



OAG

Office of the Auditor General

Report Summary

Single Audit Report

State of Michigan

Fiscal Year Ended September 30, 2017

**Report Number:
000-0100-18**

**Released:
June 2018**

A single audit is designed to meet the needs of all financial report users, including an entity's federal grantor agencies. The audit determines if the financial statements are fairly presented, considers internal control over financial reporting and internal control over federal program compliance, determines compliance with requirements material to the financial statements, and assesses compliance with direct and material requirements of the major federal programs.

| Audit Results for the State's Basic Financial Statements | | | |
|--|--|----------------------------|---|
| Fairly presented, in all material respects | Internal Control Over Financial Reporting Findings | | No instances of noncompliance or other matters required to be reported |
| | 1 material weakness | 5 significant deficiencies | |

| Audit Results for the Schedule of Expenditures of Federal Awards |
|--|
| Fairly stated, in all material respects, in relation to the State's basic financial statements as a whole. |

| Audit Results for the Federal Awards | | | | | | |
|--|--------------------|-------------------|-----------------|------------------------------------|---|--------------------------|
| Federal Awards Expended | Unmodified Opinion | Qualified Opinion | Adverse Opinion | Total Known Questioned Costs (Net) | Internal Control Over Compliance Findings | |
| | | | | | Material Weaknesses | Significant Deficiencies |
| \$24.6 billion | 20 programs | 6 programs | No programs | \$15,242,074 | 13 | 52 |
| Number of findings repeated from the prior audit | | | | | 10 | 24 |

Identification of Major Federal Programs, Type of Opinion Issued on Compliance, Questioned Costs, and Audit Finding Numbers [(M) denotes a material weakness and/or material noncompliance finding]:

| CFDA Number(s) | Name of Major Federal Program or Cluster | Opinion | Questioned Costs | Audit Finding Number(s) |
|------------------------------------|---|----------------|---|--|
| 10.551 and 10.561 | SNAP Cluster | Qualified | Undeterminable | <u>2017-001 (M)</u> <u>2017-002 (M)</u> <u>2017-003 (M)</u> <u>2017-004</u> <u>2017-011</u> <u>2017-012 (M)</u> <u>2017-013</u> <u>2017-014</u> <u>2017-015</u> <u>2017-019</u> |
| 10.553, 10.555, 10.556, and 10.559 | Child Nutrition Cluster | Unmodified | \$0 | <u>2017-008</u> <u>2017-009</u> <u>2017-021</u> |
| 10.565, 10.568, and 10.569 | Food Distribution Cluster | Unmodified | \$0 | <u>2017-008</u> <u>2017-009</u> <u>2017-021</u> <u>2017-022</u> |
| 10.557 | WIC Special Supplemental Nutrition Program for Women, Infants, and Children | Unmodified | \$1,082,867 known plus an undeterminable amount | <u>2017-007</u> <u>2017-011</u> <u>2017-012 (M)</u> <u>2017-013</u> <u>2017-014</u> <u>2017-015</u> <u>2017-019</u> <u>2017-023 (M)</u> |
| 16.575 | Crime Victim Assistance | Unmodified | Undeterminable | <u>2017-011</u> <u>2017-012 (M)</u> <u>2017-013</u> <u>2017-014</u> <u>2017-015</u> |
| 17.258, 17.259, and 17.278 | WIOA Cluster | Unmodified | \$0 | <u>2017-010</u> <u>2017-020</u> |
| 17.277 | WIOA National Dislocated Worker Grants / WIA National Emergency Grants | Unmodified | \$0 | <u>2017-010</u> <u>2017-020</u> |
| 20.600 and 20.616 | Highway Safety Cluster | Qualified | Undeterminable | <u>2017-026 (M)</u> |
| 84.027 and 84.173 | Special Education Cluster (IDEA) | Unmodified | \$0 | <u>2017-008</u> <u>2017-009</u> <u>2017-027</u> <u>2017-028</u> |
| 84.048 | Career and Technical Education - Basic Grants to States | Unmodified | \$0 | <u>2017-008</u> <u>2017-009</u> <u>2017-029</u> <u>2017-030</u> <u>2017-031</u> <u>2017-032</u> |
| 84.126 | Rehabilitation Services - Vocational Rehabilitation Grants to States | Unmodified | Undeterminable | <u>2017-011</u> <u>2017-012 (M)</u> <u>2017-013</u> <u>2017-014</u> <u>2017-015</u> <u>2017-019</u> <u>2017-033</u> |
| 90.401 | Help America Vote Act Requirements Payments | Unmodified | \$0 | Not Applicable |
| 93.044, 93.045, and 93.053 | Aging Cluster | Unmodified | Undeterminable | <u>2017-011</u> <u>2017-012 (M)</u> <u>2017-013</u> <u>2017-014</u> <u>2017-015</u> |

