



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

JENNIFER M. GRANHOLM
GOVERNOR

ROBERT J. KLEINE
STATE TREASURER

May 6, 2009

Doug Ringler, Director
Office of Internal Audit Services
Office of the State Budget
George W. Romney Building
111 South Capitol, 6th Floor
Lansing, Michigan 48913

Dear Director:

In accordance with the State of Michigan, Financial Management Guide, Part VII, following is a summary table identifying our response and corrective action plan to address recommendations contained within the Office of the Auditor General's audit report of the Department of Treasury, Commercial Mobile Radio Service Emergency Telephone Fund for period October 1, 2005 through September 30, 2007:

1. Audit recommendations the agency complied with: None
2. Audit recommendations the agency agrees with and will comply:

Revenue Controls

We recommend that the Department of Treasury improve its process to assess the completeness and accuracy of CMRS service fees remitted from mobile wireless telephone providers.

Response:

The Department agrees that it has responsibility to accurately process CMRS service fees due to the State of Michigan. Treasury has already implemented a new form for reporting CMRS revenue. This form is being used to remit CMRS revenue and requires line information that the prior form do not require. Treasury will also meet to discuss the potential for new legislation related to enforcement provisions in the CMRS legislation. Treasury plans to hold this meeting by the end of July 2009.

3. Audit recommendations the agency disagrees with: None

Mr. Doug Ringler

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Questions regarding the summary table or corrective action plans should be directed to Suzie Nichols, Chief Accountant at nicholssr@michigan.gov or at (517) 241-4650.

Sincerely,

Signature Redacted

Mary G. MacDowell, Director
Financial Services Bureau

- c: Thomas McTavish, Auditor General
Mitchell Bean, House Fiscal Agency
Gary Olson, Senate Fiscal Agency
Marsha Cheeks, House Appropriations Sub-committee
John Pappageorge, Senate Appropriations Sub-committee
George Cushingberry, House Standing Committee
Ron Jelinek, Senate Standing Committee
Suzie Nichols, Treasury, Finance and Accounting Division