

CITY AND BOROUGH OF JUNEAU, ALASKA

FEDERAL FINANCIAL ASSISTANCE REPORTS

Year Ended June 30, 2019

CITY AND BOROUGH OF JUNEAU, ALASKA  
FEDERAL FINANCIAL ASSISTANCE REPORTS  
Year Ended June 30, 2019

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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, 2019, 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 20, 2019.

***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.

*Elgee Rehfeld*

December 20, 2019



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM;  
REPORT ON INTERNAL CONTROL OVER COMPLIANCE; AND REPORT ON SCHEDULE OF  
EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

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) compliance with the types of compliance requirements described in the U.S. *Office of Management and Budget (OMB) 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, 2019. 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 expended \$5,804,099 in federal awards which is not included in the schedule during the year ended June 30, 2019. 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 the Uniform Guidance.

***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 the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance 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, 2019.

### **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 the Uniform Guidance, 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 the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

### **Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

We have audited 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 as of and for the year ended June 30, 2019, 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 20, 2019, 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 the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the Uniform Guidance) 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.

*Elgee Rehfeld*

December 20, 2019

CITY AND BOROUGH OF JUNEAU, ALASKA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2019

Federal Agency/Pass-through Agency/Program Title	Pass-through Grantor's Number	Catalogue of Federal Domestic Assistance Number	Program or Award Amount	Receivable (Deferral) at June 30, 2018	Amount Received	Expenditures	Receivable (Deferral) at June 30, 2019
<b>U.S. Department of Homeland Security</b>							
State Pass-Through Grant:							
Alaska Department of Commerce, Community, and Economic Development:							
Community Assistance Programs-SSSE	EMS-2017-RX-0003	97.023	\$ 973	\$ 973	\$ 973	\$ -	\$ -
State Pass-Through Loan:							
Alaska Department of Military and Veterans Affairs:							
2015 State Homeland Security Grant Program	EMW-2015-SS-00026-S01	97.067	580,798	83,095	83,095	-	-
2016 State Homeland Security Grant Program	EMW-2016-SS-0002	97.067	231,948	1,948	45,842	63,292	19,398
2017 State Homeland Security Grant Program	EMW-2017-SS-00048-S01	97.067	192,018	-	-	21,115	21,115
2018 State Homeland Security Grant Program	EMW-2018-SS-00045-S01	97.067	328,725	-	7,725	53,633	45,908
			<u>1,333,489</u>	<u>85,043</u>	<u>136,662</u>	<u>138,040</u>	<u>86,421</u>
2017 Emergency Management Performance Grant	EMS-2017-EP-00001-S01	97.042	160,000	93,426	93,426	-	-
2018 Emergency Management Performance Grant	EMS-2018-EP-00002-S01	97.042	160,000	-	75,526	159,999	84,474
			<u>320,000</u>	<u>93,426</u>	<u>168,952</u>	<u>159,999</u>	<u>84,474</u>
<b>Total U.S. Department of Homeland Security</b>			<u>1,654,462</u>	<u>179,442</u>	<u>306,587</u>	<u>298,039</u>	<u>170,895</u>
<b>U.S. Environmental Protection Agency:</b>							
State Pass-Through Loan:							
Alaska Department of Environmental Conservation:							
<i>Clean Water State Revolving Fund Cluster</i>							
Glacier Highway Sewer Improvements	445311	66.458	1,791,595	35,784	-	(35,784)	-
Biosolids Treatment Project	445251	66.458	16,666,000	13,183,849	15,969,440	2,785,591	-
<i>Total Clean Water State Revolving Fund Cluster</i>			<u>18,457,595</u>	<u>13,219,633</u>	<u>15,969,440</u>	<u>2,749,807</u>	<u>-</u>
<i>Drinking Water State Revolving Fund Cluster</i>							
Eagles Edge Water System Replacement	445411	66.468	232,950	225,496	225,496	-	-
Water Main Replacement Egan Drive - 10th to Main Street (Design)	445221	66.468	1,550,600	15,213	-	(3,618)	11,595
<i>Total Drinking Water State Revolving Fund Cluster</i>			<u>1,783,550</u>	<u>240,709</u>	<u>225,496</u>	<u>(3,618)</u>	<u>11,595</u>
<b>Total U.S. Environmental Protection Agency</b>			<u>20,241,145</u>	<u>13,460,342</u>	<u>16,194,936</u>	<u>2,746,189</u>	<u>11,595</u>

(continued)

See notes to schedule of expenditures of federal awards.



