

Audit and Control, Department of

Mission

The Department of Audit and Control (OSC) was created in 1926 and is headed by the State Comptroller, who is elected by the citizens of New York State. The Department is responsible for paying the State's bills and payrolls; verifying all financial transactions of the State; reviewing the financial and management practices of State agencies; supervising the fiscal affairs of local governments; investing State funds and issuing bonds and notes; and administering the retirement program for State and most local government employees.

Organization and Staffing

OSC's operations are organized into 11 programs, with its main office in Albany and regional offices in New York City, Buffalo, Rochester, Syracuse, Binghamton, Glens Falls, Newburgh and Hauppauge. These regional offices function primarily as decentralized audit centers, providing financial review of the accounting of revenues collected and expenses incurred by counties, cities, towns and villages, school and fire districts and quasi-governmental entities.

Budget Highlights

The Executive Budget recommends \$362.7 million in All Funds appropriation for OSC, an increase of \$8.3 million from the previous fiscal year. This increase reflects a seven percent increase to the fiduciary fund and a two percent increase to State Operations. OSC maintains a workforce of 2,663 FTEs; no change from the previous fiscal year.

The Executive Budget includes \$8.2 million in capital reappropriation. These funds support the ongoing Payroll System Redesign project, an effort to update an aging system that is critical to State operations.

Program Highlights

The **Executive Direction, Legal Services, Administration and the Chief Information Office** are responsible for the public information, internal audit, fiscal research, IT operations, financial administration, legal, office services, management analysis and human resource functions of the Department.

The **Office of Operations** supports the core financial functions of state government – payroll, accounting, and financial management. The Office protects the public's money by ensuring contracts are fair, competitive, appropriate and in the best interest of the State, by reviewing and approving all State expenditures prior to payment. The program is central to ensuring the efficiency and effectiveness of government operations.

The **Office of State and Local Government Accountability Program** provides oversight through audits of all State and local government agencies, authorities and special purpose entities. These audits are intended to enhance public accountability and improve the efficiency and effectiveness of State and local government operations, it collects and reviews local government financial data, provides training programs and support services for local financial officials, and publishes research and analysis on a variety of local government policy issues. The Office is comprised of the Divisions of State Government Accountability as well as Local Government and School Accountability.

The **Office of the State Deputy Comptroller for the City of New York** assists the New York State Financial Control Board in carrying out and exercising the responsibilities assigned, and powers granted, to the Board by the Financial Emergency Act for the City of New York. The Retirement Services program administers the State Retirement Systems, consisting of the Employees' Retirement System, the Police and Fire Retirement System and the Public Employees' Group Life Insurance Plan.

The **Pension Investment and Public Finance** program is comprised of the State Common Retirement Fund (CRF), the New York State and Local Employees' Retirement System (ERS), the New York State and Local Police and Fire Retirement System (PFRS) and the Public Employees Group Life Insurance Plan (GLIP). As fiduciary of the CRF, the Comptroller oversees a diverse investment portfolio designed to maximize returns within the structure of prudent policies.

The **Office of Budget and Policy Analysis** reports on matters including proposed and enacted State budgets, other fiscal issues affecting the State and a range of other major policy issues. The Office also manages the Public Authority Reporting Information System (PARIS) and performs a variety of functions related to debt issuance, debt administration and payment of debt for New York State General Obligation and New York Local Government Assistance Corporation (NYLGAC) bonds. The Office also manages daily operations of NYLGAC.

The **Division of Investigations** spearheads the Comptroller's ant-fraud/anti-corruption initiative and coordinates all fraud examinations conducted by the Office of the State Comptroller.

NYS DOB | FY2020 Executive Budget | Agency Appropriations

The **New York State Environmental Protection and Oil Spill Compensation Fund** is administered by the Comptroller under Chapter 845 of the Laws of 1977. Costs associated with cleaning up oil spills are paid from the fund upon certification of the Commissioner of Environmental Conservation. Moneys in this fund consist of receipts from a fee levied on each barrel of petroleum shipped into the State.

