

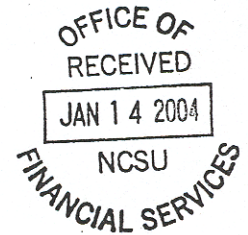
STATE OF NORTH CAROLINA  
Office of the State Auditor

RALPH CAMPBELL, JR.  
STATE AUDITOR

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January 9, 2004

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



Dear Dr. Fox:

We have completed the fieldwork 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, 2003. As described in our engagement letter dated August 20, 2003, 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 on January 14, 2004 at 11:00 a.m. in your office and will be reported in a separate bound report for the 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

*Linda Hollar*

Linda Hollar, CPA  
Audit Manager

RCjr/LH:am

cc: George Worsley, Vice Chancellor for Finance and Business  
Mr. George Burnette, Associate Vice President for Finance,  
UNC Office of the President

