



Auditing for a Better Oregon

December 22, 2005

Bob Repine, Director
Oregon Housing and Community Services Department
P.O. Box 14508
Salem, Oregon 97309-0409

Dear Mr. Repine:

We have completed our financial statement audit of the Oregon Housing and Community Services Department for the fiscal year ended June 30, 2005. During our audit, we did not identify any reportable conditions related to internal control or to noncompliance with applicable laws and regulations. Professional auditing standards define reportable conditions as matters relating to significant deficiencies in the design or operation of internal control over financial reporting that, in our judgment, could adversely affect your ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements.

Should you have any questions, please contact me at (503) 986-2263.

Sincerely,
OREGON AUDITS DIVISION

Ryan K. Dempster, CPA, CFE
Audit Manager

RKD:bk

c: Rick Crager, Chief Financial Officer
Laurie Warner, Acting Director, Department of Administrative Services

Management Letter No. 914-2005-12-01