



NC DEPARTMENT OF
**HEALTH AND
HUMAN SERVICES**

ROY COOPER • Governor

MANDY COHEN, MD, MPH • Secretary

SUSAN OSBORNE • Assistant Secretary for County Operations for
Human Services

July 18, 2019

Dear County Directors of Social Services

Attention: County Directors of Social Services
Work First Administrators, Managers, and Supervisors

Subject: Temporary Assistance for Needy Families (TANF) State Audit for
State Fiscal Year (SFY) 2019

Priority: Information Only

The Office of the State Auditor (OSA) will contract with a subject matter expert to perform statewide testing of TANF eligibility for SFY 2019. This audit test is separate from the Local Single County Audit Test. Local Certified Public Accountant (CPA) firms may continue to perform Single County Audit Testing on TANF eligibility and the sample sizes for testing will be at the discretion of each local CPA firm. The Local Single County Audit and the OSA contracted audit may overlap or occur simultaneously.

The contracted auditors will conduct the audit through the North Carolina Families Accessing Services through Technology (NC FAST) system. The Work First Program will contact the local county department of social services agency if information is needed and not located in NC FAST.

OSA has not finalized decisions regarding the start date or the selection of the subject matter expert for this audit. The start date is expected to be no later than August 2019. Errors arising from the audit reviews will continue to be noted by OSA or the local CPA firm as questioned costs for TANF. The OSA contracted audit will be reported and published as part of the Statewide Single Audit. NC DHHS will continue to review the questioned costs identified and determine the actual calculation of any applicable recoupment amount.

If you have questions, please contact Gretchen Williams at Gretchen.Williams@dhhs.nc.gov or (919) 527- 6308.

Sincerely,

A handwritten signature in blue ink that reads 'David Locklear'.

David Locklear, Deputy Director

DL/jt

EFS-WF-06-2019

NC DEPARTMENT OF HEALTH AND HUMAN SERVICES • DIVISION OF SOCIAL SERVICES • ECONOMIC AND FAMILY SERVICES

LOCATION: 820 S. Boylan Avenue, McBryde Building, Raleigh, NC 27603
MAILING ADDRESS: 2420 Mail Service Center, Raleigh, NC 27699-2420
www.ncdhhs.gov • TEL: 919-527-6300 • FAX: 919-334-1265

AN EQUAL OPPORTUNITY / AFFIRMATIVE ACTION EMPLOYER