



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

April 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 March 2023. 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)	
Corrections	Baraga Maximum Correctional Facility - (per)	471-0207-23
State Budget Office	State Public Universities' Reporting of Selected Higher Education Institutional Data Inventory (HEIDI) Data - (per)	331-0300-23

- 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 Budget	Michigan Public School Employees' Retirement System Schedules of Employer Pension and OPEB Allocations and Schedule of Collective Pension and OPEB Amounts - (fin)	071-0164-23

Approved Objectives:

- To express an opinion on whether the entity's financial statements are fairly presented in conformity with accounting principles generally accepted in the United States of America.
- To communicate matters to third parties as required by generally accepted auditing standards.

Department	Audit Title and Type	Project Number
Technology, Management, and Budget	Michigan State Employees' Retirement System Schedules of Employer Pension and OPEB Allocations and Schedule of Collective Pension and OPEB Amounts - (fin)	071-0165-23

Approved Objectives:

1. To express an opinion on whether the entity's financial statements are fairly presented in conformity with accounting principles generally accepted in the United States of America.
2. To communicate matters to third parties as required by generally accepted auditing standards.

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
Labor and Economic Opportunity	Michigan Strategic Fund, Report Internal Control, Compliance and Other Matters, for the Fiscal Year Ended September 30, 2022 - (fin)	186-0401-23	April 2023
Civil Rights	Selected Activities Related to Complaint Intake and Investigation Timeliness - (per)	151-0200-22	May 2023
Labor and Economic Opportunity	Self Insurers' Security Fund - Report on Internal Control, Compliance, and Other Matters, for the Fiscal Year Ended December 31, 2022 - (fin)	186-0101-23	May 2023
Technology, Management, and Budget	State of Michigan Annual Comprehensive Financial Report - Report on Internal Control and Other Matters, for the Fiscal Year Ended September 30, 2022 - (fin)	071-0010-23	May 2023

5. Audits Released

Department	Audit Title and Type	Project Number	Date Released	Number of	
				Material Weaknesses	Reportable Conditions
Labor and Economic Opportunity	Employee Benefits Division's Postemployment Life Insurance Benefit Schedule of Employer Allocations, Report on Internal Control, Compliance and Other Matters, for the year ended September 30, 2021 - (fin)	071-0168-22	03/02/2023	1	0
Technology, Management, and Budget	Michigan Judges' Retirement System, Report on Internal Control, Compliance and Other Matters, for the Fiscal Year Ended September 30, 2022 - (fin)	071-0153-23	03/08/2023	0	0
Transportation	Contractor and Consultant Performance Evaluation Process - (per)	591-0425-22	03/08/2023	1	1

5. Audits Released Con't

Department	Audit Title and Type	Project Number	Date Released	Number of	
				Material Weaknesses	Reportable Conditions
Technology, Management, and Budget	Michigan State Employees' Retirement System, Opinion on Financial Statements and Internal Control Report, for the Fiscal Year Ended September 30, 2022 - (fin)	071-0151-23	03/10/2023	0	0
Technology, Management, and Budget	Michigan State Police Retirement System, Opinion on Financial Statements and Internal Control Report, for the Fiscal Year Ended September 30, 2022 - (fin)	071-0154-23	03/10/2023	0	0
Licensing and Regulatory Affairs	Licensing and Inspections of Homes for the Aged - (per)	641-0452-22	03/14/2023	0	4
Labor and Economic Opportunity	Michigan Strategic Fund, Independent Auditor's Opinion on the Financial Statements, for the Fiscal Year Ended September 30, 2022 - (fin)	186-0401-23	03/15/2023	N/A	N/A
Labor and Economic Opportunity	Michigan Economic Development Corporation, Opinion on Financial Statements and Internal Control Report, for the Fiscal Year Ended September 30, 2022 - (fin)	186-0406-23	03/15/2023	0	0
Treasury	Bureau of State Lottery, Opinion on Financial Statements and Internal Control Report, for the Fiscal Years Ended September 30, 2022 and September 30, 2021 - (con)	N/A	03/17/2023	N/A	N/A
Technology, Management, and Budget	Michigan Public School Employees' Retirement System, Opinion on Financial Statements and Internal Control Report, for the Fiscal Year Ended September 30, 2022 - (fin)	071-0152-23	03/20/2023	0	0
Labor and Economic Opportunity and State Budget Office	Single Audit Report for the Michigan State Housing Development Authority, a Discretely Presented Component Unit of the State of Michigan, for the Fiscal Year Ended June 30, 2022 - (sa)	000-0800-23	03/24/2023	0	5

5. Audits Released Con't

Department	Audit Title and Type	Project Number	Date Released	Number of	
				Material Weaknesses	Reportable Conditions
Labor and Economic Opportunity	Self Insurers' Security Fund - Independent Auditor's Report on the Financial Statements, for the Fiscal Year Ended December 31, 2022 - (fin)	186-0101-23	03/28/2023	N/A	N/A
Technology, Management, and Budget	State of Michigan Annual Comprehensive Financial Report - Independent Auditor's Opinion on Financial Statements, for the Fiscal Year Ended September 30, 2022 - (fin)	071-0010-23	03/29/2023	N/A	N/A
Health and Human Services and Technology, Management, and Budget	Selected Community Health-Related IT Systems - (per)	391-0593-22	03/31/2023	2	0

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,



Doug Ringler
Auditor General

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