

**MUNICIPALITY OF ANCHORAGE**

Single Audit Reports and Supplementary Information

Year Ended December 31, 2008

# MUNICIPALITY OF ANCHORAGE

## Single Audit Reports and Supplementary Information

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Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards

Honorable Mayor and  
Members of the Assembly  
Municipality of Anchorage

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 Municipality of Anchorage (Anchorage) as of and for the year ended December 31, 2008, which collectively comprise Anchorage's basic financial statements and have issued our report thereon dated June 11, 2009. Our report was modified to include a reference to 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. The financial statements of the Anchorage Community Development Authority were not audited in accordance with *Government Auditing Standards*. Other auditors audited the financial statements of Police/Fire Retirement System Trust Funds and the Alaska Center for Performing Arts as described in our report on Anchorage's financial statements. Those financial statements were not audited in accordance with *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Anchorage's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Anchorage's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Anchorage'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 combination of control deficiencies, that adversely affects the entity'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 entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

Honorable Mayor and  
Members of the Assembly  
Municipality of Anchorage

Internal Control Over Financial Reporting, continued

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 entity's internal control.

Our consideration of 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 internal control 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 Anchorage'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*.

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

*Mikunda, Cottrell & Co.*

Anchorage, Alaska  
June 11, 2009

Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133

Honorable Mayor and  
Members of the Assembly  
Municipality of Anchorage

Compliance

We have audited the compliance of Municipality of Anchorage (Anchorage) with the types of compliance requirements described in the OMB *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2008. Anchorage's major federal programs are identified in the summary of auditor's 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 Anchorage's management. Our responsibility is to express an opinion on Anchorage's compliance based on our audit.

Anchorage's basic financial statements include the operations of its component unit, Municipality of Anchorage School District, which received federal awards that are not included in the Schedule of Expenditures of Federal Awards for the year ended December 31, 2008. Our audit, described below, did not include the operations of Municipality of Anchorage School District because it was subjected 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 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 Anchorage'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 Anchorage's compliance with those requirements.

Honorable Mayor and  
Members of the Assembly  
Municipality of Anchorage

In our opinion, Anchorage 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, 2008.

#### Internal Control Over Compliance

The management of Anchorage 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 Anchorage's internal control over compliance with the 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 Anchorage's internal control over compliance.

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in the entity's internal control that might be significant deficiencies or material weakness as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

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 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 requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2008-1, 2008-2, and 2008-3 to be significant deficiencies.

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. We did not consider any of the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses.

Honorable Mayor and  
Members of the Assembly  
Municipality of Anchorage

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 Municipality of Anchorage as of and for the year ended December 31, 2008, and have issued our report thereon dated June 11, 2009. Our report was modified to include a reference to other auditors. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise 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.

Anchorage's response to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit Anchorage's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of Anchorage's management, Honorable Mayor and Assembly, others within the entity, 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.

