

CITY AND BOROUGH OF JUNEAU, ALASKA

Expenditures of Federal Awards Reports

Year Ended June 30, 2010

CITY AND BOROUGH OF JUNEAU, ALASKA

Expenditures of Federal Awards Reports

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ELGEE REHFELD MERTZ, LLC

CERTIFIED PUBLIC ACCOUNTANTS

9309 Glacier Highway, Suite B-200 • Juneau, Alaska 99801
907.789.3178 • FAX 907.789.7128 • www.ermcpa.com

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 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, 2010, which collectively comprise the City and Borough's basic financial statements and have issued our report thereon dated December 30, 2010. We conducted our audit 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City and Borough's internal control over financial reporting as a basis for designing our auditing procedures 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 over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City and Borough's internal control over financial reporting.

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 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.

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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City and Borough's financial statements are free of 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*.

We noted certain other matters that we reported to management of the City and Borough in a separate letter dated January 10, 2011.

This report is intended solely for the information and use of the Assembly, management, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

ERM

December 30, 2010

ELGEE REHFELD MERTZ, LLC

CERTIFIED PUBLIC ACCOUNTANTS

9309 Glacier Highway, Suite B-200 • Juneau, Alaska 99801
907.789.3178 • FAX 907.789.7128 • www.ermcpa.com

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

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

Compliance

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 *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, 2010. The City and Borough's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City and Borough's management. Our responsibility is to express an opinion on the City and Borough's compliance based on our audit.

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. Our audit does not provide a legal determination of the City and Borough's compliance with those requirements.

In our opinion, the City and Borough complied, in all material respects, with the 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, 2010.

Internal Control Over Compliance

Management of the City and Borough is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the City and Borough's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance 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.

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 deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

Schedule of Expenditures of Federal Awards

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, 2010, and have issued our report thereon dated December 30, 2010, which contained unqualified opinions on those financial statements. Our audit was performed for the purpose of forming opinion on the financial statements as a whole. The schedule of expenditures of federal awards is presented for the purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the 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 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 financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

This report is intended solely for the information and use of the Assembly, management, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



December 30, 2010

CITY AND BOROUGH OF JUNEAU, ALASKA

Schedule of Expenditures of Federal Awards

Year Ended June 30, 2010

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, 2009	Amount received	Expenditures	Receivable (deferral) at June 30, 2010
U.S. Department of Homeland Security:							
National Preparedness Directorate:							
State Pass-Through Grants:							
Alaska Department of Military and Veterans Affairs:							
<i>Homeland Security Cluster:</i>							
State Homeland Security Grant 08 SHSP	34057	97.067	\$ 29,750	\$ -	\$ -	\$ 9,181	\$ 9,181
State Homeland Security Grant 09 MMRS	35058	97.067	311,585	-	-	-	-
State Homeland Security Grant 08 MMRS	34045	97.067	311,585	76,186	105,775	50,413	20,824
			652,920	76,186	105,775	59,594	30,005
State Homeland Security Grant 07 MMRS	34044	97.071	258,145	26,528	156,987	130,459	-
<i>Total Homeland Security Cluster</i>			911,065	102,714	262,762	190,053	30,005
Emergency Management Program CY10	09-EMPG-GR35581	97.042	104,565	-	-	20,709	20,709
Emergency Management Program CY09	08-EMPG-GR35565	97.042	100,000	15,275	75,349	60,074	-
			204,565	15,275	75,349	80,783	20,709
<i>Total National Preparedness Directorate</i>			1,115,630	117,989	338,111	270,836	50,714
Federal Emergency Management Agency:							
Assistance to Firefighters Grant	2008-FV-01486	97.044	225,000	-	225,000	225,000	-
Assistance to Firefighters Grant	2008-FO-01542	97.044	149,582	-	82,726	82,726	-
			374,582	-	307,726	307,726	-
Staffing for Adequate Fire & Emergency Response	2008-FF-00417	97.083	365,985	-	45,709	48,030	2,321
Landing Craft & Closed Circuit Surveillance	2007-GB-T7-0228	97.056	219,000	-	-	-	-
<i>Total Federal Emergency Management Agency</i>			959,567	-	353,435	355,756	2,321
<i>Total U.S. Department of Homeland Security</i>			2,075,197	117,989	691,546	626,592	53,035
U.S. Department of Agriculture:							
State Pass-Through Grants:							
Alaska Department of Community and Economic Development:							
Schools and Roads - Grants to States FY10	-	10.665	919,379	-	919,379	919,379	-
Schools and Roads - Grants to States FY09, Title III	-	10.665	12,010	(12,010)	-	-	(12,010)
<i>Total U.S. Department of Agriculture</i>			931,389	(12,010)	919,379	919,379	(12,010)
U.S. Department of Transportation:							
Federal Transit Administration:							
Downtown Transit Center	AK-04-0015-01	20.500	2,993,100	-	-	2,993,100	2,993,100
Juneau Transit Center	AK-03-0030-01	20.500	1,274,043	368,078	368,078	-	-
			4,267,143	368,078	368,078	2,993,100	2,993,100

