

# Municipality of Anchorage, Alaska

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Schedule of Expenditures of Federal Awards,  
Schedule of State Financial Assistance,  
and Required Federal Information

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For the fiscal year ending  
**December 31, 2005**

2005



Kay Linton Ice Sculpture Fountain



*Community, Security, Prosperity*

# **MUNICIPALITY OF ANCHORAGE**



**Schedule of Expenditures of Federal Awards,  
Schedule of State Financial Assistance,  
And  
Required Federal Information**

**December 31, 2005**

**Mark Begich  
Mayor**

**Prepared by:  
DEPARTMENT OF FINANCE**

**Jeffrey E. Sinz  
Chief Fiscal Officer**

**David M. Richards, CPA, CMA  
Controller**

**MUNICIPALITY OF ANCHORAGE, ALASKA**

**Schedule of Expenditures of Federal Awards,  
Schedule of State Financial Assistance,  
And  
Required Federal Information**

**December 31, 2005**

**TABLE OF CONTENTS**

	<u>Section</u>
Schedule of Expenditures of Federal Awards..... Audit in Accordance with OMB Circular A-133	I
State Financial Assistance Reports.....	II
Federal Summary Schedule of Prior Year Audit Findings.....	III
Federal Corrective Action Plan.....	IV
State Summary Schedule of Prior Year Audit Findings.....	V
State Corrective Action Plan.....	VI

**Section I**

**Schedule of Expenditures of Federal Awards  
Audit in Accordance with OMB Circular A-133**

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
Audit in Accordance with OMB Circular A-133

**Table of Contents**

	<b>Pages</b>
Independent Auditors' Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control over Compliance and Schedule of Expenditures of Federal Awards in Accordance with OMB Circular A-133	1-3
Schedule of Expenditures of Federal Awards	4-8
Notes to Schedule of Expenditures of Federal Awards	9
Schedule of Findings and Questioned Costs	10-11
Independent Auditors' 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>	12-13



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**Independent Auditors' Report on Compliance with Requirements  
Applicable to Each Major Program and on Internal Control over  
Compliance and Schedule of Expenditures of Federal Awards  
in Accordance with OMB Circular A-133**

Honorable Members of the Municipal Assembly  
Municipality of Anchorage, Alaska:

**Compliance**

We have audited the compliance of the Municipality of Anchorage, Alaska 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 December 31, 2005. The Municipality of Anchorage, Alaska'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 Municipality of Anchorage, Alaska's management. Our responsibility is to express an opinion on the Municipality of Anchorage, Alaska's compliance based on our audit.

The Municipality of Anchorage, Alaska's basic financial statements include operation of its component unit, the Anchorage School District, which received \$61,192,088 in federal awards during their fiscal year ended June 30, 2005 which are not included in the schedule of expenditures of federal awards for the year ended December 31, 2005. Our audit, described below, did not include the operations of the Anchorage School District, because it was subject to a separate audit in accordance with OMB Circular A-133.

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 Nonprofit 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 Municipality of Anchorage, Alaska'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 Municipality of Anchorage, Alaska's compliance with those requirements.

As described in item 2005-1 in the accompanying schedule of findings and questioned costs, the Municipality of Anchorage, Alaska did not comply with the requirements regarding program income that are applicable to its U.S. Department of Agriculture United States Forest Service Hazardous Fuel Mitigation program. Compliance with such requirements is necessary, in our opinion, for the Municipality of Anchorage, Alaska to comply with the requirements applicable to that program.



In our opinion, except for the noncompliance described in the preceding paragraph, the Municipality of Anchorage, Alaska 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 December 31, 2005.

### **Internal Control over Compliance**

The management of the Municipality of Anchorage, Alaska 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 Municipality of Anchorage, Alaska'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 and to test and report on the internal control over compliance in accordance with OMB Circular A-133.

We noted one matter involving the internal control over compliance and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the Municipality of Anchorage, Alaska's ability to administer a major federal program in accordance with the applicable requirements of laws, regulations, contracts and grants. The reportable condition is described in the accompanying schedule of findings and questioned costs as item 2005-1.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with the application requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected in a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not disclose all reportable conditions that are also considered to be material weaknesses. However, we do not believe that the reportable condition described above is a material weakness.

### **Schedule of Expenditures of Federal Awards**

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 Municipality of Anchorage, Alaska as of and for the year ended December 31, 2005, which collectively comprise the Municipality of Anchorage, Alaska's basic financial statements, and have issued our report thereon dated June 2, 2006. We did not audit the financial statements of the Anchorage School District which is a discretely presented component unit. We also did not audit the financial statements of the Anchorage Community Development Authority, which is a blended component unit. Those statements were audited by other auditors whose reports have been furnished to us. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the Municipality of Anchorage's 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 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 statements taken as a whole.



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This report is intended solely for the information and use of the Municipal Assembly, management, and the cognizant agency and is not intended to be and should not be used by anyone other than these specified parties.

KPMG LLP

September 5, 2006



MUNICIPALITY OF ANCHORAGE, ALASKA

Schedule of Expenditures of Federal Awards

Year ended December 31, 2005

Federal Grantor/Pass-Through Grantor Program Title	Grant Number	CFDA Number	Award Amount	Expenditures
<b>Corporation for National and Community Service:</b>				
Direct:				
Non-Major Programs:				
Homeland Security	02SVHAK010/04SV045941	94.002	\$ 224,135	142,591
Homeland Security	02SVHAK010/03SV036419	94.002	224,963	(2,494)
Total Corporation for National and Community Service			449,098	140,097
<b>Department of Homeland Security:</b>				
Pass-Through Alaska Department of Military and Veterans Affairs:				
Major Programs:				
SOA Homeland Security Part I	2003-TE-TX-0204	97.004	1,480,668	1,301,308
SOA Homeland Security 2004	2004-GE-T4-0035	97.004	2,813,220	373,670
SOA Homeland Security Part II	2003-TE-T3-0050	97.004	285,211	142,610
2001 State Domestic Preparedness Equipment Program	2002-TE-CX-0075	97.004	125,338	125,337
2003 SHSGP Part II - Critical Infrastructure Protection Fiscal Year 2003	2003-MU-T3-0050	97.067	126,079	126,079
Office of Emergency Management Fiscal Year 2005		97.042	75,000	75,000
Total Department of Homeland Security			4,905,516	2,144,004
<b>Denali Commission:</b>				
Pass-Through Alaska Department of Military and Veterans Affairs:				
Non-Major Programs:				
Alaska Shield/Northern Edge 2005 Grant	2005-DCJ7-ASNE-1608	90.100	61,912	53,653
<b>Federal Emergency Management Agency:</b>				
Direct:				
Non-Major Programs:				
FEMA Digital Ins Map/Study	EMS-2004-GR-0032	97.045	75,000	75,000
Assistance to Firefighters Fiscal Year 2004	EMW-2004-FG-20936	97.044	135,875	31,555
Total Direct Federal Emergency Management Agency			210,875	106,555
Pass-Through Alaska Department of Military and Veterans Affairs:				
Non-Major Programs:				
Lower Lake Dam Rehabilitation (\$30,000 direct SOA funds)	HMGP1445.0005	97.047	491,600	117,179
Hazard Mitigation Plan	PDM 03-01a	83.557	30,000	889
Total Pass-Through Alaska Department of Military and Veterans Affairs			521,600	118,068
Total Federal Emergency Management Agency			732,475	224,623
<b>U.S. Department of Agriculture:</b>				
Direct:				
Major Programs:				
United States Forest Service Hazardous Fuels Mitigation		10.unknown	4,173,000	1,729,966
United States Forest Service Hazardous Fuels Mitigation		10.unknown	1,975,000	704,093
United States Forest Service Hazardous Fuels Mitigation		10.unknown	5,000,000	591,232
Total Direct U.S. Department of Agriculture			11,148,000	3,025,291
Pass-Through Alaska Department of Health and Social Services:				
Non-Major Programs:				
Women, Infant, and Children Program 2005	603-05-813	10.557	1,013,204	563,381
Women, Infant, and Children Program 2006	603-06-813	10.557	983,720	535,805
Total Pass-Through Alaska Department of Health and Social Services			1,996,924	1,099,186
Pass-Through Alaska Department of Community and Economic Development:				
Non-Major Programs:				
National Forest Receipts Fiscal Year 2005		10.655	7,748	7,748
Total U.S. Department of Agriculture			13,152,672	4,132,225
<b>U.S. Department of Commerce:</b>				
National Oceanic and Atmospheric Administration:				
Direct:				
Major Programs:				
Ship Creek Crossing	NA16AB2730	11.469	3,172,200	2,194,998
Non-Major Programs:				
Coastal Impact Assistance Program	NA17OZ2042	11.419	603,869	6,929
Pass-Through Alaska Department of Community and Economic Development:				
Non-Major Programs:				
Alaska Coastal Management Program Fiscal Year 2005	850058	11.419	40,250	35,156
Alaska Coastal Zone Management Special Projects Fiscal Year 2006	860649	11.419	40,100	30,520
Alaska Coastal Management Special Projects Fiscal Year 2005	850235	11.419	47,000	17,752
Alaska Coastal Zone Management Fiscal Year 2006	860654	11.419	43,573	3,572
Total Pass-Through Alaska Department of Community and Economic Development			170,923	87,000