*Mikunda, Cottrell & Co.*

Anchorage, Alaska  
June 11, 2009

**Municipality of Anchorage, Alaska**  
Schedule of Expenditures of Federal Awards  
Year ended December 31, 2008

Federal Grantor/Pass-Through Grantor Program Title	Grant No.	CFDA Number	Award Amount	Expen- ditures
<b>Denali Commission</b>				
Pass-Through Alaska Department of Commerce, Community & Economic Development				
Non-Major Programs:				
Girdwood Library		90.100	\$ 1,000,000	\$ 928,459
<b>Total Denali Commission</b>			<u>1,000,000</u>	<u>928,459</u>
<b>Institute of Museum &amp; Library Services</b>				
Pass-Through Alaska Department of Education & Early Development				
Non-Major Programs:				
800# ILL & Reference Backup	ILC-08-713-103	45.310	65,392	47,942
Ready to Read Phase II	ILC-08-713-112	45.310	51,176	49,225
Ready to Read Phase III	LS-00-08-0002-08	45.310	54,697	20,056
800# ILL & Reference Backup	LS-00-08-0002-08	45.310	64,957	33,707
First-Time PLA Conference Attendance		45.310	3,500	1,515
Zingtrain Cust Svc Train		45.310	1,670	1,670
<b>Total Pass-Through Alaska Department of Education and Early Development</b>			<u>241,392</u>	<u>154,115</u>
Pass-Through National Endowment for the Arts				
Non-Major Programs:				
The Big Read 2008	E-Grant File #27715	45.024	20,000	20,000
<b>Total Institute of Museum &amp; Library Services</b>			<u>261,392</u>	<u>174,115</u>
<b>U.S. Department of Agriculture</b>				
Direct:				
Non-Major Programs:				
Eagle River Forest Restoration Project	06DG11100100225	10.680	100,000	12,886
USFS Forest Health 2007 - Bird and Indian Forest Restoration Projec	R10C-07-AK-R-00004	10.680	100,000	14,128
NRCS Little Rabbit Creek 2006	68-0150-6-024	10.902	50,000	50,000
USFS Hazardous Fuels Mitigation 2002		10.unknown	5,000,000	221,438
USFS Hazardous Fuels Mitigation 2003		10.unknown	4,173,000	187,350
USFS Hazardous Fuels Mitigation 2004		10.unknown	1,975,000	126,264
USFS Hazardous Fuels Mitigation 2005		10.unknown	493,000	168,539
USFS Hazardous Fuels Mitigation 2006		10.unknown	1,182,000	138,285
<b>Total Direct Non-Major Programs U.S. Department of Agriculture</b>			<u>13,073,000</u>	<u>918,890</u>
Pass-Through Alaska Department of Commerce, Community & Economic Development				
Non-Major Programs:				
FY 08 National Forest Receipts		10.655	7,810	7,810
WIC Program BP2007	603-08-813	10.557	996,060	498,321
WIC Program BP2008	604-09-813	10.557	1,507,787	668,576
<b>Total Pass-Through Alaska Department of Commerce, Community &amp; Economic Development</b>			<u>2,511,657</u>	<u>1,174,707</u>
<b>Total U.S. Department of Agriculture</b>			<u>15,584,657</u>	<u>2,093,597</u>
<b>U.S. Department of Commerce, National Oceanic &amp; Atmospheric Administration</b>				
Pass-Through Alaska Department of Fish & Game				
Major Programs:				
SSSF - Ship Ck Schedule C, Pt 1 of 3	45355	11.438	182,103	178,461
SSSF - PCSRF Cks Community Development Manager	45508	11.438	577,921	99,913
SSSF - Chester Ck Aquatic Ecosystem Restoration, Westchester Lgn to Cook Inlet, Ph 2, Pt I (Culvert)	45514	11.438	1,596,367	1,139,214
SSSF - Ship Ck Schedule C, Pt 2 of 3	45515	11.438	32,445	31,796
SSSF - Chester Ck Aquatic Ecosystem Restoration, Westchester Lgn to Cook Inlet, Ph 2, Pt II (Channel)	45641	11.438	2,492,175	2,164,969
SSSF - Chester Ck Aquatic Ecosystem Restoration, Westchester Lgn to Cook Inlet, Ph 1, Pt II	45642	11.438	351,808	227,197
SSSF - Ship Ck Schedule C, Pt 3 of 3	45644	11.438	42,424	41,576
SSSF - PCSRF Cks Community Development Manager	45645	11.438	2,285	39
SSSF - Campbell Ck Gaging Station	45699	11.438	60,096	60,096
SSSF - Salmon Rearing Habitat Restoration	45853	11.438	781,611	15,632
SSSF - Salmon in the City	45513 COOP-06-079	11.438	311,013	58,870
SSSF - Campbell Ck Rehab	45643 COOP-07-070	11.438	244,287	59,935
SSSF - Little Campbell Ck Fish Passage Improvement	45778 COOP-08-024 NA06NMF4380119	11.438	1,507,689	93,696
SSSF - Ship Ck Fishing Access	COOP-05-048 Na04NMF4380162 (45506)	11.438	185,000	5,524
<b>Total Pass-Through Major Programs Alaska Department of Fish &amp; Game</b>			<u>8,367,224</u>	<u>4,176,918</u>



