

CITY AND BOROUGH OF JUNEAU
EXPENDITURES OF FEDERAL AWARDS REPORTS
Year Ended June 30, 2014

CITY AND BOROUGH OF JUNEAU
EXPENDITURES OF FEDERAL AWARDS REPORTS
TABLE OF CONTENTS

	<u>Page</u>
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	1-2
Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance in Accordance with OMB Circular A-133	3-5
Schedule of Expenditures of Federal Awards	6-12
Notes to Schedule of Expenditures of Federal Awards	13
Schedule of Findings and Questioned Costs	14-15
Summary Schedule of Prior Year Findings	16

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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Members of the Assembly
City and Borough of Juneau, Alaska

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City and Borough of Juneau, Alaska (City and Borough) as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the City and Borough's basic financial statements, and have issued our report thereon dated December 10, 2014.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City and Borough's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City and Borough's internal control. Accordingly, we do not express an opinion on the effectiveness of the City and Borough's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City and Borough's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Handwritten signature in cursive script, appearing to read 'ERM'.

December 10, 2014

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Members of the Assembly
City and Borough of Juneau, Alaska

Report on Compliance for Each Major Federal Program

We have audited the City and Borough of Juneau, Alaska's (City and Borough's) compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that could have a direct and material effect on each of the City and Borough's major federal programs for the year ended June 30, 2014. The City and Borough's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

The City and Borough's financial statements include the operations of the City and Borough of Juneau School District, which received \$4,321,268 in federal awards which are not included in the schedule during the year ended June 30, 2014. Our compliance audit, described below, did not include the operations of the City and Borough of Juneau School District because the component unit had its own audit in accordance with Circular A-133.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City and Borough's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City and Borough's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City and Borough's compliance.

Opinion on Each Major Federal Program

In our opinion, the City and Borough complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2014.

Report on Internal Control over Compliance

Management of the City and Borough is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City and Borough's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program as a basis for designing auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City and Borough's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City and Borough as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the City and Borough's basic financial statements. We issued our report thereon dated December 10, 2014, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the

auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

ERM

December 10, 2014

CITY AND BOROUGH OF JUNEAU
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2014

Federal grant or/pass-through grant or/program title	Pass-through grantor's number	Catalogue of Federal Domestic Assistance number	Program or award amount	Receivable (deferral) at June 30, 2013	Amount received	Expenditures	Receivable (deferral) at June 30, 2014
U.S. Department of Homeland Security:							
Federal Emergency Management Agency:							
Port Security Grant Program	EMW-2013-PU-00497-S01	97.056	\$ 75,000	\$ -	\$ 563	\$ 3,376	\$ 2,813
Staffing for Adequate Fire and Emergency Response (SAFER)	2008-FF-00417	97.083	365,985	135,808	42,365	-	93,443
FY2010 Assistance to Firefighters Grant Program - Operations and Safety	EMW-2010-FO-02851	97.044	39,654	-	-	-	-
State Pass-Through Grants:							
Alaska Department of Commerce, Community, and Economic Development:							
Community Assistance Programs-SSSE	AR# 29820	97.023	6,000	-	-	5,542	5,542
Alaska Department of Military and Veterans Affairs:							
<i>Homeland Security Cluster</i>							
2011 State Homeland Security Grant Program	11SHSP-GR34076	97.067	184,033	62,156	150,852	121,871	33,175
2012 State Homeland Security Grant Program	12SHSP-GR34077	97.067	235,642	3,434	5,276	226,644	224,802
2013 State Homeland Security Grant Program	13SHSP-GR34078	97.067	144,549	-	-	4,613	4,613
2011 Metropolitan Medical Response System Program	11MMRS-GR34076	97.067	267,609	25,676	137,929	238,884	126,631
<i>Total Homeland Security Cluster</i>			831,833	91,266	294,057	592,012	389,221
2011 Emergency Management Performance Grant	11EMPG-GR35584	97.042	104,565	-	-	-	-
2012 Emergency Management Performance Grant	12EMPG-GR35585	97.042	110,000	52,546	52,546	-	-
2013 Emergency Management Performance Grant	13EMPG-GR34457	97.042	110,000	-	59,578	109,465	49,887
			324,565	52,546	112,124	109,465	49,887
Mt. Juneau Active Avalanche Study for Local Hazard Mitigation Plan Update	1796.0012	97.039	25,875	-	-	-	-
Total U.S. Department of Homeland Security			<u>1,668,912</u>	<u>279,620</u>	<u>449,109</u>	<u>710,395</u>	<u>540,906</u>

