



STATE OF NORTH CAROLINA
Office of the State Auditor

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RALPH CAMPBELL, JR.
STATE AUDITOR

February 10, 2002

Dr. Marye Anne Fox, Chancellor
North Carolina State University
Raleigh, North Carolina

Dear Dr. Fox:

We have completed the field work at North Carolina State University in connection with our financial audit of the University's financial statements, the financial audit of the State's *Comprehensive Annual Financial Report* and our single audit of the State's federal financial assistance programs for the year ended June 30, 2002. As described in our engagement letter dated August 7, 2002, our audit was conducted in accordance with *Government Auditing Standards* and the Single Audit Act.

The results of our tests disclosed no instances of noncompliance and no material weaknesses in internal control which require disclosure under *Government Auditing Standards* or the Single Audit Act. These audit results will be discussed with you at an exit conference scheduled for February 12, 2003 at 10:00 a.m. in your office and will be reported in a separate bound report for North Carolina State University.

Please contact me if you have any questions about our audit. We express our appreciation to you and your staff for the cooperation extended to us.

Sincerely,

RALPH CAMPBELL, JR.
STATE AUDITOR

A handwritten signature in cursive script that reads "Linda Hollar".

Linda Hollar, CPA
Audit Manager

RCjr/LH:am

cc: George Worsley, Vice Chancellor for Finance and Business
C. Richard Vaughn, Chairman, University Finance and Planning Committee
George Burnette, Associate Vice President for Finance, UNC Office of the President