**Municipality of Anchorage, Alaska**  
Schedule of Expenditures of Federal Awards  
Year ended December 31, 2008

Federal Grantor/Pass-Through Grantor Program Title	Grant No.	CFDA Number	Award Amount	Expenditures
<b>U.S. Department of Commerce, National Oceanic &amp; Atmospheric Administration, continued</b>				
Pass-Through Alaska Department of Commerce, Community & Economic Development				
Non-Major Programs:				
Alaska Coastal Zone Management 306	ACMP 306 Section	11.419	\$ 38,500	\$ 12,217
Alaska Coastal Zone Management 306	891001	11.419	<u>38,500</u>	<u>19,550</u>
Total Pass-Through Non-Major Programs Alaska Department of Commerce, Community & Economic Development			<u>77,000</u>	<u>31,767</u>
<b>Total U.S. Department of Commerce, National Oceanic &amp; Atmospheric Administration</b>			<u>8,444,224</u>	<u>4,208,685</u>
<b>U.S. Department of Energy</b>				
Pass-Through Alaska Housing Finance Corporation				
Non-Major Programs:				
Low Income Weatherization Assistance Program	WAP-07-MOA-1	81.042	328,216	258,101
Low Income Weatherization Assistance Program	WAP-08-MOA-1	81.042	359,212	231,481
Low Income Weatherization Assistance Program	WAP-07-MOA-1	81.041	<u>10,229</u>	<u>6,385</u>
<b>Total U.S. Department of Energy</b>			<u>697,657</u>	<u>495,967</u>
<b>U.S. Department of Health &amp; Human Services</b>				
Direct:				
Non-Major Programs:				
Family Planning 2007	6FHPA100024-30-02	93.217	663,000	348,199
Family Planning 2008	6 FHPA100024-31-05 formerly 10H900024	93.217	1,040,345	399,684
SAMHSA Meth Education 2008	1H79SP014832-01	93.243	383,187	57,179
Pathways to Sobriety IV 08-09	1H79TI019640-01	93.243	<u>383,187</u>	<u>26,004</u>
Total Direct Non-Major Programs U.S. Department of Health & Human Services			2,469,719	831,066
Pass-Through Alaska Department of Health & Social Services				
Major Programs:				
Child Care Eligibility Assistance Program Grant	604-08-900	93.575	1,278,081	672,427
Child Care Licensing 07	604-08-940	93.575	1,414,350	645,553
Child Care Eligibility Assistance Program Grant	604-09-900	93.575	1,396,440	653,945
Child Care Licensing 08	604-09-940	93.575	<u>1,453,000</u>	<u>772,380</u>
Total Pass-Through Major Programs Alaska Department of Health & Social Services			5,541,871	2,744,305
Non-Major Programs:				
Coordinated Transportation	607-08-119	93.044	463,250	223,145
Coordinated Transportation	607-09-114	93.044	429,188	185,461
Public Health Preparedness and Response for Bioterrorism	601-08-151	93.069	870,000	478,496
Public Health Preparedness and Response for Bioterrorism	601-09-151	93.069	823,000	367,814
Community Health Nursing	601-08-175	93.116	40,061	22,140
Community Health Nursing	601-09-175	93.116	100,000	1,002
Community Health Nursing	601-09-175	93.116	43,542	17,620
Community Health Nursing	601-08-175	93.268	91,300	68,993
Community Health Nursing	601-09-175	93.268	91,300	37,832
HIV Prevention & Intervention Activities	601-08-170	93.940	169,500	83,296
HIV Prevention & Intervention Activities	601-09-170	93.940	<u>169,500</u>	<u>52,094</u>
Total Pass-Through Non-Major Programs Alaska Department of Health & Social Services			3,290,641	1,537,893
Pass-Through Alaska Housing Finance Corporation				
Non-Major Programs -				
Low Income Weatherization Assistance Program	WAP-08-MOA-1	93.568	<u>60,000</u>	<u>60,000</u>
Pass-Through Southcentral Foundation				
Non-Major Programs:				
Southcentral Found CSP 2008		93.210	<u>199,000</u>	<u>199,000</u>
<b>Total U.S. Department of Health &amp; Human Services</b>			<u>11,561,231</u>	<u>5,372,264</u>