CITY AND BOROUGH OF JUNEAU, ALASKA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2019

Federal Agency/Pass-through Agency/Program Title	Pass-through Grantor's Number	Catalogue of Federal Domestic Assistance Number	Program or Award Amount	Receivable (Deferral) at June 30, 2018	Amount Received	Expenditures	Receivable (Deferral) at June 30, 2019
<b>U.S. Department of Agriculture:</b>							
State Pass-Through Grant:							
Alaska Department of Commerce, Community, and Economic Development:							
<i>Forest Service Schools and Roads Cluster</i>							
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 FY15, Title III Forest Timber Receipts	-	10.665	48,483	(48,483)	-	-	(48,483)
Schools and Roads - Grants to States FY16, Title III Special Projects	-	10.665	47,550	(47,550)	-	-	(47,550)
Schools and Roads - Grants to States FY18, Title III	-	10.665	42,275	(42,275)	-	-	(42,275)
Schools and Roads - Grants to States FY19, Title III	-	10.665	39,368	-	39,368	-	(39,368)
Schools and Roads - Grants to States FY19, Title I	-	10.665	445,964	-	445,964	445,964	-
Schools and Roads - Grants to States FY19, Title I	-	10.665	32,080	-	32,080	32,080	-
<i>Total Forest Service Schools and Roads Cluster</i>			<u>770,335</u>	<u>(252,923)</u>	<u>517,412</u>	<u>478,044</u>	<u>(292,291)</u>
<b>Total U.S. Department of Agriculture</b>			<u>770,335</u>	<u>(252,923)</u>	<u>517,412</u>	<u>478,044</u>	<u>(292,291)</u>
<b>U.S. Department of Transportation:</b>							
Federal Transit Administration:							
State Pass-Through Grants:							
Alaska Department of Transportation and Public Facilities:							
Alaska Community Transit - Section 5311 Grant (FY19 Operating Grant)	2511-19-0100	20.509	1,000,000	-	848,870	1,000,000	151,130
Purchase Replacement Std 35 ft Bus & 30 ft Bus	AK-85-X006	20.509	35,225	-	35,225	35,225	-
			<u>1,035,225</u>	-	<u>884,095</u>	<u>1,035,225</u>	<u>151,130</u>
FFY2019 High Visibility Enforcement - DUI Events	405d M5HVE-19-01-FA(A)-6	20.616	13,560	-	930	930	-
			<u>13,560</u>	-	<u>930</u>	<u>930</u>	-
<i>Federal Transit Cluster</i>							
Support Vehicles	AK-04-X023	20.500	106,476	106,476	106,476	-	-
Purchase Replacement Std 35 ft Bus & 30 ft Bus	AK-2016-013	20.526	1,175,760	934,984	934,984	223,390	223,390
Purchase Replacement Std 35 ft Bus & 30 ft Bus	AK-2017-011	20.526	1,612,080	942,741	1,199,793	257,053	-
Purchase Replacement Std 35 ft Bus	AK-34-0007	20.526	407,630	-	-	-	-
Construct Maintenance Facility	AK-2016-013	20.526	800,000	-	-	42,663	42,663
Support Equipment/Facilities Equipment	AK-2017-011	20.526	208,191	-	-	-	-
Support Equipment/Facilities Equipment	AK-04-X028	20.500	243,321	-	-	-	-
Support Equipment/Facilities Equipment	AK-04-X023	20.500	148,488	-	-	-	-
<i>Total Federal Transit Cluster</i>			<u>4,701,946</u>	<u>1,984,201</u>	<u>2,241,253</u>	<u>523,106</u>	<u>266,053</u>
Total Federal Transit Administration			<u>5,750,731</u>	<u>1,984,201</u>	<u>3,126,278</u>	<u>1,559,261</u>	<u>417,183</u>

(continued)

See notes to schedule of expenditures of federal awards.

