



## **Background Briefing**

# **LEGISLATIVE AUDITOR GENERAL**

**Robin R. Risko, Senior Fiscal Analyst**

**December 2011**

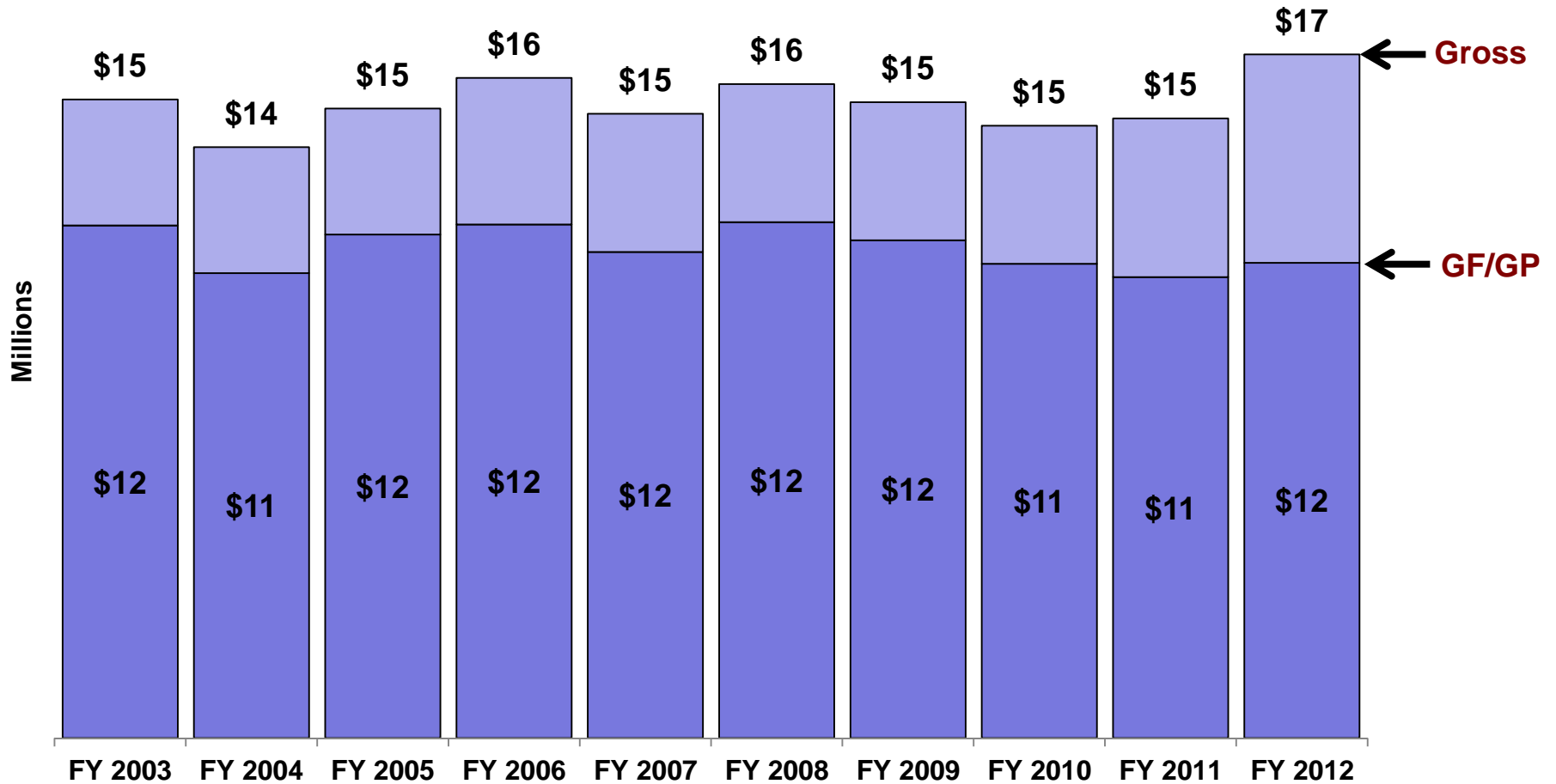
**The fiscal information in this background briefing is based on data through December 31, 2011.**

# Legislative Auditor General

- **Mission is to improve the accountability of public funds and to improve the operations of state government for the benefit of the citizens of the State of Michigan**
- **Responsibilities are to conduct post financial and performance audits of state government operations, meet specific audit requirements in conformance with the constitutional mandate, and complete individual projects and reports in response to legislative requests**
- **Audit reports**
  - **Provide information for legislative oversight of state government**
  - **Provide accountability, ensuring that receipts and expenditures are in accordance with the State Constitution and state laws, rules, and procedures**
  - **Assist state departments and agencies in improving the financial management, effectiveness, efficiency, and economy of activities and programs approved by the Legislature**
- **Appropriations for the Legislative Auditor General are included in an appropriation unit in the Legislature budget in FY 2012**