**Municipality of Anchorage, Alaska**  
Schedule of Expenditures of Federal Awards  
Year ended December 31, 2008

Federal Grantor/Pass-Through Grantor Program Title	Grant No.	CFDA Number	Award Amount	Expenditures
<b>U.S. Department of Homeland Security</b>				
Direct:				
Non-Major:				
Flood Plain Mapping 2006	EMS-2006-GR-0009	97.045	\$ 180,000	\$ 128,099
FY 2007 IPP - Port Security Grant Program	2007-GB-T7-0207	97.056	969,429	969,429
Metropolitan Medical Response System	233-03-0077	97.071	<u>280,000</u>	<u>141,976</u>
Total Direct Non-Major Programs U.S. Department of Homeland Security			1,429,429	1,239,504
Pass-Through Alaska Department of Military & Veterans Affairs				
FY 08 Office of Emergency Management	07EMPG-GR35567	97.042	18,750	18,750
Emergency Management Performance Grant	2008-EM-E8-0007 / 08EMPG-GR35569	97.042	150,000	150,000
Citizen Corps Program	2006-GE-T6-0015 / 06CCCP-GR34033	97.053	40,487	7
Citizen Corps Program	2007-GE-T7-0003 / 07CCCP-GR34034	97.053	34,263	14,453
Metropolitan Medical Response System	2006-GE-T6-0015 / 06MMRS-GR34043	97.071	232,330	69,934
Metropolitan Medical Response System	2007-GE-T7-0003 / 07MMRS-GR34044	97.071	258,145	25,721
State Homeland Security Program	2006-GE-T6-0015 / 06SHSP-GR34053	97.073	126,300	126,300
Law Enforcement Terrorism Prevention Program	2006-GE-T6-0015 / 06LETPP-GR34232	97.074	995,086	22,280
Law Enforcement Terrorism Prevention Program	2007-GE-T7-0003 / 07LETPP-GR34238	97.074	<u>1,145,419</u>	<u>41,913</u>
Total Pass-Through Non-Major Programs Alaska Department of Military & Veterans Affairs			3,000,780	469,358
<b>Total U.S. Department of Homeland Security</b>			<u>4,430,209</u>	<u>1,708,862</u>
<b>U.S. Department of Housing &amp; Urban Development, Office of Community Planning &amp; Development</b>				
Direct:				
Major Programs:				
Community Development Block Grant 1995	B-95-MC-02-0001	14.218	2,450,000	45
Community Development Block Grant 2001	B-01-MC-02-0001	14.218	2,344,000	68,471
Community Development Block Grant 2002	B-02-MC-02-0001	14.218	2,283,000	265,490
Community Development Block Grant 2003	B-03-MC-02-0001	14.218	2,330,000	13,760
Community Development Block Grant 2004	B-04-MC-02-0001	14.218	2,285,000	87,661
Community Development Block Grant 2005	B-05-MC-02-0001	14.218	2,162,050	112,793
Community Development Block Grant 2007	B-07-MC-02-0001	14.218	1,936,826	668,129
Community Development Block Grant 2008	B-08-MC-02-0001	14.218	1,936,826	1,168,616
HOME Investment Partnership Agreement 1997	M-97-MC-02-0200	14.239	842,000	9,400
HOME Investment Partnership Agreement 2001	M-01-MC-02-0200	14.239	1,072,000	152,874
HOME Investment Partnership Agreement 2002	M-02-MC-02-0200	14.239	1,071,000	48,420
HOME Investment Partnership Agreement 2003	M-03-MC-02-0200	14.239	1,114,921	65,452
HOME Investment Partnership Agreement 2004	M-04-MC-02-0200	14.239	1,119,105	4,497
HOME Investment Partnership Agreement 2005	M-05-MC-02-0200	14.239	1,075,967	347,438
HOME Investment Partnership Agreement 2006	M-06-MC-02-0200	14.239	1,008,847	281,395
HOME Investment Partnership Agreement 2007	M-07-MC-02-0200	14.239	1,003,185	280,266
HOME Investment Partnership Agreement 2008	M-08-MC-02-0200	14.239	970,507	607,864
American Dream Downpayment Initiative 2007	M-07-MC-02-0200	14.239	25,488	10,000
American Dream Downpayment Initiative 2008	M-08-MC-02-0200	14.239	<u>25,488</u>	<u>10,298</u>
Total Direct Major Programs U.S. Department of Housing & Urban Development, Office of Community Planning & Development			27,056,210	4,202,869
Non-Major Programs:				
Emergency Shelter 2006	S-06-MC-02-0001	14.231	83,168	14
Emergency Shelter 2007	S-07-MC-02-0001	14.231	83,752	18,274
Emergency Shelter 2008		14.231	83,752	54,636
LINK Program 2007	AK06B600009	14.235	296,714	83,904
HUD Link Program 08	AK06B700008	14.235	296,714	213,329
HUD Kincaid Training Center	B-05-SP-AK-0010	14.246	496,000	17,833
Section 108 Loan Guarantees		14.248	5,040,000	1,934,000
EDI-Special PJ Cuddy Park Recreational Facility 2005	B-05-SP-AK-0011	14.251	<u>942,400</u>	<u>75,709</u>
Total Direct Non-Major Programs U.S. Department of Housing & Urban Development, Office of Community Planning & Development			7,322,500	2,397,699