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, 2010

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, 2009	Amount received	Expenditures	Receivable (deferral) at June 30, 2010
U.S. Department of Transportation (continued):							
State Pass-Through Grants:							
Alaska Department of Transportation and Public Facilities:							
Section 5311 Grant (FFY09 - Downtown Transit Center)	-	20.509	181,940	181,940	181,940	-	-
Section 5311 Grant (FY07/FFY06 - Capital - Buses)	AK-85-001	20.509	1,720,200	178,548	178,548	1,335,436	1,335,436
Section 5311 Grant (FY10/FFY09 - Operations)	AK-18-042	20.509	1,100,000	-	1,100,000	1,100,000	-
ARRA - Section 5311 Grant Buses	ARRA-10-101	20.509	800,000	-	-	704,870	704,870
ARRA - Construction of Transit Facility	ARRA-10-101-1	20.509	3,000,000	-	3,000,000	3,000,000	-
Training Grant FY10	-	20.509	2,600	-	-	2,503	2,503
Training Grant CY07/08	-	20.509	25,000	5,561	5,561	-	-
			6,829,740	366,049	4,466,049	6,142,809	2,042,809
Total Federal Transit Administration			11,096,883	734,127	4,834,127	9,135,909	5,035,909
Federal Highway Administration:							
State Pass-Through Grants:							
Alaska Department of Transportation and Public Facilities:							
<i>Highway Safety Cluster:</i>							
Law Enforcement Liaison	410 K8 08-01-01	20.601	13,358	4,085	5,043	4,164	3,206
Crash Data Retrieval	402PT10-06-08	20.600	9,885	-	9,565	9,565	-
Juneau "Every 15 Minutes" Program	154AL 10-01-11	20.600	1,940	-	-	1,244	1,244
Juneau "Every 15 Minutes" Training	410K8 10-00-00(I)	20.600	1,164	-	-	1,164	1,164
Lifesaver Conferences	-	20.600	3,445	3,445	3,445	-	-
DUI Overtime Enforcement FFY10	-	20.600	6,698	-	4,080	14,958	10,878
Seatbelt Overtime Enforcement FFY10	-	20.600	1,160	-	8,083	9,285	1,202
Seatbelt and DUI Overtime Enforcement FFY09	-	20.600	31,600	7,513	7,513	-	-
			55,892	10,958	32,686	36,216	14,488
Total Highway Safety Cluster			69,250	15,043	37,729	40,380	17,694
Alaska Department of Natural Resources							
Eaglecrest Nordic Trail Development	10795703	20.219	225,854	7,044	54,813	74,074	26,305
Total Federal Highway Administration			295,104	22,087	92,542	114,454	43,999
Federal Motor Carrier Safety Administration							
State Pass-Through Grants:							
Alaska Department of Transportation and Public Facilities:							
Commercial Vehicle Inspection Training	10-PD-004	20.218	7,168	-	-	-	-
Commercial Vehicle Inspection Training	09-PD-004	20.218	6,605	-	4,865	4,865	-
Total Federal Motor Carrier Safety Administration			13,773	-	4,865	4,865	-
Federal Aviation Administration:							
Environmental Impact Statement (AIP 46)	-	20.106	862,500	3,723	3,723	-	-
Construct Runway Safety Area, Phase I (AIP 48)	-	20.106	16,903,834	285,952	4,662,892	9,419,346	5,042,406
Construct Runway Safety Area, Phase II (AIP 49)	-	20.106	10,506,094	-	-	1,662,558	1,662,558
Construct Runway Safety Area, Phase II (AIP 50)	-	20.106	15,576,902	-	-	-	-
Total Federal Aviation Administration			43,849,330	289,675	4,666,615	11,081,904	6,704,964