(continued)

CITY AND BOROUGH OF JUNEAU
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Year Ended June 30, 2014

Federal grant or/pass-through grant or/program title	Pass-through grantor's number	Catalogue of Federal Domestic Assistance number	Program or award amount	Receivable (deferral) at June 30, 2013	Amount received	Expenditures	Receivable (deferral) at June 30, 2014
U.S. Department of Agriculture:							
State Pass-Through Grants:							
Alaska Department of Commerce, Community, and Economic Development:							
Schools and Roads - Grants to States FY12, Title III Forest Timber Receipts	-	10.665	62,714	(62,714)	-	22,263	(40,451)
Schools and Roads - Grants to States FY13, Title III Forest Timber Receipts	-	10.665	63,591	-	-	(63,591)	(63,591)
Schools and Roads - Grants to States FY14, Title III Forest Timber Receipts	-	10.665	51,024	-	51,024	-	(51,024)
Schools and Roads - Grants to States FY14	-	10.665	<u>619,571</u>	<u>-</u>	<u>619,571</u>	<u>619,571</u>	<u>-</u>
Total U.S. Department of Agriculture			<u>796,900</u>	<u>(62,714)</u>	<u>670,595</u>	<u>578,243</u>	<u>(155,066)</u>
U.S. Department of Transportation:							
Federal Transit Administration:							
State Pass-Through Grants:							
Alaska Department of Transportation and Public Facilities:							
Rural Public Transit - Section 5311 Grant (FY13 Operating Grant)	5311-13-101	20.509	1,000,000	1,000,000	1,000,000	-	-
Alaska Community Transit - Section 5311 Grant (FY14 Operating Grant)	2511-14-0100	20.509	<u>1,000,000</u>	<u>-</u>	<u>1,000,000</u>	<u>1,000,000</u>	<u>-</u>
			<u>2,000,000</u>	<u>1,000,000</u>	<u>2,000,000</u>	<u>1,000,000</u>	<u>-</u>
ARRA Replace/Rehabilitate Maintenance Facility and Equipment	AK-04-0030	20.500	<u>400,000</u>	<u>-</u>	<u>60,667</u>	<u>60,667</u>	<u>-</u>
<i>Transit Services Programs Cluster</i>							
Mobility Management	5316-MM-12-101	20.516	25,000	7,888	7,888	-	-
Mobility Management	5317-MM-12-101	20.521	<u>15,000</u>	<u>15,000</u>	<u>15,000</u>	<u>-</u>	<u>-</u>
<i>Total Transit Services Programs Cluster</i>			<u>40,000</u>	<u>22,888</u>	<u>22,888</u>	<u>-</u>	<u>-</u>
Total Federal Transit Administration			<u>2,440,000</u>	<u>1,022,888</u>	<u>2,083,555</u>	<u>1,060,667</u>	<u>-</u>

(continued)

CITY AND BOROUGH OF JUNEAU
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2014

