



# OAG

Office of the Auditor General

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**Doug A. Ringler, CPA, CIA**  
Auditor General

June 1, 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 May 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	Ionia Correctional Facilities: Richard A. Handlon Michigan Training Unit and Ionia Maximum Correctional Facility - (per)	471-0233-23
Corrections	Offender Success Programs - (per)	471-0311-23
Health and Human Services	Interstate Compact Programs: Interstate Compact on the Placement of Children and Interstate Compact for Juveniles - (per)	431-0273-23
Health and Human Services	Partnership. Accountability. Training. Hope. (PATH) Program Deferrals - (per)	431-3302-23
Labor and Economic Opportunity and Environment, Great Lakes, and Energy	Brownfield Redevelopment Financing Program - (per)	186-0420-23
Transportation	Use of Transportation Related Funding - (per)	591-0105-23
Transportation	Construction-Related IT Systems - (per)	591-0591-23

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.

<b>Department</b>	<b>Audit Title and Type</b>	<b>Project Number</b>
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.

<b>Department</b>	<b>Audit Title and Type</b>	<b>Project Number</b>
Corrections	Baraga Correctional Facility - (per)	471-0207-23

**Approved Objectives:**

1. To assess the facility's compliance with selected policies and procedures related to safety and security.
2. To report data related to the facility's staffing.

<b>Department</b>	<b>Audit Title and Type</b>	<b>Project Number</b>
State Budget Office	Reporting of Higher Education Institutional Data Inventory (HEIDI) Data - (per)	331-0300-23

**Approved Objectives:**

1. To assess whether the State's public universities reported selected HEIDI data in accordance with requirements.
2. To assess the sufficiency of the State Budget Office's efforts to monitor the validity and reliability of university reported HEIDI data.

<b>Department</b>	<b>Audit Title and Type</b>	<b>Project Number</b>
State Police	Michigan Justice Training Fund - (fin)	551-0101-23

**Approved Objectives:**

1. To express an opinion on whether the Michigan Justice Training Fund financial schedule is fairly presented in conformity with accounting principles generally accepted in the United States of America.
2. To issue a report on internal control over financial reporting and on compliance and other matters in accordance with generally accepted government auditing standards.

We will include an emphasis of matter in our opinion informing the reader the financial schedule presents only the sources and uses of the fund and does not purport to, and does not, present a complete financial presentation of either the Michigan Commission on Law Enforcement Standards or the State's General Fund as of September 30, 2022 and September 30, 2021 in conformity with accounting principles generally accepted in the United States of America.

<b>Department</b>	<b>Audit Title and Type</b>	<b>Project Number</b>
Technology, Management, and Budget	Employee Benefits Division's Postemployment Life Insurance Benefit Information - (fin)	071-0168-23

**Approved Objectives:**

1. To express an opinion on whether the entity's financial schedules 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.

<b>Department</b>	<b>Audit Title and Type</b>	<b>Project Number</b>
Technology, Management, and Budget	Michigan Cyber Civilian Corps - (fol)	071-0519-19F

**Approved Objective:**

1. To determine whether the Michigan Department of Technology, Management, and Budget had taken appropriate corrective measures in response to our audit report issued September 2019.

<b>Department</b>	<b>Audit Title and Type</b>	<b>Project Number</b>
Technology, Management, and Budget	MiLogin - (fol)	071-0570-18F

**Approved Objective:**

1. To determine whether the Michigan Department of Technology, Management, and Budget had taken appropriate corrective measures in response to our audit report issued December 2019.

<b>Department</b>	<b>Audit Title and Type</b>	<b>Project Number</b>
Transportation	Office of Aeronautics - (per)	591-0190-22

**Approved Objectives:**

1. To assess the effectiveness of the Office of Aeronautics oversight of the public-use facilities, hospital helipads/helistops, flight schools, and aircraft registrations.
2. To assess the effectiveness of selected ASM access controls.

- 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>
State Budget Office	State of Michigan Single Audit - (sa)	000-0100-23	June 2023
Licensing and Regulatory Affairs	Cannabis Regulatory Agency - (per)	641-0433-22	July 2023

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## 5. Audits Released

Department	Audit Title and Type	Project Number	Date Released	Number of	
				Material Weaknesses	Reportable Conditions
Military and Veterans Affairs	Michigan Veterans' Facility Authority - Report on Internal Control, Compliance and Other Matters- (fin)	511-0101-23	05/19/2023	0	1
State Budget Office	State of Michigan Annual Comprehensive Financial Report - Report on Internal Control, Compliance and Other Matters, for the Fiscal Year Ended September 30, 2022 - (fin)	071-0010-23	05/26/2023	1	8

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