



# OAG

Office of the Auditor General

## Report Summary

### *Report on Internal Control, Compliance, and Other Matters*

### *Michigan Military Retirement Provisions*

### *Fiscal Year Ended September 30, 2017*

**Report Number:**  
071-0158-18

**Released:**  
September 2018

Generally accepted government auditing standards require an auditor to report on internal control over financial reporting; compliance with provisions of laws, regulations, contracts, or grant agreements that have a material effect on the financial statements; and other matters coming to the attention of the auditor during the completion of a financial audit. We are issuing this report in conjunction with our independent auditor's report on the Michigan Military Retirement Provisions' (MMRP's) financial statements dated July 20, 2018.

| <b>Findings Related to Internal Control, Compliance, and Other Matters</b>   | <b>Material Weakness</b> | <b>Significant Deficiency</b> | <b>Agency Preliminary Response</b> |
|--|--------------------------|-------------------------------|------------------------------------|
| The Office of Retirement Services, Department of Technology, Management, and Budget, did not have an internal control process to ensure that member data provided to MMRP's actuary for the total pension liability calculation was complete and accurate. This resulted in MMRP's audited financial statements being issued over 6 months after the statutory deadline of December 30, 2017 ( <a href="#">Finding #1</a> ). |                          | X                             | Agrees                             |

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