



## State of Mississippi

OFFICE OF THE STATE AUDITOR

PHIL BRYANT  
AUDITOR

April 17, 2007

### SINGLE AUDIT MANAGEMENT REPORT

Dr. Daniel W. Jones, Vice Chancellor for Health Affairs  
University of Mississippi Medical Center  
2500 North State Street  
Jackson, MS 39216

Dear Dr. Jones:

In conjunction with our audit of federal assistance received by the Institutions of Higher Learning (IHL), the Office of the State Auditor has completed its audit of federal awards of the University of Mississippi Medical Center for the year ended June 30, 2006. Our audit of federal awards was conducted in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*.

Our procedures and tests cannot and do not provide absolute assurance that all federal legal requirements have been met. In accordance with Section 7-7-211, Miss. Code Ann. (1972), the Office of the State Auditor, when deemed necessary, may conduct additional procedures and tests for this or other fiscal years, to insure compliance with legal requirements.

#### Compliance

We have audited each of the major federal programs of IHL at the University of Mississippi Medical Center for compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement*. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of IHL's major federal programs at the University of Mississippi Medical Center is the responsibility of the University of Mississippi Medical Center's management. Our audit fieldwork included examining, on a test basis, evidence about the University of Mississippi Medical Center's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. The results of our auditing procedures and tests disclosed no instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133.

#### Internal Control Over Compliance

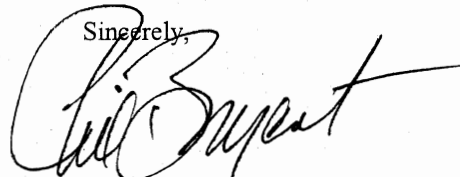
The management of University of Mississippi Medical Center is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit of the IHL's major federal programs at the University of Mississippi Medical Center, we considered the University of Mississippi Medical Center's internal control over compliance with requirements that could have a direct and material effect on a major federal program of the IHL in order to determine our auditing procedures for the purpose of expressing an opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We did not note any matters involving internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of management, Members of the Legislature and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

I appreciate the cooperation and courtesy extended by the officials and employees of the University of Mississippi Medical Center throughout the audit. If you have any questions, please contact me.

Sincerely,



PHIL BRYANT  
State Auditor

PB/jg

cc: Dr. Thomas C. Meredith  
Mr. Aubrey Patterson  
Mr. Charles Mullen

**End of Report**