**ALL FUNDS
APPROPRIATIONS
(dollars)**

Category	Available FY 2019	Appropriations Recommended FY 2020	Change From FY 2019	Reappropriations Recommended FY 2020
State Operations	317,633,000	330,703,000	13,070,000	0
Aid To Localities	32,025,000	32,025,000	0	0
Capital Projects	4,724,000	0	(4,724,000)	8,194,000
Total	354,382,000	362,728,000	8,346,000	8,194,000

**ALL FUND TYPES
PROJECTED LEVELS OF EMPLOYMENT BY PROGRAM
FILLED ANNUAL SALARIED POSITIONS**

Program	FY 2019 Estimated FTEs 03/31/19	FY 2020 Estimated FTEs 03/31/20	FTE Change
Administration			
General Fund	109	109	0
Chief Information Office			
General Fund	186	186	0
Internal Service Funds	131	131	0
Executive Direction			
General Fund	99	99	0
Internal Service Funds	16	16	0
Investigation			
General Fund	19	19	0
Legal Services			
General Fund	38	38	0
New York Environmental Protection and Spill Compensation			
Special Revenue Funds - Other	10	10	0
Office of the State Deputy Comptroller for New York City			
Special Revenue Funds - Other	23	23	0
Retirement Services Program			
Fiduciary	978	978	0
State and Local Accountability			
General Fund	535	535	0
Internal Service Funds	14	14	0
State Operations			
General Fund	350	350	0
Special Revenue Funds - Other	155	155	0
Total	2,663	2,663	0

NYS DOB | FY 2020 Executive Budget | Agency Appropriations
STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)

Fund Type	Available FY 2019	Recommended FY 2020	Change
Fiduciary	124,271,000	133,451,000	9,180,000
General Fund	134,713,000	137,417,000	2,704,000
Internal Service Funds	36,269,000	36,994,000	725,000
Special Revenue Funds - Other	22,380,000	22,841,000	461,000
Total	317,633,000	330,703,000	13,070,000

STATE OPERATIONS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)

Program	Available FY 2019	Recommended FY 2020	Change
Achieving a Better Life Experience			
General Fund	394,000	394,000	0
Administration			
General Fund	15,869,000	15,348,000	(521,000)
Chief Information Office			
General Fund	24,416,000	24,856,000	440,000
Internal Service Funds	29,110,000	29,300,000	190,000
Executive Direction			
General Fund	10,162,000	10,703,000	541,000
Internal Service Funds	2,292,000	2,753,000	461,000
Investigation			
General Fund	2,115,000	2,233,000	118,000
Legal Services			
General Fund	3,543,000	4,080,000	537,000
New York Environmental Protection and Spill Compensation			
Special Revenue Funds - Other	1,030,000	1,175,000	145,000
Office of the State Deputy Comptroller for New York City			
Special Revenue Funds - Other	4,848,000	4,848,000	0
Retirement Services Program			
Fiduciary	124,271,000	133,451,000	9,180,000
State Operations			
General Fund	29,952,000	31,068,000	1,116,000
Internal Service Funds	2,890,000	2,890,000	0
Special Revenue Funds - Other	16,011,000	16,327,000	316,000
State and Local Accountability			
General Fund	48,262,000	48,735,000	473,000
Internal Service Funds	1,977,000	2,051,000	74,000
Special Revenue Funds - Other	491,000	491,000	0
Total	317,633,000	330,703,000	13,070,000

NYS DOB | FY 2020 Executive Budget | Agency Appropriations
STATE OPERATIONS - GENERAL FUND
SUMMARY OF PERSONAL SERVICE APPROPRIATIONS AND CHANGES
FY 2020 RECOMMENDED
(dollars)

Program	Total		Personal Service Regular (Annual Salaried)	
	Amount	Change	Amount	Change
Achieving a Better Life Experience	259,000	79,000	259,000	79,000
Administration	6,607,000	(3,357,000)	6,342,000	(3,281,000)
Chief Information Office	15,522,000	440,000	15,376,000	419,000
Executive Direction	9,718,000	536,000	9,588,000	470,000
Investigation	1,991,000	113,000	1,954,000	169,000
Legal Services	3,918,000	507,000	3,911,000	519,000
State Operations	27,262,000	1,216,000	26,913,000	1,096,000
State and Local Accountability	44,200,000	473,000	44,145,000	470,000
Total	109,477,000	7,000	108,488,000	(59,000)

Program	Temporary Service (Nonannual Salaried)		Holiday/Overtime Pay	
	Amount	Change	Amount	Change
Administration	246,000	(70,000)	19,000	(6,000)
Chief Information Office	106,000	18,000	40,000	3,000
Executive Direction	118,000	70,000	12,000	(4,000)
Investigation	37,000	(51,000)	0	(5,000)
Legal Services	0	(11,000)	7,000	(1,000)
State Operations	308,000	105,000	41,000	15,000
State and Local Accountability	36,000	11,000	19,000	(8,000)
Total	851,000	72,000	138,000	(6,000)

