

# AUDITOR GENERAL (50)

## *AGENCY PLAN: MISSION, GOALS AND BUDGET SUMMARY*

### MISSION:

The mission of the Office of the Auditor General (OAG) is to act as an independent, full service appraisal function to examine and evaluate the City's activities in order to improve the accountability for public funds and to improve the operations of City government. We promote the economy, efficiency, and effectiveness of City government, and protect against fraud, waste, and abuse by conducting independent audits, investigations, and evaluations; by adhering to the professional standards of the auditing profession; and by promoting an atmosphere of mutual trust, honesty, and integrity among OAG staff and the people we serve.

### AGENCY GOALS:

1. Improve the auditing and consulting capabilities of the OAG staff.
2. Improve the quality and timeliness of audit reports.
3. Complete a minimum of twenty-five audits, investigations, or special projects.
4. Identify opportunities for expense savings and increased revenues.

### AGENCY FINANCIAL SUMMARY:

<u>2010-11 Requested</u>		<u>2009-10 Budget</u>	<u>2010-11 Recommended</u>	<u>Increase (Decrease)</u>
\$ 4,451,802	City Appropriations	\$ 3,635,167	\$ 3,476,689	\$ (158,478)
\$ 4,451,802	Total Appropriations	\$ 3,635,167	\$ 3,476,689	\$ (158,478)
\$ 4,451,802	NET TAX COST:	\$ 3,635,167	\$ 3,476,689	\$ (158,478)

### AGENCY EMPLOYEE STATISTICS:

<u>2010-11 Requested</u>		<u>2009-10 Budget</u>	<u>03-31-10 Actual</u>	<u>2010-11 Recommended</u>	<u>Increase (Decrease)</u>
<u>20</u>	City Positions	<u>20</u>	<u>17</u>	<u>17</u>	<u>(3)</u>
20	Total Positions	20	17	17	(3)

### ACTIVITIES IN THIS AGENCY:

	<u>2009-10 Budget</u>	<u>2010-11 Recommended</u>	<u>Increase (Decrease)</u>
Auditing Operations	\$ 3,635,167	\$ 3,476,689	\$ (158,478)
Total Appropriations	\$ 3,635,167	\$ 3,476,689	\$ (158,478)

## AUDITOR GENERAL (50)

### *AUDITING OPERATIONS ACTIVITY INFORMATION*

#### ACTIVITY DESCRIPTION: AUDITING OPERATIONS

The OAG performs audits of each City agency and prepares written reports that convey the resultant audit findings and recommendations to the City Council, the Mayor, and the management of each agency.

The OAG also performs special projects, risk management evaluations and other work, as requested by City Council, as initiated internally, or as required by City Code. Many of these projects result in formal reports or other communications to City Council. The Office also analyzes the Mayor's Proposed City Budget for City Council each fiscal year.

The annual financial audits of the City and its Federal financial assistance programs are performed by outside auditors hired by the Office of the Auditor General.

#### GOALS:

1. Improve the auditing and consulting capabilities of the OAG staff.
2. Improve the quality and timeliness of audit reports.
3. Complete a minimum of twenty-five audits, investigations, or special projects.
4. Identify opportunities for expense savings and increased revenues.

#### MAJOR INITIATIVES FOR FY 2009-10:

The Office of the Auditor General will continue for fiscal year ending June 30, 2010, to aggressively work to meet our Charter mandate of auditing every City department biennially. This mandate is increasingly important during times of increased risk due to limited resources, department downsizing, and reorganization.

#### PLANNING FOR THE FUTURE FOR FY 2010-11, FY 2011-12 and BEYOND:

The Office of the Auditor General is committed to the citizens of Detroit to promote good government, and to create an environment where our employees have an opportunity to learn and excel and are proud of their work. We will continue to strive to be a world-class audit agency built upon professional excellence and ethical standards, driven by the needs and expectation of our customers, and flexible enough to anticipate and react to their changing needs.

## AUDITOR GENERAL (50)

### AUDITING OPERATIONS MEASURES AND TARGETS

<b>Types of Performance Measures:</b> List of Measures	<b>2007-08</b> <b>Actual</b>	<b>2008-09</b> <b>Actual</b>	<b>2009-10</b> <b>Projection</b>	<b>2010-11</b> <b>Target</b>
<b>Outputs: Units of Activity directed toward Goals.</b>				
Reports on Audits of Financial Transactions	21	26	21	21
Claims hearings	45	45	40	40
Risk Management Evaluations	0	0	2	4
<b>Activity Cost</b>	<b>\$1,864,591</b>	<b>\$2,288,365</b>	<b>\$3,635,167</b>	<b>\$3,476,689</b>

