

CITY AND BOROUGH OF JUNEAU, ALASKA

Expenditures of Federal Awards Reports

Year ended June 30, 2008

CITY AND BOROUGH OF JUNEAU, ALASKA

Expenditures of Federal Awards Reports

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ELGEE REHFELD MERTZ, LLC

CERTIFIED PUBLIC ACCOUNTANTS

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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*

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, 2008, which collectively comprise the City and Borough's basic financial statements and have issued our report thereon dated December 18, 2008. 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 opinion 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 control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects the City and Borough's ability to initiate, authorize, record, process or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the City and Borough's financial statements that is more than inconsequential will not be prevented or detected by the City and Borough's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the City and Borough's internal control.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal controls that might be 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 also noted certain other matters that we reported to management of the City and Borough in a separate letter dated December 18, 2008.

This report is intended solely for the information and use of the Assembly, management, others within the organization, 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.

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

December 18, 2008

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REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

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

Compliance

We have audited the compliance of the City and Borough of Juneau, Alaska, (City and Borough) with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2008. 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 on the City and Borough's compliance with those requirements.

In our opinion, the City and Borough complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2008.

Internal Control Over Compliance

The management of the City and Borough is responsible for establishing and maintaining effective internal control over compliance with 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 requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirements of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be 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, 2008, and have issued our report thereon dated December 18, 2008. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the City and Borough's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for the purpose of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statement taken as a whole.

This report is intended solely for the information and use of the Assembly, management, others within the organization, 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 18, 2008

CITY AND BOROUGH OF JUNEAU, ALASKA

Schedule of Expenditures of Federal Awards

Year ended June 30, 2008

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 July 1, 2007	Amount received	Expenditures	Receivable (deferral) at June 30, 2008
U.S. Transportation Security Administration:							
Department of Homeland Security:							
State Pass-Through Grant:							
Department of Military and Veterans Affairs:							
State Homeland Security Grant 05	34021	97.073	456,115	264,429	264,429	-	-
State Homeland Security Grant 05 MMRS	34041	97.071	227,592	142,505	143,870	1,365	-
State Homeland Security Grant 06	34053	97.073	36,525	10,680	36,525	25,845	-
State Homeland Security Grant LETPP 06	34232	97.074	80,000	1,814	76,838	75,024	-
State Homeland Security Grant 06 MMRS	34043	97.071	<u>232,330</u>	<u>11,527</u>	<u>212,206</u>	<u>217,781</u>	<u>17,102</u>
Total U.S. Transportation Security Administration			<u>1,032,562</u>	<u>430,955</u>	<u>733,868</u>	<u>320,015</u>	<u>17,102</u>
U.S. Department of Homeland Security:							
National Preparedness Directorate:							
State Pass-Through Grant:							
Department of Military and Veterans Affairs:							
State Homeland Security Grant 07 LETPP	34051	97.074	222,500	-	168,582	193,387	24,805
State Homeland Security Grant 07 MMRS	34044	97.071	<u>258,145</u>	<u>-</u>	<u>924</u>	<u>20,024</u>	<u>19,100</u>
			<u>480,645</u>	<u>-</u>	<u>169,506</u>	<u>213,411</u>	<u>43,905</u>
Transportation Security Administration:							
Port Security Improvements	HSTS04-04-G-GPS377	97.056	<u>94,000</u>	<u>45,000</u>	<u>45,000</u>	<u>-</u>	<u>-</u>
Federal Emergency Management Agency:							
Landing Craft & Closed Circuit Surveillance	2007-GB-T7-0228	97.056	<u>219,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total U.S. Department of Homeland Security			<u>793,645</u>	<u>45,000</u>	<u>214,506</u>	<u>213,411</u>	<u>43,905</u>
U.S. Department of Agriculture:							
Natural Resource Conservation Service:							
Lakeside Condominiums/Duck Creek Crossing	7201505A178	10.914	41,274	-	41,273	41,273	-
Aspen Avenue/McGinnis	7201504A092	10.914	<u>32,625</u>	<u>-</u>	<u>300</u>	<u>300</u>	<u>-</u>
			<u>73,899</u>	<u>-</u>	<u>41,573</u>	<u>41,573</u>	<u>-</u>
State Pass-Through Grant:							
Alaska Department of Community and Economic Development:							
Schools and Roads - Grants to States FY08	-	10.665	<u>991,763</u>	<u>-</u>	<u>991,763</u>	<u>842,999</u>	<u>(148,764)</u>
Alaska Department of Natural Resources							
Jensen Olson Arboretum Tree Purchase		10.664	<u>625</u>	<u>-</u>	<u>-</u>	<u>625</u>	<u>625</u>
Total U.S. Department of Agriculture			<u>1,066,287</u>	<u>-</u>	<u>1,033,336</u>	<u>885,197</u>	<u>(148,139)</u>

