



OAG

Office of the Auditor General

201 N. Washington Square, Sixth Floor • Lansing, Michigan 48913 • Phone: (517) 334-8050 • audgen.michigan.gov

Doug A. Ringler, CPA, CIA
Auditor General

June 1, 2022

Dear Governor Whitmer, Senators, and Representatives:

This letter provides information regarding the status of our audit projects that either began or transitioned into a new audit phase during May 2022. Please refer to our website's [Work in Progress](#) for a complete listing of ongoing projects. We would be pleased to discuss with you any interests or areas of concern you have with any of our ongoing projects.

- 1. 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	Project Number
	(Performance - per / Financial - fin / Follow-up - fol / Contracted - con / Single - sa / Review - rev / Investigative - inv)	
Labor and Economic Opportunity - Michigan Strategic Fund	21st Century Jobs Trust Fund Programs and Investment Fund Program (per)	186-0410-22

- 2. 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		

- 3. 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. 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.

Department	Audit Title and Type	Project Number
Technology, Management, and State Budget Office	Independent Accountant's Review Report, Revenue Subject to Constitutional Limitation (FY 2020-2021) - (Rev)	071-0030-22

Approved Objective:

- To obtain limited assurance that there are no material modifications that should be made to the Statement of Revenue Subject to Constitutional Limitation - Legal Basis for it to be in compliance with the applicable sections of the *Michigan Compiled Laws* and Michigan Constitution.

Department	Audit Title and Type	Project Number
Technology, Management, and State Budget Office	Independent Accountant's Review Report, Proportion of Total State Spending from State Sources (FY 2020-2021) - (Rev)	071-0031-22

Approved Objectives:

1. To obtain limited assurance that there are no material modifications that should be made to the Statement of the Proportion of Total State Spending From State Sources Paid to Local Units of Government - Legal Basis for it to be in compliance with the applicable sections of the *Michigan Compiled Laws* and Michigan Constitution.

Department	Audit Title and Type	Project Number
Health and Human Services	Comprehensive Health Care Program - Oversight and Encounter Claim Integrity - (fol)	391-0702-17F

Approved Objectives:

1. To determine whether the Michigan Department of Health and Human Services had taken appropriate corrective measures in response to our audit report issued May 2019.

Department	Audit Title and Type	Project Number
State Budget Office	Flint Emergency Expenditures - (fol)	000-2021-21F

Approved Objectives:

1. To determine whether the various State Agencies had taken appropriate corrective measures in response to our findings issued in reports between July 2016 and July 2021.

4. **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
None			

5. Audits Released

Department	Audit Title and Type	Project Number	Date Released	Number of	
				Material Weaknesses	Reportable Conditions
Technology, Management, and Budget	Michigan State Police Retirement System, Report on Internal Control, Compliance, and Other Matters, for the Fiscal Year Ended September 30, 2021 - (fin)	071-0154-22	05/03/2022	1	0
Legislature	Michigan Legislative Retirement System Retirement System, Report on Internal Control, Compliance, and Other Matters, for the Fiscal Year Ended September 30, 2021 - (fin)	900-0140-22	05/06/2022	0	1
Health and Human Services	Michigan Long-Term Care Ombudsman Program - (per)	391-0571-21	05/10/2022	3	2
Natural Resources	State Parks' Concessions, Leases, and Operating Agreements - (per)	751-0135-21	05/17/2022	2	6

Labor and Economic Opportunity and Technology, Management, and Budget	Michigan Integrated Data Automated System and Michigan Web Account Manager - Selected General and Application Controls, Unemployment Insurance Agency - (per)	186-0593-21	05/17/2022	3	3
Technology, Management, and Budget	State of Michigan Annual Comprehensive Financial Report, Report on Internal Control, Compliance, and Other Matters, for the Fiscal Year Ended September 30, 2021 - (fin)	071-0010-22	05/27/2022	1	9

We report this information to you on a monthly basis, and we correspond with auditee management and staff regularly 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