



DEPARTMENT OF AUDITS AND ACCOUNTS
EDUCATION AUDIT DIVISION

270 Washington Street, S.W., Suite 1-156
Atlanta, Georgia 30334-8400

RUSSELL W. HINTON
STATE AUDITOR
(404) 656-2174

RONALD E. WATSON
DIRECTOR
(404) 656-2180

March 6, 2006

Charles T. Duffy, Director
Grants and Contracts Accounting
Georgia Institute of Technology
Research Administration Building
505 Tenth Street
Atlanta, Georgia 30332-0259

Dear Mr. Duffy:

We have completed our audit of the basic financial statements of Georgia Institute of Technology for the year ended June 30, 2005. Additionally, we have provided audit coverage as agreed to in the fiscal year 2005 OMB Audit Coverage Plan for Georgia Institute of Technology. Our work provided coverage for the following three compliance requirements:

- (1) Equipment and Real Property Management
- (2) Procurement, Suspension and Debarment
- (3) Real Property Acquisition and Relocation Assistance

Based on our testing, Georgia Institute of Technology complied, in all material aspects, with the above referenced compliance requirements applicable to the Research and Development Cluster Program for the year ended June 30, 2005. However, our audit for the Georgia Institute of Technology reported a finding related to Equipment and Real Property Management for failure to comply with Federal property management standards. This finding is reported as finding control number FA-503-05-01 in our report and is considered a reportable condition to be included in the State of Georgia's *Single Audit Report*. However, the reportable condition is not considered to be a material weakness.

The information contained in this letter is intended solely for the use of management of the Georgia Institute of Technology.

Respectfully,

Ben M. Kiden, Jr.
Deputy Director