

Report of Independent Auditor on Revenue Bond Covenant

The Honorable Mayor
and Members of the Town Council
Town of Cary, North Carolina

Report on the Schedule

We have audited the accompanying Revenue Bond Statement of Revenues, Expenses, Debt Service and Debt Service Coverage (the "Schedule") of the Town of Cary, North Carolina (the "Town"), as of and for the year ended June 30, 2015 as defined in the official statement and amendment for the Combined Enterprise System Revenue Bonds, Series 2004, Series 2007, Series 2013, and Series 2015 (the "Bonds").

Management's Responsibility for the Schedule

Management is responsible for the preparation and fair presentation of this schedule in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the schedule that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the schedule based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the schedule is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the schedule. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the schedule, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Town's preparation and fair presentation of the schedule in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the schedule.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the Schedule referred to above presents fairly, in all material respects, as described in the Bonds referred to in the first paragraph, of the Town as of and for the year ended June 30, 2015, in accordance with accounting principles generally accepted in the United States of America.

Other Matter

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, the financial statements of the Town as of and for the year ended June 30, 2015, and our report thereon dated October 24, 2015, expressed as an unmodified opinion on those financial statements.

Restricted Use

The purpose of this report is solely to describe the scope of our testing of compliance and the results of that testing. This communication is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's compliance. Accordingly, this communication is not suitable for any other purpose.



Raleigh, North Carolina
October 24 2015