OFFICE OF INSPECTOR GENERAL

CITY OF ALBUQUERQUE

Fiscal Year 2013 Annual Report

July 1, 2012 – June 30, 2013
Honorable Mayor, Members of the City Council, Accountability in Government Oversight Committee and Citizens of Albuquerque.

The mission of the Office of Inspector General (OIG) is:

“To promote a culture of integrity, accountability, and transparency throughout the City of Albuquerque in order to safeguard and preserve the public trust. The OIG will accomplish this mission by preventing, detecting, deterring and investigating fraud, waste and abuse, and promoting the efficiency and effectiveness in the programs and operations of the City of Albuquerque.”

We operate under the authority of the Inspector General Ordinance and Whistleblower Ordinance. The OIG was established as an independent organization which is not part of and does not report to the City’s executive branch or the City Council.

The Inspector General’s goals are:

(1) Conduct investigations in an efficient, impartial, equitable and objective manner;

(2) Prevent and detect fraud, waste and abuse in city activities including all city contracts and partnerships;

(3) Deter criminal activity through independence in fact and appearance, investigation and interdiction; and

(4) Propose ways to increase the city’s legal, fiscal and ethical accountability to insure that tax payers’ dollars are spent in a manner consistent with the highest standards of local governments.

The OIG investigates allegations of fraud, waste and abuse in order to prevent recurrence, assist the City in achieving better results from limited resources and promote public trust in City government. Investigations are a response to allegations of improper governmental actions as defined in the Whistleblower Ordinance and matters involving potential violation or non-compliance with federal and state law, city ordinances and city regulations.

The IG Ordinance requires the Inspector General to report annually to the Council and the Mayor regarding activities and investigations of the office. This annual report of the OIG is for the year ended on June 30, 2013.
The Inspector General position has been vacant since January 2013. IG Investigator Peter Pacheco has been serving as Acting Inspector General in the interim.
The FY13 budget for the OIG was $333,000.00. Expenditures for the year were approximately $261,788.00. OIG under spent its budget by approximately 21.5%. The chart below contains budget and actual expenditure comparison for FY13, as well as for previous years.

Salary savings as a result of the vacant Inspector General position contributed to the OIG under spending its budget.
Most Office of Inspector General investigations are initiated based on tips and referrals received. There are several ways to contact the OIG and submit tips and referrals. These methods of contact include: complaints that come in through the OIG Hotline; ESA complaints submitted via esa@cabq.gov; the Inspector General’s web form; direct personal communication with the OIG; and complaints that come in through 311.

The graph below shows the different methods of contact and the number of tips received via each method.

During FY 13 the OIG completed one investigation; one investigation is open; and another investigation is pending.
Professional certifications held by OIG staff members include:

(2) Certified Fraud Examiner (CFE)
(2) Certified Inspector General Investigator (CIGI)

The OIG Staff is active in numerous professional organizations to include:

- Association of Certified Fraud Examiners (ACFE)
- Association of Certified Inspectors General (AIG)
- Institute of Internal Auditors (IIA)
- Association of Government Accountants (AGA)
Peter Pacheco – Acting Inspector General

Peter has been an investigator for the Office of Inspector General since January 2011, and has been serving as the Acting Inspector General since January 2013. He is a graduate of the University of New Mexico – Robert O. Anderson School of Business with a Bachelors of Business Administration, with a concentration in Finance. Peter joined the City in November 2008 and held positions as both a Staff Auditor/Investigator and Principal Auditor/Investigator for the Office of Internal Audit and Investigations. He previously worked for the Office of the State Auditor as a Senior Auditor. Peter most recently served on the Executive Committee for the New Mexico AGA chapter as the Chapter President and web master. He became a Certified Inspector General Investigator (CIGI) in the fall of 2012 and is working toward becoming a Certified Forensic Interviewer (CFI).

JoVonne Jaramillo – IG Investigator

JoVonne is an investigator for the Office of Inspector General. She is a graduate of the University of New Mexico with a Bachelor of Arts degree in Criminology. JoVonne has over 7 years experience in investigations. Before joining the City, JoVonne worked as a Special Agent for the State of New Mexico Human Services Department Office of Inspector General, conducting investigations in public assistance fraud and employee misconduct. She became a Certified Inspector General Investigator (CIGI) in the fall of 2012 and is working toward becoming a Certified Forensic Interviewer (CFI).
Looking Ahead

In the coming year, the OIG will strive to improve education and outreach efforts with all City employees. These efforts are intended to educate others about the purpose of the OIG, as well as to encourage all to notify the OIG about suspected fraud, waste, abuse, corruption, mismanagement, misfeasance, nonfeasance, and defalcation. In FY13, the OIG saw a drop in the number of tips received. The OIG is optimistic that taking a more proactive approach will result in more tips and referrals. The OIG is also hopeful that FY14 will bring about the hiring of a new Inspector General.

Finally, the OIG looks forward to FY14 bringing collaboration between the OIG and administration.