**Municipality of Anchorage, Alaska**  
Schedule of Expenditures of Federal Awards  
Year ended December 31, 2008

Federal Grantor/Pass-Through Grantor Program Title	Grant No.	CFDA Number	Award Amount	Expenditures
<b>U.S. Department of Housing &amp; Urban Development, Office of Community Planning &amp; Development, continued</b>				
Pass-Through Alaska Housing Finance Corporation				
Major Programs:				
LINK Program 2008	HMS-07-MOA-1	14.239	\$ 10,000	\$ 706
<b>Total U.S. Department of Housing &amp; Urban Development, Office of Community Planning &amp; Development</b>			<u>34,388,710</u>	<u>6,601,274</u>
<b>U.S. Department of the Interior</b>				
Direct:				
Non-Major Programs:				
Ship Creek Bank Stabilization PHI	701816G387	15.631	50,000	19,000
Anchorage Rain Gardens Phase 2	701817G470	15.631	25,000	13,479
Low Impact Development Program for Anchorage, AK	701817G471	15.631	35,000	31,240
Hydrologic Resource Center for Data Collection and Investigation	07WRAG0005	15.808	<u>207,726</u>	<u>105,437</u>
Total Direct Non-Major Programs U.S. Department of the Interior			317,726	169,156
Pass-Through Alaska Department of Revenue				
Non-Major Programs:				
Federal PILT		15.226	770,443	770,443
Pass-Through Alaska Historic Preservation Officer				
Non-Major Programs:				
Fairview Historic Building Survey	05446, 07483, 07497	15.904	52,105	22,674
<b>Total U.S. Department of the Interior</b>			<u>1,140,274</u>	<u>962,273</u>
<b>U.S. Department of Justice</b>				
Direct:				
Non-Major Programs:				
Human Trafficking	2005-VT-BX-1166	16.320	450,000	165,069
Alaska Internet Crimes Against Children Task Force	2007-MU-MU-K011	16.540	299,956	195,512
DOJ Cold Case DNA Grant	2008-DN-BX-K211	16.560	500,000	69,584
Justice Assistance Grant	2005-DJ-BX-0496	16.579	245,002	104,056
Justice Assistance Grant	2006-DJ-BX-0244	16.579	142,514	120,700
Justice Assistance Grant	2007-DJ-BX-0567	16.579	421,872	86,014
Pathways to Sobriety II 04-07	2004-DD-BX-1181	16.580	1,978,955	81,339
BJA Congressionally Mandated Awards 2004	2004-DD-BX-1454	16.580	1,978,955	543,591
Stop Violence Women 2005	2005-WF-AX-0058	16.588	750,000	41,039
ANC DV Prevention Proj	2005-WF-AX-0103	16.588	2,400,000	602,315
Domestic Violence 2008	2008-WE-AX-0033	16.590	750,000	34,347
COPS Interoperable Communications Technology Grant Award	2004-IN-WX-0002	16.710	3,236,382	1,249,911
Law Enforcement Technology	2005-CK-WX-0139	16.710	1,479,965	148,733
COPS Secure Our Schools	2005-CK-WX-0500	16.710	75,000	58,432
State Forfeitures 2004		16.unknown	220,549	721
Federal Forfeitures 2005		16.unknown	320,740	36,556
Street Level Forfeitures		16.unknown	44,720	8,269
Street Level Forfeitures		16.unknown	79,426	29,476
Street Level Forfeitures		16.unknown	360,328	29,901
Forfeiture Funds-All 2007		16.unknown	<u>1,874,500</u>	<u>682,976</u>
Total Direct Non-Major Programs U.S. Department of Justice			17,608,864	4,288,541
Pass-Through Alaska State Troopers				
Non-Major Programs:				
Anti-Gang Initiative 07	AGI 08-111	16.744	113,440	113,440
Pass-Through Anchorage Community Land Trust				
Non-Major Programs:				
Russian Jack/Muldoon Weed & Seed FY2008	Russian Jack Weed & Seed 2008	16.595	50,000	50,000
Mountain View Weed & Seed FY2008	Mountain View Weed & Seed 2007-01	16.595	61,000	61,000
Total Pass-Through Non-Major Programs Anchorage Community Land Trust			<u>111,000</u>	<u>111,000</u>
<b>Total U.S. Department of Justice</b>			<u>17,833,304</u>	<u>4,512,981</u>
<b>U.S. Department of Transportation</b>				
Direct:				
Major Programs:				
Section 5309B 2005 Anchorage Paratransit Improvements	AK-03-0066	20.500	1,457,667	1,329,483
FTA 5309 Museum Intermodal Facility	AK-03-0067	20.500	1,457,667	21,824
Girdwood Transit Facility	AK-03-0076	20.500	970,874	136,187