MUNICIPALITY OF ANCHORAGE, ALASKA

Schedule of Expenditures of Federal Awards

Year ended December 31, 2005

Federal Grantor/Pass-Through Grantor Program Title	Grant Number	CFDA Number	Award Amount	Expenditures
Pass-Through Alaska Department of Fish and Game:				
Major Programs:				
Ship Creek Crossing	COOP-05-043 (45466)	11.438	\$ 1,740,000	1,657,190
Southeast Sustainable Salmon Funds - Ship Creek Fishing Access	COOP-05-048 (45506)	11.438	185,000	3,500
Total Pass-Through Alaska Department of Fish and Game			1,925,000	1,660,690
Total U.S. Department of Commerce			5,871,992	3,949,617
U.S. Department of Education:				
Non-Major Programs:				
Congressional Earmarks	H235J050012	84.235J	297,600	5,952
National Foundation on the Arts and the Humanities:				
Institute of Museum and Library Services:				
Pass-Through Alaska Department of Education and Early Development:				
Non-Major Programs:				
800# Interlibrary Loan and Reference Backup Service Grant Fiscal Year 2005		45.310	58,253	53,448
800# Interlibrary Loan and Reference Backup Service	ILC-06-713-102	45.310	61,993	20,125
Total National Foundation on the Arts and the Humanities			120,246	73,573
U.S. Department of Energy:				
Pass-Through Alaska Housing Finance Corporation:				
Non-Major Programs:				
Non Weatherization Assistance Program 2004 SEP	WAP-03-MOA-1	81.041	27,795	2,865
Weatherization Assistance Program 2005 Federal DOE	WAP-05-MOA-1	81.042	353,244	180,755
Weatherization Assistance Program 2004 Federal DOE	WAP-03-MOA-1	81.042	773,274	87,858
Total U. S. Department of Energy			1,154,313	271,478
U.S. Department of Health and Human Services:				
Direct:				
Non-Major Programs:				
Support Emergency Response	MRCSG020007-03-0	93.008	50,000	10,887
Family Planning 2004	2FPHPA100024-27-00	93.217	595,750	387,543
Family Planning 2005	6 FPHPA100024-28-01	93.217	602,998	306,662
Expansion of Alaska's Alcohol Treatment Programs	1H79T116107-01	93.243	497,050	406,897
The Dena A. Coy Outpatient Project	5 H79 T113528-03	93.243	825,951	359,840
The Dena A. Coy Outpatient Project	6H79T113528-02-2	93.243	537,207	(2,409)
S.A.F.E Child Project (Stop Abuse for Every Child)	90XA0096/01	93.670	994,100	502,194
Total Direct U.S. Department of Health and Human Services			4,103,056	1,971,614
Pass-Through Alaska Department of Health and Social Services:				
Non-Major Programs:				
Nutrition, Transportation, and Support Services (NTS)	607-06-119	93.044	463,250	199,034
Nutrition, Transportation, and Support Services (NTS)	607-05-121	93.045	478,646	234,158
Nursing	601-05-175	93.166	75,500	39,869
Community Health Nursing	601-06-175	93.268	166,800	88,963
Nursing	601-05-175	93.268	91,300	68,578
PH Preparedness and Response to Bioterrorism	601-05-151	93.283	569,900	329,160
Bioterrorism 2005	601-06-151	93.283	569,900	207,809
Child Care Licensing Fiscal Year 2004	604-05-940	93.575	1,217,000	706,171
Child Care Licensing Fiscal Year 2006	604-06-940	93.575	1,247,000	673,008
Child Care Assistance Program Grants	604-05-900	93.575	1,006,000	484,713
Child Care Assistance Program Grants	604-06-900	93.575	523,000	463,830
Prevention of Child Abuse and Neglect CAPTA	603-05-329	93.670	164,448	152,605
HIV Prevention	601-05-170	93.940	169,500	95,570
HIV Prevention and Interaction Activities	601-06-170	93.940	169,500	78,284
Total Pass-Through Alaska Department of Health and Social Services			6,911,744	3,821,752
Pass-Through Alaska Department of Education and Early Development:				
Non-Major Program:				
Daycare Administration		93.575	1,699,984	(111,355)
Pass-Through Alaska Housing Finance Corporation:				
Non-Major Program:				
Non Weatherization Assistance Program 2005	WAP-05-MOA-1	93.568	285,384	214,895
Non Weatherization Assistance Program 2004 LIHEAP	WAP-03-MOA-1	93.568	582,361	50,930
Total Pass-Through Alaska Housing Finance Corporation			867,745	265,825
Pass-Through Southcentral Foundation:				
Non-Major Program:				
Southcentral Foundation CSP 2005		93.210	199,000	199,000
Total U.S. Department of Health and Human Services			13,781,529	6,146,836

MUNICIPALITY OF ANCHORAGE, ALASKA

Schedule of Expenditures of Federal Awards

Year ended December 31, 2005

Federal Grantor/Pass-Through Grantor Program Title	Grant Number	CFDA Number	Award Amount	Expenditures
U.S. Department of Housing and Urban Development:				
Direct:				
Non-Major Programs:				
Community Development Block Grant Year 05	B-05-MC-02-0001	14.218	\$ 2,162,050	1,328,393
Community Development Block Grant Year 04	B-04-MC-02-0001	14.218	2,255,000	704,044
Community Development Block Grant Year 03	B-03-MC-02-0001	14.218	2,330,000	163,623
Community Development Block Grant Year 01	B-01-MC-02-0001	14.218	2,344,000	35,276
Community Development Block Grant Year 95	B-95-MC-02-0001	14.218	163,483	26,458
Community Development Block Grant Year 92	B-92-MC-02-0001	14.218	33,548	23,193
Community Development Block Grant Year 02	B-02-MC-02-0001	14.218	2,283,000	18,472
Community Development Block Grant Year 93	B-93-MC-02-0001	14.218	54,300	6,424
Community Development Block Grant Year 00	B-00-MC-02-0001	14.218	2,149,138	3,889
Community Development Block Grant Year 98	B-98-MC-02-0001	14.218	1,028,248	80
Community Development Block Grant Year 96	B-96-MC-02-0001	14.218	2,315,565	1
Community Development Block Grant Year 99	B-99-MC-02-0001	14.218	2,208,790	(4,453)
Emergency Shelter	S-05-MC-02-0001	14.231	83,573	61,576
Emergency Shelter	S-04-MC-02-0001	14.231	85,231	46,652
Emergency Shelter	S-03-MC-02-0001	14.231	78,000	23,246
Housing Urban Development Link Program	AK06B400010	14.235	296,714	163,276
Housing Urban Development Link Program	AK06B300009	14.235	296,714	61,206
Home Investment Partnership Agreement Year 04	M-04-MC-02-0200	14.239	1,119,105	465,335
Home Investment Partnership Agreement Year 03	M-03-MC-02-0200	14.239	1,114,921	175,950
Home Investment Partnership Agreement Year 00	M-00-MC-02-0200	14.239	971,000	99,631
Home Investment Partnership Agreement Year 02	M-02-MC-02-0200	14.239	1,071,000	75,121
ADDI 04	M-04-MC-02-0200	14.239	89,577	70,577
ADDI 03	M-04-MC-02-0200	14.239	75,911	68,320
Home Investment Partnership Agreement Year 05	M-05-MC-02-0200	14.239	1,075,967	57,847
Home Investment Partnership Agreement Year 98	M-98-MC-02-0200	14.239	679,610	1
Home Investment Partnership Agreement Year 94	M-94-MC-02-0200	14.239	754,881	(3,904)
Community Development Block Grant Section 108 Loan Guarantee	B-04-MC-02-0001	14.248	5,000,000	1,150,185
Brownsfield Economic Development Initiative 05	B-03-BD-02-0011	14.246	2,000,000	800,000
Total U.S. Department of Housing and Urban Development			34,119,326	5,620,419
U.S. Department of Justice:				
Direct:				
Non-Major Programs:				
Human Trafficking	2005-VT-BX-1166	16.320	450,000	2,654
Forensic Improvement Fiscal Year 2005	2005-DN-BX-0002	16.560	95,000	12,825
Justice Assistance Grant	2005-DI-BX-0496	16.579	245,002	592
Pathways to Sobriety II 04-07	2004-DD-BX-1181	16.580	1,978,955	565,752
BJA Congressionally Mandated Awards Fiscal Year 2004	2004-DD-BX-1454	16.580	1,978,955	396,721
Grants to Encourage Arrest Policies and Enforcement of Protection Orders Program	2002-WE-BX-0010	16.590	599,035	161,900
LLEBG Fiscal Year 2003	2003-LB-BX-0088	16.592	286,363	93,372
LLEBG Fiscal Year 2004 Grant APD	2004-LB-BX-0190	16.592	128,175	86,737
COPS IN SCHOOLS	2002-SH-WX-0653	16.710	1,625,000	221,974
COPS IN SCHOOLS	2004SHWX0136	16.710	500,000	174,598
Law Enforcement Technology	2005CKWX0139	16.710	1,479,965	54,936
COPS Secure Our Schools	2004CKWX0440	16.710	74,806	31,792
COPS Homeland Security Overtime Program Award	2003OLWX0001	16.710	332,132	8,482
Equitable Federal Sharing of Seized and Confiscated Property		16.unknown	226,538	220,389
Federal Forfeitures 2003		16.unknown	497,331	105,281
Federal Forfeitures 2005		16.unknown	90,000	42,747
State Forfeitures 2004		16.unknown	184,781	13,141
Street Level Forfeitures		16.unknown	44,720	11,405
Total Direct U.S. Department of Justice Non-Major Programs			10,816,758	2,205,298
Pass-Through Alaska Department of Public Safety:				
Non-Major Programs:				
Juvenile Offender Supervision	PSN 3-002	16.609	28,800	17,223
Total U.S. Department of Justice			10,845,558	2,222,521
U.S. Department of the Interior:				
Direct:				
Non-Major Programs:				
Hydrologic Research Center	02WRAG0014-0001	15.808	183,490	91,745
Acquisition of high-resolution orthoimagery	05WRAG0046	15.808	36,000	1,280
GIS/LIS GPS Survey	LAA-03-0015	15.DDD	90,000	38,315
Total Direct U.S. Department of the Interior			309,490	131,340

