

# AUDITOR GENERAL (50)

## AGENCY PLAN: MISSION, GOALS AND BUDGET SUMMARY

### MISSION:

The mission of the Office of the Auditor General (OAG) acts 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. The OAG promotes the economy, efficiency, and effectiveness of City government, and protects 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:

2011-12 <u>Requested</u>		2010-11 <u>Budget</u>	2011-12 <u>Recommended</u>	Increase <u>(Decrease)</u>
\$ 3,682,583	City Appropriations	\$ 3,476,689	\$ 3,621,961	\$ 145,272
\$ 3,682,583	Total Appropriations	\$ 3,476,689	\$ 3,621,961	\$ 145,272
\$ 3,682,583	NET TAX COST:	\$ 3,476,689	\$ 3,621,961	\$ 145,272

### AGENCY EMPLOYEE STATISTICS:

2011-12 <u>Requested</u>		2010-11 <u>Budget</u>	04-01-11 <u>Actual</u>	2011-12 <u>Recommended</u>	Increase <u>(Decrease)</u>
17	City Positions	17	15	17	0
17	Total Positions	17	15	17	0

### ACTIVITIES IN THIS AGENCY:

	2010-11 <u>Budget</u>	2011-12 <u>Recommended</u>	Increase <u>(Decrease)</u>
Auditing Operations	\$ 3,476,689	\$ 3,621,961	\$ 145,272
Total Appropriations	\$ 3,476,689	\$ 3,621,961	\$ 145,272

## **AUDITOR GENERAL (50)**

### ***AUDITING OPERATIONS ACTIVITY INFORMATION***

#### **ACTIVITY DESCRIPTION: AUDITING OPERATIONS**

The OAG performs audits of each City agency and prepares written reports which 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 2010-11:**

The Office of the Auditor General will continue for fiscal year ending June 30, 2011, 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 2011-12, FY 2012-13 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>2008-09</b> <b>Actual</b>	<b>2009-10</b> <b>Actual</b>	<b>2010-11</b> <b>Projection</b>	<b>2011-12</b> <b>Target</b>
<b>Outputs: Units of Activity directed toward Goals.</b>				
Reports on Audits of Financial Transactions	26	19	21	21
Claims hearings	45	42	40	45
Risk Management Evaluations	0	0	4	2
<b>Activity Cost</b>	<b>\$2,288,365</b>	<b>\$7,746,445</b>	<b>\$3,476,689</b>	<b>\$3,621,961</b>

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

<b>Administration &amp; General Office</b>	<b>2010-11</b>		<b>2011-12</b>		<b>2011-12</b>	
	<b>FTE</b>	<b>AMOUNT</b>	<b>FTE</b>	<b>AMOUNT</b>	<b>FTE</b>	<b>AMOUNT</b>
<b>Auditing Operations</b>						
<i>APPROPRIATION</i>						
<i>ORGANIZATION</i>						
00261 - Auditing Operations						
500010 - Administration & General Office	3	\$623,622	3	\$645,323	3	\$618,551
500020 - Auditing-Operations	12	\$1,241,393	12	\$1,392,713	12	\$1,361,105
<b>APPROPRIATION TOTAL</b>	<b>15</b>	<b>\$1,865,015</b>	<b>15</b>	<b>\$2,038,036</b>	<b>15</b>	<b>\$1,979,656</b>
11195 - Risk Management Council						
500095 - Risk Management Council	2	\$241,424	2	\$260,594	2	\$258,352
<b>APPROPRIATION TOTAL</b>	<b>2</b>	<b>\$241,424</b>	<b>2</b>	<b>\$260,594</b>	<b>2</b>	<b>\$258,352</b>
12680 - Auditing - CAFR						
500025 - Auditing - CAFR	0	\$1,370,250	0	\$1,383,953	0	\$1,383,953
<b>APPROPRIATION TOTAL</b>	<b>0</b>	<b>\$1,370,250</b>	<b>0</b>	<b>\$1,383,953</b>	<b>0</b>	<b>\$1,383,953</b>
<b>ACTIVITY TOTAL</b>	<b>17</b>	<b>\$3,476,689</b>	<b>17</b>	<b>\$3,682,583</b>	<b>17</b>	<b>\$3,621,961</b>

**CITY OF DETROIT**  
**Budget Development for FY 2011-2012**  
**Appropriations - Summary Objects**

	<b>2010-11 Redbook</b>	<b>2011-12 Dept Final Request</b>	<b>2011-12 Mayor's Budget Rec</b>
<b>AC0550 - Auditing Operations</b>			
<i>A50000 - Auditor General</i>			
SALWAGESL - Salary & Wages	1,070,611	1,072,640	1,046,214
EMPBENESL - Employee Benef	832,497	1,015,643	988,133
PROFSVCSL - Professional/Cor	1,420,250	1,433,953	1,433,953
OPERSUPSL - Operating Suppli	20,453	22,101	20,453
OPERSVCSL - Operating Servic	110,711	113,615	112,308
OTHEXPSSL - Other Expenses	22,167	24,631	20,900
<i>A50000 - Auditor General</i>	<b>3,476,689</b>	<b>3,682,583</b>	<b>3,621,961</b>
<b>AC0550 - Auditing Operations</b>	<b>3,476,689</b>	<b>3,682,583</b>	<b>3,621,961</b>
<b>Grand Total</b>	<b>3,476,689</b>	<b>3,682,583</b>	<b>3,621,961</b>

**CITY OF DETROIT  
MAYOR'S 2011-2012 RECOMMENDED BUDGET**

**Auditor General**

Appropriation	REDBOOK FY		DEPT REQUEST		MAYORS FY	
Organization	2010	2011	FY 2011	FY 2012	2011	2012
Classification			FTE		FTE	
<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>	<b>3</b>		<b>3</b>		<b>3</b>	
<b>500020 - Auditing-Operations</b>						
Manager II - Auditor General	2		2		2	
Senior Auditor	5		5		5	
Auditor	5		5		5	
<b>Total Auditing-Operations</b>	<b>12</b>		<b>12</b>		<b>12</b>	
<b>Total Auditing Operations</b>	<b>15</b>		<b>15</b>		<b>15</b>	
<b>11195 - Risk Management Council</b>						
<b>500095 - Risk Management Council</b>						
Auditor	2		2		2	
<b>Total Risk Management Council</b>	<b>2</b>		<b>2</b>		<b>2</b>	
<b>Total Risk Management Council</b>	<b>2</b>		<b>2</b>		<b>2</b>	
<b>Agency Total</b>	<b>17</b>		<b>17</b>		<b>17</b>	