**Municipality of Anchorage, Alaska**  
Schedule of Expenditures of Federal Awards  
Year ended December 31, 2008

Federal Grantor/Pass-Through Grantor Program Title	Grant No.	CFDA Number	Award Amount	Expen- ditures
<b>U.S. Department of Transportation, continued</b>				
Direct, continued:				
Major Programs, continued:				
HPP for Vets' Wheelchair Games Facility 2006	AK-04-0002	20.500	\$ 1,702,189	\$ 212,839
Section 5309B 2006 Const Paratransit Facility	AK-04-0010	20.500	226,710	217,996
FTA 5309 Paratransit Fty.	AK-04-0017	20.500	238,000	124,255
Section 5307 2000 Operating and Capital Assistance	AK-90-X019	20.507	1,988,800	43,507
Section 5307 2001 Operating and Capital Assistance	AK-90-X022	20.507	2,803,200	10,762
Section 5307 2002 Operating and Capital Assistance	AK-90-X024	20.507	2,812,200	250,316
Section 5307 2003 Operating and Capital Assistance	AK-90-X027	20.507	2,567,700	469,950
Section 5307 2004 Operating and Capital Assistance	AK-90-X031	20.507	288,000	6,200
Section 5307 2004 Operating and Capital Assistance	AK-90-X031	20.507	4,453,140	623,043
Section 5307 2005 Operating and Capital Assistance	AK-90-X033	20.507	288,000	21,573
Section 5307 2005 Operating and Capital Assistance	AK-90-X033	20.507	2,887,200	761,447
Section 5307 2006 Vans, ADA Imp, Plng, PM, ADA Svc	AK-90-X046	20.507	288,000	(5,442)
Section 5307 2006 Vans, ADA Imp, Plng, PM, ADA Svc	AK-90-X046	20.507	1,564,733	276,887
Section 5307 2007 Vans, ADA Imp, Plng, PM, ADA Svc	AK-90-X048	20.507	296,000	187,682
Section 5307 2007 Vans, ADA Imp, Plng, PM, ADA Svc	AK-90-X048	20.507	<u>4,253,600</u>	<u>2,503,630</u>
Total Direct Major Programs U.S. Department of Transportation			30,543,680	7,192,139
Non-Major Programs:				
Rehabilitate Runway 6-24, Construct Taxiway (G) Extension, Security Improvements (CCTV) Ph. 2	3-02-0015-036-2005	20.106	4,307,663	555,163
Acquire Snow Removal Equipment (Motor Grader, Sand Truck, Snowblower)	3-02-0015-040-2006	20.106	551,000	2,402
Rehabilitate Aircraft Aprons (Phase 2 "Block 5") ; Security Enhancements (Public Address System)	3-02-0015-042-2007	20.106	2,356,000	185,930
Rehabilitate Aircraft Aprons (Phase 3)	3-02-0015-044-2008	20.106	2,546,000	2,185,771
Upgrade Security Gate Controls	3-02-0015-045-2008	20.106	<u>304,000</u>	<u>174,891</u>
Total Direct Non-Major Programs U.S. Department of Transportation			10,064,663	3,104,157
Pass-Through Alaska Department of Transportation & Public Facilities				
Non-Major Programs:				
Eagle River Central Business District Study	50897	20.205	131,244	5,109
Bicycle/Pedestrian Coordinator	50902	20.205	87,496	24,343
Enhancement Youth Work Program	51163	20.205	155,993	155,993
Anchorage Ridesharing CY08	51164	20.205	384,726	379,267
Transit Marketing Program CY08	51166	20.205	259,690	207,457
Air Quality Public & Business Awareness Education Campaign	51287	20.205	285,796	84,762
Bicycle/Pedestrian Coordinator	54301	20.205	47,000	1,162
Anchorage Bike and Pedestrian Safety	54439	20.205	232,088	27,974
CMAQ Transit Intelligent Transportation Systems/Automated Operating Systems	54920	20.205	165,700	70,780
Traffic Safety Database AMATS	55008	20.205	1,387,641	128,043
PM-10 Dust Control 2004	56549	20.205	897,530	344,394
Air Quality Public & Business Awareness Education Campaign	56555	20.205	1,015,794	70,196
On Street Sign Inventory Analysis	58264	20.205	1,324,806	342,799
Midtown District Plan	58316	20.205	261,659	10,270
AMATS Plug-in Installation Program	58322	20.205	131,371	12,379
Hillside District Plan	58622	20.205	560,516	264,025
AMATS Traffic Counts	59592	20.205	262,656	71,395
HSIP 2003, GROUP B	ACHHE-0001(299)56644	20.205	200,400	9,172
SEC 5303 FTA Planning -07	AK-80-X017	20.205	337,733	55,830
Ship Creek Trail, Phase III (Construction)	BAC-CM-TEA-0001(297)51233	20.205	110,000	50,069
Eklutna Bridge Replacement	BR-0001(183)53945	20.205	542,225	188
ISTEA Anchorage Areawide Trails Rehabilitation	CM-0001(240)54658	20.205	805,000	(15,166)
ISTEA Chester Creek Trail Connection - Design	CM-0001(262)55066	20.205	1,030,232	300,153
ISTEA AMATS: Chester Creek Trail Connection	CM-0001(262)55066	20.205	1,864,206	318,531
CMAQ Automated Systems	CM-0001(296)56478	20.205	2,909,120	4,900
Traffic Control Signalization	CM-0001(328)54920	20.205	655,471	24,715
Transit Fleet Replacement	CM-0001(372)53007	20.205	5,945,379	5,800,973
Traffic Control Signalization 07-09	CM-0005(615)51022	20.205	477,041	241,692
15th Ave L to Juneau Construction	FA-HHE-530(001)50624	20.205	482,490	11,324
AMATS: Spenard Road Rehab: Hillcrest Drive to Minnesota On-Ra-	FRAF-STP-0001(242)55138	20.205	91,000	4,866
Girdwood Roads	HDP-0001(307)57057	20.205	1,450,000	129,178

