operations of the Corporation and are an integral part of the Corporation's program as evidenced by the Corporation's enabling legislation, the LSC Act and, as such, are among the program operating responsibilities of the Corporation.

**Adopted by the Board
in Open Session on
February 22, 1993**


**George W. Wittgraf
Chairman**


**Patricia D. Batie
Corporate Secretary**

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