

8855 California State Auditor's Office

The California State Auditor (State Auditor) promotes the effective and efficient administration and management of public funds and programs by providing citizens and government officials nonpartisan, accurate, and objective assessments of state and local governments' financial and operational activities. As the independent auditor, the state law exclusively grants the State Auditor full access to all records of state and local agencies, special districts, school districts, and any publicly-created entity. The State Auditor conducts performance, financial, or compliance audits that are either mandated by statute or requested by the Legislature through the Joint Legislative Audit Committee (JLAC). Further, the State Auditor is responsible for annually conducting California's statewide Single Audit - a combination of the independent audit of the State's basic financial statements and the independent audit of numerous federal programs administered by California. The Single Audit is federally required as a condition for California to receive billions in federal funds each year. In 2011-12, the Legislature enacted a program that requires the State Auditor to conduct pilot audits of the procurement practices of six trial courts in 2012-13 and thereafter biennially audit the procurement practices of the Administrative Office of the Courts and five judicial branch entities - which includes trial courts, Appellate Courts, and the Habeas Corpus Resource Center.

The State Auditor also identifies statewide issues or specific government entities as being at-high risk for waste, fraud, abuse, and mismanagement or that have major challenges related to efficiency and effectiveness. The State Auditor has the authority to conduct evaluations of those issues and entities identified as being high risk. Similar to the state high-risk program, Chapter 451, Statutes of 2011 (AB 187), also authorizes the State Auditor, to the extent resources are available, to identify local government agencies - including city, county, or special districts or publicly-created entities - as being at-high risk for the potential of waste, fraud, abuse, or mismanagement or that have major challenges associated with their economy, efficiency, or effectiveness. Further, if approved by the JLAC, the State Auditor can audit these identified local entities.

Additionally, under the California Whistleblower Protection Act, the State Auditor's office has broad authority to perform independent investigations into allegations of improper governmental activities by employees at state agencies and courts. The State Auditor's office administers California's Whistleblower Hotline that enables the public to report allegations of improper acts committed by the courts, state agencies, departments, or employees, as defined by law.

The Voters FIRST Act, approved by voters in November 2008 as Proposition 11, requires the State Auditor to initiate an application process for selecting the members of a 14-member Citizens Redistricting Commission (Commission) every 10 years. The State Auditor develops regulations to implement the application and selection process of the Commission and conducts comprehensive outreach to prospective applicants to serve on the Commission.

3-YR EXPENDITURES AND POSITIONS

| | Positions | | | Expenditures | | |
|--|--------------|--------------|--------------|-----------------|-----------------|-----------------|
| | 2012-13 | 2013-14 | 2014-15 | 2012-13* | 2013-14* | 2014-15* |
| 10 California State Auditor | 161.0 | 189.0 | 212.0 | \$22,442 | \$28,228 | \$27,070 |
| TOTALS, POSITIONS AND EXPENDITURES (All Programs) | 161.0 | 189.0 | 212.0 | \$22,442 | \$28,228 | \$27,070 |
| FUNDING | | | | 2012-13* | 2013-14* | 2014-15* |
| 0001 General Fund | | | | \$12,592 | \$14,646 | \$14,742 |
| 0126 State Audit Fund | | | | -828 | - | - |
| 0305 Private Postsecondary Education Administration Fund | | | | - | 270 | - |
| 0995 Reimbursements | | | | 1,344 | 2,185 | 1,125 |
| 9740 Central Service Cost Recovery Fund | | | | 9,334 | 11,127 | 11,203 |
| TOTALS, EXPENDITURES, ALL FUNDS | | | | \$22,442 | \$28,228 | \$27,070 |

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code, Title 2, Division 1, Chapter 6.5, Sections 8543 through 8548.9.

VOTERS FIRST ACT AUTHORITY

Government Code, Title 2, Division 1, Chapter 3.2, Sections 8251 through 8253.6.