**Municipality of Anchorage, Alaska**  
Schedule of Expenditures of Federal Awards  
Year ended December 31, 2008

Federal Grantor/Pass-Through Grantor Program Title	Grant No.	CFDA Number	Award Amount	Expen- ditures
<b>U.S. Department of Transportation, continued</b>				
Pass-Through Alaska Department of Transportation & Public Facilities, continued				
AMATS:Fireweed/Seward Highway to Spenard	HES-0001(050)58488	20.205	\$ 972,570	\$ 2,096
HSIP 2001 Groups, 1A,1B,2,3B	HHE-0001(226)55729	20.205	807,600	(17)
AMATS: Spenard Rd: Hillcrest/Minn Ped Imp	HRO-0001(172)53986	20.205	950,000	(4,159)
HSIP 2001 Group 5A	HRO-0001(267)55730	20.205	924,000	9,429
HSIP 2003, GROUP A	HRO-000S(459)56645	20.205	425,160	124
2008 AMATS Planning	None	20.205	825,580	749,134
AMATS Fireweed Lane: Seward Highway to Spenard Road	STP-0001(351)57674	20.205	-	(10,432)
Arctic Boulevard, Dimond Boulevard to Raspberry	STP-0001(57)51018	20.205	945,640	603
Girdwood Roads Culvert Improvements	TCSP-TC03(002)54296	20.205	300,000	27,489
Camp Gorsuch-Construction	TCSP-TC03(4)57143	20.205	413,500	(793)
Business Boulevard Pedestrian Improvement Construction	TEA-0001(130)52519	20.205	62,900	2,832
ISTEA Ship Creek Trail-Right of Way	TEA-0001(133)52499	20.205	790,000	29,847
Ship Creek Trail, Phase IV (Construction)	TEA-0001(336)57363	20.205	15,000	15,000
AMATS Planning 2007	None	20.205	811,250	(159)
MCS CV Enforcement 07	07-PD-001	20.218	31,278	1,864
MCS CV Enforcement 08	08-PD-001	20.218	31,278	1,884
Service Imp Study Route 7	53205	20.505	131,245	22,943
Section 5303 2006 FTA Planning Special	AK-80-X016	20.505	253,902	177,097
FTA Section 5310 Elderly & Disabled	AK16 2007-13	20.513	11,834	11,834
FTA Section 5310 Elderly & Disabled	AK16 2007-9	20.513	38,156	38,156
DRE Training Conference	154AL 08-00-00	20.600	6,892	6,892
FY2008 Law Enforce Equip	154AL 08-00-00	20.600	21,994	21,994
Impaired Driving Enforcement	154AL 08-00-01	20.600	67,910	64,714
FY08 DUI Enforce 3rd & 4th atr	154AL 08-00-01	20.600	201,090	201,090
ASTEP DUI Enforcement	154AL 09-01-01	20.600	143,636	143,636
Seat Belt Violation Enforcement	402OP 08-04-03	20.600	28,296	28,071
Seat Belt Violation Enforcement	402OP 08-04-03	20.600	84,888	84,888
Seat Belt Violation Enforcement	402OP 09-06-03	20.600	50,064	50,064
Total Pass-Through Alaska Department of Transportation & Public Facilities			<u>33,837,666</u>	<u>10,812,894</u>
<b>Total U.S. Department of Transportation</b>			<u>74,446,009</u>	<u>21,109,190</u>
<b>U.S. Environmental Protection Agency</b>				
Direct:				
Non-Major Programs:				
Air Quality 105 2008	A-97073605	66.001	135,195	121,278
ANC Air Toxics Monitoring	XA-96070301-0	66.034	114,332	15,506
N Communities - ASD Sewer Force Main	XP-96032301-0	66.202	3,563,400	1,058,408
Girdwood Water Improvements	XP-97082701-0	66.202	1,466,014	66,219
ANC Air Program Initiatives	97087801	66.606	1,988,100	756,725
Total Direct Non-Major Programs U.S. Environmental Protection Agency			7,267,041	2,018,136
Pass-Through Alaska Department of Environmental Conservation				
Major Programs:				
Alaska Clean Water Fund Loan - SCADA Sewer Project	127451	66.458	11,000,000	1,098,538
Asplund Process Improvements	127631	66.458	4,000,000	2,756,871
Alaska Clean Water Fund Loan - C-2 (A, B) Sewer Improvements	127651	66.458	1,700,000	187,753
Alaska Clean Water Fund Loan - C-5 A King Rovena Sewer Upgrad	127661	66.458	300,000	187,661
Alaska Clean Water Fund Loan - San_Ernesto-Hoyt_Swr_Upgr	127721	66.458	404,000	336,667
Alaska Clean Water Fund Loan - Septage_Improv_Ph2	127741	66.458	1,000,000	118,275
Alaska Clean Water Fund Loan - Asplund_Bldg_Improvements	130031	66.458	2,701,000	2,250,832
Alaska Clean Water Fund Loan - AWWTF_Gen-Elec_Rm_Upgr	130091	66.458	200,000	166,667
Alaska Clean Water Fund Loan - PME_Arctic_32nd-36th_Swr_Upg	130131	66.458	734,806	364,395
Alaska Clean Water Fund Loan - Douglas_St_Swr_Upgr	130311	66.458	117,000	97,500
Alaska Clean Water Fund Loan - ERWWTF-HVAC_Upgr / UV Disinfection / Bldg Roof Repl	130321	66.458	1,000,000	476,925
Alaska Clean Water Fund Loan- PS_10_Upgr	130191/127101	66.458	1,352,649	606,917
Alaska Drinking Water Loan Fund - 19th_Spenard_Wtr_Upgr	127261	66.468	770,000	641,641
Alaska Drinking Water Loan Fund - 68th_Pebblebr-BabyB_Wtr_Up	127331	66.468	300,000	252,331