| CFDA Number(s) | Name of Major Federal Program or Cluster | Opinion | Questioned Costs | Audit Finding Number(s) |
|----------------------------|---|----------------|---|---|
| 93.558 | TANF Cluster | Qualified | \$23,420 known plus an undeterminable amount | <u>2017-001 (M)</u> <u>2017-002 (M)</u> <u>2017-003 (M)</u> <u>2017-005</u> <u>2017-010</u> <u>2017-011</u> <u>2017-012 (M)</u> <u>2017-013</u> <u>2017-014</u> <u>2017-015 (M)</u> <u>2017-019</u> <u>2017-020</u> <u>2017-034 (M)</u> <u>2017-035 (M)</u> <u>2017-036</u> <u>2017-037</u> <u>2017-038</u> <u>2017-039</u> |
| 93.575 and 93.596 | CCDF Cluster | Qualified | \$2,976,681 known plus an undeterminable amount | <u>2017-001 (M)</u> <u>2017-002 (M)</u> <u>2017-011</u> <u>2017-012 (M)</u> <u>2017-013</u> <u>2017-014</u> <u>2017-015</u> <u>2017-040 (M)</u> <u>2017-041</u> <u>2017-042</u> <u>2017-043</u> <u>2017-070 (M)</u> |
| 93.775, 93.777, and 93.778 | Medicaid Cluster | Qualified | \$1,524,061 known plus an undeterminable amount | <u>2017-001 (M)</u> <u>2017-002 (M)</u> <u>2017-003 (M)</u> <u>2017-004</u> <u>2017-006</u> <u>2017-011</u> <u>2017-012 (M)</u> <u>2017-013</u> <u>2017-014</u> <u>2017-015</u> <u>2017-016</u> <u>2017-017</u> <u>2017-018</u> <u>2017-019</u> <u>2017-044</u> <u>2017-045</u> <u>2017-046 (M)</u> <u>2017-047</u> <u>2017-048</u> <u>2017-049</u> <u>2017-050</u> <u>2017-051</u> <u>2017-052</u> <u>2017-053</u> <u>2017-054</u> <u>2017-055</u> <u>2017-056</u> <u>2017-057</u> <u>2017-058</u> |
| 93.563 | Child Support Enforcement | Unmodified | Undeterminable | <u>2017-004</u> <u>2017-011</u> <u>2017-012 (M)</u> <u>2017-013</u> <u>2017-014</u> <u>2017-015</u> <u>2017-019</u> |

| CFDA Number(s) | Name of Major Federal Program or Cluster | Opinion | Questioned Costs | Audit Finding Number(s) |
|-----------------------|--|----------------|---|---|
| 93.568 | Low-Income Home Energy Assistance | Unmodified | \$154 known plus an undeterminable amount | <u>2017-001 (M)</u> <u>2017-002 (M)</u> <u>2017-011</u> <u>2017-012 (M)</u> <u>2017-013</u> <u>2017-014</u> <u>2017-015</u> <u>2017-019</u> <u>2017-059</u> |
| 93.658 | Foster Care - Title IV-E | Unmodified | \$43 known plus an undeterminable amount | <u>2017-004</u> <u>2017-005</u> <u>2017-011</u> <u>2017-012 (M)</u> <u>2017-013</u> <u>2017-014</u> <u>2017-015 (M)</u> <u>2017-019</u> <u>2017-060</u> <u>2017-061</u> |
| 93.659 | Adoption Assistance | Unmodified | \$12 known plus an undeterminable amount | <u>2017-004</u> <u>2017-005</u> <u>2017-011</u> <u>2017-012 (M)</u> <u>2017-013</u> <u>2017-014</u> <u>2017-015</u> <u>2017-019</u> <u>2017-062</u> <u>2017-063 (M)</u> <u>2017-064</u> |
| 93.667 | Social Services Block Grant | Unmodified | Undeterminable | <u>2017-005</u> <u>2017-011</u> <u>2017-012 (M)</u> <u>2017-013</u> <u>2017-014</u> <u>2017-015 (M)</u> <u>2017-019</u> |
| 93.767 | Children's Health Insurance Program | Unmodified | Undeterminable | <u>2017-001 (M)</u> <u>2017-002 (M)</u> <u>2017-006</u> <u>2017-011</u> <u>2017-012 (M)</u> <u>2017-013</u> <u>2017-014</u> <u>2017-015</u> <u>2017-016</u> <u>2017-017</u> <u>2017-018</u> |
| 93.959 | Block Grants for Prevention and Treatment of Substance Abuse | Qualified | Undeterminable | <u>2017-011</u> <u>2017-012 (M)</u> <u>2017-013</u> <u>2017-014</u> <u>2017-015</u> <u>2017-065 (M)</u> <u>2017-066</u> |
| 96.001 | Disability Insurance/SSI Cluster | Unmodified | Undeterminable | <u>2017-011</u> <u>2017-012 (M)</u> <u>2017-013</u> <u>2017-014</u> <u>2017-015 (M)</u> <u>2017-019</u> |

Major Federal Programs Audited by Others

| CFDA Number(s) | Name of Major Federal Program or Cluster | Opinion | Questioned Costs | Audit Finding Number(s) |
|-----------------------|---|----------------|-------------------------|----------------------------------|
| 14.182 and 14.856 | Section 8 Project-Based Cluster | Unmodified | \$0 | Not Applicable |
| 17.225 | Unemployment Insurance, including ARRA | Unmodified | \$0 | 2017-067 2017-068 2017-069 |

Findings Related to Non-Major Programs

| CFDA Number(s) | Name of Federal Program or Cluster | Opinion | Questioned Costs | Audit Finding Number(s) |
|-----------------------|---|----------------|-------------------------|--------------------------------|
| 12.401 | National Guard Military Operations and Maintenance (O&M) Projects | Not Applicable | \$9,634,836 known | 2017-024 2017-025 |

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Phone: (517) 334-8050

Office of the Auditor General
201 N. Washington Square, Sixth Floor
Lansing, Michigan 48913

Doug A. Ringler, CPA, CIA
Auditor General

Laura J. Hirst, CPA
Deputy Auditor General