



RICK SNYDER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF ENVIRONMENTAL QUALITY
LANSING



DAN WYANT
DIRECTOR

November 17, 2014

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 Clean Michigan Initiative – Environmental Protection Programs within the Department of Environmental Quality (DEQ).

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

Sincerely,

Signature Redacted

James Kasprzak, Chief
Administration Division
517-284-5003

Enclosure

cc/enc: Mr. Dennis Muchmore, Governor's Office
Ms. Mary Ann Cleary, Director, House Fiscal Agency
Ms. Ellen Jeffries, Director, Senate Fiscal Agency
Mr. Doug A. Ringler, 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, DEQ
Ms. Amy Epkey, DEQ
Ms. Lisa Root, DEQ

Department of Environmental Quality
Summary of Agency Responses to Recommendations
OAG Performance Audit of the Clean Michigan Initiative Environmental
Protection Programs
October 1, 2011 through September 30, 2013

Audit recommendations the agency complied with:

Finding 1. Brownfield Redevelopment Loan Program Supporting Documentation – DEQ did not ensure that Brownfield Redevelopment Loan Program (Brownfield Loan) recipients provided supporting documentation for CMI-funded projects in a timely manner. As a result, DEQ could not ensure the timely return and redirection of unused CMI funds to other Brownfield Loan projects. **To assure that projects are closed out in a more timely fashion, DEQ has established a process to track the status of project closeouts on a semi-annual basis. DEQ started using this process before the final audit report was released.**

Audit recommendations the agency agrees with and will comply:

None

Audit recommendations the agency disagrees with:

None