# Legislative Auditor General: Gross Appropriations

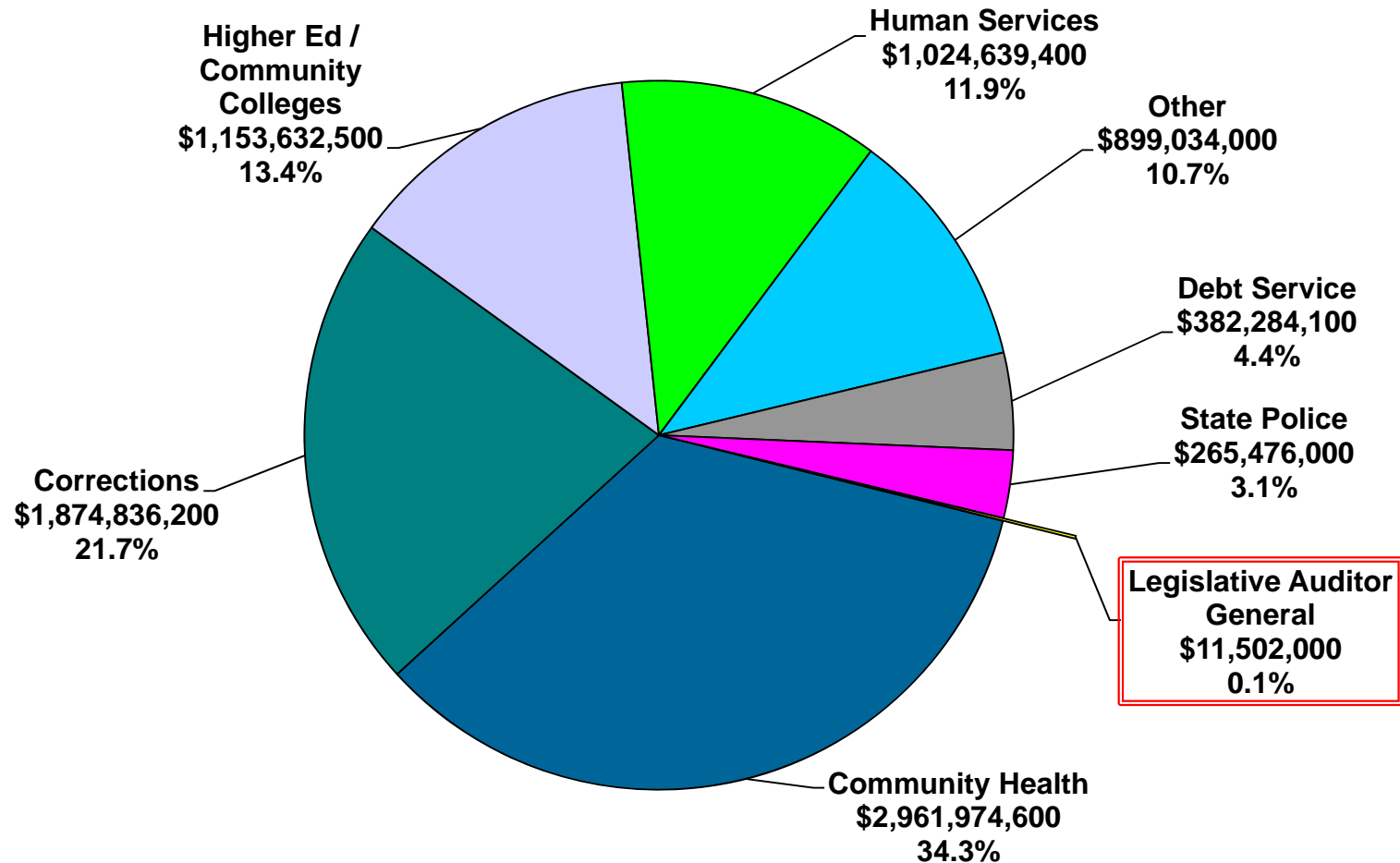
Spending increases are due primarily to inflation; decreases are due to budget reductions. One-time appropriation of \$905,000 is included in FY 2012.



