



STATE OF NORTH CAROLINA

AUDIT RESULTS FROM

CAFR AND SINGLE AUDIT PROCEDURES

OFFICE OF STATE BUDGET, PLANNING AND MANAGEMENT

FOR THE YEAR ENDED JUNE 30, 2000

OFFICE OF THE STATE AUDITOR

RALPH CAMPBELL, JR.

STATE AUDITOR

January 9, 2001

The Honorable Michael F. Easley., Governor
Members of the North Carolina General Assembly
Marvin K. Dorman, Jr., State Budget Officer
Office of State Budget, Planning and Management

We have completed certain audit procedures at the Office of State Budget, Planning and Management related to the State's *Comprehensive Annual Financial Report (CAFR)* and the State's *Single Audit Report*, for the year ended June 30, 2000. Our audit was made by authority of Article 5A of *North Carolina General Statute § 147*.

We are pleased to advise you that these procedures, as described below, yielded no audit findings and recommendations for the Office of State Budget, Planning and Management related to the State's general-purpose financial statements or the State's federal financial assistance programs which require disclosure in the aforementioned reports.

The accounts and operations of the Office of State Budget, Planning and Management are an integral part of the State's reporting entity represented in the *CAFR* and the *Single Audit Report*. In the *CAFR*, the State Auditor expresses an opinion on the State's financial statements. In the *Single Audit Report*, the State Auditor also presents the results of tests on the State's internal control and on the State's compliance with laws, regulations, contracts, and grants applicable to the State's financial statements and to its federal financial assistance programs. The audit procedures were conducted in accordance with generally accepted auditing standards, *Government Auditing Standards* issued by the Comptroller General of the United States, and Office of Management and Budget Circular A-133.

As part of the work necessary for issuance of the *CAFR* and the *Single Audit Report*, the following individual funds and federal programs of the State were subjected to audit procedures at the Office of State Budget, Planning and Management as we considered necessary:

Funds for the *Comprehensive Annual Financial Report*:

Capital Projects Fund – Reserves and Transfers

Budget Amounts for the State's General Fund and Special Revenue Funds

Federal Programs for the *Single Audit Report*:

None

The individual funds and federal programs subjected to audit at the Office of State Budget, Planning and Management are substantially less in scope than would be necessary to report on the general-purpose financial statements that relate solely to the Office of State Budget, Planning and Management or the administration of federal programs by the Office of State Budget, Planning and Management. Therefore, we do not express such conclusions.

North Carolina General Statutes require the State Auditor to make audit reports available to the public. Copies of audit reports issued by the Office of the State Auditor may be obtained through one of the options listed in the back of this report.

Respectfully submitted,

A handwritten signature in black ink that reads "Ralph Campbell, Jr." in a cursive script.

Ralph Campbell, Jr.
State Auditor

DISTRIBUTION OF AUDIT FINDINGS AND RECOMMENDATIONS

In accordance with G.S. § 147-64.5 and G.S. § 147-64.6(c)(14), copies of this document have been distributed to the public officials listed below. Additional copies are provided to other legislators, state officials, the press, and the general public upon request.

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The Honorable Michael F. Easley.	Governor of North Carolina
The Honorable Beverly Perdue	Lieutenant Governor of North Carolina
The Honorable Richard Moore	State Treasurer
The Honorable Roy Cooper	Attorney General
Mr. Marvin K. Dorman, Jr.	State Budget Officer
Mr. Edward Renfrow	State Controller

LEGISLATIVE BRANCH

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Other Legislative Officials

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Representative N. Leo Daughtry	Minority Leader of the N.C. House of Representatives
Mr. James D. Johnson	Director, Fiscal Research Division

January 9, 2001

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State of North Carolina
2 South Salisbury Street
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