

## Auditors of Public Accounts APA11000

### Position Summary

Account	Actual FY 14	Governor Estimated FY 15	Governor Recommended		Legislative	
			FY 16	FY 17	FY 16	FY 17
Permanent Full-Time - GF	117	117	117	117	117	117

### Budget Summary

Account	Actual FY 14	Governor Estimated FY 15	Governor Recommended		Legislative	
			FY 16	FY 17	FY 16	FY 17
Personal Services	10,619,721	11,825,310	12,475,412	12,500,473	12,225,412	12,250,473
Other Expenses	319,841	427,450	437,355	449,991	400,115	404,950
Equipment	2,440	10,000	10,000	10,000	10,000	10,000
<b>Nonfunctional - Change to Accruals</b>	<b>71,742</b>	<b>69,610</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Agency Total - General Fund</b>	<b>11,013,745</b>	<b>12,332,370</b>	<b>12,922,767</b>	<b>12,960,464</b>	<b>12,635,527</b>	<b>12,665,423</b>

Account	Legislative				Difference from Governor Recommended			
	FY 16		FY 17		FY 16		FY 17	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

### Current Services

#### Adjust Funding to Reflect Wage & Compensation Related Costs

Personal Services	0	650,102	0	675,163	0	0	0	0
<b>Total - General Fund</b>	<b>0</b>	<b>650,102</b>	<b>0</b>	<b>675,163</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

#### Governor

Provide funding of \$650,102 in FY 16 and \$675,163 in FY 17 to reflect current services wage-related adjustments such as annual increments, general wage increases, overtime, annualization, turnover, and other compensation-related adjustments.

#### Legislative

Same as Governor

#### Apply Inflationary Increases

Other Expenses	0	9,905	0	22,541	0	0	0	0
<b>Total - General Fund</b>	<b>0</b>	<b>9,905</b>	<b>0</b>	<b>22,541</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

#### Background

Applying inflationary factors to current year expenditures provides an estimate of the cost of continuing services into the next year.

#### Governor

Increase funding in Other Expenses by \$9,905 in FY 16 and an additional \$12,636 in FY 17 (for a cumulative total of \$22,541 in the second year) to reflect inflationary increases.

#### Legislative

Same as Governor

Account	Legislative				Difference from Governor Recommended			
	FY 16		FY 17		FY 16		FY 17	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount

## Policy Revisions

### Reduce Personal Services

Personal Services	0	(250,000)	0	(250,000)	0	(250,000)	0	(250,000)
<b>Total - General Fund</b>	<b>0</b>	<b>(250,000)</b>	<b>0</b>	<b>(250,000)</b>	<b>0</b>	<b>(250,000)</b>	<b>0</b>	<b>(250,000)</b>

#### Legislative

Reduce Personal Services by \$250,000 in FY 16 and FY 17 to achieve efficiencies.

### Reduce Other Expenses

Other Expenses	0	(27,335)	0	(22,500)	0	(27,335)	0	(22,500)
<b>Total - General Fund</b>	<b>0</b>	<b>(27,335)</b>	<b>0</b>	<b>(22,500)</b>	<b>0</b>	<b>(27,335)</b>	<b>0</b>	<b>(22,500)</b>

#### Legislative

Reduce funding in Other Expenses (\$27,335) in FY 16 and (\$22,500) in FY 17 to achieve efficiencies.

### Consolidate Funding for GAAP

Nonfunctional - Change to Accruals	0	(69,610)	0	(69,610)	0	0	0	0
<b>Total - General Fund</b>	<b>0</b>	<b>(69,610)</b>	<b>0</b>	<b>(69,610)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

#### Governor

Reduce funding by \$69,610 in FY 16 and FY 17 to reflect the consolidation of GAAP funding within the Office of the State Comptroller - Miscellaneous Accounts.

#### Legislative

Same as Governor

### Eliminate Inflationary Increases

Other Expenses	0	(9,905)	0	(22,541)	0	(9,905)	0	(22,541)
<b>Total - General Fund</b>	<b>0</b>	<b>(9,905)</b>	<b>0</b>	<b>(22,541)</b>	<b>0</b>	<b>(9,905)</b>	<b>0</b>	<b>(22,541)</b>

#### Legislative

Reduce Other Expenses by \$9,905 in FY 16 and \$22,541 in FY 17 to reflect the elimination of inflationary increases.

## Implement Special Education Initiatives

### Background

The Regional Planning Incentive Account is a non-lapsing account funded through a diversion of a portion of hotel tax and rental car surtax revenue. It primarily funds: 1) grants-in-aid to councils of government (COGs), and 2) competitive grants to COGs and groups of municipalities for the joint provision of public services, or studies regarding the joint provision of public services. The Office of Policy and Management administers the account.

#### Legislative

Sections 278 to 281 of PA 15-5 JSS, a budget implementer, require the Auditors of Public Accounts to audit municipal special education programs approved by the State Department of Education on a five year audit cycle basis. This will result in an increase of four positions of \$365,543 (\$263,644 for salaries and \$101,899 for fringe benefits) in FY 16 and FY 17.

**Totals**

Budget Components	Legislative				Difference from Governor Recommended			
	FY 16		FY 17		FY 16		FY 17	
	Pos.	Amount	Pos.	Amount	Pos.	Amount	Pos.	Amount
Governor Estimated - GF	117	12,332,370	117	12,332,370	0	0	0	0
Current Services	0	660,007	0	697,704	0	0	0	0
Policy Revisions	0	(356,850)	0	(364,651)	0	(287,240)	0	(295,041)
<b>Total Recommended - GF</b>	<b>117</b>	<b>12,635,527</b>	<b>117</b>	<b>12,665,423</b>	<b>0</b>	<b>(287,240)</b>	<b>0</b>	<b>(295,041)</b>

**Other Significant Legislation****PA 15-244, An Act Concerning the State Budget for the Biennium Ending June 30, 2017, and Making Appropriations Therefor, and Other Provisions Related to Revenue, Deficiency Appropriations and Tax Fairness and Economic Development**

Sections 10, 11, 12, 38 and 41 contain provisions that allow the Secretary of the Office of Policy and Management (OPM) to allocate specific lapses to state agencies in the three branches of government (these are typically called holdbacks). The agency's FY 16 appropriation levels will be reduced by the amounts shown in the table below to achieve the lapses included in PA 15-244 and PA 15-5 JSS. This includes a General Lapse of \$5,946, a Statewide Hiring Reduction of \$147,993, and a General Employee Lapse of \$163,873. See the FY 16 Holdbacks schedule in Section V of this document for a further description of these statewide savings targets.

**PA 15-5 JSS, An Act Implementing Provisions of the State Budget for the Biennium Ending June 30, 2017, Concerning General Government, Education, Health and Human Services and Bonds of the State**

Section 156 contains provisions that allow the Secretary of the Office of Policy and Management (OPM) to allocate specific lapses to state agencies in the three branches of government (these are typically called holdbacks). The agency's FY 16 appropriation levels will be reduced by the amounts shown in the table below to achieve the lapses included in PA 15-244 and PA 15-5 JSS. This includes a Targeted Savings of \$6,151. See the FY 16 Holdbacks schedule in Section V of this document for a further description of these statewide savings targets.

Account	Appropriation \$	Reduction Amount \$	Net Remaining \$	% Reduction
Personal Services	12,225,412	(317,812)	11,907,600	2.60%
Other Expenses	400,115	(6,001)	394,114	1.50%
Equipment	10,000	(150)	9,850	1.50%