



STATE OF NORTH CAROLINA

AUDIT RESULTS FROM
CAFR AND SINGLE AUDIT PROCEDURES
DEPARTMENT OF REVENUE
FOR THE YEAR ENDED JUNE 30, 2001

OFFICE OF THE STATE AUDITOR

RALPH CAMPBELL, JR.

STATE AUDITOR



Ralph Campbell, Jr.
State Auditor

STATE OF NORTH CAROLINA
Office of the State Auditor

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November 20, 2001

The Honorable Michael F. Easley, Governor
Members of the North Carolina General Assembly
Mr. E. Norris Tolson, Secretary
Department of Revenue

We have completed certain audit procedures at the Department of Revenue related to the State's *Comprehensive Annual Financial Report (CAFR)* and the State's *Single Audit Report*, for the year ended June 30, 2001. 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 Department of Revenue related to the State's general-purpose financial statements which require disclosure in the aforementioned reports.

The accounts and operations of the Department of Revenue 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 auditing standards generally accepted in the United States of America, *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 Department of Revenue as we considered necessary:

Funds for the *Comprehensive Annual Financial Report*:

[General Fund Revenues Collected by the Department of Revenue](#)

[Highway Fund Revenues Collected by the Department of Revenue](#)

Federal Programs for the *Single Audit Report*:

None

The individual funds and federal programs subjected to audit at the Department of Revenue are substantially less in scope than would be necessary to report on the general-purpose financial statements that relate solely to the Department of Revenue or the administration of federal programs by the Department of Revenue. 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

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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 Roy A. Cooper, III	Attorney General
Mr. David T. McCoy	State Budget Officer
Mr. Robert L. Powell	State Controller
Mr. E. Norris Tolson	Secretary, Department of Revenue

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Majority Leader of the N.C. Senate
Minority Leader of the N.C. Senate
Minority Leader of the N.C. House of Representatives
N. C. House Speaker Pro-Tem
Director, Fiscal Research Division

November 20, 2001

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