CITY AND BOROUGH OF JUNEAU, ALASKA

Schedule of Expenditures of Federal Awards

Year ended June 30, 2008

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 July 1, 2007	Amount received	Expenditures	Receivable (deferral) at June 30, 2008
U.S. Department of Transportation:							
Federal Transit Administration:							
Replacement Buses	AK-03-0065-00	20.500	971,779	5,709	5,709	-	-
Juneau Transit Center	AK-03-0030-00	20.500	197,600	-	-	-	-
State Pass-Through Grants:							
Alaska Department of Transportation and Public Facilities:							
Section 5311 Grant (FY07/FFY06 - Operations)	AK 18-X026	20.500	1,000,000	4,172	-	136,810	140,982
Section 5311 Grant (FY08/FFY07 - Operations)	-	20.500	1,000,000	-	-	1,000,000	1,000,000
Section 5311 Grant (FY07/FFY06 - Capital - Buses)	-	20.500	1,720,200	-	-	174,625	174,625
			4,889,579	9,881	5,709	1,311,435	1,315,607
Alaska Department of Transportation and Public Facilities:							
Training Grant CY07/08	-	20.509	25,000	-	5,139	19,926	14,787
			4,914,579	9,881	10,848	1,331,361	1,330,394
Federal Highway Administration:							
State Pass-Through Grants:							
Alaska Department of Transportation and Public Facilities:							
Law Enforcement Liason	410 K8 08-01-01	20.601	13,358	-	-	223	223
DRE Training	154 AL 07-14-11	20.600	5,116	-	5,116	5,116	-
Portable Breath Testers	410 K8	20.600	4,453	-	-	-	-
In Car Video FFY07	-	20.600	37,400	-	33,526	33,526	-
DUI Equipment	07-14-15B	20.600	4,011	4,011	4,545	534	-
Seatbelt and DUI Overtime Enforcement FFY06	-	20.600	31,600	8,818	42,654	39,699	5,863
			82,580	12,829	85,841	78,875	5,863
Alaska Department of Natural Resources:							
Eaglecrest Nordic Trail Development	10795703	20.219	92,674	-	24,500	32,061	7,561
Federal Motor Carrier Safety Administration							
State Pass-Through Grants:							
Alaska Department of Transportation and Public Facilities:							
Commercial Vehicle Inspection Training (10.06 - 9.07)	-	20.218	6,605	-	2,850	2,850	-