Federal grant or/pass-through grant or/program title	Pass-through grantor's number	Catalogue of Federal Domestic Assistance number	Program or award amount	Receivable (deferral) at June 30, 2013	Amount received	Expenditures	Receivable (deferral) at June 30, 2014
U.S. Department of Transportation (continued):							
Federal Highway Administration:							
State Pass-Through Grants:							
<i>Highway Planning and Construction Cluster</i>							
Alaska Department of Transportation and Public Facilities: Auke Bay Coastal Trails Interpretive Program	SB-AK-2006-53541	20.205	71,040	598	668	85	15
Alaska Department of Natural Resources: Juneau Trails Wayfinding Project	10795054	20.219	<u>36,680</u>	<u>808</u>	<u>7,897</u>	<u>35,872</u>	<u>28,783</u>
<i>Total Highway Planning and Construction Cluster</i>			<u>107,720</u>	<u>1,406</u>	<u>8,565</u>	<u>35,957</u>	<u>28,798</u>
Total Federal Highway Administration			<u>107,720</u>	<u>1,406</u>	<u>8,565</u>	<u>35,957</u>	<u>28,798</u>
National Highway Traffic Safety Administration:							
State Pass-Through Grants:							
Alaska Department of Transportation and Public Facilities:							
<i>Highway Safety Cluster</i>							
Seatbelt Overtime Enforcement FFY13	402PT 13-06-00(A)	20.600	1,937	874	874	-	-
Seatbelt FFY13 Law Enforcement Liaison	405K-13-04-00(D)-4	20.602	<u>3,233</u>	<u>3,122</u>	<u>3,122</u>	-	-
<i>Total Highway Safety Cluster</i>			<u>5,170</u>	<u>3,996</u>	<u>3,996</u>	-	-
DUI Overtime Enforcement FFY13	154AL-13-01-00(B)	20.607	<u>14,969</u>	-	<u>1,232</u>	<u>1,232</u>	-
Total National Highway Traffic Safety Administration			<u>20,139</u>	<u>3,996</u>	<u>5,228</u>	<u>1,232</u>	-
Federal Motor Carrier Safety Administration:							
State Pass-Through Grants:							
Alaska Department of Transportation and Public Facilities:							
Commercial Vehicle Inspection Training	13-PD-002	20.218	8,940	-	6,201	6,201	-
Commercial Vehicle Inspection Training	14-PD-002	20.218	<u>7,830</u>	-	-	<u>945</u>	<u>945</u>
Total Federal Motor Carrier Safety Administration			<u>16,770</u>	-	<u>6,201</u>	<u>7,146</u>	<u>945</u>

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CITY AND BOROUGH OF JUNEAU
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2014

Federal grant or/pass-through grant or/program title	Pass-through grantor's number	Catalogue of Federal Assistance number	Program or award amount	Receivable (deferral) at June 30, 2013	Amount received	Expenditures	Receivable (deferral) at June 30, 2014
U.S. Department of Transportation (continued):							
Federal Aviation Administration:							
Airport Improvement Program:							
Construct Runway Safety Area (RSA) Phase 3; Construct Aprons (NE & NW Quad Areas) Phase 3; Construct Snow Removal Equipment Building (SREB) Embankment & Mechanical Phase 2	3-02-0133-050-2009	20.106	16,556,356	-	-	979,454	979,454
Construct Snow Removal Equipment Building (SREB), Phase 2	3-02-0133-051-2011	20.106	1,441,744	28,549	123,252	87,388	(7,315)
Construct Runway Safety Area (RSA) Runway 08/26, Phase 4	3-02-0133-052-2011	20.106	4,509,960	450,996	315,697	-	135,299
Construct Runway Safety Area (RSA) Runway 08/26, Phase 6 (AIP 54)	3-02-0133-054-2011	20.106	7,233,027	492,589	1,904,369	1,532,384	120,604
Construct Runway Safety Area (RSA), Phase 7 (AIP 55)	3-02-0133-055-2012	20.106	17,274,604	5,291,151	6,703,477	1,871,232	458,906
Construct Runway Safety Area, Phase VIII (AIP 56)	3-02-0133-056-2012	20.106	5,500,000	550,000	385,000	-	165,000
Construct Runway Safety Area, Phase 9 (AIP 57)	3-02-0133-057-2013	20.106	1,903,817	-	1,846,702	1,903,817	57,115
Rehabilitate Runway 08/26 (Design)	3-02-0133-058-2013	20.106	1,171,875	-	985,336	1,062,018	76,682
Update Airport Master Plan	3-02-0133-059-2013	20.106	703,125	-	6,431	22,035	15,604
Rehabilitate Runway 08/26	3-02-0133-060-2014	20.106	18,322,726	-	-	233	233
Total Federal Aviation Administration			<u>74,617,234</u>	<u>6,813,285</u>	<u>12,270,264</u>	<u>7,458,561</u>	<u>2,001,582</u>
Total U.S. Department of Transportation			<u>77,201,863</u>	<u>7,841,575</u>	<u>14,373,813</u>	<u>8,563,563</u>	<u>2,031,325</u>
U.S. Department of the Interior:							
Office of the Secretary:							
Payments in Lieu of Taxes	-	15.226	1,895,653	-	1,895,653	-	(1,895,653)
National Park Service:							
Empty Chair Project	P13AP00123	15.933	80,000	-	-	40,000	40,000
State Pass-Through Grants:							
Alaska Department of Natural Resources:							
Salt Water Pump House Stabilization - Treadwell Mine Complex	13595	15.904	19,564	-	2,964	19,564	16,600
Treadwell Mine: Signage	12571	15.904	16,500	6,210	15,797	9,587	-
Juneau Memorial Building Plan	12572	15.904	7,550	6,782	6,782	-	-
			<u>43,614</u>	<u>12,992</u>	<u>25,543</u>	<u>29,151</u>	<u>16,600</u>

