

**U.S. Department of Labor**

Office of Inspector General  
Washington, D.C. 20210



September 16, 2010

Mr. Thomas H. McTavish, C.P.A.  
Auditor General  
201 N. Washington Square  
Lansing, Michigan 48913

Title – Recovery Act: Quality Control Review Single Audit of  
State of Michigan Unemployment Compensation Fund  
for the Year Ended September 30,2009

Dear Mr. McTavish:

The purpose of this final report (Report Number 18-10-010-03-315) is to formally advise you of the results of a Quality Control Review (QCR) the U.S. Department of Labor (DOL), Office of Inspector General, conducted of the following audit performed by Andrews, Hooper & Pavlik, P.L.C. under the Federal Single Audit Act and Office of Management and Budget Circular A-133 (A-133):

Single Audit of the State of Michigan Unemployment Agency –  
Unemployment Compensation Fund for the Year Ended  
September 30, 2009.

The objectives of the QCR were to determine whether (1) the audit was conducted in accordance with applicable standards and meets the single audit requirements, (2) any follow-up work is needed, and (3) there are any issues that may require management’s attention.

The major programs included in our review were:

<b>DOL Major Programs Reviewed</b>		
<b>Major Program</b>	<b>Catalog of Federal Domestic Assistance Number</b>	<b>DOL Funds Expended</b>
Unemployment Insurance (UI)	17.225	\$5,159,423,479
American Recovery and Reinvestment Act (Recovery Act) – UI	17.225	\$1,043,175,820
<b>Total DOL Funds Expended</b>		<b>\$6,202,599,299</b>

Based on our review of the audit documentation related to the programs above, we determined that the audit work performed was acceptable and met the requirements of the Single Audit Act and A-133. No follow-up work is required and there are no issues that require management's attention.

Since our review included Recovery Act funds, we are required by the Recovery Act to post this report on our website [www.oig.dol.gov](http://www.oig.dol.gov) and link it to the Recovery Accountability and Transparency Board's website [www.recovery.gov](http://www.recovery.gov).

If you have any questions concerning the results of the QCR, please contact Robert J. Coyle, Director, Office of Audit Quality Assurance, at (202) 693-5226.

Sincerely,



Elliot P. Lewis  
Assistant Inspector General  
for Audit

cc: Mr. Roger Hitchcock, Partner, Andrews, Hooper & Pavlik, P.L.C.

Mr. Stephen M. Geskey, Director, State of Michigan UI Agency, Department of Labor and Economic Growth

Ms. Debbie Ciccone, Chief Accountant, State of Michigan UI Agency, Department of Labor and Economic Growth

Ms. Judith A. Fisher, Director, Division of Policy, Review, and Resolution, Employment and Training Administration