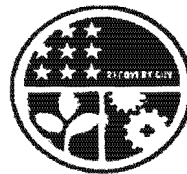


U.S. Department of Labor

Office of Inspector General
Washington, D.C. 20210



MAR 16 2012

Mr. Allan Pohl
Finance and Administrative Director
Michigan Department of Energy, Labor and Economic Growth
P.O. Box 30004
Lansing, Michigan 48909

Recovery Act: Quality Control Review Single Audit of the
Michigan Department of Energy, Labor and Economic Growth
for October 1, 2008 through September 30, 2010

Dear Mr. Pohl:

The purpose of this final report (Report Number 18-12-004-03-390) 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 the Auditor General for the State of Michigan under the Federal Single Audit Act (Act) and Office of Management and Budget Circular A-133 (A-133):

Single Audit of the Michigan Department of Energy, Labor and
Economic Growth for October 1, 2008, through September 30, 2010.

The objectives of the QCR were to determine whether: (1) the audit was conducted in accordance with applicable standards and met 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 as follows:

DOL Major Programs Reviewed		
Major Program	Catalog of Federal Domestic Assistance Number	DOL Funds Expended
Labor Force Statistics	17.002	\$5,434,590
	17.207	
	17.801	
Employment Services (ES) Cluster	17.804	61,433,765
American Recovery and Reinvestment Act (Recovery Act) – ES Wagner-Peyser Funded Activities	17.207	8,558,027
Trade Adjustment Assistance	17.245	101,278,107
	17.258	
	17.259	
	17.260	
Workforce Investment Act (WIA) Cluster	17.278	424,521,060
	17.258	
	17.259	
Recovery Act – WIA Cluster	17.260	166,377,928
H-1B Job Training Grants	17.268	13,479,762
Occupational Safety and Health (OSH) – State Program	17.503	20,392,200
Recovery Act – OSH – State Program	17.503	99,999
Total DOL Funds Expended		\$801,575,438

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 F. Reid, Director, Office of Audit Quality Assurance, at (202) 693-6993.

Sincerely,

Handwritten signature of Elliot P. Lewis in cursive script.

Elliot P. Lewis
Assistant Inspector General
for Audit

cc: Mr. Thomas H. McTavish, Auditor General
State of Michigan

Ms. Darlene Lucas, Audit Liaison
Employment and Training Administration

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