

## 095 - Office of State Auditor

### A001 Administrative Activity

This activity provides for the administration of the Office of the State Auditor.

#### Program OMN - SAO Omnibus Programs

Account	FY 2010	FY 2011	Biennial Total
<b>FTE</b>	14.8	13.5	14.2
<b>483 Auditing Services Revolving Account</b>			
483-1 State	\$266,000	\$193,000	\$459,000
<b>001 General Fund</b>			
001-1 State	\$48,000	\$48,000	\$96,000
<b>413 Municipal Revolving Account</b>			
413-6 Non-Appropriated	\$953,000	\$1,033,000	\$1,986,000
<b>553 Performance Audits of Government Account</b>			
553-6 Non-Appropriated	\$489,000	\$530,000	\$1,019,000

**Statewide Result Area:** Strengthen government's ability to achieve results efficiently and effectively

**Statewide Strategy:** Support democratic processes and government accountability

#### Expected Results

Provide oversight and leadership over programs within the State Auditor's Office including the agency's risk management program.

### A002 Audit of School Programs

The School Programs audit team assesses school district compliance with legal criteria that must be met as a condition for receiving General Fund monies. There are 296 school districts subject to this audit effort. The team also assists the Special Education Safety Net Committee, works with staff of the Office of Superintendent of Public Instruction on audit resolution, and provides training for school district staff.

#### Program OMN - SAO Omnibus Programs

Account	FY 2010	FY 2011	Biennial Total
<b>FTE</b>	7.0	7.0	7.0
<b>001 General Fund</b>			
001-1 State	\$674,000	\$669,000	\$1,343,000

**Statewide Result Area: Strengthen government's ability to achieve results efficiently and effectively**

**Statewide Strategy: Support democratic processes and government accountability**

**Expected Results**

To verify the accuracy of school district data submitted for funding purposes.

**A003 Audits of Local Government**

The Office of the State Auditor independently audits local governments at least every three years, with the exception of self-insurance plans, which are audited on a two-year cycle. There are approximately 2,400 local government entities, including counties, cities, schools, ports, public utilities, hospital districts, and fire districts. Auditors use a risk-based approach which focuses on public resources most likely to be at risk of loss or misappropriation. Beyond examining the financial condition, accounting and reporting by local governments, the audits assess compliance with the Constitution, state laws, and local government ordinances. Any report disclosing malfeasance, misfeasance or nonfeasance in office on the part of local government officers or employees is referred to the county prosecuting attorney or federal government for recovery of funds and prosecution. Bond rating agencies rely on these audit reports in performing their assessments. (Municipal Revolving Account - Nonappropriated)

**Program OMN - SAO Omnibus Programs**

<b>Account</b>	<b>FY 2010</b>	<b>FY 2011</b>	<b>Biennial Total</b>
<b>FTE</b>	209.9	215.0	212.5
<b>413 Municipal Revolving Account</b>			
413-6 Non-Appropriated	\$22,122,000	\$21,614,000	\$43,736,000

**Statewide Result Area: Strengthen government's ability to achieve results efficiently and effectively**

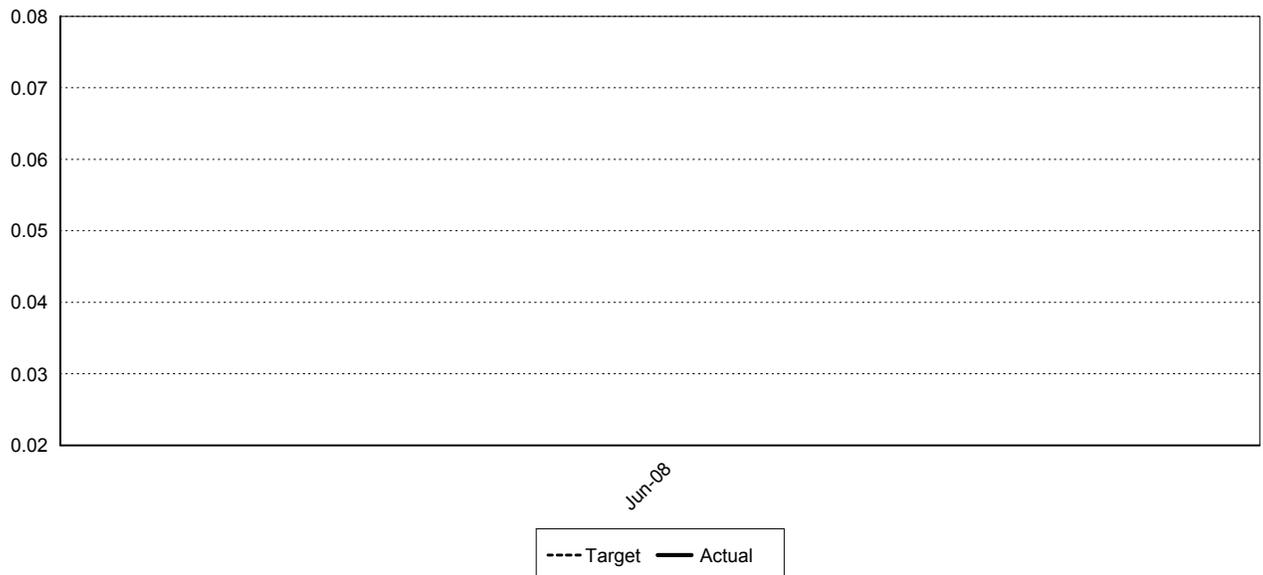
**Statewide Strategy: Support democratic processes and government accountability**