(continued)

CITY AND BOROUGH OF JUNEAU
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2014

Federal grant or/pass-through grant or/program title	Pass-through grantor's number	Catalogue of Federal Domestic Assistance number	Program or award amount	Receivable (deferral) at June 30, 2013	Amount received	Expenditures	Receivable (deferral) at June 30, 2014
U.S. Department of the Interior (continued):							
National Park Service (continued):							
State Pass-Through Grants:							
Alaska Department of Natural Resources:							
LWCF Fish Creek Improvements	02-00396	15.916	125,000	233	583	2,871	2,521
Total National Park Service			<u>2,144,267</u>	<u>13,225</u>	<u>1,921,779</u>	<u>72,022</u>	<u>(1,836,532)</u>
Fish and Wildlife Service:							
State Pass-Through Grants:							
Alaska Department of Fish and Game:							
Statter Harbor Ramp Planning	08-015	15.605	900,000	21,741	90,991	69,250	-
Montana Creek Access Improvements	COOP-11-075	15.605	21,000	4,185	4,185	-	-
Aurora Harbor Pump Out Stations	05-041	15.605	180,000	-	-	8,599	8,599
			<u>1,101,000</u>	<u>25,926</u>	<u>95,176</u>	<u>77,849</u>	<u>8,599</u>
Alaska Department of Commerce, Community, and Economic Development:							
Habitat Mapping and Analysis Project	10-CIAP-009	15.668	1,628,164	180,234	384,668	514,463	310,029
Total Fish and Wildlife Service			<u>2,729,164</u>	<u>206,160</u>	<u>479,844</u>	<u>592,312</u>	<u>318,628</u>
Total U.S. Department of the Interior			<u>6,769,084</u>	<u>219,385</u>	<u>4,297,276</u>	<u>664,334</u>	<u>(3,413,557)</u>
National Endowment for the Humanities:							
An Energy-Efficient Climate Control System for the Juneau-Douglas Museum	PF-50253-12	45.149	275,000	19,371	72,083	254,295	201,583
Total National Endowment for the Humanities			<u>275,000</u>	<u>19,371</u>	<u>72,083</u>	<u>254,295</u>	<u>201,583</u>
Institute of Museum and Library Services:							
State Pass-Through Grants:							
Alaska Department of Education and Early Development:							
Continuing Education FY14	CED14743157	45.310	9,000	-	7,076	8,576	1,500
Southeast Regional Books-by-Mail Service	RS-14-743-102	45.310	98,831	-	98,831	98,831	-
Total Institute of Museum and Library Services			<u>107,831</u>	<u>-</u>	<u>105,907</u>	<u>107,407</u>	<u>1,500</u>

