



Memorandum

U.S. Department of
Transportation
Office of Inspector General

Subject: **ACTION**: Report on Single Audit of the
State of North Carolina
Raleigh, NC
Report No. SA2017069

Date: August 9, 2017

From: George E. Banks, IV
Program Director for Single Audit

Reply to
Attn. of: JA-20

To: Divisional Administrator, FHWA, North Carolina Division Office

As part of our single audit program oversight responsibilities, we have downloaded the single audit report¹ of the State of North Carolina for the fiscal year ended June 30, 2016. An independent auditor performed the audit pursuant to the provisions of the Office of Management and Budget's Uniform Guidance and identified a finding shown in the attachment to this memorandum.

Within 30 days of this report, your Agency should identify specific actions planned or taken to resolve the finding and provide a target action date for implementation of the recommendation. We will track the recommendation until your Agency provides documentation of final action. The recommendation will be considered closed upon our review and concurrence. All actions should be coordinated through your Agency's Single Audit Liaison. If you have any questions, please email singleauditrequest@oig.dot.gov.

cc: The Secretary
DOT Appointee for Single Audits
DOT Single Audit Liaison
Audit Liaison, FHWA, HCFB-32

¹ Copies of single audit reports prepared pursuant to the Uniform Guidance are available for download at <https://harvester.census.gov/facweb/>.

SCHEDULE OF COMPLIANCE AND INTERNAL CONTROL FINDINGS

Finding #	Findings	Recommendation Code	Findings and Recommendations
2016-005*	1. Non-Compliance with Special Tests and Provisions Requirements	A1	We recommend FHWA ensures that the State complies with special tests and provisions requirements.

* Caused a qualified opinion