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, 2010

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, 2009	Amount received	Expenditures	Receivable (deferral) at June 30, 2010
U.S. Department of Transportation (continued):							
Maritime Administration:							
Auke Bay Loading Facility Phase II	DTMA1G10002	20.932	<u>3,640,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total U.S. Department of Transportation			<u>58,895,090</u>	<u>1,045,889</u>	<u>9,598,149</u>	<u>20,337,132</u>	<u>11,784,872</u>
U.S. Department of the Interior:							
Bureau of Land Management:							
"In Lieu of Tax" receipts	-	15.226	<u>1,338,400</u>	<u>-</u>	<u>1,421,919</u>	<u>1,421,919</u>	<u>-</u>
National Park Service:							
State Pass-Through Grants:							
Alaska Department of Natural Resources:							
Treadwell Mining Camp	09-510	15.904	10,291	-	715	1,038	323
Preservation Commission Annual Conference Travel Grant	09-522	15.904	1,591	-	1,583	1,583	-
Juneau Historic Preservation Database Phase I	08-491	15.904	11,876	8,250	10,968	2,718	-
Juneau Historic Preservation Database Phase II	10-531	15.904	<u>11,273</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
			35,031	8,250	13,266	5,339	323
LWCF Fish Creek Improvements	02-00396	15.916	<u>125,000</u>	<u>1,674</u>	<u>2,699</u>	<u>20,438</u>	<u>19,413</u>
Total National Park Service			<u>160,031</u>	<u>9,924</u>	<u>15,965</u>	<u>25,777</u>	<u>19,736</u>
Fish and Wildlife Service:							
Southeast Alaska's Partners for Fish and Wildlife	70181-8-G514	15.631	<u>50,000</u>	<u>12,534</u>	<u>12,534</u>	<u>16,900</u>	<u>16,900</u>
State Pass-Through Grants:							
Alaska Department of Fish and Game:							
Aurora Harbor Pump Out Stations	05-041	15.605	180,000	1,427	-	-	1,427
Taku Harbor Transient Moorage Rehabilitation, Amend. 2	05-071	15.605	900,105	716	-	69,165	69,881
Statter Harbor Ramp Planning	08-015	15.605	300,000	60,129	61,205	113,576	112,500
Amalga Harbor Ramp Rehabilitation	03-045	15.605	<u>1,901,250</u>	<u>61,028</u>	<u>77,750</u>	<u>16,722</u>	<u>-</u>
			<u>3,281,355</u>	<u>123,300</u>	<u>138,955</u>	<u>199,463</u>	<u>183,808</u>
Total Fish and Wildlife Service			<u>3,331,355</u>	<u>135,834</u>	<u>151,489</u>	<u>216,363</u>	<u>200,708</u>
Total U.S. Department of the Interior			<u>4,829,786</u>	<u>145,758</u>	<u>1,589,373</u>	<u>1,664,059</u>	<u>220,444</u>
U.S. Department of Education:							
State Pass-Through Grants:							
Alaska Department of Commerce Community and Economic Development							
ARRA - State Fiscal Stabilization	80017	84.397	<u>914,389</u>	<u>-</u>	<u>914,389</u>	<u>914,389</u>	<u>-</u>
Total U.S. Department of Education			<u>914,389</u>	<u>-</u>	<u>914,389</u>	<u>914,389</u>	<u>-</u>
National Endowment for the Humanities							
State Pass-Through Grants:							
Alaska Department of Education and Early Development:							
Regional Services Grant	RS-10-743-102	45.310	<u>93,600</u>	<u>-</u>	<u>93,600</u>	<u>93,600</u>	<u>-</u>
Total National Endowment for the Humanities			<u>93,600</u>	<u>-</u>	<u>93,600</u>	<u>93,600</u>	<u>-</u>