MUNICIPALITY OF ANCHORAGE, ALASKA

Schedule of Expenditures of Federal Awards

Year ended December 31, 2005

Federal Grantor/Pass-Through Grantor Program Title	Grant Number	CFDA Number	Award Amount	Expenditures
U.S. Department of Transportation:				
Direct:				
Major Programs:				
Security Improvements, Phase C	AIP 3-02-0015-036-2005	20.106	3,752,500	2,940,239
Security Improvements, Phase A-1	AIP 3-02-0015-3703	20.106	600,000	325,847
Security Improvements, Phase C	AIP3-02-0015-039-2004	20.106	2,042,500	67,622
Rehabilitate Taxiway Charlie and Interlinks, Rehabilitate Apron (electrical)	AIP 3-02-0015-3502	20.106	1,490,000	32,508
Section 5307 2005 FTA Assistance	AK90-X033-00	20.507	2,575,200	796,350
Section 5307 Urban Area Formula - Fiscal Year 2004	AK90-X031-00	20.507	4,741,140	703,145
Section 5307 Urban Area Formula - Fiscal Year 2002 (80/20)	AK90-X024-00	20.507	3,000,200	506,111
Section 5307 Urban Area Formula - Fiscal Year 2003	AK90-X027-00	20.507	2,761,300	487,409
Section 5307 Urban Area Formula - Fiscal Year 2001	AK90-X022-00	20.507	2,975,200	330,811
Section 9 - Formula Capital Assistance	AK90-0018-00	20.507	1,608,800	84,704
Section 9 - Formula Capital Assistance	AK90-X019-00	20.507	2,160,800	35,427
Section 9 - Formula Capital Assistance	AK90-0016	20.507	1,477,584	26,435
Total Direct U.S. Department of Transportation			29,185,224	6,336,608
Non-Major Programs:				
Enhanced Facility and Operational Security	DTMAIG02041	20.401	458,208	392,260
Pass-Through Alaska Department of Transportation and Public Facilities:				
Non-Major Programs:				
CMAQ Automated Systems	CM-0001(296)	20.205	2,909,120	1,118,483
CMAQ Route Expansion DEMO Project	56660	20.205	1,896,054	988,617
Transit Operations Expansion 2003	56660	20.205	1,889,276	923,236
AMATS Planning 2005		20.205	605,000	457,496
AMATS:Fireweed/Seward Hwy to Spenard Rd.	HES-0001(050)/58488	20.205	972,570	426,895
Engine Block Heater Program 2005	56550	20.205	481,232	401,656
Share-A-Ride 2005	58076	20.205	384,986	365,698
IM Evaluation Program 2005	58269	20.205	818,094	272,387
Best Management Practices for PM 10 Control	56549	20.205	590,998	252,978
Traffic Safety Database AMATS	55008	20.205	653,356	231,027
Air Quality Public and Business Awareness Education Campaign	56555	20.205	726,972	229,078
Transit Marketing	57667	20.205	230,991	212,423
Girdwood Roads	HDP-0001(307)/57057	20.205	371,000	201,772
HSIP 2003, Group A	HRO-000S(459)/56645	20.205	354,300	197,620
ISTEA Anchorage Area-wide Trails Rehabilitation	CM-0001(240)/54658	20.205	805,000	154,484
Transit Enhancement Program 2005	58075	20.205	144,465	144,465
Private Sector Block Heater Installation Program	56550	20.205	478,927	126,858
Integrated Transportation System ADOT /PF	ITS-9902(4)	20.205	262,800	126,265
HSIP 2001, Groups 5A	HRO-0001(267)/55730	20.205	770,000	126,220
Girdwood Roads Culvert Improvements	TCSP-TC03(002)/54296	20.205	300,000	118,439
ISTEA Chester Creek Trail Connection	CM-0001(262)/55066	20.205	457,000	93,581
ISTEA HSIP: Group 1A- Downtown 1 Way Signing and Signal Upgrade	ACHHE-000S(471)/57152	20.205	138,630	85,134
AMATS: Spenard Rd Rehabilitation: Hillcrest Dr to Minnesota On-Ramp	FRAP-STP-0001(242)/55138	20.205	91,000	82,760
Traffic Control Signalization	54920	20.205	480,310	81,502
HSIP 2001 Groups 1A,1B,2,3B	HHE-0001(226)/55729	20.205	673,000	68,077
AMATS: Spenard Rd: Hillcrest Rd. to Minnesota Pedestrian Improvements	HRO-0001(172)/53986	20.205	347,000	61,310
ISTEA AMATS: Chester Creek Trail Connection	CM-0001(262)/55066	20.205	1,850,370	58,503
Eklutna Bridge Replacement	BR-0001(183)/53945	20.205	542,225	58,243
ISTEA Ship Creek Trail - Design	TEA-0001(133)/52499	20.205	1,453,000	54,460
AMATS Traffic Counts	56479	20.205	52,532	52,532
On Street Sign Inventory Analysis	58264	20.205	1,364,550	44,976
Public Awareness	55914	20.205	304,100	23,941
CAMP Gorsuch Rd.-Design	RSP-TC03(004)/57143	20.205	45,000	18,143
ISTEA Ship Creek Trail - Right Of Way	TEA-0001(133)/52499	20.205	790,000	11,259
CMAQ Transit Fleet Expansion/Replacement	58602	20.205	262,666	8,642
CMAQ Transit Intelligent Transportation Systems/Automated Operating Systems	54920	20.205	166,355	5,449
ISTEA Eklutna Bridge Replacement II	BR-0001(183)/53945	20.205	555,000	5,000
HSIP 2003, Group B	ACHHE-0001(299)/56644	20.205	167,000	4,128
ISTEA South Coastal Trail Design	TEA-0001(126)/52514	20.205	920,000	3,740
Bicycle/Pedestrian Coordinator	54301	20.205	47,000	3,468
15th Ave. Construction, "L" St. to Juneau St.	FA-HHE-530(001)/50624	20.205	482,490	1,421
Campbell Creek Trail	TEA-0001(137)/52520	20.205	515,000	115
Arctic Blvd., Dimond Blvd. to Raspberry Rd.	STP-0001(57)/51018	20.205	945,640	(10,547)
MCS CV Enforcement 2005	05-PD-001	20.218	33,260	18,253
MCS CV Enforcement 2004	04-PD-001	20.218	26,495	9,754
Section 5309 2005 FTA Assistance	AK-03-0060	20.500	94,975	36,000
Section 5303 Metropolitan Transit Planning Program 2004	AK-80-X013	20.505	225,343	218,936
Section 5303 FTA Planning 2005		20.505	229,343	14,036
Section 5303 FTA Planning 2003	AK-80-X012-00	20.505	201,774	304
Alaska Bus and Van Roadeo		20.509	17,000	17,000
Section 5310 FTA Fiscal Year 2004	AK-16-0027/57987	20.513	100,000	12,942
Youth At Risk Driving Enforcement	050202PT	20.600	110,000	96,559
DUI Enforcement Sustained	060100 163 ID	20.600	85,000	44,887
Seat Belt Enforcement 2005	050303 OP	20.600	42,835	37,443
SES DUI Enforcement Anchorage PD	050100 163 ID	20.600	35,000	35,000

MUNICIPALITY OF ANCHORAGE, ALASKA

Schedule of Expenditures of Federal Awards

Year ended December 31, 2005

Federal Grantor/Pass-Through Grantor Program Title	Grant Number	CFDA Number	Award Amount	Expenditures
You Drink and Drive, You Lose Crackdown 2005	050203 154AL	20.600	\$ 14,950	14,726
Drug Recognition Expert Training	050506PT	20.600	10,245	10,245
Impaired Driving Sustained Enforcement and Blitz Campaigns 2004/2005	050203 AL	20.600	45,500	7,190
Accident Reconstruction Training	050506PT	20.600	3,582	3,582
Impaired Driving	050226 154AL	20.600	2,925	2,925
Total Non-Major Pass-Through Alaska Department of Transportation and Public Facilities			<u>29,573,236</u>	<u>8,471,716</u>
Total U.S. Department of Transportation			<u>59,216,668</u>	<u>15,200,584</u>
U.S. Environmental Protection Agency:				
Direct:				
Non-Major Programs:				
Wetlands Program Development	97051901-0	66.461	59,250	(388)
Air Quality 105 2005	A-97073602-0	66.001	233,136	190,950
ANC Air Program Initiatives	97087801	66.606	1,988,100	250,400
Total Direct U.S. Environmental Protection Agency			<u>2,280,486</u>	<u>440,962</u>
Pass-Through Alaska Department of Environmental Conservation:				
Non-Major Program:				
PM 2.5 Monitoring 2005		66.606	48,500	28,501
Total U.S. Environmental Protection Agency			<u>2,328,986</u>	<u>469,463</u>
U.S. Equal Employment Opportunity Commission:				
Direct:				
Non-Major Program:				
Equal Employment Opportunity Cases Fiscal Year 2004	3FPSLP0248	30.unknown	32,700	32,700
Total Schedule of Expenditures of Federal Awards			<u>\$ 147,380,081</u>	<u>40,819,085</u>

**MUNICIPALITY OF ANCHORAGE, ALASKA**

Notes to Schedule of Expenditures of Federal Awards

Year ended December 31, 2005

**General**

The accompanying schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of Municipality of Anchorage, Alaska (Municipality) excluding its component unit, the Anchorage School District. The Municipality's reporting entity is defined in note 1 to the Municipality's financial statements. Federal financial assistance received directly from federal agencies as well as federal financial assistance passed through other government agencies is included on 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 Municipality's financial statements.

**Programs with Outstanding Loans Receivable**

The following U.S. Department of Housing and Urban Development (HUD) programs have outstanding loans receivable at December 31, 2005:

<u>Program</u>	<u>CFDA</u>	<u>Balance</u>
Anchor/Home	14.239	\$ 2,156,155
Rental Rehabilitation	14.218	11,317
CDBG Rehabilitation	14.218	1,530,836
CDBG Emergency Repair	14.218	251,498
Mutual Rent	14.218	141,342

**HUD Section 108 Loans (CFDA 14.248)**

The Federal Department of Housing and Urban Development (HUD) awards section 108 loans to the Municipality for the purpose of Housing and Economic Development. During 2005, the Municipality loaned \$2,000,000 to the Anchorage Community Land Trust for the Sadler's building project. At December 31, 2005, \$1,150,185 of the loan amount had been expended by the Anchorage Community Land Trust. Collateral for repayment of funds include future Community Development Block Grant entitlements due the Municipality from HUD.

