December 1, 2005

Joint Legislative Commission on Governmental Operations Chairs, Senate and House Appropriations Committees Chairs, Senate and House Finance Committees North Carolina General Assembly Raleigh, NC 27601-2808

RE: Report on pending cases challenging the constitutionality of a North Carolina law, pending cases seeking \$1,000,000 or more in damages, and settlements of litigation or potential litigation for \$75,000 or more.

Dear Members:

In accordance with N.C.G.S. '114-2.6, please find the attached reports which include any lawsuit in which the constitutionality of a North Carolina law has been challenged and any case in which plaintiffs seek in excess of one million dollars (\$1,000,000) in damages. In addition, pursuant to N.C.G.S. '114-2.4(b), included is the report on all agreements entered into by the State or a State department, agency, institution, or officer to settle or resolve litigation or potential litigation, that involves the payment of public monies in the sum of seventy-five thousand dollars (\$75,000) or more.

Thank you for the opportunity to provide this information. We would be happy to respond to any questions you may have regarding this report.

Very truly yours,

Kristi Hyman Chief of Staff

KH/ml

cc: Denise Thomas Chloe Gossage Fiscal Research Division