(continued)

CITY AND BOROUGH OF JUNEAU
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2014

Federal grant or/pass-through grant or/program title	Pass-through grantor's number	Catalogue of Federal Domestic Assistance number	Program or award amount	Receivable (deferral) at June 30, 2013	Amount received	Expenditures	Receivable (deferral) at June 30, 2014
U.S. Department of Commerce:							
National Telecommunications and Information Administration:							
State Pass-Through Grants:							
Alaska Department of Education and Early Development:							
Alaska OWL (Online with Libraries) Project FY13	-	11.557	9,474	(75)	-	75	-
Alaska OWL (Online with Libraries) Project FY14	-	11.557	<u>2,793</u>	<u>-</u>	<u>2,793</u>	<u>2,793</u>	<u>-</u>
Total U.S. Department of Commerce			<u>12,267</u>	<u>(75)</u>	<u>2,793</u>	<u>2,868</u>	<u>-</u>
U.S. Department of Housing and Urban Development:							
State Pass-Through Grants:							
Alaska Department of Revenue:							
Alaska Housing Finance Corporation:							
"In Lieu of Tax" receipts FY14	-	14-unknown	<u>47,728</u>	<u>-</u>	<u>47,728</u>	<u>47,728</u>	<u>-</u>
Total U.S. Department of Housing and Urban Development			<u>47,728</u>	<u>-</u>	<u>47,728</u>	<u>47,728</u>	<u>-</u>
U.S. Department of Health and Human Services:							
Health Resources and Services Administration:							
Pass-Through Grants:							
Alaska eHealth Network:							
Software to Meet Meaningful Use	90RC0050	93.912	9,031	-	9,031	9,031	-
Alaska Department of Health and Social Services:							
SHIP FFY13 - ICD-10 Upgrade	6H3HRH00026-12-00	93.301	<u>8,151</u>	<u>-</u>	<u>8,151</u>	<u>8,151</u>	<u>-</u>
Total Health Resources and Services Administration			<u>17,182</u>	<u>-</u>	<u>17,182</u>	<u>17,182</u>	<u>-</u>
Office of the Secretary:							
State Pass-Through Grant:							
Alaska Department of Health and Social Services:							
Healthcare Organization Preparedness FFY13	1U90TP000501-02	93.889	<u>24,610</u>	<u>-</u>	<u>24,610</u>	<u>24,610</u>	<u>-</u>
Total U.S. Department of Health and Human Services			<u>41,792</u>	<u>-</u>	<u>41,792</u>	<u>41,792</u>	<u>-</u>

(continued)

CITY AND BOROUGH OF JUNEAU
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2014

Federal grant or/pass-through grant or/program title	Pass-through grantor's number	Catalogue of Federal Domestic Assistance number	Program or award amount	Receivable (deferral) at June 30, 2013	Amount received	Expenditures	Receivable (deferral) at June 30, 2014
U.S. Department of Justice:							
Office of Community Oriented Policing Services:							
COPS Hiring Program Grant	2011UMWX0001	16.710	567,452	108,332	254,781	195,251	48,802
Bureau of Justice Assistance:							
<i>JAG Program Cluster</i>							
Police Crisis Intervention Specialist - Continuation	2011-DJ-BX-2092	16.738	26,254	11,100	11,100	-	-
Police Equipment	2012-DJ-BX-0424	16.738	21,665	4,829	14,232	9,403	-
<i>Total JAG Program Cluster</i>			<u>47,919</u>	<u>15,929</u>	<u>25,332</u>	<u>9,403</u>	-
Bullet Proof Vests	12063583	16.607	5,434	5,376	5,376	-	-
Bullet Proof Vests	2013BUBX13065793	16.607	2,889	-	562	2,529	1,967
			<u>8,323</u>	<u>5,376</u>	<u>5,938</u>	<u>2,529</u>	<u>1,967</u>
Total Bureau of Justice Assistance			<u>56,242</u>	<u>21,305</u>	<u>31,270</u>	<u>11,932</u>	<u>1,967</u>
Total U.S. Department of Justice			<u>623,694</u>	<u>129,637</u>	<u>286,051</u>	<u>207,183</u>	<u>50,769</u>
Total Federal Expenditures			<u>\$ 87,545,071</u>	<u>\$ 8,426,799</u>	<u>\$ 20,347,147</u>	<u>\$ 11,177,808</u>	<u>\$ (742,540)</u>