CITY AND BOROUGH OF JUNEAU, ALASKA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2019

Federal Agency/Pass-through Agency/Program Title	Pass-through Grantor's Number	Catalogue of Federal Domestic Assistance Number	Program or Award Amount	Receivable (Deferral) at June 30, 2018	Amount Received	Expenditures	Receivable (Deferral) at June 30, 2019
National Highway Traffic Safety Administration:							
State Pass-Through Grants:							
Alaska Department of Transportation and Public Facilities:							
<i>Highway Safety Cluster</i>							
JPD Comprehensive Traffic Safety Plan	402 PT-18-06-00(C)	20.600	58,900	-	54,589	54,589	-
Comprehensive Traffic Safety Plan	402 PT-19-06-00(C)	20.600	38,265	-	13,900	21,456	7,556
Seatbelt Overtime Enforcement FFY18	402 PT-18-06-00(A)-6	20.600	8,880	2,855	2,855	-	-
Seatbelt Overtime Enforcement FFY19	402 PT-19-06-00(A)-6	20.600	8,160	-	-	3,071	3,071
<i>Total Highway Safety Cluster</i>			114,205	2,855	71,344	79,116	10,627
Total National Highway Traffic Safety Administration			114,205	2,855	71,344	79,116	10,627
Federal Aviation Administration:							
Construct Apron; Install Perimeter Fencing	3-02-0133-064-2015	20.106	813,773	3,473	5,830	2,357	-
Expand Aircraft Rescue & Fire Fighting (ARFF) Building	3-02-0133-065-2016	20.106	2,200,312	48,489	87,852	43,788	4,425
Construct Apron (Northwest)	3-02-0133-066-2016	20.106	3,333,750	(44,877)	(32,997)	11,880	-
Construct Snow Removal Equipment Building (SREB)	3-02-0133-067-2016	20.106	16,694,036	551,618	446,953	176,622	281,287
Rehabilitate Taxiways A, B, C & D; Runway Incursion Mitigation (RIM), Design	3-02-0133-068-2016	20.106	656,250	65,625	65,625	-	-
Design for Rehabilitate Taxiway A, D-1 Relocation, Taxiway E Alignment	3-02-0133-071-2017	20.106	1,979,062	248,664	810,803	1,008,486	446,347
Improve Seaplane Base	3-02-0133-072-2017	20.106	765,000	37,113	380,216	555,919	212,816
Construct NW Apron Phase 2, Construct NE Apron Phase 3	3-02-0133-073-2017	20.106	10,125,000	16,980	2,355,430	8,595,820	6,257,371
Acquire Snow Removal Equipment and Command Vehicle	3-02-0133-074-2017	20.106	4,823,551	974	1,474	2,087,279	2,086,779
Energy Efficiency Equipment/Infrastructure (Ramp Lighting Replacement)	3-02-0133-075-2017	20.106	240,000	9,206	11,054	1,848	-
Improve Terminal Building, Passenger Boarding Bridge (Gate 2)	3-02-0133-076-2018	20.106	1,801,875	-	1,585,068	1,648,554	63,486
Construct Sand & Chemical Storage Building (Design Only)	3-02-0133-077-2018	20.106	529,688	-	476,719	504,455	27,736
Reconstruct North Terminal Building (Design)	3-02-0133-078-2018	20.106	634,735	-	-	634,735	634,735
Construct Sand and Chemical Storage Building, Phase 2 (Construction)	3-02-0133-079-2018	20.106	9,985,312	-	667,923	5,198,916	4,530,993
Rehabilitate Taxiway A and E; Construct Taxiway D1; Acquire Emergency Generator; Relocation Airfield Lighting Vault	3-02-0133-080-2019	20.106	25,402,903	-	-	-	-
Total Federal Aviation Administration			79,985,247	937,265	6,861,950	20,470,659	14,545,975
<b>Total U.S. Department of Transportation</b>			<b>85,850,183</b>	<b>2,924,321</b>	<b>10,059,572</b>	<b>22,109,036</b>	<b>14,973,785</b>

(continued)

See notes to schedule of expenditures of federal awards.