CITY AND BOROUGH OF JUNEAU, ALASKA

Schedule of Expenditures of Federal Awards

Year ended June 30, 2008

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 July 1, 2007	Amount received	Expenditures	Receivable (deferral) at June 30, 2008
U.S. Department of Transportation, continued:							
Federal Aviation Administration:							
Snow Removal Equipment Building Design (AIP 25)	-	20.106	656,196	11,058	33,120	70,739	48,677
Environmental Impact Statement (AIP 46)	-	20.106	750,000	259,237	425,616	204,225	37,846
Expand Terminal Building (AIP 47)	-	20.106	1,000,000	74,096	439,160	457,889	92,825
Construct Runway Safety Area, Phase I (AIP 48)	-	20.106	14,700,000	-	792,961	1,060,123	267,162
Delta 1 Ramp Expansion (AIP 43)	-	20.106	<u>1,491,528</u>	<u>15,178</u>	<u>49,494</u>	<u>58,519</u>	<u>24,203</u>
			<u>18,597,724</u>	<u>359,569</u>	<u>1,740,351</u>	<u>1,851,495</u>	<u>470,713</u>
Total U.S. Department of Transportation			<u>23,707,520</u>	<u>382,279</u>	<u>1,864,390</u>	<u>3,296,865</u>	<u>1,814,754</u>
U.S. Department of the Interior:							
Bureau of Land Management:							
"In Lieu of Tax" receipts	-	15.226	<u>823,700</u>	<u>-</u>	<u>835,434</u>	<u>835,434</u>	<u>-</u>
National Park Service:							
State Pass-Through Grants:							
Alaska Department of Natural Resources:							
Downtown Design Standards Evaluations Phase II	-	15.904	39,197	13	26,704	37,927	11,236
Preservation Commission Annual Conference Travel Grant	07-498	15.904	5,781	-	-	-	-
Stabilization of Jualpa Mine Camp Buildings	06-469	15.904	<u>10,131</u>	<u>624</u>	<u>10,708</u>	<u>10,084</u>	<u>-</u>
			<u>55,109</u>	<u>637</u>	<u>37,412</u>	<u>48,011</u>	<u>11,236</u>
Fish and Wildlife Service:							
Stormwater Pre-Treatment Guidelines	-	15.631	24,823	-	11,867	16,108	4,241
Jordan Creek Sediment Transport Analysis	-	15.631	<u>20,000</u>	<u>-</u>	<u>2,472</u>	<u>17,680</u>	<u>15,208</u>
			<u>44,823</u>	<u>-</u>	<u>14,339</u>	<u>33,788</u>	<u>19,449</u>
State Pass-Through Grants:							
Alaska Department of Fish and Game:							
Aurora Harbor Pump Out Stations	05-041	15.605	180,000	18,258	16,759	9,569	11,068
Fish Creek & Montana Creek Access Improvements	06-010	15.605	12,000	11,090	11,664	574	-
Statter Harbor Ramp Planning	08-015	15.605	187,500	-	-	65,805	65,805
Amalga Harbor Ramp Rehabilitation	03-045	15.605	<u>1,800,000</u>	<u>859</u>	<u>-</u>	<u>37,458</u>	<u>38,317</u>
			<u>2,179,500</u>	<u>30,207</u>	<u>28,423</u>	<u>113,406</u>	<u>115,190</u>
			<u>2,224,323</u>	<u>30,207</u>	<u>42,762</u>	<u>147,194</u>	<u>134,639</u>
Total U.S. Department of the Interior			<u>3,103,132</u>	<u>30,844</u>	<u>915,608</u>	<u>1,030,639</u>	<u>145,875</u>