See notes to schedule of expenditures of federal awards.

CITY AND BOROUGH OF JUNEAU

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2014

General

The accompanying schedule of expenditures of federal awards presents the activity of all federal award programs of the City and Borough of Juneau, Alaska (City and Borough). The City and Borough's reporting entity is defined in Note 1 to the City and Borough's basic financial statements. Federal awards received directly from federal agencies, as well as federal financial assistance passed through the State of Alaska and other agencies, are included in the schedule.

Basis of Accounting

The accompanying schedule of expenditures of federal awards is presented using the modified-accrual basis of accounting, which is described in Note 1 to the City and Borough's basic financial statements.

Negative Expenditures

The City and Borough's FY13 schedule of expenditures of federal awards reported expenditures for the Schools and Roads – Grants to States FY13, Title III Forest Timber Receipts grant. In FY14 the City and Borough determined this grant funding has not been obligated, therefore negative expenditures are reported on the FY14 schedule of expenditures of federal awards to reestablish the deferred revenue amount.

Relationship to Basic Financial Statements

The following is a reconciliation of federal revenues reported in the City and Borough's basic financial statements to federal expenditures reported in the schedule of expenditures of federal awards:

Federal revenues as reported in the basic financial statements:

Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	\$ 1,087,821
Statement of Changes in Revenues, Expenses and Changes in Net Assets - Proprietary Funds	143,992

Plus:

Amounts reported as federal expenditures in the Schedule of Expenditures of Federal Awards, but not reported as federal revenue in the basic financial statements:

Federal grants passed through the State of Alaska	2,516,509
Federal grant revenue sources reported as capital contributions in Airport and Port enterprise funds	7,539,786

Less:

Amounts reported as federal revenue in the basic financial statements but not included in the Schedule of Expenditures of Federal Awards:

Juneau International Airport Transportation Security Administration reimbursement reported as federal revenue	<u>(110,300)</u>
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Total federal expenditures per Schedule of Expenditures of Federal Awards	<u>\$ 11,177,808</u>
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CITY AND BOROUGH OF JUNEAU
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 Year Ended June 30, 2014

SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? Yes x No
- Significant deficiency(ies) identified that are not considered to be material weakness(es)? Yes x None reported

Noncompliance material to financial statements noted? Yes x No

Federal Awards

Type of auditor's report issued on compliance for major programs: Unmodified

Internal control over major programs:

- Material weakness(es) identified? Yes x No
- Significant deficiency(ies) identified that are not considered to be material weakness(es)? Yes x None reported

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? Yes x No

Major programs:

<u>CFDA#</u>	<u>NAME</u>
10.665	Schools and Roads
15.668	Habitat Mapping and Analysis Project
20.106	Airport Improvement Program
20.509	Rural Public Transit/Alaska Community Transit
97.067	Homeland Security Cluster

Dollar threshold used to distinguish between type A and type B programs: \$ 335,334

Auditee qualified as low-risk auditee? x Yes No

CITY AND BOROUGH OF JUNEAU
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2014

FINANCIAL STATEMENT FINDINGS

None to report for fiscal year 2014.

FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None to report for fiscal year 2014.

CITY AND BOROUGH OF JUNEAU
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS

Year Ended June 30, 2014

FINANCIAL STATEMENT FINDINGS

None reported for fiscal year 2013.

FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

None reported for fiscal year 2013.