

## Report on the Division's System of Quality Control

October 26, 2022

Ms. Rachael Eubanks, State Treasurer  
State of Michigan

We have reviewed the system of quality control for the Audit Section of the Department of Treasury, Community Engagement and Finance Division (the Division) in effect for the year ended May 31, 2022. Our peer review was conducted in accordance with the Standards for Performing and Reporting on Peer Reviews established by the Peer Review Board of the American Institute of Certified Public Accountants (Standards).

A summary of the nature, objectives, scope, limitations of, and the procedures performed in a system review as described in the Standards may be found at [www.aicpa.org/prsummary](http://www.aicpa.org/prsummary). The summary also includes an explanation of how engagements identified as not performed or reported on in conformity with applicable professional standards, if any, are evaluated by a peer reviewer to determine a peer review rating.

### **Division's Responsibility**

The Division is responsible for designing a system of quality control and complying with it to provide the Division with reasonable assurance of performing and reporting in conformity with the requirements of applicable professional standards in all material respects. The Division is also responsible for evaluating actions to promptly remediate engagements deemed as not performed or reported on in conformity with the requirements of applicable professional standards, when appropriate, and for remediating weaknesses in its system of quality control, if any.

### **Peer Reviewer's Responsibility**

Our responsibility is to express an opinion on the design of and compliance with the Division's system of quality control based on our review.

### **Required Selections and Considerations**

Engagements selected for review included engagements performed under *Government Auditing Standards*, including compliance audits under the Single Audit Act.

As a part of our peer review, we considered reviews by regulatory entities as communicated by the Division, if applicable, in determining the nature and extent of our procedures.

## Opinion

In our opinion, the system of quality control for the Audit Section of the Department of Treasury, Community Engagement and Finance Division in effect for the year ended May 31, 2022, has been suitably designed and complied with to provide the Division with reasonable assurance of performing and reporting in conformity with applicable professional standards in all material respects. The Division can receive a rating of *pass*, *pass with deficiency(ies)* or *fail*. Audit Section of the Department of Treasury, Community Engagement and Finance Division has received a peer review rating of *pass*.

*Andrews Hooper Paulik PLC*