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Office of the Auditor General

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Doug A. Ringler, CPA, CIA
Auditor General

April 2, 2018

Dear Governor Snyder, Senators, and Representatives:

This letter provides information regarding the status of our audit projects that either began or transitioned into new audit phases during March 2018. Please refer to our website's [Work in Progress](#) for a complete listing of ongoing projects. Although you will no longer receive individual letters reporting the start of audits or approved audit objectives, we would be pleased to discuss with you any interests or areas of concern you have with any of our ongoing projects.

Planning Phase - These are new projects. Typical activities include conducting: the audit entrance meeting; a preliminary survey to identify the audited entity's core activities; assessments of risks and corresponding controls to identify potential program or process improvements or deficiencies; interviews with management and staff, development of detailed audit objectives, and many other tasks.

Department	Audit Title and Type (Performance - per / Financial - fin / Follow-up - fol / Contracted - con / Single - sa / Review - rev / Investigative - inv)	Project Number
None		

Audits Terminated - For these projects, after completing the planning phase, we concluded that significant risk did not exist to warrant additional use of audit resources or that extenuating circumstances supported the termination of the project. When appropriate, we issued a Preliminary Survey Summary to reflect this conclusion, distributed copies to management and select legislative members, and posted the summaries on our website.

Department	Audit Title and Type	Project Number
None		

Audit Fieldwork - Typical activities include: additional management and staff interviews; detailed testing of financial transactions, case files, information systems, and other documentation which support the entity's operations; status updates with management and staff; and other tasks.

Department	Audit Title and Type	Project Number
State Budget Office	State Public Universities' Reporting of Selected Higher Education Institutional Data Inventory (HEIDI) Data - (per)	331-0300-18

Approved Objective:

1. To assess whether the State's public universities reported selected HEIDI data in accordance with requirements.

Department	Audit Title and Type	Project Number
Military and Veterans Affairs	Grand Rapids Home for Veterans - (per)	511-0170-18
Approved Objectives:		
1. To assess the sufficiency of the Home's provision of member care services.		
2. To assess the effectiveness of the Home's administration of pharmaceuticals.		
3. To assess the effectiveness of the Home's management of complaints and incidents regarding member care.		
4. To assess the sufficiency of controls over selected business office operations.		

Department	Audit Title and Type	Project Number
Transportation	Permit Activities - (per)	591-0171-18
Approved Objectives:		
1. To assess the sufficiency of MDOT's efforts to properly issue transport permits.		
2. To assess the effectiveness of MDOT's access controls over the Michigan Transport and Internet Processing System (MiTRIP).		

Please note that some projects, particularly financial audits and follow-up reports, operate from pre-established audit objectives and, therefore, move directly to the audit fieldwork stage.

Report Preparation - Typical activities include: preparing the draft audit report, discussion of draft findings with the audited entity, receipt of the entity's preliminary responses to findings, and other tasks.

Department	Audit Title and Type	Project Number	Estimated Audit Release Date
Health and Human Services	Michigan Rehabilitation Services - (per)	431-0246-16	May 2018
Technology, Management, and Budget	Statewide Oracle Database Controls - (fol)	071-0565-14F	May 2018

Audits Released

Department	Audit Title and Type	Project Number	Date Released	Number of	
				Material Weaknesses	Reportable Conditions
Natural Resources	Fisheries Division - (per)	751-0150-17	3/8/2018	0	5
Licensing and Regulatory Affairs	Bureau of Fire Services and State Fire Marshal - (fol)	641-0434-13F	3/9/2018	1	3
Transportation	Pavement Operations - (per)	591-0310-17	3/14/2018	0	1
Environmental Quality and Technology, Management, and Budget	MiWaters - (per)	761-0592-17	3/16/2018	0	2
Technology, Management, and Budget	Report on Internal Control, Compliance, and Other Matters - State of Michigan Comprehensive Annual Financial Report - Fiscal Year Ended September 30, 2017 - (fin)	071-0010-18	3/16/2018	1	5

Technology, Management, and Budget	Network and Cyber Security - (per)	071-0518-17	3/16/2018	5	9
Health and Human Services	State Child Abuse and Neglect Prevention Board (Children's Trust Fund) - (per)	431-0178-17	3/27/2018	0	4
Licensing and Regulatory Affairs	Self Insurers' Security Fund - (fin)	641-0101-18	3/29/2018	0	0

Although we report this information to you on a monthly basis, we immediately correspond with management and staff as our projects transition through the various stages referenced above.

Please contact me or Laura Hirst, Deputy Auditor General, at (517) 334-8050 if you have questions regarding this summary or wish to discuss specific audit projects.

Sincerely,



Doug Ringler
Auditor General

c: Agency Audit Liaisons
SBO-Office of Internal Audit Services