



# Michigan *Office of the Auditor General* **REPORT SUMMARY**

## **Financial Audit**

*Including the Provisions of the Single Audit Act  
October 1, 2000 through September 30, 2002*

*Michigan Department of Career Development*

**Report Number:**  
45-100-03

**Released:**  
August 2003

*A Single Audit is designed to meet the needs of all financial report users, including an entity's federal grantor agencies. The audit determines if the financial schedules and/or financial statements are fairly presented; considers internal control over financial reporting and internal control over federal program compliance; determines compliance with State compliance requirements material to the financial schedules and/or financial statements; and assesses compliance with direct and material requirements of the major federal programs.*

### **Financial Schedules:**

#### **Auditor's Report Issued**

We issued an unqualified opinion on the Department's financial schedules.

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#### **Internal Control Over Financial Reporting**

We did not identify any material weaknesses in internal control over financial reporting. However, we did identify reportable conditions (Findings 1 through 6).

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#### **Noncompliance Material to the Financial Schedules**

We did not identify any instances of noncompliance applicable to the financial schedules that are required to be reported under *Government Auditing Standards*.

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### **Federal Awards:**

#### **Auditor's Reports Issued on Compliance**

We audited 12 programs as major programs and issued 9 unqualified opinions and 3 qualified opinions. The types of opinions issued by federal program are identified on the back of this summary.

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#### **Internal Control Over Major Programs**

We identified reportable conditions related to internal control over major programs (Findings 7 through 19). We consider Finding 7 to be a material weakness.

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#### **Required Reporting of Noncompliance**

We identified instances of noncompliance that are required to be reported in accordance with U.S. Office of Management and Budget (OMB) Circular A-133 (Findings 7 through 12).

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**Systems of Accounting and Internal Control:**

We determined that the Department was in substantial compliance with Sections 18.1483 - 18.1487 of the *Michigan Compiled Laws*.



We audited the following programs as major programs:

<u>CFDA Number</u>	<u>Program Title</u>	<u>Compliance Opinion</u>
17.207, 17.801, 17.804	Employment Service Cluster	Unqualified
17.255, 17.258, 17.259, 17.260	Workforce Investment Act Cluster	Unqualified
17.002	Labor Force Statistics	Unqualified
17.245	Trade Adjustment Assistance - Workers	Unqualified
17.253	Welfare-to-Work Grants to States and Localities	Unqualified
64.115	Veterans Information and Assistance	Unqualified
84.007, 84.063	Student Financial Assistance Cluster	Unqualified
84.002	Adult Education - State Grant Program	Qualified
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	Qualified
84.187	Supported Employment Services for Individuals with Severe Disabilities	Unqualified
84.224	Assistive Technology	Unqualified
84.243	Tech-Prep Education	Qualified

A copy of the full report can be obtained by calling 517.334.8050 or by visiting our Web site at: [www.state.mi.us/audgen/](http://www.state.mi.us/audgen/)



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