# Legislative Auditor General Share of State GF/GP

Legislative Auditor General makes up 0.14% of the total state GF/GP budget

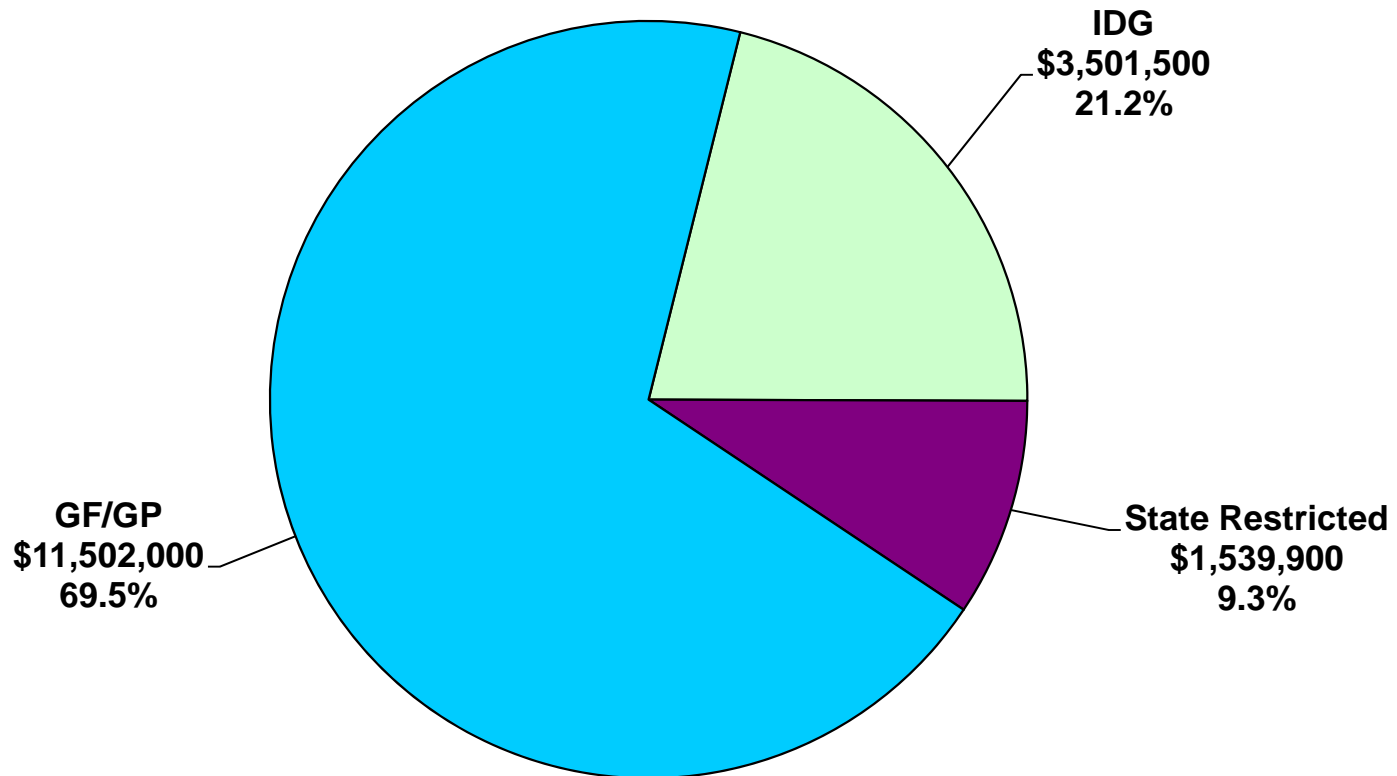
FY 2011-12 GF/GP Total = \$8,626,998,900



# **SOURCES OF FUNDING**

# Legislative Auditor General Funding Sources

**FY 2011-12 Legislative Auditor General Budget = \$16,543,400**  
(Includes a one-time appropriation of \$905,000)



**LEGISLATIVE AUDITOR  
GENERAL  
APPROPRIATIONS**

# Legislative Auditor General Appropriations

- **Salaries and benefits for Auditor General, Deputy Auditor General, Administrative Assistant to Auditor General, and all other office staff**
  
- **Office operations**
  - Rent
  - Travel
  - Information system charges
  - Office supplies
  - Dues
  - Subscriptions
  - Telephone
  - Postage
  - Equipment and equipment maintenance
  - Training

