



Follow-Up Report

Renaissance Zone Program

Michigan Economic Development Corporation (MEDC)

Report Number:
271-0425-11F

Released:
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We conducted this follow-up to determine whether MEDC had taken appropriate corrective measures in response to the two material conditions noted in our January 2013 audit report.

Executive Order No. 2014-12 transferred the Michigan Strategic Fund (MSF) from the Department of Treasury to the Department of Talent and Economic Development effective March 2015. Under the amended and restated interlocal agreement effective April 1999, MSF created MEDC. Under a memorandum of understanding with MSF, MEDC provides administrative services associated with the Renaissance Zone Program.

Prior Audit Information
<p>Finding #1 - Material condition</p> <p>Establishment of benchmarks, gathering of program cost data, and compiling of complete and accurate outcome data is needed in order to evaluate the effectiveness of the Renaissance Zone Program.</p> <p>Agency agreed.</p>
<p>Finding #3 - Material condition</p> <p>Improved monitoring is needed to ensure that Renaissance Zones stay in compliance with the requirements of their development agreements.</p> <p>Agency agreed.</p>

Follow-Up Results		
Conclusion	Finding	Agency Preliminary Response
Not applicable	Not applicable	Not applicable
Partially complied	A new reportable condition exists. See <u>Finding #3</u> .	Agrees

A copy of the full report can be
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