



STATE OF MICHIGAN

GRETCHEN WHITMER
GOVERNOR

MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY
LANSING

AMY HOVEY
EXECUTIVE DIRECTOR

July 13, 2026

Chief Internal Auditor
State Budget Office
Office of Internal Audit Services
111 S Capitol Ave
7th Floor, Romney Building
Lansing MI 48933

Dear Director Thomas,

In accordance with the State of Michigan, [Financial Management Guide, Part VII](#), enclosed is our final corrective action plan to address recommendations contained within the *FY25 Financial Report* of the Labor and Economic Opportunity's (LEO) *Michigan State Housing Development Authority (the Authority)*:

View of Responsible Officials: The Authority acknowledges that adjustments were made after audit fieldwork began. Given the size and scope of the work of the Authority and its finance department, errors and entries to correct discrepancies will happen. The finding type "significant deficiency" recognizes that these adjustments and the timing of adjustment are not material. The Authority agrees with this finding.

Final Corrective Action Plan: During and leading up to the audit, the Authority experienced significant temporary staff reduction in positions with important and active roles in the completion of the Authority's audit. The Authority's finance leadership will evaluate and if necessary, increase its accounting staff.

Expected Completion Date: June 30, 2026

Questions regarding the corrective action plan should be directed to *Jeffrey Sykes, Chief Financial Officer (CFO), the Authority*, at sykesj@michigan.gov.

Sincerely,

Jeffrey Sykes
Chief Financial Officer

Michigan State Housing Authority (MSHDA)
735 East Michigan Ave.
Lansing, Michigan, 48909
Phone: (517) 335-4893

c: JoAnne Huls, Chief of Staff, Executive Office
Shelia Marshall-Curtis, Chief Compliance Officer, Executive Office
Trish Foster, Chief Operating Officer, Executive Office
Doug Ringler, Auditor General, Office of the Auditor General
Representative Mary Ann Cleary, Director, House Fiscal Agency
Senator Kathryn Summers, Director, Senate Fiscal Agency
Representative Ann Bollin, Chair, House Appropriations Committee
Senator Sarah Anthony, Chair, Senate Appropriations Committee
Rep. Nancy Jenkin-Arno, Chair, House LEO Appropriation Sub-Committees
Senator Mary Cavanagh, Chair, Senate Appropriation Sub-Committees
Representative Mark Tisdell, Chair, House Finance Standing Committee
Senator Jeff Irwin, Chair, Senate Housing and Human Services Standing Committee
Amy Hovey, Executive Director, The Authority
Timothy Klont, Chief Operating Officer, The Authority
Jeffrey Sykes, CFO, The Authority
Daphne Wells, Director of Operations, The Authority
Allen Williams, Chief Internal Control Officer, LEO
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