**MUNICIPALITY OF ANCHORAGE, ALASKA**

Schedule of Findings and Questioned Costs

Year ended December 31, 2005

**(1) Summary of Auditor's Results**

- (a) An unqualified independent auditors' report was issued on the basic financial statements of the Municipality of Anchorage, Alaska.
- (b) No reportable conditions or material weaknesses were disclosed in the report on compliance and on internal control based on an audit of the basic financial statements.
- (c) There was no noncompliance which is material to the basic financial statements.
- (d) Reportable conditions were disclosed in the report on compliance with requirements applicable to a major program and internal control over compliance.
- (e) A qualified independent auditors' report was issued on compliance for major programs.
- (f) Any audit findings were reported as required under Section 510(a) of OMB Circular A-133.
- (g) The U.S. Department of Agriculture, United States Forest Service Hazardous Fuels Mitigation, CFDA #10.unknown; U.S. Department of Homeland Security, passed through State of Alaska Department of Military and Veterans Affairs, SOA Homeland Security Cluster, CFDA #97.004/#97.042/#97.067; U.S. Department of Commerce, National Oceanic and Atmospheric Administration, Ship Creek Crossing, CFDA #11.469; U.S. Department of Fish and Game, Ship Creek Crossing and Access, CFDA #11.438. U.S. Department of Transportation, Security Improvements, CFDA #20.106; U.S. Department of Transportation, Section 5307 Urban Area Formula and Capital Assistance, CFDA #20.507 are major programs.
- (h) Programs with federal expenditures greater than \$1,224,573 were identified as Type A programs. Programs with federal expenditures of \$1,224,573 or less were identified as Type B programs.
- (i) The Municipality of Anchorage, Alaska qualified as a low-risk auditee under Section 530 of OMB Circular A-133.

**(2) Findings Relating to Basic Financial Statements Reported in Accordance with *Government Auditing Standards***

None.

**(3) Findings and Questioned Costs Related to Federal Award**

2005-1-U.S. Department of Agriculture, United States Forest Service Hazardous Fuels Mitigation, CFDA 10.unknown

Specific Compliance Requirement-Program Income-OMB Circular A-133 requires that grantees have policies and procedures in place to ensure that program income is properly captured, recorded, and used in the manner stipulated by the grantor.

**MUNICIPALITY OF ANCHORAGE, ALASKA**

Schedule of Findings and Questioned Costs

Year ended December 31, 2005

Condition Noted and Effect—During the year, the Municipality did not have a process in place to capture, record and earmark interest earned on unspent grant funds in this program, resulting in a significant deficiency in the design and operation of the internal control over the program income compliance requirement that is considered to be a reportable condition and a noncompliance finding. Subsequent to year end, program income was calculated and it was determined that no program income was spent for unauthorized purposes.

Questioned Costs—None.

Recommendation—The Municipality should implement policies and procedures to ensure program income is properly captured, recorded, and used in the manner stipulated by the grantor.

Views of Responsible Officials—The Municipality concurs with this finding and recommendation.





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**Independent Auditors' 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***

Honorable Members of the Municipal Assembly  
Municipality of Anchorage, Alaska:

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 Municipality of Anchorage, Alaska as of and for the year ended December 31, 2005, which collectively comprise the Municipality of Anchorage's basic financial statements and have issued our report thereon dated June 2, 2006, which included a reference to the reports of other auditors. 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.

Our consideration of internal control over financial report and other test of compliance with certain provisions of laws, regulations, contracts, and grants and other matters did not include the entities audited by the other auditors referred to in the previous paragraph. The findings, if any, of those auditors are not included herein.

**Internal Control over Financial Reporting**

In planning and performing our audit, we considered Municipality of Anchorage, Alaska's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Municipality of Anchorage, Alaska'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 matters that we reported to management of the Municipality of Anchorage, Alaska in a separate letter dated June 2, 2006.

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

KPMG LLP

June 2, 2006

**Section II**  
**State Financial**  
**Assistance Reports**

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
State Financial Assistance Reports

**Table of Contents**

	<b>Pages</b>
Independent Auditors' Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control over Compliance and Supplementary Schedule of State Financial Assistance in Accordance with the <i>State of Alaska Audit Guide and Compliance Supplement for State Single Audits</i>	1-2
Schedule of State Financial Assistance	3-9
Notes to Schedule of State Financial Assistance	10
Schedule of Expenditures – Budget and Actual State of Alaska Department of Health and Social Services:	
Schedule 1 – Human Services Community Matching Grant 605-05-112	11
Schedule 2 – Human Services Community Matching Grant 605-06-112	12
Schedule 3 – Community Health Nursing 601-05-175	13
Schedule 4 – Community Health Nursing 601-06-175	14
Schedule 5 – Nutrition, Transportation & Support Grant 607-06-119	15
Schedule 6 – Children's Services Management Grant 603-05-221	16
Independent Auditors' 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>	17-18



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**Independent Auditors' Report on Compliance with Requirements  
Applicable to Each Major Program and on Internal Control over Compliance  
and Supplementary Schedule of State Financial Assistance in Accordance with  
the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits***

Honorable Members of the Municipal Assembly  
Municipality of Anchorage, Alaska:

**Compliance**

We have audited the compliance of the Municipality of Anchorage, Alaska with the types of compliance requirements described in the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits* that are applicable to each of its major state programs for the year ended December 31, 2005. The Municipality of Anchorage, Alaska's major state programs are identified in the accompanying schedule of state financial assistance. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major state programs is the responsibility of the Municipality of Anchorage, Alaska's management. Our responsibility is to express an opinion on the Municipality of Anchorage, Alaska's compliance based on our audit.

The Municipality of Anchorage, Alaska's basic financial statements include operations of its component unit, the Anchorage School District, which received \$284,773,761 in state awards during their fiscal year ended June 30, 2005, which are not included in the schedule of state financial assistance for the year ended December 31, 2005. Our audit, described below, did not include the operations of the Anchorage School District, because it was subjected to a separate audit in accordance with the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*.

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 *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*. Those standards and the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits* 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 state program occurred. An audit includes examining, on a test basis, evidence about the Municipality of Anchorage, Alaska'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 Municipality of Anchorage, Alaska's compliance with those requirements.

In our opinion, the Municipality of Anchorage, Alaska complied, in all material respects, with the requirements referred to above that are applicable to each of its major state programs for the year ended December 31, 2005.



### **Internal Control over Compliance**

The management of the Municipality of Anchorage, Alaska is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to state programs. In planning and performing our audit, we considered the Municipality of Anchorage, Alaska's internal control over compliance with requirements that could have a direct and material effect on a major state program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major state program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

### **Schedule of State Financial Assistance**

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 Municipality of Anchorage, Alaska as of and for the year ended December 31, 2005, which collectively comprise the Municipality of Anchorage, Alaska's basic financial statements, and have issued our report thereon dated June 2, 2006. We did not audit the financial statements of the Anchorage School District, which is a discretely presented component unit. We also did not audit the financial statement of the Anchorage Community Development Authority, which is a blended component unit. Those statements were audited by other auditors whose reports have been furnished to us. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the Municipality of Anchorage's basic financial statements. The accompanying Schedule of State Financial Assistance is presented for purposes of additional analysis as required by the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits* and Schedules 1 through 6 are presented for additional analysis as required by the State of Alaska Department of Health and Social Services. These schedules are 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 statements taken as a whole.

\* \* \* \* \*

This report is intended solely for the information and use of the Municipal Assembly, management, and the State of Alaska, and is not intended to be and should not be used by anyone other than these specified parties.

**KPMG LLP**

September 5, 2006

MUNICIPALITY OF ANCHORAGE, ALASKA

Schedule of State Financial Assistance

Year ended December 31, 2005

State grantor/pass-through grantor program title	Grant number	CFDA number	Award amount	Expenditures
Alaska Department of Administration:				
Direct:				
Major Programs:				
Public Employees' Retirement System Relief Funds	SB46		\$ 6,615,843	6,615,843
Alaska Department of Community and Economic Development:				
Direct:				
Major Programs:				
Renovation of the Anchorage Museum of History and Art	03-DC-146		5,000,000	4,038,180
Anchorage Museum of History and Art Expansion	06-DC-233		5,000,000	488,850
Timberline Drive Reconstruction Klatt Rd. to Huffman Rd.	03-MG-011		700,000	438,705
Fish Creek Improvement, Phase IV, Minn Dr. to 36th Ave.	03-DC-147		500,000	438,524
AFD and EMS Communications Upgrade	02-MG-012		350,000	338,916
Major Municipal Facility Upgrades	03-MG-009		1,250,000	237,058
Major Municipal Facility Upgrade Projects	02-MG-007		1,250,000	227,528
Pavement Rehabilitation Projects, 50/50 Matching Grant	06-DC-309		2,275,000	202,128
Flooding and Glaciations Projects, 50/50 Matching Grant	06-DC-295		500,000	200,976
Muldoon Road, Tudor Road Sound Barrier Fence	06-DC-306		600,000	164,343
72nd Ave., Spruce St., Lore Rd. Upgrade, Lake Otis Pkwy to Abbott Loop Rd.	06-DC-354		8,000,000	160,000
Pavement Rehabilitation	03-MG-018		149,984	146,984
Kincaid Park Road Improvements / Park Entrance to Kincaid Chalet	06-DC-302		3,500,000	131,434
ARDSA-McGinnis St. and 36th Ave. Intersection Improvements and Signalization	05-DC-006		125,000	122,500
Fire Stations #8 and #9 / Automated CPR Devices	06-DC-294		125,000	122,355
Sand Lake Area Water Extension	04-DC-019		375,000	104,866
Total Direct Major Programs			29,699,984	7,563,347
Non-Major Programs:				
Legislative Grants APD	05-DC-002		100,000	96,788
100th Avenue Reconstruction, Pointe Resolution Drive to Victor Road	06-DC-356		4,500,000	90,550
80th Avenue Upgrade, Lake Otis Parkway to Spruce Street	06-DC-355		4,000,000	80,000
Glenn Highway Hightower Lighting / Veteran's Pkwy Interchange to South Birchwood Loop Road	06-DC-300		2,700,000	54,000
Renovation of Existing Fire Facilities	02-MG-014		1,000,000	50,809
Anchorage Bowl Coastal Resource Atlas	831420		80,000	50,790
Pintail and Huffman Intersection Modification, Signal and Turn Lanes Design and Construction	06-DC-337		2,300,000	46,000
East Anchorage HS Swimming Pool Facility Upgrades	03-DC-013		300,000	45,788
Dimond HS Swimming Pool Facility Upgrades	03-DC-012		300,000	44,116
Pedestrian Safety Projects, 50/50 Matching Grant	06-DC-310		500,000	43,920
2001 SB-29 Huffman Rd./Pintail St.	02-DC-007		250,000	43,677
ASD Campbell Elem. Supplies and Equipment	05-DC-014		45,000	41,393
Fish Creek at Willow St. Water quality enhancement pond	03-DC-148		700,000	39,878
Chugiak/Birchwood/Eagle River Rural Road Service Area for Rehab	05-RR-002		45,000	33,715
University Providence Campus Walkway	01-MG-017		98,398	31,983
Mountain View Library Renovation	06-DC-303		500,000	30,477
Mountain View Park Acquisition and Equipment	03-DC-023		30,000	29,400
East Anchorage Muldoon Ball Field Development	03-DC-014		150,000	28,971
Strawberry Road / Jewel Lake Road Intersection Improvements	06-DC-315		1,300,000	28,545
40th Ave. Intersection and Road Improvements	03-RR-002		79,792	26,728
Raspberry Road Extension - Minnesota Drive to Rovenna Street	06-DC-314		1,300,000	26,000
Girdwood Community Center and Library	06-DC-298		1,000,000	25,789
Chugiak Birchwood Eagle River Rural Road and Rehabilitation	05-DC-004		70,000	25,314
2001 SB-29 Muldoon Rd. Sound Barrier Fence	02-DC-009		75,000	21,220
Harry J. McDonald Memorial Center Expansion	06-DC-301		1,000,000	20,000
ASD Trailside Elem. Books and Comp.	05-DC-036		20,000	19,850
ASD Abbott Loop Elem. Ice Rink and B and C	05-DC-010		20,000	19,823
ASD Springhill Elem. Supply and Equipment	05-DC-033		20,000	19,822
ASD Abbott Loop Elem. Supplies and Equipment	05-DC-011		20,000	19,804
Major Municipal Facility Upgrade Projects	01-MG-015		163,100	18,559
ASD Taku Elem. Supplies and Equipment	05-DC-035		20,000	18,069
Skateboard Park Facility	03-DC-034		200,000	17,696
ASD Kasuum Elem. Books and Comp.	05-DC-022		20,000	17,191
2001 SB-29 Glen Alps SA	02-DC-006		100,000	16,122
ASD Homestead Health and Safety Improvements	03-DC-052		20,000	16,000
ASD Kasuum Health and Safety Improvements	03-DC-053		20,000	15,999
Yosemite Drive Road and Drainage Improvement at Eagle Rim	06-DC-318		500,000	15,036
ASD Dimond 2 Year Conflict Resolution	02-RR-005		37,336	13,211
ASD 2 Year Nonviolent Conflict Resol- SB-29	02-DC-001		63,000	12,947
ASD Susima Health and Safety Improvements	03-DC-057		20,000	11,450