CITY AND BOROUGH OF JUNEAU, ALASKA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2019

Federal Agency/Pass-through Agency/Program Title	Pass-through Grantor's Number	Catalogue of Federal Domestic Assistance Number	Program or Award Amount	Receivable (Deferral) at June 30, 2018	Amount Received	Expenditures	Receivable (Deferral) at June 30, 2019
<b>U.S. Department of the Interior:</b>							
Office of the Secretary:							
Payments in Lieu of Taxes FY18	-	15.226	2,823,756	(2,823,756)	-	2,823,756	-
Payments in Lieu of Taxes FY19	-	15.226	2,373,449	-	2,373,449	-	(2,373,449)
Total Office of the Secretary			5,197,205	(2,823,756)	2,373,449	2,823,756	(2,373,449)
National Park Service:							
State Pass-Through Grants:							
Alaska Department of Natural Resources:							
Juneau Historic Preservation Plan, Phase 2	HPF 17003	15.904	25,000	1,374	21,860	20,486	-
NAPC Forum 2018	HPF 17017	15.904	5,863	-	5,593	5,593	-
Treadwell Mine Building - Interpretive Signs	HPF 17010	15.904	7,842	-	7,842	7,842	-
Total National Park Service			38,705	1,374	35,295	33,921	-
Fish and Wildlife Service:							
State Pass-Through Grants:							
Alaska Department of Fish and Game:							
<i>Fish and Wildlife Cluster</i>							
Amalga Harbor Fish Cleaning Float	15-049	15.605	37,500	547	-	30,981	31,528
Taku Harbor Transient Moorage Facility Repairs	Coop # 180000722	15.605	112,500	18,094	112,500	94,406	-
<i>Total Fish and Wildlife Cluster</i>			150,000	18,641	112,500	125,387	31,528
Total Fish and Wildlife Service			150,000	18,641	112,500	125,387	31,528
<b>Total U.S. Department of the Interior</b>			5,385,910	(2,803,741)	2,521,244	2,983,064	(2,341,921)

(continued)

See notes to schedule of expenditures of federal awards.

CITY AND BOROUGH OF JUNEAU, ALASKA  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2019

Federal Agency/Pass-through Agency/Program Title	Pass-through Grantor's Number	Catalogue of Federal Domestic Assistance Number	Program or Award Amount	Receivable (Deferral) at June 30, 2018	Amount Received	Expenditures	Receivable (Deferral) at June 30, 2019
<b>Institute of Museum and Library Services:</b>							
State Pass-Through Grant:							
Alaska Department of Education and Early Development:							
Continuing Education FY19	N/A	45.310	7,500	-	-	-	-
Alaska Mail Services	ILC-19-743-01	45.310	229,086	-	204,720	204,720	-
			236,586	-	204,720	204,720	-
Museums Alaska Regional Conference Attendance Award	N/A	45.312	1,250	-	1,250	1,250	-
<b>Total Institute of Museum and Library Services</b>			<b>237,836</b>	<b>-</b>	<b>205,970</b>	<b>205,970</b>	<b>-</b>
<b>U.S. Department of Health and Human Services:</b>							
Health Resources and Services Administration:							
State Pass-Through Grant:							
Alaska Department of Health and Social Services:							
Alaska Rural Small Hospital Improvement Program (SHIP 18)	H3HRH00026	93.301	7,054	7,054	7,054	-	-
Total Health Resources and Services Administration			7,054	7,054	7,054	-	-
Substance Abuse and Mental Health Services Administration:							
State Pass-Through Grant:							
Alaska Department of Health and Social Services:							
Medication Assisted Treatment Expansion Grant - A Subawardee	602-238-18002	93.788	350,000	61,605	61,605	-	-
Medication Assisted Treatment Expansion Grant	602-238-17002	93.243	175,000	34,513	34,513	-	-
Medically Assisted Treatment Expansion Grant	602-238-19002	93.243	350,000	-	286,623	346,676	60,053
			525,000	34,513	321,136	346,676	60,053
Total Substance Abuse and Mental Health Services Administration			875,000	96,118	382,741	346,676	60,053
Office of the Secretary:							
State Pass-Through Grant:							
Alaska Department of Health and Social Services:							
Healthcare Organization Preparedness FFY15	1U90TP000501-04	93.889	29,264	-	-	-	-
Healthcare Organization Preparedness FFY14	1U90TP000501-03	93.889	20,148	8,321	8,321	-	-
Total Office of the Secretary			49,412	8,321	8,321	-	-
<b>Total U.S. Department of Health and Human Services</b>			<b>931,466</b>	<b>111,493</b>	<b>398,116</b>	<b>346,676</b>	<b>60,053</b>
<b>U.S. Department of Justice:</b>							
Bureau of Justice Assistance:							
Bullet Proof Vests	2016BUBX16081765	16.607	7,153	4,143	4,143	-	-
Bullet Proof Vests	2017BUBX17088549	16.607	4,470	-	1,539	3,694	2,155
Bullet Proof Vests	2018BUBX18094122	16.607	8,003	-	-	-	-
Total Bureau of Justice Assistance			19,626	4,143	5,682	3,694	2,155
<b>Total U.S. Department of Justice</b>			<b>19,626</b>	<b>4,143</b>	<b>5,682</b>	<b>3,694</b>	<b>2,155</b>
<b>Total Federal Expenditures</b>			<b>\$ 115,090,963</b>	<b>\$ 13,623,077</b>	<b>\$ 30,209,519</b>	<b>\$ 29,170,712</b>	<b>\$ 12,584,271</b>

