



Michigan
Office of the Auditor General
REPORT SUMMARY

Performance Audit
Office of Financial Services
Department of Treasury

Report Number:
271-0147-13

Released:
November 2013

The Office of Financial Services (OFS) provides financial services related to the depositing of State revenues, recording of revenues to the State's accounting system, disbursement of State funds, and administration of all State banking relationships.

Audit Objective:

To assess the effectiveness of OFS's efforts to ensure that receipts are properly safeguarded.

Audit Conclusion:

We concluded that OFS was effective in its efforts to ensure that receipts are properly safeguarded. However, we noted one reportable condition (Finding 1).

Reportable Condition:

OFS, in conjunction with the Office of Infrastructure Protection within Cybersecurity and Infrastructure Protection, Department of Technology, Management, and Budget, did not ensure that access to the secure room was limited to only necessary personnel (Finding 1).

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Audit Objective:

To assess the effectiveness of OFS's efforts to ensure that receipts are recorded in a proper and timely manner.

Audit Conclusion:

We concluded that OFS was effective in its efforts to ensure that receipts are recorded in a proper and timely manner. Our audit report does not include any reportable conditions related to this audit objective.

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Audit Objective:

To assess the effectiveness of OFS's efforts in ensuring that the State of Michigan's warrant paper stock is properly safeguarded.

Audit Conclusion:

We concluded that OFS was effective in its efforts to ensure that the State of Michigan's warrant paper stock is properly safeguarded. Our audit report does not include any reportable conditions related to this audit objective.

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Audit Objective:

To assess the effectiveness of OFS's efforts to ensure that compensating balances are reasonable.

Audit Conclusion:

We concluded that OFS was effective in its efforts to ensure that compensating balances are reasonable. Our audit report does not include any reportable conditions related to this audit objective.

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Agency Response:

Our report contains 1 finding and 1 corresponding recommendation. The Department of Treasury's preliminary response indicates that it and the Department of Technology, Management, and Budget agree with the finding and corresponding recommendation.

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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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