

Auditor General 2025 Budget Request

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17 October 2024



2024 Budget and Actual

	2024 Approved Budget	2024 Actual (Projected)	Variance
Salaries	\$2,060,000	\$1,987,000	\$73,000
Contracted Services	239,000	142,000	97,000
Training	15,000	15,000	0,000
Support Costs	98,000	86,000	12,000
TOTAL OPERATING COSTS	2,412,000	2,230,000	119,000
Capital/One Time Costs	-	-	-
TOTAL REQUEST	\$2,412,000	\$2,230,000	\$182,000

- Subject matter expertise (SME) 76% of contracted services
- SME required under Canadian Audit Standards
- Foundation for credibility of OAG's work
- Budget allowance for SME is requested
- Extent of SME required difficult to predict
- Changes to the audit program
- Type of expertise and cost not known until audit scope and nature of evidence determined

2024 - 2025 Budget Comparison

	2025 Request	2024 Approved Budget	Variance	
Salaries	\$2,190,000	\$2,060,000	130,000	6%
Contracted Services	232,000	239,000	(7,000)	-3%
Training	16,000	15,000	1,000	7%
Support Costs	95,000	98,000	(3,000)	-3%
TOTAL OPERATING COSTS	2,533,000	2,412,000	121,000	5%
One Time Costs	-	-	-	-
TOTAL REQUEST	\$2,533,000	\$2,412,000	\$121,000	5%

Salaries & Benefits +\$130K

- Cost of living & merit increases

Contracted services (\$7K)

- Contractors (\$14K – 6%)
- Allowance for inflation +\$7K

Support costs (\$3K)

- Misc. savings (\$6K – 6%)
- Allowance for inflation +\$3K

- City owned building – no additional rent
- Used furniture from City stores – no additional cost to acquire
- HR support for recruitment
- IT support for secure file storage, webpage services & audit software installation
- Training – in-house training where possible
- Desktop publishing – in-house
- Invited Internal Audit to piggy-back on audit and data analytics software acquisition

Return on Investment

Estimated Benefits Resulting from Implementation of Audit Recommendations

Audit	Estimated One Time Benefits	Estimated Annual Recurring Benefits								Total
		2023	2024	2025	2026	2027	2028	2029		
Building Permit Fees	-	\$ 885,329	\$ 1,196,224	\$ 1,196,224	\$ 1,196,224	\$ 1,196,224	\$ -	\$ -	\$ 5,670,225	
Office Furniture Purchases	-	-	-	-	-	-	-	-	-	
Permit Cost Recovery Model	-	4,000,000	11,700,000	11,700,000	11,700,000	11,700,000	-	-	50,800,000	
Park Board Revenue Mgt.	-	-	-	1,600,000	1,600,000	1,600,000	1,600,000	1,600,000	8,000,000	
VPD Enterprise Risk Mgt.	-	-	-	-	-	-	-	-	-	
NPO Leases	-	-	-	2,912,000	2,912,000	2,912,000	2,912,000	2,912,000	14,560,000	
	A	\$ 4,885,329	\$12,896,224	\$17,408,224	\$17,408,224	\$17,408,224	\$ 4,512,000	\$ 4,512,000	\$ 79,030,225	
Annual Operating Costs	2021	\$ 159,167								
	2022	1,177,328								
	2023	1,713,147								
	2024 estimated	2,230,000								
Total Cumulative Operating Cost		\$ 5,279,642	B							
Return on Investment	A/B	337%								
Net of Set-up Costs		4,728,425	376%							

2025 Budget Request

	2025 Budget Request	Notes
Salaries	\$2,190,000	
Contracted Services	232,000	76% SME, 17% QA, 5% legal
Training	16,000	Designation maintenance, prof. competence
Support Costs	95,000	Software licenses, professional licenses, telecom, etc.
Total Operating Costs	2,533,000	
One Time Costs	-	
TOTAL REQUEST	\$2,533,000	

THAT the Auditor General Committee endorse the Auditor General's budget request of \$2,533,000 to fund the operations of the Office of the Auditor General for 2025;

FURTHER THAT the endorsement be recommended to Council for approval.

Questions?