



North Carolina
Department of Commerce
Division of Community Assistance

Beverly Eaves Perdue, Governor
J. Keith Crisco, Secretary

Henry C. McKoy, Asst. Secretary
Gloria Nance-Sims, Director

BULLETIN: 10-7 (Replaces 86-4)
SUBJECT: Annual Audit
DATE REVISED: September 20, 2010
ATTENTION: CDBG Recipients

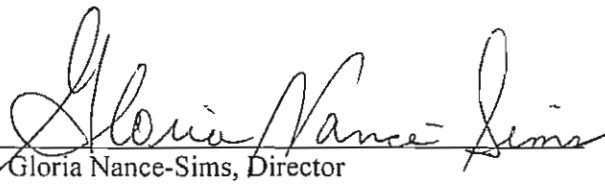
Pursuant to North Carolina Community Development Block Grant Program Regulations 4 NCAC 19 L, .0912, Audit, recipients of Community Development Block Grant (CDBG) funds are required to provide for an annual audit of their CDBG program to the Division of Community Assistance (DCA). The recipient shall provide for an audit of its CDBG program in accordance with the annual independent audit procedures set forth in G.S. 159-34 and with the federal Single audit Act of 1984.

The recipient shall submit a bound copy of the Annual Audit Report, containing the compliance information and the information identified in Paragraph (b) of this Rule, directly to DCA as soon as it is accepted by the recipient, and not later than April 30 each year to avoid freeze of grant funds without further notice. If the audit report and compliance information reside at a Uniform Resource Location (URL), the recipient may elect to provide the URL address to DCA not later than April 30 via letter from the grantee rather than providing a bound copy of the annual audit report and compliance information. DCA will access the web-based audit report for review.

Per OMB Circular A-133, CDBG program funds may only be used to pay for the CDBG portion of the audit if the local unit of government expends a total of \$500,000.00 or more in federal funds within a fiscal year.

Please address any questions or need for additional information to your grant Program Representative.

Issued By:


Gloria Nance-Sims, Director

09-20-2010
Date