OFFICE OF INTERNAL AUDIT

The Office of Internal Audit was created as an independent office of City Government. The office is not part of the City's executive branch or the City Council.

The goals of the department are to:

- conduct audits and follow-up on previously issued audits; and
- propose ways to increase the City's legal, fiscal and ethical accountability.

The Accountability in Government Oversight Committee provides oversight to the Office of Internal Audit. The Committee reviews and approves all audit reports, appoints the director of the Office of Internal Audit, recommends a budget to the Mayor and City Council and provides the director with guidance, priorities and potential areas for audit.

Mission

To provide independent audits that promote transparency, accountability, efficiency and effectiveness of City government for the citizens of Albuquerque.

Operating Fund Expenditures by Category ($000's)	UNAUDITED ACTUAL FY/10	ORIGINAL BUDGET FY/11	REVISED BUDGET FY/11	ESTIMATED ACTUAL FY/11	APPROVED BUDGET FY/12	APPR 12/ EST ACT 11 CHG
Personnel	921	854	645	619	741	122
Operating	54	68	57	62	58	(4)
Capital	0	0	0	0	0	0
Transfers	3	6	6	6	3	(3)
TOTAL	978	928	708	687	802	115
TOTAL FULL-TIME POSITIONS	12	12	9	9	7	(2)

BUDGET HIGHLIGHTS

The FY/12 approved budget for the Office of Internal Audit is $802 thousand, a reduction of $126 thousand or a 13.6% from the FY/11 original budget of $928 thousand. As part of the city-wide savings plan, funding for two positions is deleted in the approved budget.

During FY/11, the Office of Internal Audit was restored to the structure that existed prior to a 2004 ordinance change that added the position of Inspector General. This will allow the office to focus on audits that offer recommendations to improve the efficiency and effectiveness of City processes.

($000's)	UNAUDITED ACTUAL FY/10	ORIGINAL BUDGET FY/11	REVISED BUDGET FY/11	ESTIMATED ACTUAL FY/11	APPROVED BUDGET FY/12	APPR 12/ EST ACT 11 CHG
PROGRAM STRATEGY SUMMARY BY FUND AND GOAL:						
GENERAL FUND – 110						
GOAL 8: GOVERNMENTAL EXCELLENCE AND EFFECTIVENESS						
Office of Internal Audit	978	928	708	687	802	115
TOTAL APPROPRIATIONS	978	928	708	687	802	115

OFFICE OF INTERNAL AUDIT

PERFORMANCE MEASURES

GOAL 8: GOVERNMENTAL EXCELLENCE AND EFFECTIVENESS – Government is ethical, transparent, and responsive to its citizens. Every element of government contributes effectively to meeting public needs.

PROGRAM STRATEGY

INTERNAL AUDIT - Enhance the public confidence and promote efficiency, effectiveness, accountability and integrity in City government by (1) ensuring compliance with city ordinances, resolutions, rules, regulations, and policies, (2) recommending operational improvements and service measurement integrity, (3) recommending programs/policies which educate and raise the awareness of all City officials and employees.

Measure	Actual FY/09	Actual FY/10	Actual FY/11	Approved FY/12
DESIRED COMMUNITY CONDITION - City services, operations, and finances are measured and audited as needed and meet customer needs				
# of audit reports issued	12	7	6	10
# of requests for assistance (outside of audits)	63	70	36	40
Cost savings as a % of annual budget	79%	15%	55%	100%
Survey rating on value added recommendations (5 pt scale)	4.7	4.5	4.6	4.5

PRIOR YEAR ACCOMPLISHMENTS

- Issued six audits of City departments, divisions, processes and contracts.
- Followed up on three previously issued audits.
- Received approximately 36 requests for assistance
- Provided staff support for the Citizen's Independent Salary Commission.