



DEPARTMENT OF HEALTH AND HUMAN SERVICES
OFFICE OF INTERNAL AUDITOR
RISK MITIGATION AND AUDIT MONITORING

ROY COOPER
GOVERNOR

MANDY COHEN, MD, MPH
SECRETARY

DAVID A. KING
DIRECTOR

Memorandum

To: Curt Martin, Lead Monitor
From: Lisa Pratt, RMAM Analyst
Date: February 8, 2018

RE: CHANGE TO COMPLIANCE REPORTING PROCESS EFFECTIVE IMMEDIATELY

Good Afternoon All,

As you are aware, we have been working to identify potential duplications and redundancies in the Non-Governmental Subrecipient Monitoring NCGrants-related compliance reporting process.

Through your help and feedback, we have determined that you are currently receiving the required reporting at intervals that occur at least annually, if not more frequently, and in formats that already address your divisions' needs, as well as the regulations involved.

Therefore, EFFECTIVE IMMEDIATELY, we are informing divisions, and asking that the divisions inform their subrecipients, that they are no longer required to submit NCGrants reports to the email address ncgrantsreporting@dhhs.nc.gov.

HOWEVER, please inform the subrecipients that those who meet the threshold of \$500,000 or more in TOTAL STATE FINANCIAL ASSISTANCE are required to obtain an audit and to provide a copy of that audit report to the email above. It is also a requirement that single audits with federal funds be posted to the Federal Audit Clearinghouse as stated in 2 CFR 200.512. Please make sure that all subrecipients are aware of this requirement.

For your convenience, we have attached a template that you may use in your communication to your subrecipients.

Thank you for your hard work and patience while we continue to work with you to address improvements to the overall monitoring process!

cc: Danny Staley
David King
Lisa Allnutt