



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

*Performance Audit*

*Clean Michigan Initiative, Environmental  
 and Health Protection Programs  
 Department of Environmental Quality and  
 Department of Community Health*

Report Number:  
 76-217-03

Released:  
 February 2005

*The Department of Environmental Quality (DEQ) and the Department of Community Health (DCH) administer the natural resources protection programs funded by the Clean Michigan Initiative (CMI) bond. These programs include: Brownfield Redevelopment and Environmental Cleanup Program, Waterfront Improvements Program, Remediation of Contaminated Lake and River Sediments Program, Nonpoint Source Pollution Prevention and Control Program, Clean Water Fund Program, Pollution Prevention Program, and Abatement of Lead Hazards Program.*

**Audit Objective:**

To assess whether DEQ and DCH expended CMI funds in compliance with applicable statutes, rules, and procedures.

**Audit Conclusion:**

DEQ and DCH generally expended CMI funds in compliance with applicable statutes, rules, and procedures.

**Reportable Condition:**

DEQ did not ensure that grantees and vendors submitted, and that DEQ approved, quality assurance project plans as required by *Michigan Administrative Code R 324.8914* (Finding 1).

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**Audit Objective:**

To assess whether CMI-funded projects met their proposed outcome goals.

**Audit Conclusion:**

CMI-funded projects generally met their proposed outcome goals.

**Reportable Condition:**

DEQ should improve its process for selecting facilities as Redevelopment-Based Cleanup Projects to help ensure the most effective outcomes from the expenditure of CMI funds (Finding 2).

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**Agency Response:**

Our report contains 2 findings and 2 corresponding recommendations. The agency's preliminary responses indicated that DEQ agreed with the first recommendation and has complied. DEQ partially agreed with the second finding but indicated that funding no longer exists for Redevelopment-Based Cleanup Projects.

A copy of the full report can be  
obtained by calling 517.334.8050  
or by visiting our Web site at:  
<http://audgen.michigan.gov>



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