

# STATE OF NORTH CAROLINA

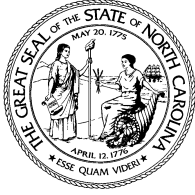
## INFORMATION SYSTEMS AUDIT

DEPARTMENT OF REVENUE  
DEPARTMENT OF TRANSPORTATION

TAG AND TAX TOGETHER SYSTEM  
SOC1 REPORT – SENSITIVE LETTER

OCTOBER 2014

# Office of the State Auditor



**Beth A. Wood, CPA**  
State Auditor

2 S. Salisbury Street  
20601 Mail Service Center  
Raleigh, NC 27699-0601  
Telephone: (919) 807-7500  
Fax: (919) 807-7647  
Internet  
<http://www.ncauditor.net>

October 24, 2014

Mr. Lyons Gray - Secretary of the Department of Revenue  
Mr. Anthony J. Tata – Secretary of Transportation

Gentlemen,

We are pleased to submit a Service Organization Control (SOC<sup>1</sup> Type II) report for the period of January 1, 2014, through June 30, 2014, for the Tag and Tax Together System (T&TT). This report is designed for North Carolina user counties and their external auditors in determining the effectiveness of the controls over financial reporting. This report is necessary, since the 100 counties in North Carolina are outsourcing the collection of vehicle tax revenue to the State. **This report is considered sensitive and confidential since it will list all security related controls and will not be released to the public as provided by *North Carolina General Statute 132 6.1(c)*.**

The representatives of the Department of Revenue (DOR) and Department of Transportation (DOT) were presented in advance with the findings and recommendations on June 10, 2014, and reviewed a draft copy of this report.

We wish to express our appreciation to the staff of the DOR, DOT, and other departments for the courtesy, cooperation, and assistance provided us during the audit.

Respectfully submitted,

A handwritten signature in cursive script that reads "Beth A. Wood".

Beth A. Wood, CPA  
State Auditor

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<sup>1</sup> SOC1 is a service mark of the American Institute of Certified Public Accountants (AICPA), which reserves all rights.

This audit was conducted in 1,400 hours at an approximate cost of \$106,400.