MUNICIPALITY OF ANCHORAGE, ALASKA

Schedule of State Financial Assistance

Year ended December 31, 2005

State grantor/pass-through grantor program title	Grant number	CFDA number	Award amount	Expenditures
ASD Dimond HS Peer M/C/V Abatement Program	05-DC-018		\$ 35,000	10,667
Spring Hill Elem. - Heat and Ventilation Upgrades	1/94-085		15,000	10,250
Northern Lights Sound Barrier Fence	06-DC-308		500,000	10,000
Abbott Loop Community Park Design and Construction of Sports Cmplx	06-DC-338		500,000	10,000
ASD Service HS Science Supply and Equipment	05-DC-031		10,000	9,702
Baxter Bog Park and Trail Re-Build	06-DC-280		250,000	8,607
Completion of S Anchorage Sports Complex	03-DC-011		500,000	7,829
Eagle River / Chugiak Area, Chugiak Volunteer Fire Station Site Acquisition	06-DC-291		375,000	7,500
ASD Mears MS Supplies and Comp.	05-DC-024		7,200	7,050
ASD Klatt Elem. Supplies and Comp.	05-DC-023		7,200	7,048
ASD Service HS Supplies and Comp.	05-DC-032		7,200	7,028
ASD Bayshore Elem. Supplies and Computers	05-DC-012		7,200	6,982
Intersection Safety Improvements	03-MG-014		350,000	6,506
Mt. Baldy Public Access and Trailhead Improvements	06-DC-304		300,000	6,000
Fire Lake Dam Reconstruction	02-DC-005		240,000	6,000
Edward Street Upgrade - 6th Avenue to DeBarr Road	06-DC-292		300,000	6,000
Turnagain Elementary - Traffic Safety and Playground	1/96-023		66,963	5,775
76th Avenue Pedestrian Facilities - Arctic Boulevard to Chad Street	06-DC-230		250,000	5,447
DHHS/UAA Co-Location Study	02-RR-020		200,000	5,209
Northeast and Nunaka Community Patrol Equipment and Fuel	05-DC-008		5,000	5,000
88th Avenue Upgrade / Toloff Street to Lake Otis Parkway	06-DC-231		250,000	5,000
Family Resource Center (Campfire) Lease and Building / Land Purchase Costs	06-DC-293		1,000,000	5,000
ASD Creekside Park Elem. Bks. and Comp.	05-DC-016		5,000	4,850
ASD Nunaka Valley Elem. Books and Comp.	05-DC-026		5,000	4,850
ASD Susitna Elem. Books and Comp.	05-DC-034		5,000	4,849
ASD Chester Valley Elem. Bks. and Comp.	05-DC-015		5,000	4,832
West Northern Lights Sound Barrier Wall Construction	06-DC-317		150,000	3,000
CBERRRSA State Grants-Lower Fire Lake Dam Reconstruction	05-DC-005		125,000	2,500
Norm Drive Drainage	06-DC-307		120,000	2,400
Chester Creek Sports Complex Wheelchair Games Facility Upgrade	06-DC-281		115,000	2,300
Muldoon Road Lighting Project	06-DC-305		100,000	2,000
Rabbit Creek View LRSA / Road Maintenance	06-DC-312		100,000	2,000
Anchorage Police Department / Regional Public Safety Training Center Planning	06-DC-234		100,000	2,000
Foxhall Subdivision Area Drainage	06-DC-296		95,000	1,900
Northern Lights sound barrier project between Lake Otis Parkway and the N New Seward Highway	04-RR-011		29,083	1,824
74th Avenue Pedestrian Facilities - Arctic Boulevard to Rovenna Street	06-DC-229		90,000	1,800
Chugiak Birchwood Eagle River Rural Road Service Area - Road Work	06-DC-282		85,000	1,700
Chugiak Volunteer Fire Department Brush Truck	06-DC-284		85,000	1,700
Abbott Road Guard Rail Construction / Birch Run Subdivision	06-DC-232		75,000	1,500
Gambell Street / Seward Highway Pedestrian / Street Safety Improvements	06-DC-297		70,000	1,400
ASD Abbott Loop Health and Safety Improvements	03-DC-047		20,000	1,096
ASD Ravenwood Health and Safety Improvements	03-DC-056		20,000	1,096
Legislative Grants ARDSA-Muldoon Town Center Traffic Calming Study	05-DC-007		50,000	1,053
LEG Well Water Testing and Treatment for Arsenic	03-DC-043		55,000	1,000
Girdwood Volunteer Fire Department Rescue Boat	06-DC-299		45,000	900
Eagle River Fire Station / Swift-Water Rescue Boat and Six-Wheeler ATV	06-DC-290		36,500	730
Chugiak Senior Center	06-DC-283		35,000	700
ASD Ursa Major Health and Safety Improvements	03-DC-059		20,000	664
Traffic Calming Study: NE Anchorage	06-DC-316		30,000	600
ASD Oceanview Elem. Supplies and Comp.	05-DC-027		7,200	559
Raspberry Rd. Bike Trail Landscaping / Kincaid Elementary to Jewel Lake Rd.	06-DC-313		25,000	500
Doil Street Sidewalk	06-DC-289		25,000	500
ASD Dimond HS Supplies and Equipment	05-DC-019		10,000	288
Abbott Loop Elementary School Library Supplies	06-DC-235		20,000	150
Bayshore Elementary Supplies	06-DC-236		10,000	150
Books and Supplies Grants, Fairview Elementary	06-DC-237		5,000	150
Bowman School - Traffic Pattern Revision	06-DC-238		35,000	150
Cambell Elementary PA System Improvements	06-DC-239		40,000	150
Chinook Elementary Supplies	06-DC-240		10,000	150
College Gate Elementary School Computer Purchase	06-DC-241		20,000	150
Girdwood K-8 School Renovation and Addition Design	06-DC-242		49,000	150
Gladys Wood Elementary Renovation Planning	06-DC-243		65,000	150
Gladys Wood Elementary Supplies	06-DC-244		10,000	150
Goldenview Middle School - Stage Floor Replacement	06-DC-245		60,000	150
Kasun Elementary School - Technology Upgrades, Disaster Safety Items	06-DC-246		20,000	150
Kincaid Elementary Supplies	06-DC-247		10,000	150
Klatt Elementary Supplies	06-DC-248		10,000	150



