

OFFICE OF THE
SECRETARY OF STATE
Bill Bradbury
Secretary of State



AUDITS DIVISION
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State Auditor

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Auditing for a Better Oregon

May 27, 2005

Stephanie Hallock, Director
Oregon Department of Environmental Quality
811 SW 6th Avenue
Portland, Oregon 97204

Dear Ms. Hallock:

The Audits Division has completed the constitutionally mandated audit of agencies that had Measure 66 expenditures for the 2001-03 biennium. The purpose of our audit was to determine the following: (1) whether agencies receiving Measure 66 funds spent them as the constitution intended and reported expenditures accurately for the 2001-03 biennium; and (2) whether agencies have established performance measures and are gathering the necessary Measure 66 data relevant to those performance measures.

We found that the Oregon Department of Environmental Quality expended its Measure 66 funds for the 2001-03 biennium in compliance with laws and regulations. Please refer to audit report No. 2005-17 for the results of our audit related to performance measures.

Should you have any questions, please contact me at (503) 986-2349.

Sincerely,
OREGON AUDITS DIVISION

Kelly L. Olson, CPA
Audit Manager

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enclosures

cc: Holly Schroeder, Administrator, Water Quality Division
Judy Hatton, Accounting Manager
Laurie Warner, Acting Director, Department of Administrative Services

Management Letter No. 340-2005-05-01