



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

GRETCHEN WHITMER
GOVERNOR

RACHAEL EUBANKS
STATE TREASURER

April 26, 2023

Rick Lowe, Director
Office of Internal Audit Services
Office of the State Budget
George W. Romney Building
111 South Capitol, 6th Floor
Lansing, MI 48913

Dear Mr. Lowe,

In accordance with the State of Michigan, Financial Management Guide, Part VII, the following is our corrective action plan to address recommendations contained within the Office of the Auditor General's Financial Audit of the Michigan Education Trust Plan D for fiscal year ended September 30, 2022.

1. Audit recommendations the agency complied with:

2022-001:

Management should implement a mechanism to capture transactions that are unique in nature so that they can be accounted for appropriately.

Agency Plan:

Treasury acknowledges the uniqueness and timing of the transactions. Treasury made the necessary entries to reflect the two transactions in the final statements prior to the finalization of the financial statements, with the eligible contracts given away to be included in the tuition payable moving forward. Treasury implemented a process by 9/30/2022 to ensure transactions that are unique in nature are recorded properly and timely in future fiscal years.

2. Audit recommendations the agency agrees with and will comply: None
3. Audit recommendations the agency disagrees with: None

Should you have any questions regarding the corrective action plan, please contact Diane Brewer at (517)899-7792 or at BrewerD1@michigan.gov.

Sincerely,

A handwritten signature in black ink, appearing to read 'Ann E. Good', followed by a long horizontal line extending to the right.

Ann E. Good, Deputy State Treasurer
Financial and Administrative Services

Cc: JoAnne Huls, Executive Office
Doug Ringler, Office of the Auditor General
Felicia Brabec, House Appropriations Sub-committee
John Cherry, Senate Appropriations Sub-committee
Angela Witwer, House Standing Committee
Sara Anthony, Senate Standing Committee
Mary Ann Cleary, House Fiscal Agency
Kathryn Summers, Senate Fiscal Agency
Rachael Eubanks, Treasury
Ann Good, Treasury
Robin Lott, Treasury
Diane Brewer, Treasury
Megan Patino, Treasury
Bruce Hanses, Treasury
Mike Williams, Office of Internal Audit Services
Fran Thelen, Office of Internal Audit Services