



**Washington State Auditor
Brian Sonntag**

Letter of Audit Coverage

**Washington State University
July 1, 2005 through June 30, 2006**

V. Lane Rawlins, President
Washington State University
French Administration 422
Pullman WA 99164-1048

Dear President Rawlins:

This letter is to inform Washington State University of the audit work performed by the Washington State Auditor's Office.

Washington State University was not scheduled for on site federal audit work during the period of July 1, 2005 through June 30, 2006. As an agency within the State of Washington, all requirements of the Single Audit Act Amendments of 1996 have been met by the statewide single audit report referenced below. The financial activities of the District are audited in conjunction with the Comprehensive Annual Financial Report for the State of Washington as a whole.

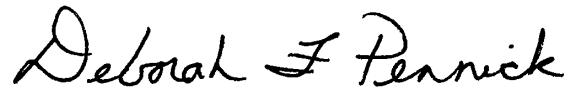
We performed the statewide single audit of the State of Washington as of and for the year ended June 30, 2006. In accordance with the U.S. Office of Management and Budget (OMB) Circular A-133, we audited the State as one entity, rather than each agency separately. The results of this audit are published in a statewide single audit report, which is available at <http://www.ofm.wa.gov>. That report includes the following:

- An opinion on the Comprehensive Annual Financial Report for the State of Washington.
- A report on our consideration of the State's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants.
- A report on compliance with requirements applicable to each major program and on internal control over compliance.
- An opinion on the Schedule of Expenditures of Federal Awards.
- A schedule of findings and questioned costs.
- A summary schedule of prior federal audit findings.

We also performed an independent accountability audit for the period July 1, 2005 through June 30, 2006 to determine whether public funds are accounted for, and controls will protect public resources from misappropriation, loss or misuse. We also audit to ensure that agencies adhere to laws and regulations and their own policies and procedures.

Washington State University complied with state laws and regulations and its own policies and procedures in the areas we examined. Internal controls were adequate to safeguard public assets.

January 25, 2007

A handwritten signature in black ink that reads "Deborah F Pennick". The signature is written in a cursive style with a large initial 'D' and 'P'.

Deborah Pennick, CPA
Team Pullman Audit Manger