CITY AND BOROUGH OF JUNEAU, ALASKA

Schedule of Expenditures of Federal Awards

Year ended June 30, 2008

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 July 1, 2007	Amount received	Expenditures	Receivable (deferral) at June 30, 2008
U.S. Department of Education:							
State Pass-Through Grants:							
Alaska Department of Education and Early Development:							
Regional Services Grant	RS-07-743-194	45.310	107,000	-	107,000	79,932	(27,068)
Total U.S. Department of Education			107,000	-	107,000	79,932	(27,068)
U.S. Department of Commerce:							
National Oceanic and Atmospheric Administration:							
State Pass-Through Grants:							
Alaska Department of Community and Economic Development:							
Fisheries Economic Development Program	881339	11.438	48,750	-	48,750	48,750	-
Alaska Coastal Management FY08	880885	11.419	38,500	-	16,198	39,667	23,469
Alaska Coastal Management FY07	870388	11.419	38,250	11,130	11,130	-	-
ACMP Plan Amendment Funding	870791	11.419	950	-	-	950	950
			77,700	11,130	27,328	40,617	24,419
Total U.S. Department of Commerce			126,450	11,130	76,078	89,367	24,419
U.S. Department of Defense:							
State Pass-Through Grants:							
Alaska Department of Military and Veterans Affairs:							
Emergency Management Program FY08	-	83.552	100,000	-	-	20,014	20,014
Emergency Management Program FY07	-	83.552	30,000	12,383	20,931	8,548	-
Total U.S. Department of Defense			130,000	12,383	20,931	28,562	20,014
U.S. Department of Housing and Urban Development:							
State Pass-Through Grant:							
Alaska Department of Community and Economic Development							
Homeless Shelters Upgrades	871357	14.228	360,078	-	-	13,952	13,952
Alaska Department of Revenue:							
Alaska Housing Finance Corporation:							
"In Lieu of Tax" receipts FY07	-	14.xxx	29,866	27,514	27,514	-	-
"In Lieu of Tax" receipts FY08	-	14.xxx	30,000	-	-	25,182	25,182
Total U.S. Department of Housing and Urban Development			419,944	27,514	27,514	39,134	39,134

CITY AND BOROUGH OF JUNEAU, ALASKA

Schedule of Expenditures of Federal Awards

Year ended June 30, 2008

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 July 1, 2007	Amount received	Expenditures	Receivable (deferral) at June 30, 2008
U.S. Department of Health and Human Services:							
State Pass-Through Grant:							
Alaska Department of Health and Social Services:							
Alaska State Hospital and Nursing Home Association:							
ASHNHA Rural Hospital Improvement Program	-	93.301	8,945	-	8,945	8,945	-
ASHNHA FY07 (Tabletop Exercises)	-	93.889	12,000	-	12,000	12,000	-
ASHNHA FY08 (Health Facilities)	-	93.889	32,036	-	29,478	32,036	2,558
ASHNHA Norovirus	-	93.889	18,000	(7,259)	-	7,259	-
ASHNHA Prot RX Cache	-	93.889	3,124	(2,604)	-	2,604	-
ASHNHA RX Chemical	-	93.889	18,873	(10,283)	-	10,283	-
			<u>84,033</u>	<u>(20,146)</u>	<u>41,478</u>	<u>64,182</u>	<u>2,558</u>
Total U.S. Department of Health and Human Services			<u>92,978</u>	<u>(20,146)</u>	<u>50,423</u>	<u>73,127</u>	<u>2,558</u>
U.S. Department of Justice:							
2003 COPS Technology Grant	2003CKWX0275	16.710	904,085	9,079	8,392	29,952	30,639
Bullet Proof Vests	99003463	16.607	26,434	3,953	3,723	6,964	7,194
			<u>930,519</u>	<u>13,032</u>	<u>12,115</u>	<u>36,916</u>	<u>37,833</u>
State Pass-Through Grant:							
Alaska Department of Public Safety:							
2001 COPS Technology Grant	2001CKWX0008	16.710	976,900	69,225	111,366	154,264	112,123
Total U.S. Department of Justice			<u>1,907,419</u>	<u>82,257</u>	<u>123,481</u>	<u>191,180</u>	<u>149,956</u>
U.S. Environmental Protection Agency:							
State Pass-Through Grant:							
Alaska Department of Environmental Conservation							
Water Quality Monitoring at Sandy Beach	ACWA 08-B04	66.472	26,500	-	1,598	12,210	10,612
U.S. General Services Administration:							
State Pass-Through Grant:							
Alaska Department of Administration	Surplus	39.003	11,650	-	11,650	11,650	-