**CITY OF DETROIT**  
**Auditor General**  
**Financial Detail by Appropriation and Organization**

<b>Administration &amp; General Office</b>	<b>2009-10</b>		<b>2010-11</b>		<b>2010-11</b>	
	<b>Redbook</b>		<b>Dept Final</b>		<b>Mayor's</b>	
<b>Auditing Operations</b>	<b>FTE</b>	<b>AMOUNT</b>	<b>FTE</b>	<b>AMOUNT</b>	<b>FTE</b>	<b>AMOUNT</b>
<i>APPROPRIATION ORGANIZATION</i>						
00261 - Auditing Operations						
500010 - Administration & General Office	3	\$571,865	3	\$613,108	3	\$623,622
500020 - Auditing-Operations	15	\$1,534,954	15	\$1,573,225	12	\$1,241,393
<b>APPROPRIATION TOTAL</b>	<b>18</b>	<b>\$2,106,819</b>	<b>18</b>	<b>\$2,186,333</b>	<b>15</b>	<b>\$1,865,015</b>
11195 - Risk Management Council						
500095 - Risk Management Council	2	\$181,068	2	\$245,219	2	\$241,424
<b>APPROPRIATION TOTAL</b>	<b>2</b>	<b>\$181,068</b>	<b>2</b>	<b>\$245,219</b>	<b>2</b>	<b>\$241,424</b>
12680 - Auditing - CAFR						
500025 - Auditing - CAFR	0	\$1,347,280	0	\$2,020,250	0	\$1,370,250
<b>APPROPRIATION TOTAL</b>	<b>0</b>	<b>\$1,347,280</b>	<b>0</b>	<b>\$2,020,250</b>	<b>0</b>	<b>\$1,370,250</b>
<b>ACTIVITY TOTAL</b>	<b>20</b>	<b>\$3,635,167</b>	<b>20</b>	<b>\$4,451,802</b>	<b>17</b>	<b>\$3,476,689</b>

**CITY OF DETROIT**  
**Budget Development for FY 2010-2011**  
**Appropriations - Summary Objects**

	<b>2009-10 Redbook</b>	<b>2010-11 Dept Final Request</b>	<b>2010-11 Mayor's Budget Rec</b>
<b>AC0550 - Auditing Operations</b>			
<i>A50000 - Auditor General</i>			
SALWAGESL - Salary & Wages	1,252,904	1,218,515	1,070,611
EMPBENESL - Employee Benef	868,367	988,717	832,497
PROFSVCSL - Professional/Cor	1,347,280	2,070,250	1,420,250
OPERSUPSL - Operating Suppli	24,484	23,759	20,453
OPERSVCSL - Operating Servic	103,557	113,185	110,711
OTHEXPSSL - Other Expenses	38,575	37,376	22,167
<i>A50000 - Auditor General</i>	<i>3,635,167</i>	<i>4,451,802</i>	<i>3,476,689</i>
<b>AC0550 - Auditing Operations</b>	<b>3,635,167</b>	<b>4,451,802</b>	<b>3,476,689</b>
<b>Grand Total</b>	<b>3,635,167</b>	<b>4,451,802</b>	<b>3,476,689</b>

**CITY OF DETROIT  
MAYOR'S 2010-2011 RECOMMENDED BUDGET**

**Auditor General**

Appropriation	REDBOOK FY	DEPT REQUEST	MAYORS FY
Organization	2009 2010 FTE	FY 2010 2011 FTE	2010 2011 FTE
Classification			
<b>00261 - Auditing Operations</b>			
<b>500010 - Administration &amp; General Office</b>			
Auditor General	1	1	1
Deputy Auditor General	1	1	1
Executive Secretary III	1	1	1
<b>Total Administration &amp; General Office</b>	<u>3</u>	<u>3</u>	<u>3</u>
<b>500020 - Auditing-Operations</b>			
Manager II - Auditor General	2	2	2
Senior Auditor	5	5	5
Auditor	8	8	5
<b>Total Auditing-Operations</b>	<u>15</u>	<u>15</u>	<u>12</u>
<b>Total Auditing Operations</b>	<u>18</u>	<u>18</u>	<u>15</u>
<b>11195 - Risk Management Council</b>			
<b>500095 - Risk Management Council</b>			
Auditor	2	2	2
<b>Total Risk Management Council</b>	<u>2</u>	<u>2</u>	<u>2</u>
<b>Total Risk Management Council</b>	<u>2</u>	<u>2</u>	<u>2</u>
<b>Agency Total</b>	<u><u>20</u></u>	<u><u>20</u></u>	<u><u>17</u></u>