DETAILED BUDGET ADJUSTMENTS

| | 2013-14* | | | 2014-15* | | |
|--|--------------|-------------|-----------|--------------|-------------|-----------|
| | General Fund | Other Funds | Positions | General Fund | Other Funds | Positions |
| Workload Budget Adjustments | | | | | | |
| Other Workload Budget Adjustments | | | | | | |
| • Employee Compensation Adjustments | \$89 | \$70 | - | \$96 | \$76 | - |
| • Retirement Rate Adjustment | 64 | 48 | - | 64 | 48 | - |

* Dollars in thousands, except in Salary Range.

8855 California State Auditor's Office - Continued

| | 2013-14* | | | 2014-15* | | |
|--|--------------|---------------|--------------|--------------|-----------------|-------------|
| | General Fund | Other Funds | Positions | General Fund | Other Funds | Positions |
| • Carryover/Reappropriation | - | 270 | - | - | - | - |
| • Miscellaneous Adjustments | - | -1,215 | -32.0 | 89 | -2,205 | -9.0 |
| Totals, Other Workload Budget Adjustments | \$153 | -\$827 | -32.0 | \$249 | -\$2,081 | -9.0 |
| Totals, Workload Budget Adjustments | \$153 | -\$827 | -32.0 | \$249 | -\$2,081 | -9.0 |
| Totals, Budget Adjustments | \$153 | -\$827 | -32.0 | \$249 | -\$2,081 | -9.0 |

DETAILED EXPENDITURES BY PROGRAM

| | | 2012-13* | 2013-14* | 2014-15* |
|-----------------------------|---|-----------------|-----------------|-----------------|
| PROGRAM REQUIREMENTS | | | | |
| 10 | CALIFORNIA STATE AUDITOR | | | |
| | State Operations: | | | |
| 0001 | General Fund | \$12,592 | \$14,646 | \$14,742 |
| 0126 | State Audit Fund | -828 | - | - |
| 0305 | Private Postsecondary Education Administration Fund | - | 270 | - |
| 0995 | Reimbursements | 1,344 | 2,185 | 1,125 |
| 9740 | Central Service Cost Recovery Fund | 9,334 | 11,127 | 11,203 |
| | Totals, State Operations | \$22,442 | \$28,228 | \$27,070 |
| TOTALS, EXPENDITURES | | | | |
| | State Operations | 22,442 | 28,228 | 27,070 |
| | Totals, Expenditures | \$22,442 | \$28,228 | \$27,070 |

EXPENDITURES BY CATEGORY

| 1 State Operations | Positions | | | Expenditures | | |
|---|--------------|--------------|--------------|-----------------|-----------------|-----------------|
| | 2012-13 | 2013-14 | 2014-15 | 2012-13* | 2013-14* | 2014-15* |
| PERSONAL SERVICES | | | | | | |
| Authorized Positions (Equals Sch. 7A) | 161.0 | 189.0 | 212.0 | \$11,814 | \$14,437 | \$16,133 |
| Total Adjustments | - | - | - | - | 107 | 107 |
| Net Totals, Salaries and Wages | 161.0 | 189.0 | 212.0 | \$11,814 | \$14,544 | \$16,240 |
| Staff Benefits | - | - | - | 4,600 | 5,672 | 6,334 |
| Totals, Personal Services | 161.0 | 189.0 | 212.0 | \$16,414 | \$20,216 | \$22,574 |
| OPERATING EXPENSES AND EQUIPMENT | | | | \$6,028 | \$8,012 | \$4,496 |
| TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations) | | | | \$22,442 | \$28,228 | \$27,070 |

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS

| 1 STATE OPERATIONS | 2012-13* | 2013-14* | 2014-15* |
|---|-----------------|-----------------|-----------------|
| 0001 General Fund | | | |
| APPROPRIATIONS | | | |
| 001 Budget Act appropriation (transfer to State Audit Fund) | \$14,180 | \$14,493 | \$14,742 |
| Allocation for employee compensation | 45 | 89 | - |
| Adjustment per Section 3.60 | 191 | 64 | - |
| Adjustment per Section 4.05 | -325 | - | - |
| Totals Available | \$14,091 | \$14,646 | \$14,742 |
| Unexpended balance, estimated savings | -1,499 | - | - |
| TOTALS, EXPENDITURES | \$12,592 | \$14,646 | \$14,742 |

* Dollars in thousands, except in Salary Range.