CITY AND BOROUGH OF JUNEAU, ALASKA

Schedule of Expenditures of Federal Awards

Year ended June 30, 2008

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 July 1, 2007	Amount received	Expenditures	Receivable (deferral) at June 30, 2008
Denali Comission:							
Juneau Auke Bay Commercial Landing Facility	279-07	90.100	1,000,000	-	-	1,000,000	1,000,000
State Pass-Through Grant:							
Alaska Department of Health and Social Services:							
Alaska State Hospital and Nursing Home Association:							
BRH - Infusion Remodel	-	90.100	512,686	-	333,246	369,134	35,888
BRH - PT Remodel	-	90.100	<u>639,241</u>	-	<u>255,696</u>	<u>415,506</u>	<u>159,810</u>
Total Denali Commission			<u>2,151,927</u>	-	<u>588,942</u>	<u>1,784,640</u>	<u>1,195,698</u>
Total Federal Expenditures			<u>\$ 34,677,014</u>	<u>\$ 1,002,216</u>	<u>\$ 5,769,325</u>	<u>\$ 8,055,929</u>	<u>\$ 3,288,820</u>

CITY AND BOROUGH OF JUNEAU, ALASKA

Notes to Schedule of Expenditures of Federal Awards

Year ended June 30, 2008

General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal awards programs of the City and Borough of Juneau, Alaska. 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	\$ 944,771
Proprietary Funds	135,104
Internal Service Funds	174,625

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.	(135,104)
Non-grant federal receipts	<u>(14,741)</u>

Total direct grants

1,104,655

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	3,220,579
Bartlett Regional Hospital grant revenues reported as operating revenues	857,767

Federal monies included in airport, harbors, hospital, water and sewer capital projects	2,869,174
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Public transportation capital project	3,750
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Rounding	<u>4</u>
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Total federal expenditures per Schedule of Expenditures of Federal Awards

\$ 8,055,929

CITY AND BOROUGH OF JUNEAU, ALASKA
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 YEAR ENDED JUNE 30, 2008

SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditors' report issued: Unqualified

Internal control over financial reporting:

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

Noncompliance material to financial statements? Yes x No

Federal Awards

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

Internal control over compliance:

- Material weakness(es) identified? Yes x No
- Significant deficiencies 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:

CFDA #	<u>NAME</u>
15.605	U.S. Department of Interior – AK Fish and Game Grants
16.710	U.S. Department of Justice – 2001 COPS Technology Grant
16.710	U.S. Department of Justice – 2003 COPS Technology Grant
20.106	Federal Aviation Administration – Airport Improvement Projects
90.100	Denali Commission – Infusion/PT Remodel
90.100	Denali Commission – Juneau Auke Bay Commercial Landing Facility

Dollar threshold used to distinguish between type A and type B programs: \$ 300,000

Auditee qualified as a low-risk auditee? x Yes No

CITY AND BOROUGH OF JUNEAU, ALASKA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
YEAR ENDED JUNE 30, 2008

FINDINGS – FINANCIAL STATEMENT AUDIT

None to report for fiscal year 2008.

FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

None to report for fiscal year 2008.

CITY AND BOROUGH OF JUNEAU, ALASKA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
YEAR ENDED JUNE 30, 2008

FINDINGS – FINANCIAL STATEMENT AUDIT

Finding 07-01 Internal Controls over Financial Reporting

Status: This finding has been resolved. The City and Borough of Juneau allocated additional resources to ensure that inventory pricing is accurate and established procedures for monitoring inventory unit pricing information in the accounting records.

FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

Finding 07-02 Internal Controls over Grant Reporting
DEPARTMENT OF JUSTICE
Public Safety Partnership and Community Policing Grants (COPS) - CFDA
16.710 - Grant No. 2001CKWXO008.
2001 COPS Technology Grant- Modernizing Police Equipment –
Year ended June 30, 2007

Status: This finding has been resolved. The Juneau Police Department developed procedures to ensure that grant reports are accurately prepared, reviewed and timely submitted.