



Auditing for a Better Oregon

December 19, 2006

Bob Jester, Director
Oregon Youth Authority
530 Center St. NE, Suite 200
Salem, Oregon 97301

Dear Mr Jester:

The statewide single audit that included selected financial accounts at the Oregon Youth Authority for the year ended June 30, 2006, has been completed.

This statewide single audit work is not a comprehensive audit of your agency. Instead, this audit permits us to give an opinion on the statewide financial statements contained in the State of Oregon's Comprehensive Annual Financial Report and to report on internal control and the state's compliance with laws and regulations. Regular audits of the Oregon Youth Authority will continue on a periodic basis.

The following Oregon Youth Authority accounts and transactions were audited to determine their fair presentation in accordance with generally accepted accounting principles in relation to the statewide financial statements.

<u>SFMA Account</u>	<u>Description</u>	<u>Audit Amount</u>
<u>General Fund</u>		
3111	Regular Employees	38,710,303.84
3210	Public Employees Retirement System Contribution	6,041,167.65
3212	Pension Bond Assessment	2,603,982.66
3221	Social Security Taxes	3,228,129.61
3263	Medical, Dental and Life Insurance	8,352,618.34
3264	Medical, Dental and Life - Agency Subsidy	1,850,064.39
<u>Community Protection Fund</u>		
3111	Regular Employees	1,383,844.92
3210	Public Employees Retirement System Contribution	202,967.04
3212	Pension Bond Assessment	88,255.32
3221	Social Security Taxes	104,520.02
3263	Medical, Dental and Life Insurance	258,048.51
3264	Medical, Dental and Life – Agency Subsidy	60,814.68

Management Letter No. 415-2006-12-01

Government Wide Reporting Fund

0852	Buildings and Building Improvements	59,666,099.80
3111	Regular Employees	26,527.83
3210	Public Employees Retirement System Contribution	(37,908.11)
3212	Pension Bond Assesment	(17,370.03)
3221	Social Security Taxes	(21,905.80)
3263	Medical, Dental and Life Insurance	(44,204.53)
3264	Medical, Dental and Life – Agency Subsidy	(10,898.30)

Based on our audit, we did not identify any reportable conditions related to the accounts audited.

Should you have any questions, please contact Mark Winter or me at (503) 986-2255.

Sincerely,
OREGON AUDITS DIVISION

Neal E. Weatherspoon, CPA, CISA
Audit Manager

NEW:brk

cc: Phillip Lemman, Deputy Director
David Clouse, Internal Auditor
George Dunford, Assistant Director, Business Services
Lindsay Ball, Director, Department of Administrative Services