MUNICIPALITY OF ANCHORAGE, ALASKA

Schedule of State Financial Assistance

Year ended December 31, 2005

State grantor/pass-through grantor program title	Grant number	CFDA number	Award amount	Expenditures
Music Supplies and Equipment, Goldenview Middle School	06-DC-249		\$ 10,000	150
Music Supplies and Equipment, Service High School	06-DC-250		20,000	150
Music Supplies and Equipment, South Anchorage High School	06-DC-251		20,000	150
Ocean View Elementary - Water System Improvements	06-DC-252		50,000	150
Ocean View Elementary Supplies	06-DC-253		10,000	150
O'Malley Elementary Supplies	06-DC-254		5,000	150
Sand Lake Elementary Supplies	06-DC-255		10,000	150
Supplies and Equipment, Abbot Loop Elementary School	06-DC-256		20,000	150
Supplies and Equipment, Bowman School	06-DC-257		5,000	150
Supplies and Equipment, Campbell Elementary School	06-DC-258		40,000	150
Supplies and Equipment, Dimond High School	06-DC-259		10,000	150
Supplies and Equipment, Huffman School	06-DC-260		5,000	150
Supplies and Equipment, Rabbit Creek Elementary School	06-DC-261		5,000	150
Supplies and Equipment, Spring Hill Elementary School	06-DC-262		20,000	150
Supplies and Equipment, Taku Elementary School	06-DC-263		20,000	150
Technology and Book Grants, Bartlett High School	06-DC-264		5,000	150
Technology and Book Grants, Chester Valley School	06-DC-265		6,000	150
Technology and Book Grants, Clark Middle School	06-DC-266		5,000	150
Technology and Book Grants, Creekside School	06-DC-267		6,000	150
Technology and Book Grants, East High School	06-DC-268		5,000	150
Technology and Book Grants, Mountain View School	06-DC-269		6,000	150
Technology and Book Grants, Muldoon School	06-DC-270		6,000	150
Technology and Book Grants, Nunaka Valley School	06-DC-271		6,000	150
Technology and Book Grants, Ptarmigan School	06-DC-272		6,000	150
Technology and Book Grants, Susitna School	06-DC-273		6,000	150
Technology and Book Grants, Wendler Middle School	06-DC-274		5,000	150
Technology and Book Grants, William Tyson School	06-DC-275		6,000	150
Technology and Book Grants, Williwaw School	06-DC-276		6,000	150
Technology and Book Grants, Wonder Park School	06-DC-277		6,000	150
Trailside Elementary School - Computers, Books, Supplies	06-DC-278		20,000	150
Raspberry Rd Jewel Lake Rd Trail Connection Plan	03-DC-027		400,000	52
Community Patrol Equipment and Fuel / Mountain View	06-DC-285		2,500	50
Community Patrol Equipment and Fuel / Northeast	06-DC-286		2,500	50
Community Patrol Equipment and Fuel / Nunaka Valley	06-DC-287		2,500	50
Community Patrol Equipment and Fuel / Russian Jack	06-DC-288		2,500	50
ASD Dimond High School "D" Relocation and Restore	05-DC-017		50,000	20
ASD Goldenview Middle School Culvert Replcmnt	05-DC-020		40,000	16
ASD Rabbit Creek Rehab. and Planning	05-DC-030		40,000	16
ASD Huffman School Intercom Repl.	05-DC-021		11,000	9
ASD Oceanview Bicycle Rack Install.	05-DC-028		5,000	2
Total Direct Non-Major Programs			<u>31,850,172</u>	<u>1,530,036</u>
Federal Pass-Through:				
National Oceanic and Atmospheric Administration:				
Non-Major Programs:				
Alaska Coastal Management Program Fiscal Year 2005	850058	11.419	40,250	35,156
Coastal Zone Management	860649	11.419	40,100	30,520
Alaska Coastal Management Special Projects Fiscal Year 2005	850235	11.419	47,000	17,752
Coastal Zone Management	860654	11.419	43,573	3,572
Total National Oceanic and Atmospheric Administration			<u>170,923</u>	<u>87,000</u>
Federal Pass-Through:				
U.S. Department of Agriculture:				
Non-Major Programs:				
FY 05 National Forest Receipts		10.655	7,748	7,748
Total Alaska Department of Community and Economic Development			<u>61,728,827</u>	<u>9,188,131</u>
Alaska Department of Education and Early Development:				
Direct:				
Non-Major Programs:				
Public Library Assistance			37,200	37,200
Public Library Assistance Grant 2005	558303, PLA-05-713-03		37,500	32,352
Net Lender Reimbursement Program			15,750	15,750
Total Direct Non-Major Programs			<u>90,450</u>	<u>85,302</u>

MUNICIPALITY OF ANCHORAGE, ALASKA

Schedule of State Financial Assistance

Year ended December 31, 2005

State grantor/pass-through grantor program title	Grant number	CFDA number	Award amount	Expenditures
<b>Federal Pass-Through:</b>				
National Foundation on the Arts and on the Humanities:				
Non-Major Programs:				
Fiscal Year 2005 800# Interlibrary Loan and Reference Backup Service		45.310	\$ 58,253	53,448
800# Interlibrary Loan and Reference Backup Service	ILC-06-713-102	45.310	61,993	20,125
Total National Foundation on the Arts and on the Humanities			<u>120,246</u>	<u>73,573</u>
U.S. Department of Health and Human Services				
Daycare Administration		93.575	1,699,984	(111,355)
Total Alaska Department of Education and Early Development			<u>1,910,680</u>	<u>47,520</u>
Alaska Department of Environmental Conservation:				
Direct:				
Major Programs:				
Anchorage Loop WTM Phase IV	13062		2,050,000	992,305
88th Ave. Water Transmission Main	13061		360,000	277,606
45th Northwood Van Buren Water Upgrade	13040		222,779	187,860
Total Direct Major Programs			<u>2,632,779</u>	<u>1,457,771</u>
Non-Major Programs:				
Pump Station #2 Upgrade	12995		970,600	96,549
C St. at Chester Creek OGS/Outfall Upgrades DPW 00-27	13044		859,393	72,631
Klatt Rd-NSH-PZ Intertie	13057		314,400	52,942
ADEC Hazmat Response Team 1999			160,500	34,339
Water Master Plan Update 2001	13038		201,000	33,462
C-5-7 Campbell Lake Sewer Upgrade	13060		527,628	20,059
ADOT OSH Dimond-Dowling Upgrade	12991		182,072	18,389
PS 10 Upgrade	13053		526,240	12,761
Wastewater Master Plan Update	13049		228,774	11,935
SCWTF Production Study	13059		47,145	4,841
Girdwood WWTF Facility Plan Update	13058		50,591	3,150
Kloop Station Sand Storage 99-20a	13067		444,497	816
Peck-Wanner WTR Intertie	13054		114,685	593
ADOT Arctic 76th-Dimond Water Upgrade	13004		183,314	180
Water Quality Monitoring and Improvements	12998		145,214	(458)
Total Direct Non-Major Programs			<u>4,956,053</u>	<u>362,189</u>
Federal Pass-Through:				
U.S. Environmental Protection Agency:				
Non-Major Program:				
PM 2.5 Monitoring 2004		66.606	48,500	28,501
Total Alaska Department of Environmental Conservation			<u>7,637,332</u>	<u>1,848,461</u>
Alaska Department of Health and Social Services:				
Direct:				
Major Programs:				
Human Services Community Matching Grant	605-06-112		792,346	574,983
Nursing	601-05-175		783,763	438,119
Community Health Nursing	601-06-175		794,014	423,530
Human Services Community Matching Grant	605-05-112		749,731	236,792
Total Direct Major Programs			<u>3,119,854</u>	<u>1,673,424</u>
Non-Major Programs:				
Nutrition, Transportation, and Support Services (NTS)	607-06-119		81,750	35,124
HSMG Children's Services Grant	603-05-221		10,569	10,569
Total Direct Non-Major Programs			<u>92,319</u>	<u>45,693</u>
Federal Pass-Through:				
U.S. Department of Health and Human Services:				
Non-Major Programs:				
Child Care Licensing Fiscal Year 2004	604-05-940	93.575	1,217,000	706,171
Child Care Licensing Fiscal Year 2006	604-06-940	93.575	1,247,000	673,008
Child Care Assistance Program Grantees	604-05-900	93.575	1,006,000	484,713
Day Care Administration 2003	604-06-900	93.575	523,000	463,830
PH Preparedness and Response to Bioterrorism	601-05-151	93.283	569,900	329,160
Nutrition, Transportation, and Support Services (NTS)	607-05-121	93.045	478,646	234,158
Bioterrorism 05	601-06-151	93.283	569,900	207,809
Coordinated Transportation	607-06-119	93.044	463,250	199,034
Prevention of Child Abuse and Neglect CAPTA	603-05-329	93.670	164,448	152,605

MUNICIPALITY OF ANCHORAGE, ALASKA

Schedule of State Financial Assistance

Year ended December 31, 2005

State grantor/pass-through grantor program title	Grant number	CFDA number	Award amount	Expenditures
HIV Prevention	601-05-170	93.940	\$ 169,500	95,570
Community Health Nursing	601-04-175	93.268	166,800	88,963
HIV Prevention	601-06-170	93.940	169,500	78,284
Nursing	601-05-175	93.268	91,300	68,578
Nursing	601-05-175	93.166	75,500	39,869
Total U.S. Department of Health and Human Services			<u>6,911,744</u>	<u>3,821,752</u>
Federal Pass-Through:				
U.S. Department of Agriculture:				
Non-Major Programs:				
Women, Infants, and Children Program 2005	603-05-813	10.557	1,013,204	563,381
Women, Infants, and Children Program 2006	603-06-813	10.557	983,720	535,805
Total U.S. Department of Agriculture			<u>1,996,924</u>	<u>1,099,186</u>
Total Alaska Department of Health and Social Services			<u>12,120,841</u>	<u>6,640,055</u>
Alaska Department of Military and Veterans Affairs				
Direct:				
Non-Major Program:				
OEM LEPC Grant	05-16.03c2		22,500	22,500
OEM LEPC Grant	06 LEPC 16.03c02		22,125	1,348
Total Direct Non-Major Programs			<u>44,625</u>	<u>23,848</u>
Federal Pass-Through:				
Federal Emergency Management Agency:				
Non-Major Programs:				
Lower Lake Dam Rehabilitation	HMGP 1445.0005	97.047	\$ 491,600	117,179
Harzard Mitigation Plan	PDM 03-01a	83.557	30,000	889
Total Non-Major Program Federal Emergency Management			<u>521,600</u>	<u>118,068</u>
Federal Pass-Through:				
Department of Homeland Security:				
Major Programs:				
SOA Homeland Security Part I	2003-TE-TX-0204	97.004	1,480,668	1,301,308
SOA Homeland Security 2004	2004-GE-T4-0035	97.004	2,813,220	373,670
SOA Homeland Security Part II	2003-TE-T3-0050	97.004	285,211	142,610
2001 State Domestic Preparedness Equipment Program	2002-TE-CX-0075	97.004	125,338	125,337
FY05 Office of Emergency Management		97.042	75,000	75,000
Critical Infrastructure Protection FFY2003	2003-MU-T3-0050	97.067	126,079	126,079
Total Major Program Department of Homeland Security			<u>4,905,516</u>	<u>2,144,004</u>
Federal Pass-Through:				
Denali Commission:				
Non-Major Programs:				
Alaska Shield/Northern Edge 05 Grant	2005-DCJ7-ASNE-1608	90.100	61,912	53,653
Total Alaska Department of Military and Veterans Affairs			<u>5,533,653</u>	<u>2,339,573</u>
Alaska Department of Natural Resources:				
Direct:				
Non-Major Program:				
Mutual Aid Services, 2005 Wildfire Season			23,910	23,910
Alaska Department of Public Safety:				
Federal Pass-Through:				
U.S. Department of Justice:				
Non-Major Program:				
Juvenile Offender Supervision	PSN 3-002	16.609	28,800	17,223
Alaska Department of Revenue:				
Direct:				
Major Programs:				
Fiscal Year 2005 Electric Co-op Allocation			1,009,111	1,009,111
Fiscal Year 2005 Liquor Licensing			272,800	272,800
Total Major Programs			<u>1,281,911</u>	<u>1,281,911</u>
Non-Major Program:				
Fiscal Year 05 Raw Fish			55,507	55,507
Fiscal Year 2004 Liquor Licensing			397,350	(4,350)
Total Non-Major Programs			<u>452,857</u>	<u>51,157</u>
Total Alaska Department of Revenue			<u>1,734,768</u>	<u>1,333,068</u>