STATE OPERATIONS - GENERAL FUND
SUMMARY OF NONPERSONAL SERVICE AND MAINTENANCE UNDISTRIBUTED
APPROPRIATIONS AND CHANGES
FY 2020 RECOMMENDED
(dollars)

Program	Total		Supplies and Materials	
	Amount	Change	Amount	Change
Achieving a Better Life Experience	135,000	(79,000)	0	0
Administration	8,741,000	2,836,000	1,206,000	(476,000)
Chief Information Office	9,334,000	0	553,000	0
Executive Direction	985,000	5,000	120,000	16,000
Investigation	242,000	5,000	19,000	7,000
Legal Services	162,000	30,000	56,000	20,000
State Operations	3,806,000	(100,000)	89,000	0
State and Local Accountability	4,535,000	0	115,000	(1,000)

NYS DOB | FY 2020 Executive Budget | Agency Appropriations

Total	27,940,000	2,697,000	2,158,000	(434,000)
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Program	Travel		Contractual Services	
	Amount	Change	Amount	Change
Achieving a Better Life Experience	5,000	5,000	130,000	(84,000)
Administration	84,000	(64,000)	4,447,000	627,000
Chief Information Office	77,000	0	7,700,000	0
Executive Direction	262,000	84,000	580,000	(85,000)
Investigation	19,000	0	203,000	(2,000)
Legal Services	14,000	(6,000)	92,000	17,000
State Operations	94,000	40,000	3,606,000	(140,000)
State and Local Accountability	2,242,000	0	2,145,000	0
Total	2,797,000	59,000	18,903,000	333,000

Program	Equipment	
	Amount	Change
Administration	300,000	45,000
Chief Information Office	1,004,000	0
Executive Direction	23,000	(10,000)
Investigation	1,000	0
Legal Services	0	(1,000)
State Operations	17,000	0
State and Local Accountability	33,000	1,000
Total	1,378,000	35,000

Program	Maintenance Undistributed	
	Amount	Change
Administration	2,704,000	2,704,000
Total	2,704,000	2,704,000

**NYS DOB | FY 2020 Executive Budget | Agency Appropriations
STATE OPERATIONS - OTHER THAN GENERAL FUND
SUMMARY OF APPROPRIATIONS AND CHANGES
FY 2020 RECOMMENDED
(dollars)**

Program	Total		Personal Service	
	Amount	Change	Amount	Change
Chief Information Office	29,300,000	190,000	6,192,000	(4,899,000)
Executive Direction	2,753,000	461,000	1,541,000	168,000
New York Environmental Protection and Spill Compensation	1,175,000	145,000	667,000	75,000
Office of the State Deputy Comptroller for New York City	4,848,000	0	2,877,000	0
Retirement Services Program	133,451,000	9,180,000	69,829,000	6,213,000
State Operations	19,217,000	316,000	9,997,000	(149,000)
State and Local Accountability	2,542,000	74,000	1,495,000	40,000
Total	193,286,000	10,366,000	92,598,000	1,448,000

Program	Nonpersonal Service		Maintenance Undistributed	
	Amount	Change	Amount	Change
Chief Information Office	22,383,000	4,364,000	725,000	725,000
Executive Direction	1,212,000	293,000	0	0
New York Environmental Protection and Spill Compensation	508,000	70,000	0	0
Office of the State Deputy Comptroller for New York City	1,971,000	0	0	0
Retirement Services Program	63,622,000	2,967,000	0	0
State Operations	8,759,000	4,000	461,000	461,000
State and Local Accountability	1,047,000	34,000	0	0
Total	99,502,000	7,732,000	1,186,000	1,186,000

**AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY FUND TYPE
APPROPRIATIONS
(dollars)**

Fund Type	Available FY 2019	Recommended FY 2020	Change
General Fund	32,025,000	32,025,000	0
Total	32,025,000	32,025,000	0

NYS DOB | FY 2020 Executive Budget | Agency Appropriations
AID TO LOCALITIES
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)

Program	Available FY 2019	Recommended FY 2020	Change
State Operations			
General Fund	32,025,000	32,025,000	0
Total	32,025,000	32,025,000	0

CAPITAL PROJECTS
ALL FUNDS FINANCIAL REQUIREMENTS BY PROGRAM
APPROPRIATIONS
(dollars)

Comprehensive Construction Program	Available FY 2019	Recommended FY 2020	Change	Reappropriations FY 2020
IT Initiative Program				
Capital Projects Fund	0	0	0	3,557,000
Capital Projects Fund - Authority Bonds	4,724,000	0	(4,724,000)	4,637,000
Total	4,724,000	0	(4,724,000)	8,194,000

Note: Most recent estimates as of 1/15/2019