



SOUTHERN
OREGON
UNIVERSITY

October 6, 2006

Moss Adams LLP
975 Oak Street Suite 500
Eugene, Oregon 97401

The following representations are being provided to you in connection with your audit of the Oregon University System for compliance with the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* applicable to major federal programs for the year ended June 30, 2006. Southern Oregon University is an integral part of the Oregon University System.

Except as otherwise disclosed in writing to the Oregon University System Controller's Division, we acknowledge our responsibility for and confirm to the best of our knowledge and belief, the following representations with respect to federal award programs:

1. We are responsible for complying and have complied with the requirements of *OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*.
2. We have, in accordance with OMB Circular A-133, identified in the accounting records supporting the *Schedule of Expenditures of Federal Awards (SEFA)*, expenditures made during the audit period for all awards provided by federal agencies in the form of grants, federal cost reimbursement contracts, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations, and other assistance, to the extent applicable .
3. We are responsible for complying with the requirements of laws, regulations, and the provisions of contracts and grant agreements related to each of our federal programs and have identified and disclosed to you the requirements of laws, regulations, and the provisions of contracts and grant agreements that are considered to have a direct and material effect on each major federal program.
4. We are responsible for establishing and maintaining effective internal control over compliance requirements applicable to federal programs that provide reasonable assurance that we are managing our federal awards in compliance with laws, regulations, and the provisions of contracts and grant agreements that could have a material effect on our federal programs. We believe the internal control system is adequate and is functioning as intended. Also, no changes have been made in the internal control system to the date of this letter that might significantly affect internal control.
5. We have made available to you all contracts and grant agreements (including amendments, if any) and any other correspondence with federal agencies or pass-through entities relating to each major federal program.

Vice President for Finance and Administration
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6. We have received no requests from a federal agency to audit one or more specific programs as a major program.
7. We have complied, in all material respects, with the compliance requirements, including when applicable, those set forth in the *OMB Circular A-133 Compliance Supplement*, relating to federal awards and have identified and disclosed to you all amounts questioned and any known conditions of noncompliance with the requirements of federal awards, including the results of other audits or program reviews.
8. Amounts claimed or used for matching were determined in accordance with relevant guidelines in *OMB Circular A-87, Cost Principles for State, Local, and Tribal Governments*, and *OMB's Uniform Administrative Requirements for Grants and Cooperative Agreements to State and Local Governments*.
9. We have disclosed to you our interpretation of compliance requirements that may have varying interpretations.
10. We have made available to you all documentation related to the compliance requirements, including information related to federal program financial reports and claims for advances and reimbursements.
11. Federal program financial reports and claims for advances and reimbursements are supported by the books and records from which the financial statements have been prepared, and are prepared on a basis consistent with the *Schedule of Expenditures of Federal Awards*.
12. The copies of federal program financial reports provided you are true copies of the reports submitted, or electronically transmitted, to the respective federal agency or pass-through entity, as applicable.
13. We have monitored subrecipients, if any, to determine that they have expended pass-through assistance in accordance with applicable laws and regulations and have met the requirements of *OMB Circular A-133*.
14. We have taken appropriate action on a timely basis after receipt of subrecipients' auditor's reports that identified noncompliance with laws, regulations, or the provisions of contracts or grant agreements to ensure that subrecipients have taken the appropriate and timely corrective action on findings.
15. We have considered the results of subrecipient audits and have made any necessary adjustments to our books and records.
16. We are responsible for and have accurately prepared the summary schedule of prior audit findings to include all findings required to be included by *OMB Circular A-133*.
17. We have disclosed to you all contracts or other agreements with our service organizations, and we have disclosed to you all communications from the service organizations relating to noncompliance at the service organizations.

To the best of our knowledge and belief, no events have occurred subsequent to June 30, 2006 and through the date of this letter that would affect compliance with *OMB Circular A-133*.

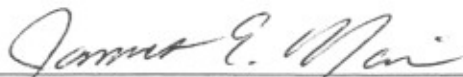
Sincerely,



President Southern Oregon University

10/28/06

Date



Vice President for Finance and Administration
Southern Oregon University

10/27/06

Date



Executive Vice President and Provost
Southern Oregon University

10-26-06

Date

c: Michael Green, Controller's Division