**Expected Results**

To provide independent, quality audits of local governments in accordance with generally accepted government auditing standards at a reasonable cost.

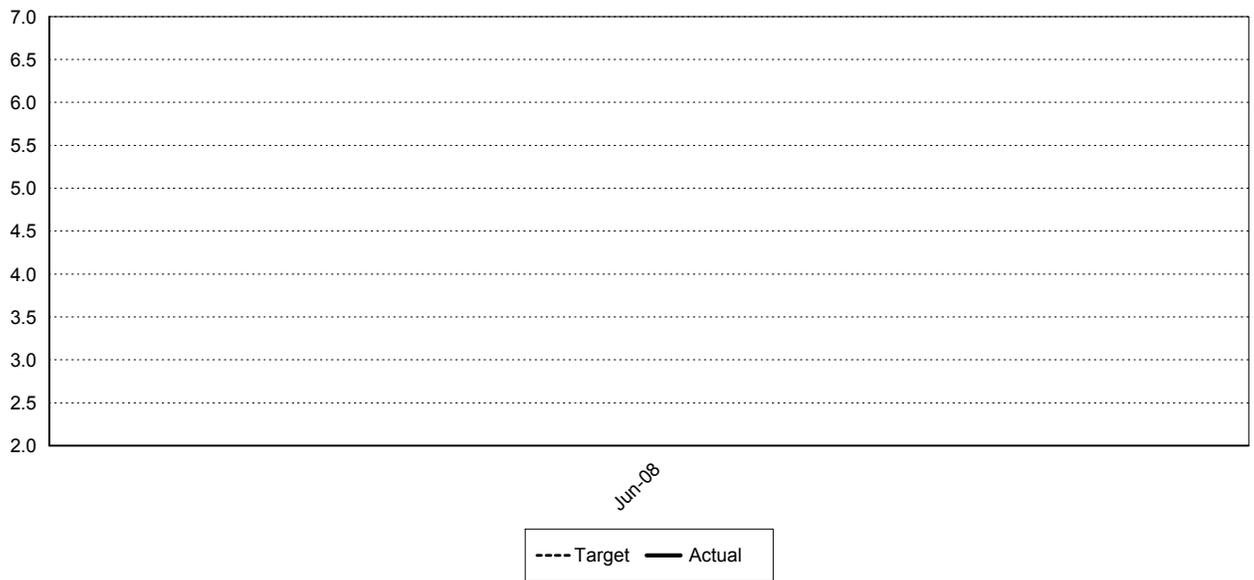
000750 Average cost of audit compared to total expenditures audited for cities, counties, ports, transits and K-12. Number is a composite number of all entities measured combined.			
Biennium	Period	Actual	Target
2009-11	Q8		
	Q7		
	Q6		
	Q5		
	Q4		
	Q3		
	Q2		
	Q1		
2007-09	Q8		
	Q7		
	Q6		
	Q5		
	Q4	0.05%	
	Q3		
	Q2		
	Q1		

Percent 000750 - Audit cost containment - cost of audit compared to expenditures audited