MUNICIPALITY OF ANCHORAGE, ALASKA

Schedule of State Financial Assistance

Year ended December 31, 2005

State grantor/pass-through grantor program title	Grant number	CFDA number	Award amount	Expenditures
Alaska Department of Transportation and Public Facilities:				
Direct				
Major Programs:				
Fiscal Year 2004 Traffic Signal Management			\$ 1,333,200	1,333,200
TORA Anchorage/Eagle River Area Street Cleaning			422,000	422,000
Total Direct Major Programs			1,755,200	1,755,200
Non-Major Programs:				
Security Improvements, Phase C	AIP 3-02-0015-036-2005		98,750	77,375
NPDES Storm Water Permit Application '04			298,704	72,132
Security Improvements, Phase A-1	AIP 3-02-0015-3703		20,000	10,862
NPDES Storm Water Permit Application '01			298,704	10,813
NPDES Storm Water Permit Application '05			298,704	10,800
NPDES Storm Water Permit Application '03			298,704	2,297
Security Improvements, Phase C	AIP 3-02-0015-039-2004		53,750	1,780
Rehabilitate Taxiway Charlie and Interlinks, Rehabilitate Apron (Electrical)	AIP 3-02-0015-3502		49,667	1,084
Total Direct Non-Major Programs			1,416,983	187,143
Federal Pass-Through:				
U.S. Department of Transportation:				
Non-Major Programs:				
CMAQ Automated Systems	CM-0001(296)	20.205	2,909,120	1,118,483
CMAQ Route Expansion DEMO Project	56660	20.205	1,896,054	988,617
Transit Operations Expansion CY03	56660	20.205	1,889,276	923,236
2005 AMATS Planning		20.205	605,000	457,496
AMATS:Fireweed/SWD Hwy to Spenard	HES-0001(050)/58488	20.205	972,570	426,895
Engine Block Heater Program CY2005	56550	20.205	481,232	401,656
Anchorage Share a Ride 2005	58076	20.205	384,986	365,698
IM Evaluation Program CY 2005	58269	20.205	818,094	272,387
Best Management Practices for PM 10 Control	56549	20.205	590,998	252,978
Traffic Safety Database AMATS	55008	20.205	653,356	231,027
Air Quality Public and Business Awareness Education Campaign	56555	20.205	726,972	229,078
2004 Section 5303 Metropolitan Transit Planning Program	AK-80-X013	20.505	225,343	218,936
Transit Marketing Program 2005	57667	20.205	230,991	212,423
Girdwood Roads	HDP-0001(307)/57057	20.205	371,000	201,772
HSIP 2003, Group A	HRO-000S-(459)/56645	20.205	354,300	197,620
ISTEA Anchorage Areawide Trails Rehabilitation	CM-0001(240)/54658	20.205	805,000	154,484
Transit Enhancement Program CY05	58075	20.205	144,465	144,465
Private Sector Block Heater Installation Program	56550	20.205	478,927	126,858
Integrated Transportation System ADOT /PF	ITS-9902(4)	20.205	262,800	126,265
HSIP 2001, Groups 5A	HRO-0001-(267)/55730	20.205	770,000	126,220
Girdwood Roads Culvert Improvements	TCS-TC03(002)/54296	20.205	300,000	118,439
Youth at Risk Driving Enforcement	050202pt	20.600	110,000	96,559
ISTEA Chester Creek Trail Connection	CM-0001(262)/55066	20.205	457,000	93,581
ISTEA HSIP: Grp 1A-Downtown 1 Way Signing and Signal Upgrade	ACHHE-000S(471)/57152	20.205	138,630	85,134
AMATS: Spenard Rd. Rehabilitation: Hillcrest Dr. to Minnesota On-Ramp	FRAP-STP-0001(242)/55138	20.205	91,000	82,760
Traffic Control Signalization	54920	20.205	480,310	81,502
HSIP 2001 Groups 1A,1B,2,3B	HHE-0001-(226)/55729	20.205	673,000	68,077
AMATS: Spendar Rd. Hillcrest/Minn Pedestrian Improvements	HRO-0001(172)/53986	20.205	347,000	61,310
ISTEA AMATS: Chester Creek Trail Connection	CM-0001(262)/55066	20.205	1,850,370	58,503
Eklutna Bridge Replacement	BR-0001(183)/53945	20.205	542,225	58,243
ISTEA Ship Creek Trail - Design	TEA-0001(133)/52499	20.205	1,453,000	54,460
AMATS Traffic Counts	56479	20.205	52,532	52,532
On Street Sign Inventory Analysis	58264	20.205	1,364,550	44,976
DUI Enforcement Sustained	060100 163 ID	20.600	85,000	44,887
Seat Belt Enforcement 2005	050303OP	20.600	42,835	37,443
Section 5309 FTA Assistance 2005	AK-03-0060	20.500	94,975	36,000
SES DUI Enforcement Anchorage PD	050100 163 ID	20.600	35,000	35,000
Public Awareness	55914	20.205	304,100	23,941
MCS Commercial Vehicle Enforcement 2005	05-PD-001	20.218	33,260	18,253
CAMP Gorsuch Rd. Design	RSP-TC03(004)/57143	20.205	45,000	18,143
2005 State Bus and Van Roadeo		20.509	17,000	17,000
You Drink and Drive, You Lose Crackdown 2005	050203 154AL	20.600	14,950	14,726
Section 5303 FTA Planning 2005		20.505	229,343	14,036
5310 FY 04 FTA	AK-16-0027/57987	20.513	100,000	12,942
ISTEA Ship Creek Trail - Right Of Way	TEA-0001(133)/52499	20.205	790,000	11,259
Drug Recognition Expert Training	050506 PT	20.600	10,245	10,245
MCS Commercial Vehicle Enforcement 2004	04-PD-001	20.218	26,495	9,754
CMAQ Transit Fleet Expansion/Replacement	58602	20.205	262,666	8,642
Impaired Driving Sustained Enforcement and Blitz Campaigns 2004/2005	050203 AL	20.600	45,500	7,190
CMAQ Transit Intelligent Transport System	54920	20.205	166,355	5,449

MUNICIPALITY OF ANCHORAGE, ALASKA

Schedule of State Financial Assistance

Year ended December 31, 2005

State grantor/pass-through grantor program title	Grant number	CFDA number	Award amount	Expenditures
ISTEA Eklutna Bridge Replacement II	BR-0001(183) 53945	20.205	\$ 555,000	5,000
HSIP 2003, Group B	HRO-0001-(299)/56644	20.205	167,000	4,128
ISTEA S Coastal Trail Design	TEA-0001(126)52514	20.205	920,000	3,740
Accident Reconstruction Training	050203 AL	20.600	3,582	3,582
Bicycle/Pedestrian Coordinator	54301	20.205	47,000	3,468
Impaired Driving	050226 154AL	20.600	2,925	2,925
15th Ave. "L" to Juneau Construction	HHE-530(001)/50624	20.205	482,490	1,421
Section 5303 FTA Planning 2003	AK-80-X012-00	20.505	201,774	304
Campbell Creek Trail	TEA-0001(137)52520	20.205	515,000	115
Arctic Blvd. Dimond Blvd. to Raspberry Rd.	STP-0001(57)/51018	20.205	945,640	(10,547)
Total U.S. Department of Transportation Non-Major Programs			<u>29,573,236</u>	<u>8,471,716</u>
Total Alaska Department of Transportation and Public Facilities			<u>32,745,419</u>	<u>10,414,059</u>
Alaska Energy Authority:				
Direct:				
Major Program:				
Eklutna Project Transmission	295150		<u>19,300,000</u>	<u>3,232,209</u>
Alaska Housing Finance Corporation:				
Direct:				
Major Program:				
Weatherization Non-WAP 05	WAP-05-MOA-1		541,817	406,746
Non-WAP 2004 State AHFC	WAP-03-MOA-1		<u>1,704,429</u>	<u>190,986</u>
Total Major Programs			<u>2,246,246</u>	<u>597,732</u>
Non-Major Program:				
AHFC Link Program 05	GMS-04-MOA-1		150,000	94,054
AHFC Grant Match Program	GMS-03-MOA-1		150,000	67,647
Muldoon Town Center AHFC 03	MGP-03-HLB-1		<u>250,000</u>	<u>(494)</u>
Total Non-Major Programs			<u>550,000</u>	<u>161,207</u>
Federal Pass-Through:				
U.S. Department of Energy:				
Weatherization Assistance Program 2005 Federal DOE	WAP-05-MOA-1	81.042	353,244	180,755
Weatherization Assistance Program 2004 Federal DOE	WAP-03-MOA-1	81.042	773,274	87,858
Non Weatherization Assistance Program 2004 SEP	WAP-03-MOA-1	81.041	<u>27,795</u>	<u>2,865</u>
Total U.S. Department of Energy			<u>1,154,313</u>	<u>271,478</u>
Federal Pass-Through:				
U.S. Department of Health and Human Services:				
Non Weatherization Assistance Program 2004 LIHEAP	WAP-03-MOA-1	93.568	582,361	214,895
Non Weatherization Assistance Program 2005 LIHEAP	WAP-05-MOA-1	93.568	<u>285,384</u>	<u>50,930</u>
Total U. S. Department of Health and Human Services			<u>867,745</u>	<u>265,825</u>
Total Alaska Housing Finance Corporation			<u>4,818,304</u>	<u>1,296,242</u>
Alaska Mental Health Trust Authority:				
Non-Major Program:				
Community Service Patrol and Transfer Station Designated Grant	GIFTS ID 830		<u>100,000</u>	<u>76,985</u>
Alaska Department of Fish and Game:				
Federal Pass-Through:				
US Department of Commerce:				
Major Program:				
Ship Creek Crossing	COOP-05-043 (45466)	11.438	1,740,000	1,657,190
Southeast Sustainable Salmon Funds - Ship Creek Fishing Access	COOP-05-048 (45506)	11.438	<u>185,000</u>	<u>3,500</u>
			<u>1,925,000</u>	<u>1,660,690</u>
Total Schedule of State Financial Assistance			<u>\$ 156,223,377</u>	<u>44,733,969</u>