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, 2010

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, 2009	Amount received	Expenditures	Receivable (deferral) at June 30, 2010
U.S. Department of Commerce:							
National Oceanic and Atmospheric Administration:							
State Pass-Through Grants:							
Alaska Department of Community and Economic Development:							
Alaska Coastal Management FY10	800419	11.419	43,500	-	38,500	40,261	1,761
11AAC110 Revisions Stakeholder Meeting Travel Agreement	800810	11.419	649	-	649	649	-
11AAC110 Revisions Stakeholder Meeting Travel Agreement	800665	11.419	506	-	506	506	-
Wetlands Management Plan Atlas Update	800471	11.419	31,000	-	-	14,935	14,935
Total U.S. Department of Commerce			75,655	-	39,655	56,351	16,696
U.S. Department of Energy:							
ARRA - Energy Efficiency and Conservation Block Grant	DE-RW0000110	81.128	131,400	-	-	131,400	131,400
Total U.S. Department of Energy			131,400	-	-	131,400	131,400
U.S. Department of Housing and Urban Development:							
State Pass-Through Grants:							
Alaska Department of Community and Economic Development:							
Homeless Shelters Upgrades	871357	14.228	360,078	276,174	346,126	69,952	-
Alaska Department of Revenue:							
Alaska Housing Finance Corporation:							
"In Lieu of Tax" receipts FY09	-	14.xxx	29,866	47,480	47,480	-	-
"In Lieu of Tax" receipts FY10	-	14.xxx	30,000	-	-	55,004	55,004
			59,866	47,480	47,480	55,004	55,004
Total U.S. Department of Housing and Urban Development			419,944	323,654	393,606	124,956	55,004
U.S. Department of Health and Human Services:							
State Pass-Through Grants:							
Alaska Department of Health and Social Services:							
Healthcare Preparedness	5-H3HRHR00026-08-00	93.301	7,735	-	7,735	-	(7,735)
Healthcare Preparedness	1U3REP090257-01-00	93.889	25,000	-	25,000	25,000	-
Healthcare Organization H1N1 Preparedness	1U3REP090212-01-00	93.889	6,026	-	6,026	6,026	-
			31,026	-	31,026	31,026	-
Total U.S. Department of Health and Human Services			38,761	-	38,761	31,026	(7,735)
U.S. Department of Justice:							
ARRA - Crisis Intervention	2009-SB-B9-0484	16.738	147,543	-	30,148	31,707	1,559
Edward Byrne Essential Equipment	2009-DJ-BX-0096	16.738	35,894	-	35,894	35,894	-
			183,437	-	66,042	67,601	1,559
2003 COPS Technology Grant	2003CKWX0275	16.710	904,085	72,019	135,579	181,453	117,893
Bullet Proof Vests	99003463	16.607	26,434	-	5,994	7,924	1,930
			1,113,956	72,019	207,615	256,978	121,382

