



February 24, 2011

Mr. Thomas H. McTavish, CPA
Auditor General
201 N. Washington Square
Lansing, Michigan 48913

Recovery Act: Quality Control Review of the Single Audit of the State of Michigan Unemployment Insurance Agency Administration Fund for the Year Ended September 30, 2009

Dear Mr. McTavish:

The purpose of this final report (Report Number 18-11-003-03-315) 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 (Act) and Office of Management and Budget Circular A-133 (A-133):

Single Audit of the State of Michigan Unemployment Insurance Agency – Administration 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:

DOL Major Programs Reviewed		
Major Program	Catalog of Federal Domestic Assistance Number	DOL Funds Expended
Unemployment Insurance (UI)	17.225	\$170,276,325
American Recovery and Reinvestment Act (Recovery Act) – UI	17.225	\$1,483,646
Total DOL Funds Expended		\$171,759,971

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 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 and link it to the Recovery Accountability and Transparency Board's website www.recovery.gov.

If you have any questions concerning the results of the QCR, please contact Melvin Reid, Director, Office of Audit Quality Assurance, at (202) 693-6993.

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, Unemployment Insurance Agency,
Department of Energy, Labor and Economic Growth

Ms. Shirley Callahan, Director of Financial Services, Finance and
Administrative Services Bureau, Department of Energy, Labor and Economic
Growth

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