See notes to schedule of expenditures of federal awards.

CITY AND BOROUGH OF JUNEAU, ALASKA

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2019

General

The accompanying schedule of expenditures of federal awards (SEFA) presents the activity of all federal financial assistance programs of the City and Borough of Juneau, Alaska (City and Borough). The information in the SEFA is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). 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 SEFA. The City and Borough's reporting entity is defined in Note 1 to the City and Borough's basic financial statements.

Basis of Accounting

Expenditures reported on the accompanying SEFA are presented using the modified-accrual and accrual basis of accounting, which are described in Note 1 to the City and Borough's basic financial statements. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-87, *Cost Principles for State, Local and Tribal Governments*, or the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the SEFA represent grant funds returned for previously reimbursed unallowable costs or reclassification of expenses previously reported for on-going capital projects to other funding sources. The City and Borough has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

Subrecipients

The City and Borough does not pass through federal funds to subrecipients, therefore there are no amounts provided to subrecipients on the SEFA.

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	\$ 3,314,835
Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds	127,750

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	2,168,464
Federal grant and loan sources reported as capital contributions in Juneau International Airport, Boat Harbors, and Dock enterprise funds	23,342,237

(continued)

CITY AND BOROUGH OF JUNEAU, ALASKA  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
Year Ended June 30, 2019

Plus (continued):		
Federal grant revenue sources reported in Bartlett Regional Hospital enterprise fund as charges for services		346,676
Less:		
Amounts reported as federal revenue in the basic financial statements but not included in the schedule of expenditures of federal awards:		
Municipality of Anchorage memorandum of agreement reported as federal revenue		(1,499)
Juneau International Airport Transportation Security Administration reimbursement reported as federal revenue		<u>(127,750)</u>
Total federal expenditures per schedule of expenditures of federal awards		<u>\$ 29,170,712</u>

CITY AND BOROUGH OF JUNEAU, ALASKA  
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
 Year Ended June 30, 2019

**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 2 CFR 200.516(a)?      Yes   x   No

Major programs:

<u>CFDA#</u>	<u>Program</u>
15.226	Payments in Lieu of Taxes
10.665	Forest Service Schools and Roads Cluster
66.458	Clean Water State Revolving Fund Cluster

Dollar threshold used to distinguish between type A and type B programs: \$ 875,121

Auditee qualified as low-risk auditee?   x   Yes      No

**FINANCIAL STATEMENT FINDINGS**

None to report for fiscal year 2019.

**FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

None to report for fiscal year 2019.

CITY AND BOROUGH OF JUNEAU, ALASKA  
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS

Year Ended June 30, 2019

**FINANCIAL STATEMENT FINDINGS**

None reported for fiscal year 2018.

**FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

None reported for fiscal year 2018.