

AUDITOR GENERAL (50)

AGENCY PLAN: STATEMENT OF PURPOSE, GOALS AND BUDGET SUMMARY

STATEMENT OF PURPOSE:

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:

2009-10 <u>Requested</u>		2008-09 <u>Budget</u>	2009-10 <u>Recommended</u>	Increase <u>(Decrease)</u>
\$ 4,268,467	City Appropriations	\$ 3,836,118	\$ 3,315,167	\$ (520,951)
\$ 4,268,467	Total Appropriations	\$ 3,836,118	\$ 3,315,167	\$ (520,951)
\$ 4,268,467	NET TAX COST:	\$ 3,836,118	\$ 3,315,167	\$ (520,951)

AGENCY EMPLOYEE STATISTICS:

2009-10 <u>Requested</u>		2008-09 <u>Budget</u>	04-02-09 <u>Actual</u>	2009-10 <u>Recommended</u>	Increase <u>(Decrease)</u>
23	City Positions	23	19	16	(7)
23	Total Positions	23	19	16	(7)

ACTIVITIES IN THIS AGENCY:

	2008-09 <u>Budget</u>	2009-10 <u>Recommended</u>	Increase <u>(Decrease)</u>
Auditing Operations	\$ 3,836,118	\$ 3,315,167	\$ (520,951)
Total Appropriations	\$ 3,836,118	\$ 3,315,167	\$ (520,951)

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 2008-09:

The Office of the Auditor General will continue for fiscal year ending June 30, 2009 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 2009-10, FY 2010-11 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

Types of Performance Measures: List of Measures	2006-07 Actual	2007-08 Actual	2008-09 Projection	2009-10 Target
Outputs: Units of Activity directed toward Goals.				
Reports on Audits of Financial Transactions	18	21	21	21
Other Reports Issued	4	0	4	4
Claims hearings	31	45	40	40
Risk Management Evaluations	0	0	0	1
Activity Cost	\$2,963,500	\$3,147,670	\$3,836,118	\$3,315,167

CITY OF DETROIT
Auditor General
Financial Detail by Appropriation and Organization

Administration & General Office	2008-09		2009-10		2009-10	
	Redbook		Dept Final		Mayor's	
Auditing Operations	FTE	AMOUNT	FTE	AMOUNT	FTE	AMOUNT
<i>APPROPRIATION</i>						
<i>ORGANIZATION</i>						
00261 - Auditing Operations						
500010 - Administration & General Office	5	\$832,325	5	\$967,548	3	\$571,865
500020 - Auditing-Operations	16	\$1,594,290	16	\$1,718,317	11	\$1,214,954
APPROPRIATION TOTAL	21	\$2,426,615	21	\$2,685,865	14	\$1,786,819
11195 - Risk Management Council						
500095 - Risk Management Council	2	\$122,310	2	\$235,322	2	\$181,068
APPROPRIATION TOTAL	2	\$122,310	2	\$235,322	2	\$181,068
12680 - Auditing - CAFR						
500025 - Auditing - CAFR	0	\$1,287,193	0	\$1,347,280	0	\$1,347,280
APPROPRIATION TOTAL	0	\$1,287,193	0	\$1,347,280	0	\$1,347,280
ACTIVITY TOTAL	23	\$3,836,118	23	\$4,268,467	16	\$3,315,167

CITY OF DETROIT
Budget Development for FY 2009-2010
Appropriations - Summary Objects

	2008-09	2009-10	2009-10
	Redbook	Dept Final	Mayor's
		Request	Budget Rec
AC0550 - Auditing Operations			
<i>A50000 - Auditor General</i>			
SALWAGESL - Salary & Wages	1,415,175	1,573,133	1,072,314
EMPBENESL - Employee Benef	885,928	1,091,881	728,957
PROFSVCSL - Professional/Cor	1,337,193	1,397,280	1,347,280
OPERSUPSL - Operating Suppli	24,169	24,484	24,484
OPERSVCSL - Operating Servic	129,078	134,919	103,557
OTHEXPSSL - Other Expenses	44,575	46,770	38,575
<i>A50000 - Auditor General</i>	<i>3,836,118</i>	<i>4,268,467</i>	<i>3,315,167</i>
AC0550 - Auditing Operations	3,836,118	4,268,467	3,315,167
Grand Total	3,836,118	4,268,467	3,315,167

**CITY OF DETROIT
MAYOR'S 2009-2010 RECOMMENDED BUDGET**

Auditor General

Appropriation	REDBOOK FY		DEPT REQUEST		MAYORS FY	
Organization	2008	2009 FTE	FY 2009	2010 FTE	2009	2010 FTE
Classification						
00261 - Auditing Operations						
500010 - Administration & General Office						
Auditor General	1		1		1	
Deputy Auditor General	1		1		1	
Chief Auditor	1		1		0	
Executive Secretary III	1		1		1	
Office Assistant III	1		1		0	
Total Administration & General Office	5		5		3	
500020 - Auditing-Operations						
Manager II - Auditor General	2		2		2	
Senior Auditor	6		6		5	
Auditor	8		8		4	
Total Auditing-Operations	16		16		11	
Total Auditing Operations	21		21		14	
11195 - Risk Management Council						
500095 - Risk Management Council						
Auditor	2		2		2	
Total Risk Management Council	2		2		2	
Total Risk Management Council	2		2		2	
Agency Total	23		23		16	