000745 Average audit satisfaction ratings from local governments.			
Biennium	Period	Actual	Target
2009-11	Q8		
	Q7		
	Q6		
	Q5		
	Q4		
	Q3		
	Q2		
	Q1		
2007-09	Q8		
	Q7		
	Q6		
	Q5		
	Q4	4.49	
	Q3		
	Q2		
	Q1		

Number 000745 - Average audit satisfaction ratings from local governments



A004 Audits of State Government

*Appropriation Period: 2009-11 Activity Version: 2D - 2010 Supplemental Enacted Recast Sort By: Activity*

The office audits annually the basic financial statements prepared by the Office of Financial Management. This audit includes an examination of internal controls over public resources and compliance with the Constitution and federal and state laws and regulations. The audit meets legal requirements contained in the Congressional Single Audit Act. There are 168 state agencies, boards, and commissions subject to this audit effort, which uses a risk-based approach to focus on public resources at highest risk of loss or misappropriation. Audits of state agencies disclosing malfeasance, misfeasance or nonfeasance on the part of any public officer or employee are referred to the Office of the Attorney General or federal government for recovery of funds and prosecution. Bond rating agencies rely on state government audits in performing their assessments. (Auditing Services Revolving Account)

**Program OMN - SAO Omnibus Programs**

<b>Account</b>	<b>FY 2010</b>	<b>FY 2011</b>	<b>Biennial Total</b>
<b>FTE</b>	36.0	27.0	31.5
<b>483 Auditing Services Revolving Account</b>			
483-1 State	\$5,106,000	\$3,770,000	\$8,876,000

**Statewide Result Area: Strengthen government's ability to achieve results efficiently and effectively**

**Statewide Strategy: Support democratic processes and government accountability**

**Expected Results**

To provide independent, quality audits of state government in accordance with generally accepted government auditing standards at a reasonable cost.

**A005 Investigating Improper Governmental Actions**

The Office of the State Auditor administers the state employee whistleblower program which encourages state employees to disclose, to the extent not expressly prohibited by law, improper governmental actions. Improper governmental action means any action by an employee undertaken in the performance of the employee's official duties, which is a gross waste of public funds or resources or in violation of federal or state law or rule, if the violation is not merely technical or of a minimum nature, or of substantial and specific danger to the public health or safety. (Auditing Services Revolving Account)

**Program OMN - SAO Omnibus Programs**

<b>Account</b>	<b>FY 2010</b>	<b>FY 2011</b>	<b>Biennial Total</b>
<b>FTE</b>	5.0	4.0	4.5
<b>483 Auditing Services Revolving Account</b>			
483-1 State	\$862,000	\$552,000	\$1,414,000

**Statewide Result Area: Strengthen government's ability to achieve results efficiently and effectively**

**Statewide Strategy:** Support democratic processes and government accountability

**Expected Results**

To investigate and report, in a responsive and unbiased manner, assertions of improper activities in state government.

**A006 Local Government Budgeting, Accounting and Reporting System and Statistics**

The Office of the State Auditor, in collaboration with local governments, sets uniform accounting standards for local governments, allowing for consistent reporting of data, timely analysis, and greater public understanding. The office helps local governments meet these standards by providing technical assistance and training. Each year, the office works with local governments to update the Budgeting, Accounting, and Reporting Systems (BARS) for local governments. Annually, the office publishes a compilation of local government comparative statistics, a 10-year history of financial information for comparing entities and analyzing programs. Bond rating agencies often rely on the local government financial reporting system in performing their assessments. (Municipal Revolving Account-Nonappropriated)

*Program OMN - SAO Omnibus Programs*

Account	FY 2010	FY 2011	Biennial Total
<b>413 Municipal Revolving Account</b>			
413-6 Non-Appropriated	\$387,000	\$407,000	\$794,000