# **MAJOR BUDGET ISSUES**

# Legislative Auditor General

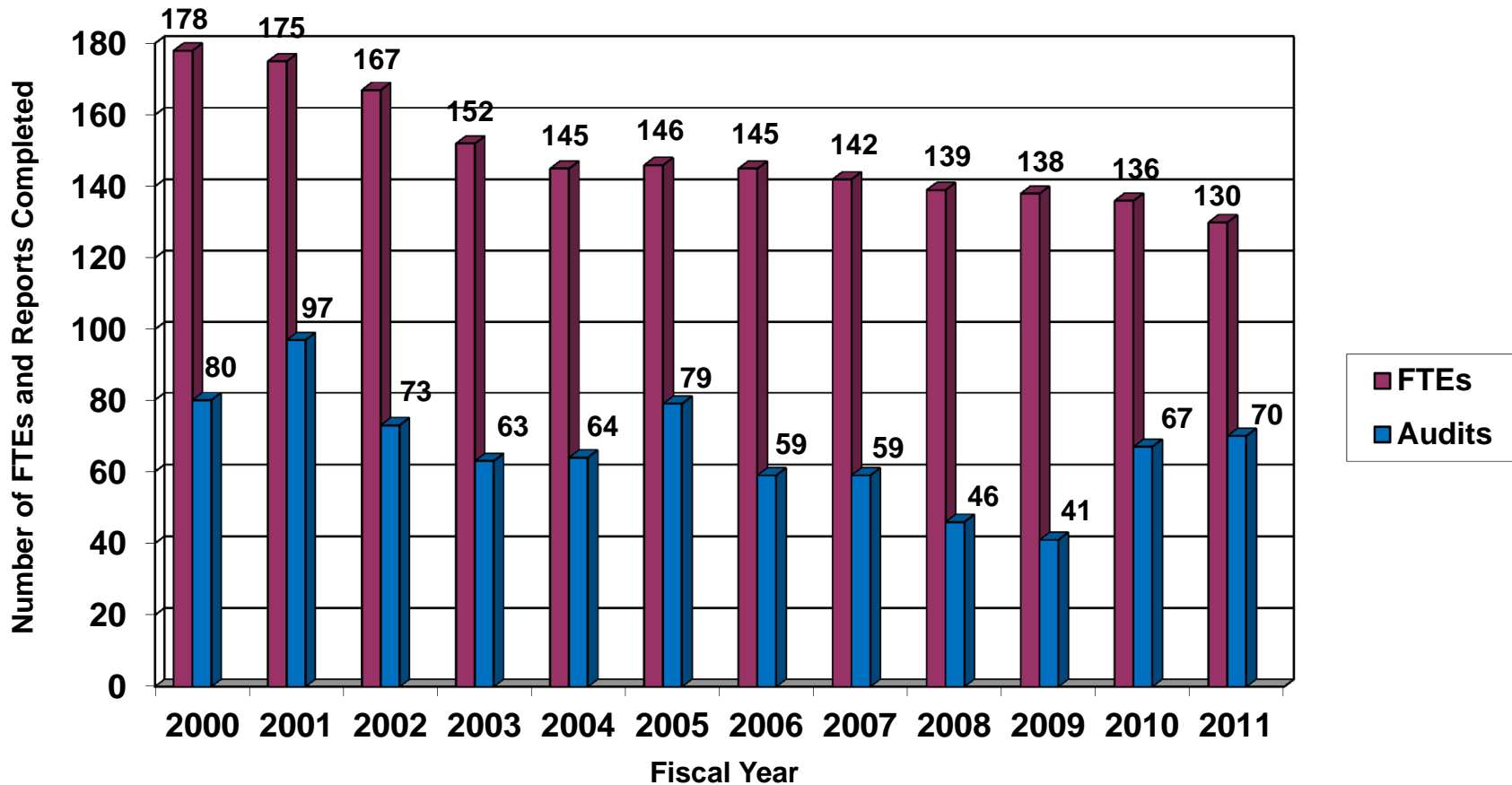
- **Organizationally divided into four areas of responsibility:**
  - **Bureau of Audit Operations - conducts post financial and performance audits of the executive, legislative, and judicial branches of government and universities and community colleges; performs specific reviews in response to legislative requests; participates in joint National State Auditors Association audits with other states' audit agencies**
  - **Office of Professional Practice - performs quality assurance reviews of audit reports and working papers; edits audit reports; conducts accounting and auditing research**
  - **Office of Information Technology - manages the computer network; maintains the management information system; provides computer software assistance and microcomputer support to all staff**
  - **Office of Administration – provides human resource management, accounting and budgeting, audit report production, office-wide printing, purchasing, and clerical support**

# Legislative Auditor General

- **Types of audits performed:**
  - **Financial Audits:** provide reasonable assurance that financial statements of an audited entity are fairly presented and conform with generally accepted accounting principals
  - **Single Audits:** financial audits performed in accordance with the Single Audit Act of 1984; meet the needs of federal grantor agencies and other financial report users; require study and evaluation of the internal control structure and testing of compliance with laws and regulations relevant to federal assistance programs
  - **Performance Audits:** provide an independent assessment of the performance of a governmental entity, program, activity, or function to improve public accountability and to facilitate decision-making by parties responsible for overseeing or initiating corrective action; follow-up reports are done to determine whether agencies comply with recommendations made by the Auditor General
  - **Performance and Financial Audits:** designed to achieve a combination of performance and financial audit objectives

# Legislative Auditor General

## FTE Positions and Audit, Special, and Letter Reports Completed



**For more information about the  
Auditor General budget, contact:**

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