



# 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

January 3, 2023

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 December 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)	
None		

- 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
Corrections	Staffing Analysis - (per)	471-0615-23

We terminated the Staffing Analysis project at the conclusion of our preliminary survey, because a more meaningful analysis of staffing resides at the individual facility level. Therefore, we intend to incorporate staffing analysis procedures into future correctional facility audits.

- 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
None		

**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.

<b>Department</b>	<b>Audit Title and Type</b>	<b>Project Number</b>	<b>Estimated Audit Release Date</b>
Technology, Management, and Budget	State of Michigan 401K Plan, Opinion on Financial Statements and Internal Control Report, for the Fiscal Year Ended September 30, 2022 - (fin)	071-0156-23	January 2023
Technology, Management, and Budget	State of Michigan 457 Plan, Opinion on Financial Statements and Internal Control Report, for the Fiscal Year Ended September 30, 2022 - (fin)	071-0157-23	January 2023
Health and Human Services	Selected Community Health-Related IT Systems - (per)	391-0593-22	February 2023
Legislature	Michigan Legislative Retirement System, Opinion on Financial Statements and Internal Control Report, for the Fiscal Year Ended September 30, 2022 - (fin)	900-0140-23	February 2023
Licensing and Regulatory Affairs	Licensing and Inspections of Homes for the Aged - (per)	641-0452-22	February 2023
Transportation	Contractor and Consultant Performance Evaluation Process - (per)	591-0425-22	February 2023

**5. Audits Released**

<b>Department</b>	<b>Audit Title and Type</b>	<b>Project Number</b>	<b>Date Released</b>	<b>Number of</b>	
				<b>Material Weaknesses</b>	<b>Reportable Conditions</b>
Technology, Management, and Budget	Enterprise Data Warehouse - (fol)	071-0520-14F	12/02/2022	0	1
Licensing and Regulatory Affairs	Camp Licensing, Bureau of Community and Health Systems - (per)	641-0453-22	12/13/2022	0	5
Transportation	Use of Warranties - (fol)	591-0320-20-F	12/13/2022	1	0
Transportation	Aggregate Quality Process - (per)	591-0420-21	12/21/2022	3	2
State	Business Compliance and Regulation Division - (per)	231-0270-21	12/22/2022	0	3
Military and Veterans Affairs	Michigan Veterans' Facility Authority, Opinion on Financial Statements and Internal Control Report, for the Fiscal Year Ended September 30, 2021 - (fin)	511-0101-22	12/29/2022	0	1

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.

This communication is intended solely for the information and use of the Governor, the Legislature, and, if appropriate, management and is not intended to be, and should not be, used by anyone other than these specified parties.

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,

A handwritten signature in blue ink that reads "Doug Ringler". The signature is written in a cursive style with a large, prominent "D" and "R".

Doug Ringler  
Auditor General

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