8855 California State Auditor's Office - Continued

| 1 STATE OPERATIONS | 2012-13* | 2013-14* | 2014-15* |
|---|-----------------|-----------------|-----------------|
| 0126 State Audit Fund | | | |
| APPROPRIATIONS | | | |
| Government Code Section 8544.5 | \$22,443 | \$27,958 | \$27,070 |
| TOTALS, EXPENDITURES | \$22,443 | \$27,958 | \$27,070 |
| Less funding provided by the General Fund | -13,937 | -16,831 | -15,867 |
| Less funding provided by the Central Service Cost Recovery Fund | -9,334 | -11,127 | -11,203 |
| NET TOTALS, EXPENDITURES | \$-828 | \$- | \$- |
| 0305 Private Postsecondary Education Administration Fund | | | |
| APPROPRIATIONS | | | |
| Prior year balances available: | | | |
| Chapter 310, Statutes of 2009, as reappropriated by Item 8855-490, Budget Act of 2013 as added by Chapter 354, Statutes of 2013 | \$- | \$270 | \$- |
| TOTALS, EXPENDITURES | \$- | \$270 | \$- |
| 0995 Reimbursements | | | |
| APPROPRIATIONS | | | |
| Reimbursements | \$1,344 | \$2,185 | \$1,125 |
| 9740 Central Service Cost Recovery Fund | | | |
| APPROPRIATIONS | | | |
| 001 Budget Act appropriation | \$10,773 | \$11,009 | \$11,203 |
| Allocation for employee compensation | 34 | 70 | - |
| Adjustment per Section 3.60 | 144 | 48 | - |
| Adjustment per Section 4.05 | -288 | - | - |
| Totals Available | \$10,663 | \$11,127 | \$11,203 |
| Unexpended balance, estimated savings | -1,329 | - | - |
| TOTALS, EXPENDITURES | \$9,334 | \$11,127 | \$11,203 |
| TOTALS, EXPENDITURES, ALL FUNDS (State Operations) | \$22,442 | \$28,228 | \$27,070 |

FUND CONDITION STATEMENTS

| | 2012-13* | 2013-14* | 2014-15* |
|--|----------|----------|----------|
| 0126 State Audit Fund ⁵ | | | |
| BEGINNING BALANCE | \$4,723 | \$5,705 | \$5,705 |
| Prior year adjustments | 154 | - | - |
| Adjusted Beginning Balance | \$4,877 | \$5,705 | \$5,705 |
| EXPENDITURES AND EXPENDITURE ADJUSTMENTS | | | |
| Expenditures: | | | |
| 8855 California State Auditor's Office (State Operations) | 22,443 | 27,958 | 27,070 |
| Expenditure Adjustments: | | | |
| 8855 California State Auditor's Office | | | |
| Less funding provided by the General Fund (State Operations) | -13,937 | -16,831 | -15,867 |
| Less funding provided by the Central Service Cost Recovery Fund (State Operations) | -9,334 | -11,127 | -11,203 |
| Total Expenditures and Expenditure Adjustments | -828 | - | - |
| FUND BALANCE | \$5,705 | \$5,705 | \$5,705 |
| Reserve for economic uncertainties | 5,705 | 5,705 | 5,705 |

CHANGES IN AUTHORIZED POSITIONS

| | Positions | | | Expenditures | | |
|-----------------------------------|--------------|--------------|--------------|-----------------|-----------------|-----------------|
| | 2012-13 | 2013-14 | 2014-15 | 2012-13* | 2013-14* | 2014-15* |
| Totals, Authorized Positions | 161.0 | 189.0 | 212.0 | \$11,814 | \$14,437 | \$16,133 |
| Salary Adjustments | - | - | - | - | 107 | 107 |
| Total Adjustments | - | - | - | \$- | \$107 | \$107 |
| TOTALS, SALARIES AND WAGES | 161.0 | 189.0 | 212.0 | \$11,814 | \$14,544 | \$16,240 |

* Dollars in thousands, except in Salary Range.

* Dollars in thousands, except in Salary Range.