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, 2010

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, 2009	Amount received	Expenditures	Receivable (deferral) at June 30, 2010
U.S. Department of Justice (continued):							
State Pass-Through Grant:							
Alaska Department of Public Safety:							
2001 COPS Technology Grant	2001CKWX008	16.710	976,900	15,564	15,564	-	-
Total U.S. Department of Justice			<u>2,090,856</u>	<u>87,583</u>	<u>223,179</u>	<u>256,978</u>	<u>121,382</u>
U.S. Environmental Protection Agency:							
State Pass-Through Grants:							
Alaska Department of Environmental Conservation:							
Stormwater Management Standards & Guidelines	ACWA 09-03	66.605	90,000	90,000	90,000	-	-
Water Quality Monitoring at Sandy Beach (FY09)	ACWA 09-B03	66.472	26,750	2,997	3,080	83	-
Water Quality Monitoring at Sandy Beach	ACWA 10-B03	66.472	15,641	-	1,474	1,474	-
			<u>42,391</u>	<u>2,997</u>	<u>4,554</u>	<u>1,557</u>	<u>-</u>
Total U.S. Environmental Protection Agency			<u>132,391</u>	<u>92,997</u>	<u>94,554</u>	<u>1,557</u>	<u>-</u>
Denali Commission:							
State Pass-Through Grants:							
Alaska Department of Health and Social Services:							
Alaska State Hospital and Nursing Home Association:							
BRH - Digital Mammography Equipment	-	90.100	420,958	420,958	420,958	-	-
BRH - Physical Therapy Remodel	-	90.100	639,241	63,924	63,924	-	-
Total Denali Commission			<u>1,060,199</u>	<u>484,882</u>	<u>484,882</u>	<u>-</u>	<u>-</u>
Total Federal Expenditures			<u>\$ 71,688,657</u>	<u>\$ 2,286,742</u>	<u>\$ 15,081,073</u>	<u>\$ 25,157,419</u>	<u>\$ 12,363,088</u>

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, 2010

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.

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:

Direct Grants:

Federal revenues as reported in the basic financial statements:	
Governmental Funds	\$ 5,877,007
Proprietary Funds	136,899
Internal Service Funds	2,265,306

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 classified Transportation Security Administration reimbursement for security upgrades as federal revenue	(136,899)
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Expenditures included in federal revenues but reported as state expenditures in the Schedule of State Financial Assistance	(16,126)
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Rounding	(1)
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Plus:

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

Grants passed through the State of Alaska	5,915,991
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Bartlett Regional Hospital grant revenues reported as operating revenues	31,026
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Federal monies included in airport, harbors, hospital, water and sewer capital projects	11,081,904
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Expenditures not included above in Governmental Funds	<u>2,312</u>
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Total federal expenditures per Schedule of Expenditures of Federal Awards	<u>\$ 25,157,419</u>
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CITY AND BOROUGH OF JUNEAU, ALASKA
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended June 30, 2010

SUMMARY OF AUDITORS' RESULTS

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

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

Noncompliance material to financial statements noted? Yes No

Federal Awards

Type of auditors' report issued on compliance for major programs: Unqualified

Internal control over major programs:

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

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

Major programs:

<u>CFDA #</u>	<u>NAME</u>
16.738	ARRA - Crisis Intervention
16.738	Edward Byrne Essential Equipment
20.106	Construct Runway Safety Area, Phase I (AIP 48)
20.106	Construct Runway Safety Area, Phase II (AIP 49)
20.509	Section 5311 Grant (FY10/FFY09 - Operations)
20.509	Section 5311 Grant (FY07/FFY06 - Capital - Buses)
20.509	ARRA – Section 5311 Grant Buses
20.509	ARRA – Construction of Transit Facility
20.509	Training Grant FY10
81.128	ARRA – Energy Efficiency and Conservation Block Grant
84.397	ARRA – State Fiscal Stabilization

CITY AND BOROUGH OF JUNEAU, ALASKA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Year Ended June 30, 2010

Dollar threshold used to distinguish between
type A and type B programs:

\$ 754,722

Auditee qualified as low-risk auditee?

x Yes ___ No

FINDINGS – FINANCIAL STATEMENT AUDIT

None to report for fiscal year 2010.

FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

None to report for fiscal year 2010.

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

Year Ended June 30, 2010

FINDINGS – FINANCIAL STATEMENT AUDIT

Finding 2009-01 Internal Controls over Capital Projects Interest Allocation

Status: Corrective action has been taken and this matter has been fully resolved.

FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

None reported for fiscal year 2009.