## MUNICIPALITY OF ANCHORAGE, ALASKA

Notes to Schedule of State Financial Assistance

Year ended December 31, 2005

### (1) **General**

The accompanying Schedule of State Financial Assistance presents the activity of all state financial assistance programs of the Municipality of Anchorage, Alaska (Municipality) excluding its component unit, the Anchorage School District. The Municipality's reporting entity is defined in note 1 to the Municipality's financial statements. State financial assistance received directly from state agencies as well as state financial assistance passed through from federal government agencies is included on the schedule.

### (2) **Basis of Accounting**

The accompanying Schedule of State Financial Assistance is presented using the modified accrual basis of accounting, which is described in note 1 to the Municipality's financial statements.

MUNICIPALITY OF ANCHORAGE, ALASKA  
 Department of Health and Social Services  
 Human Services Community Matching Grant  
 Grant 605-05-112  
 Schedule of Expenditures - Budget and Actual  
 Grant Period Ended June 30, 2005

	<u>Fiscal Year Ending December 31, 2004</u>	<u>Fiscal Year Ending December 31, 2005</u>	<u>Total Expenditures</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures:					
Direct Costs:					
Personal Services	\$ -	-	-	-	-
Other Operating Costs	<u>507,787</u>	<u>204,457</u>	<u>712,244</u>	<u>712,244</u>	<u>-</u>
Total Direct Costs	<u>507,787</u>	<u>204,457</u>	<u>712,244</u>	<u>712,244</u>	<u>-</u>
Indirect Costs:	<u>5,152</u>	<u>32,335</u>	<u>37,487</u>	<u>37,487</u>	<u>-</u>
Total Expenditures	<u>\$ <u>512,939</u></u>	<u><u>236,792</u></u>	<u><u>749,731</u></u>	<u><u>749,731</u></u>	<u><u>-</u></u>

See accompanying independent auditors' report.

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
 Department of Health and Social Services  
 Human Services Community Matching Grant  
 Grant 605-06-112  
 Schedule of Expenditures - Budget and Actual  
 Grant Period Ended June 30, 2006

	<u>Fiscal Year Ending December 31, 2004</u>	<u>Fiscal Year Ending December 31, 2005</u>	<u>Total Expenditures</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures:					
Direct Costs:					
Personal Services	\$ -	-	-	-	-
Other Operating Costs	-	557,971	557,971	752,729	194,758
Total Direct Costs	-	557,971	557,971	752,729	194,758
Indirect Costs:	-	17,012	17,012	39,617	22,605
Total Expenditures	\$ -	574,983	574,983	792,346	217,363

See accompanying independent auditors' report.



MUNICIPALITY OF ANCHORAGE, ALASKA  
 Department of Health and Social Services  
 Community Health Nursing  
 Grant 601-05-175  
 Schedule of Expenditures - Budget and Actual  
 Grant Period Ended June 30, 2005

	<u>Fiscal Year Ending December 31, 2004</u>	<u>Fiscal Year Ending December 31, 2005</u>	<u>Total Expenditures</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures:					
Direct Costs:					
Personal Services	\$ 297,944	361,170	659,114	659,114	-
Other Operating Costs	982	16,858	17,840	17,840	-
Total Direct Costs	<u>298,926</u>	<u>378,028</u>	<u>676,954</u>	<u>676,954</u>	<u>-</u>
Indirect Costs:	46,718	60,091	106,809	106,809	-
Total Expenditures	<u>\$ 345,644</u>	<u>438,119</u>	<u>783,763</u>	<u>783,763</u>	<u>-</u>

See accompanying independent auditors' report.

MUNICIPALITY OF ANCHORAGE, ALASKA  
 Department of Health and Social Services  
 Community Health Nursing  
 Grant 601-06-175  
 Schedule of Expenditures - Budget and Actual  
 Grant Period Ended June 30, 2005

	<u>Fiscal Year Ending December 31, 2004</u>	<u>Fiscal Year Ending December 31, 2005</u>	<u>Total Expenditures</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures:					
Direct Costs:					
Personal Services	\$ -	343,184	343,184	665,820	322,636
Other Operating Costs	-	11,117	11,117	32,521	21,404
Total Direct Costs	-	354,301	354,301	698,341	344,040
Indirect Costs:	-	69,229	69,229	95,673	26,444
Total Expenditures	\$ -	423,530	423,530	794,014	370,484

See accompanying independent auditors' report.

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
 Department of Health and Social Services  
 Nutrition, Transportation & Support Grant  
 Grant 607-06-119  
 Schedule of Expenditures - Budget and Actual  
 Grant Period Ended June 30, 2006

	<u>Fiscal Year Ending December 31, 2004</u>	<u>Fiscal Year Ending December 31, 2005</u>	<u>Total Expenditures</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures:					
Direct Costs:					
Personal Services	\$ -	-	-	-	-
Other Operating Costs	-	35,124	35,124	78,789	43,665
Total Direct Costs	-	35,124	35,124	78,789	43,665
Indirect Costs:	-	-	-	2,961	2,961
Total Expenditures	\$ -	35,124	35,124	81,750	46,626

See accompanying independent auditors' report.

MUNICIPALITY OF ANCHORAGE, ALASKA  
 Department of Health and Social Services  
 Children's Services Management Grant  
 Grant 603-05-221  
 Schedule of Expenditures - Budget and Actual  
 Grant Period Ended June 30, 2005

	<u>Fiscal Year Ending December 31, 2004</u>	<u>Fiscal Year Ending December 31, 2005</u>	<u>Total Expenditures</u>	<u>Budget</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures:					
Direct Costs:					
Personal Services	\$ -	-	-	-	-
Other Operating Costs	-	10,041	10,041	10,041	-
Total Direct Costs	<u>-</u>	<u>10,041</u>	<u>10,041</u>	<u>10,041</u>	<u>-</u>
Indirect Costs:	-	528	528	528	-
Total Expenditures	<u>\$ -</u>	<u>10,569</u>	<u>10,569</u>	<u>10,569</u>	<u>-</u>

See accompanying independent auditors' report.



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Suite 600  
701 West Eighth Avenue  
Anchorage, AK 99501

**Independent Auditors' 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***

Honorable Members of the Municipal Assembly  
Municipality of Anchorage, Alaska:

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 Municipality of Anchorage, Alaska as of and for the year ended December 31, 2005, which collectively comprise the Municipality of Anchorage's basic financial statements and have issued our report thereon dated June 2, 2006, which included a reference to the reports of other auditors. 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.

Our consideration of internal control over financial reporting and our tests of compliance with certain provisions of laws, regulations, contracts, and grants and other matters did not include the entities audited by the other auditors referred to in the previous paragraph. The findings, if any, of those other auditors are not included herein.

**Internal Control over Financial Reporting**

In planning and performing our audit, we considered Municipality of Anchorage, Alaska's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Municipality of Anchorage, Alaska'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 matters that we reported to management of the Municipality of Anchorage, Alaska in a separate letter dated June 2, 2006.

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

KPMG LLP

June 2, 2006

**Section III**

**Federal  
Summary Schedule of Prior Year Audit Findings**

**MUNICIPALITY OF ANCHORAGE, ALASKA**

Schedule of Expenditures of Federal Awards

Summary Schedule of Prior Audit Findings

Year Ended December 31, 2005

**For Fiscal Year Ended December 31, 2004:**

No Federal Findings were reported for the year ended December 31, 2004.



**Section IV**

**Federal  
Corrective Action Plan**

# MUNICIPALITY OF ANCHORAGE, ALASKA

## Schedule of Expenditures of Federal Awards

### Corrective Action Plan

**Finding 2005-1**            **U.S. Department of Agriculture**  
**United States Forest Service Hazardous Fuels Mitigation**  
**CFDA 10.unknown**

Program income – interest allocation

The Municipality uses a Central Treasury in which cash balances are pooled and interest earnings allocated to the various equity holders. This grant was erroneously identified as a non-equity holder within the central treasury. The error has been noted and a correction has been made. In addition, the Municipality has established a new procedure within the grants accounting section to review all grant cash balances each month as part of the routine closing process. This review will help to ensure the proper allocation of interest to grants based on their equity position for that month.

**Section V**

**State**

**Summary Schedule of Prior Year Audit Findings**

**MUNICIPALITY OF ANCHORAGE, ALASKA**

State Financial Assistance Reports

Summary Schedule of Prior Audit Findings

Year Ended December 31, 2005

**For Fiscal Year Ended December 31, 2004:**

No State Findings were reported for the year ended December 31, 2004.

**Section VI**

**State  
Corrective Action Plan**

**MUNICIPALITY OF ANCHORAGE, ALASKA**

State Financial Assistance Reports

Corrective Action Plan

There are no State Findings reported in the current year.

