



**STATE OF ARIZONA
OFFICE OF THE
AUDITOR GENERAL**

DEBRA K. DAVENPORT, CPA
AUDITOR GENERAL

WILLIAM THOMSON
DEPUTY AUDITOR GENERAL

June 24, 2004

Members of the Arizona State Legislature

The Arizona Board of Regents

Dr. Michael M. Crow, President
Arizona State University

Subject: Management Letter

In planning and conducting our audit of the Schedule of Intellectual Property Royalties for the year ended June 30, 2003, we performed the following as required by U.S. generally accepted auditing standards:

- Considered the Arizona State University, Office of Technology Collaborations and Licensing's internal controls over financial reporting and
- Tested of the University's compliance with policies, procedures, and contracts that could have a direct and material effect on the University's Schedule of Intellectual Property Royalties.

We noted no findings involving the Office's internal controls over financial reporting or instances of the University's noncompliance that we consider material.

This letter is intended solely for the information of the Arizona State Legislature, the Arizona Board of Regents, and Arizona State University and is not intended to be and should not be used by anyone other than the specified parties. However, this letter is a matter of public record, and its distribution is not limited.

Should you have any questions concerning its contents, please let us know.

Sincerely,

Debbie Davenport
Auditor General