



RICK SNYDER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF ENVIRONMENTAL QUALITY
LANSING



DAN WYANT
DIRECTOR

August 1, 2013

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

Dear Director:

In accordance with the State of Michigan, Financial Management Guide, Part VIII, enclosed is a summary table identifying our responses and the corrective action plan, to address recommendations contained within the Office of the Auditor General's audit report of the Refined Petroleum Fund Expenditures within the Department of Environmental Quality (DEQ).

Questions regarding the summary table or the corrective action plan should be directed to Amy Epkey, Administration Division Assistant Chief, DEQ, epkeya@michigan.gov or at 517-284-5002.

Sincerely,

Signature Redacted

James Kasprzak, Chief
Administration Division
517-284-5003

Enclosures

cc/enc: Mr. Dennis Muchmore, Executive Office
Ms. Mary Ann Cleary, House Fiscal Agency
Ms. Ellen Jeffries, Senate Fiscal Agency
Mr. Thomas H. McTavish, Office of the Auditor General
Mr. Mike Green, Senate Appropriations Subcommittee on Environmental Quality
Ms. Eileen Kowall, House Appropriations Subcommittee on Environmental Quality
Ms. Maggie Datema
Ms. Amy Epkey
Ms. Lisa Root

DEPARTEMENT OF ENVIRONMENTAL QUALITY
Summary of Audit Findings and Corrective Action Status

Audit Type	Report Number	Audit Period	Recommendation	Program(s)	Questioned Costs	Corrective Action	Corrective Action Status
OAG	761-0115-13	Fiscal Year 2004-2005 to 2011-2012	1. DEQ did not expend \$31.8 million of RPF funds during our audit period in accordance with the purposes defined in Sections 324.21501 - 324.21563 of the Michigan Compiled Laws.	Refined Petroleum Fund Expenditures	\$31,804,002	DEQ does not express agreement or disagreement with this finding. DEQ spent RPF funds from fiscal year 2004-05 through fiscal year 2011-12 in accordance with the appropriations acts approved by the Legislature and signed by the Governor during that time frame. DEQ will continue discussions with the Legislature, stakeholders, and the State Budget Office on funding options to support statutory requirements associated with the programs identified in the audit finding.	Pending