September 16, 2010

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


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):


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:

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

Working for America’s Workforce
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 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 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