



STATE OF MICHIGAN  
BUREAU OF STATE LOTTERY  
LANSING

GRETCHEN WHITMER  
GOVERNOR

SUZANNA SHKRELI  
COMMISSIONER

May 7, 2024

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 corrective action plan addresses recommendations contained within the Plante & Moran Report on Internal Control over Financial Reporting issued during the audit of the Bureau of State Lottery for year ended September 30, 2023.

1. Audit recommendations the agency complied with:

Plante & Moran recommend that the Lottery ensures a timely closing process using the recently upgraded gaming system platform, including the preparation of the financial statements.

The Lottery diligently worked to address the issues found in the March 31, 2023 audit and has taken corrective action. Pursuant to the relevant contract, the Lottery expects to continue pursuing compensation for the vendor's failure to provide timely and accurate reconciliation data. The issue has been resolved going forward, as the conversion between systems is complete, such that the new system is operational and all financial data moving forward is generated by and can be retrieved from the new system. The Lottery has requested a detailed backup plan from the vendor to ensure there is always timely and accurate receipt of financial and gaming data. The Lottery has been escalating reporting issues quickly so resolution can be addressed promptly.

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 me at (517) 335-2376 or at [ThompsonK1@michigan.gov](mailto:ThompsonK1@michigan.gov).

Sincerely,

A handwritten signature in blue ink that reads "Kristi L. B. Thompson".

Kristi L. B. Thompson,  
Deputy Commissioner of Administration/Chief Financial Officer

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  
Suzanna Shkreli, Bureau of State Lottery  
Teresa DeRoche, Bureau of State Lottery  
Natalia Tiemann, Bureau of State Lottery  
Mike Williams, Office of Internal Audit Services  
Fran Thelen, Office of Internal Audit Services

*The Michigan Lottery supports K-12 public education.*

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