

FY2019 Mid-Year Budget Review

Inspector General - 1080

Objective: Update on FY2019 Goals and Objectives, review FY2019 YTD budget, FY2019 year-end projections and discuss challenges and opportunities impacting the FY2020 budget.

I. Highlights of 2019 – Review of Goals and Objectives (List 2-3)

II. Comparison of YTD budget (as of 5/30/2019) vs expense projections with explanations for major variances and corrective action steps

Operating Expenses	FY 2019 YTD Budget	FY2019 YTD Actuals	\$ Variance	% Variance
Personnel	\$941,698	\$827,651	\$114,047	-12%
Contractual Services	\$2,636	\$3,087	(\$451)	17%
Supplies and Materials	\$4,173	\$4,445	(\$272)	7%
Operations and Maintenance	\$41,432	\$40,322	\$1,110	-3%
Capital Expenditures	-	-	-	
Rental and Leasing	\$7,744	\$9,062	(\$1,318)	17%
Contingencies and Special Purposes	(\$12,500)	-	(\$12,500)	-100%
Total	\$985,184	\$884,567	\$100,617	-10%

- Explanation of variances greater than 1% and \$1 million
- What corrective action will be taken if required?

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III. Comparison of YTD budget (as of 5/20/2019) vs revenue projections (if applicable) with explanations for major variances and corrective action steps

IV. Year-End Projections (How do you believe you will end the year?)

Operating Expenses	FY 2019 Adopted Budget	FY2019 Year End Estimate	\$ Variance	% Variance
Personnel	\$1,957,251	\$1,981,626	(\$24,375)	1%
Contractual Services	\$9,187	\$9,186	\$1	0%
Supplies and Materials	\$5,938	\$5,938	\$0	0%
Operations and Maintenance	\$81,342	\$81,343	(\$1)	0%
Capital Expenditures	\$0	\$0	\$0	
Rental and Leasing	\$9,062	\$9,062	\$0	0%
Contingencies and Special Purposes	(\$50,000)	(\$284,207)	\$234,207	468%
Total	\$2,012,780	\$1,802,948	\$209,832	-10%

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V. Challenges/Opportunities to be addressed in FY2020 budget

The OIIG will continue to perform investigative work for the Metropolitan Water Reclamation District (MWRD) in its mutually agreed role as the MWRD's Inspector General. The challenge facing the OIIG is amount of work generated from the MWRD and the total of the billable hours toward this work (charge back expenses). In order to cover the salaries of the two OIIG investigators assigned to the MWRD, the OIIG must have the requisite amount of work, hence billable hours, to cover these individuals' salaries. If this level of funding is not obtained, the OIIG will be required to use funds from their operating budget to cover the balance of the salaries for the two investigators. The OIIG believes that the MWRD has the level of work required, but identifying it, working the investigations and properly accounting for the time spent will be the OIIG's challenge.

The number of complaints originating from the MWRD could positively impact two of the OIIG's performance metrics, total number of complaints as well as the average number of new complaints per investigator, pushing the OIIG's numbers beyond the targets for FY20. This potential exists due to expected volume of complaints from not just the MWRD, but also its contractors. Although these numbers cannot be precisely quantified, it is reasonable to assume they will increase due to the MWRD's budget and how many employees work there.

The OIIG will continue to dedicate resources to identify contract improprieties in Cook County government and the MWRD with the goal of detecting fraud and waste that has a materially negative effect on the County's and MWRD's fiscal position. This focus will continue to serve as a deterrent to any potential contract improprieties and result in cost savings for both entities.

The OIIG will continue to monitor Cook County Health to ensure that fiscal policies and procedures are being followed to ensure that revenues are being collected and funds being spent in the best interests of Cook County.