**Statewide Result Area:** Strengthen government's ability to achieve results efficiently and effectively

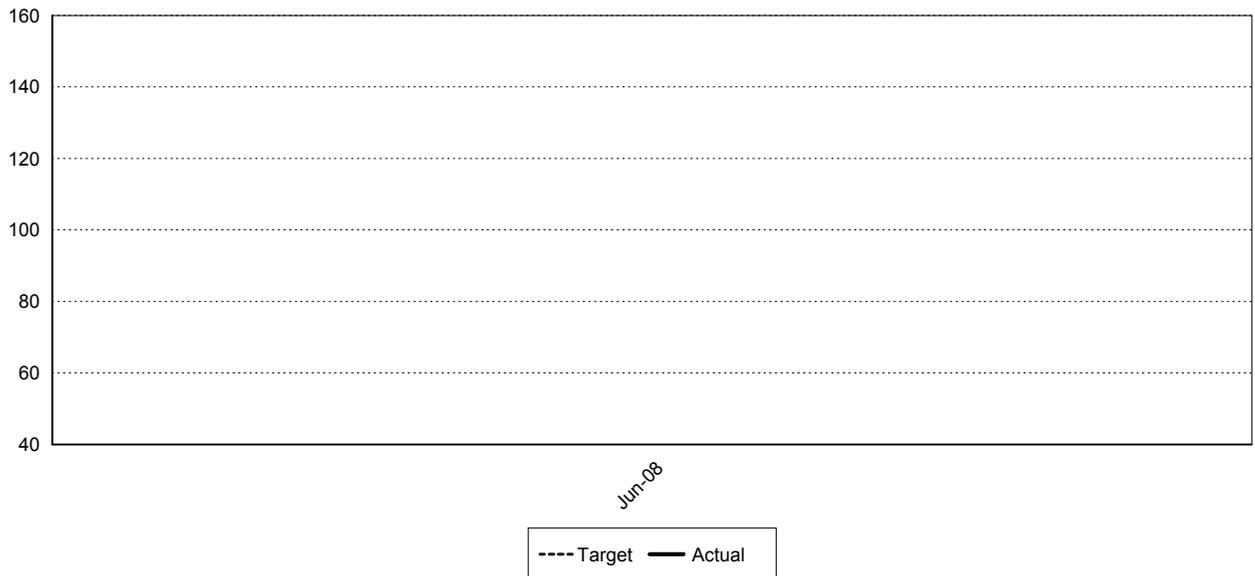
**Statewide Strategy:** Support democratic processes and government accountability

**Expected Results**

To establish uniform systems of budgeting, accounting, and reporting for local governments by class and entity type and to collect and report consistent, timely, and reliable local government financial information.

000865 Percentage of users generally and very satisfied with local government budgeting, accounting, and reporting systems.			
Biennium	Period	Actual	Target
2009-11	Q8		
	Q7		
	Q6		
	Q5		
	Q4		
	Q3		
	Q2		
	Q1		
2007-09	Q8		
	Q7		
	Q6		
	Q5		
	Q4	100%	
	Q3		
	Q2		
	Q1		

Percent 000865 - Percentage of users satisfied with local government systems



**A007 Performance Audits**

The Office of the State Auditor conducts independent performance audits of agencies in the executive, judicial, and legislative branches of government. This authority was granted pursuant to voter approval of Initiative 900 in the 2005 election.

**Program OMN - SAO Omnibus Programs**

Account	FY 2010	FY 2011	Biennial Total
FTE	66.0	69.6	67.8
<b>553 Performance Audits of Government Account</b>			
553-6 Non-Appropriated	\$9,946,000	\$9,905,000	\$19,851,000

**Statewide Result Area: Strengthen government's ability to achieve results efficiently and effectively**

**Statewide Strategy: Support democratic processes and government accountability**

**Expected Results**

To conduct independent performance audits of state and local government.

**Grand Total**

	FY 2010	FY 2011	Biennial Total
FTE's	338.7	336.1	337.4
GFS	\$722,000	\$717,000	\$1,439,000
Other	\$40,131,000	\$38,004,000	\$78,135,000
<b>Total</b>	<b>\$40,853,000</b>	<b>\$38,721,000</b>	<b>\$79,574,000</b>

*Appropriation Period: 2009-11 Activity Version: 2D - 2010 Supplemental Enacted Recast Sort By: Activity*

<b><u>Parameter</u></b>	<b><u>Entered As</u></b>
Budget Period	2009-11
Agency	095
Version	2D
Result Area	All Result Areas
Activity	All Activities
Program	All Programs
Sub Program	All Sub Programs
Account	All Accounts
Expenditure Authority Type	All Expenditure Authority Types
Theme	All
Sort By	Activity
Display All Account Types	Yes
Include Policy Level	Yes
Include Activity Description	Yes
Include Statewide Result Area	Yes
Include Statewide Strategy	Yes
Include Expected Results Text	Yes
Include Charts	Yes
Chart Type	Line
Include Parameter Selections	Yes
Version Source	OFM