**Municipality of Anchorage, Alaska**  
Schedule of Expenditures of Federal Awards  
Year ended December 31, 2008

Federal Grantor/Pass-Through Grantor Program Title	Grant No.	CFDA Number	Award Amount	Expen- ditures
<b>U.S. Environmental Protection Agency, continued</b>				
Pass-Through Alaska Department of Environmental Conservation, continued				
Major Programs, continued:				
Alaska Drinking Water Loan Fund - Daryl_Industry_Way_Wtr_Int	127441	66.468	\$ 420,000	\$ 23,882
Anch Loop WTM Phase IV - ADEC LOAN	127531	66.468	7,000,000	2,319,277
Alaska Drinking Water Fund Loan - 88th Avenue (PZ411) Water Transmission Main	127571	66.468	2,000,000	3,881
Alaska Drinking Water Fund Loan - Pine Street Water Upgrade	127581	66.468	1,000,000	404,450
Alaska Clean Water Fund Loan - Eagle River Wastewater Treatment Facility Gravity Thickener	127691	66.468	252,000	7,711
Alaska Drinking Water Fund Loan - Arctic 32-36th Water Upgrade	127731	66.468	606,000	4,125
Alaska Drinking Water Fund Loan - East Bluff Water Upgrade	127771	66.468	492,000	264,315
Northern Communities	127851	66.468	1,000,000	544,742
Alaska Drinking Water Fund Loan - Creekside Water Improvements, Phase I	127871	66.468	3,992,000	547,358
Alaska Drinking Water Loan Fund - Hillside_Trans_Main	127931	66.468	1,000,000	264,245
Misc Water Upgrades	127941	66.468	846,000	703,703
Alaska Drinking Water Loan Fund - NE_Anch_Wtr Impr_Ph2_3	127961	66.468	840,000	697,756
Knik View Water Project	130151	66.468	1,000,000	11,144
Alaska Drinking Water Loan Fund - Norm-Newt_Drive_Wtr_Upgr	130161	66.468	668,400	565,533
Alaska Drinking Water Loan Fund - San_Ernesto_Wtr_Upgr	130221	66.468	500,000	423,050
Total Pass-Through Major Programs Alaska Department of Environmental Conservation			<u>47,195,855</u>	<u>16,328,145</u>
<b>Total U.S. Environmental Protection Agency</b>			<u>54,462,896</u>	<u>18,346,281</u>
<b>U.S. Equal Employment Opportunity Commission</b>				
Direct:				
Non-Major Programs:				
FY 07 Equal Employment Opportunity Cases		30.unknown	31,985	31,985
<b>Total U.S. Equal Employment Opportunity Commission</b>			<u>31,985</u>	<u>31,985</u>
<b>Total Schedule of Expenditures of Federal Awards</b>			\$ <u>224,282,548</u>	\$ <u>66,545,933</u>

**MUNICIPALITY OF ANCHORAGE**

Notes to Schedule of Expenditures of Federal Awards

Year Ended December 31, 2008

**Note 1: Basis of Presentation**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Municipality of Anchorage, Alaska (Anchorage) excluding its component unit, the Anchorage School District and is presented on the accrual basis of accounting, which is described in Note 1 of Anchorage’s financial statements. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**Note 2: Loans Outstanding**

Anchorage participates in Revolving Loan Funds and Section 108 Loan Guarantee programs sponsored by Community Development Block Grants (CDBG). The following are outstanding loan balances for these programs at December 31, 2008. Loans made during the year are included in the federal expenditures presented in the schedule.

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Outstanding Receivable</u>	<u>Outstanding Payable</u>
HOME Investment Partnerships Program Community Development Block Grants/Entitlement Grants	14.239	\$ 2,810,344	\$ -
Community Development Block Grants_Section 108 Loan Guarantees	14.218	1,534,255	-
	14.248	<u>1,936,113</u>	<u>1,934,000</u>
<b>TOTAL</b>		<u>\$ 6,280,712</u>	<u>\$ 1,934,000</u>

**Note 3: Subrecipients**

Of the federal expenditures presented in the schedule, Anchorage provided federal awards to subrecipients as follows:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount Provided to Subrecipients</u>
Pacific Coast Salmon Recovery_Pacific Salmon Treaty Program	11.438	\$ 13,500
Community Development Block Grants/Entitlement Grants	14.218	\$ 1,800,409
HOME Investment Partnerships Program	14.239	\$ 1,545,834
Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	16.580	\$ 143,595
Highway Planning and Construction	20.205	\$ 27,839

Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*

Honorable Mayor and  
Members of the Assembly  
Municipality of Anchorage

Compliance

We have audited the compliance of Municipality of Anchorage (Anchorage) 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, 2008. Anchorage'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 Anchorage's management. Our responsibility is to express an opinion on Anchorage's compliance based on our audit.

Anchorage's basic financial statements include the operations of its component unit, Municipality of Anchorage School District, which received state awards that are not included in the Schedule of State Financial Assistance for the year ended December 31, 2008. Our audit, described below, did not include the operations of Municipality of 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 Anchorage'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 Anchorage's compliance with those requirements.

In our opinion, Anchorage 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, 2008.



Honorable Mayor and  
Members of the Assembly  
Municipality of Anchorage

#### Internal Control Over Compliance

The management of Anchorage 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 Anchorage's internal control over compliance with the 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, 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 Anchorage'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 state program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a state program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a state 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 state 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 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 Municipality of Anchorage, as of and for the year ended December 31, 2008, and have issued our report thereon dated June 11, 2009. Our report was modified to include a reference to other auditors. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise 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 7 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.

Honorable Mayor and  
Members of the Assembly  
Municipality of Anchorage

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

*Mikunda, Cottrell & Co.*

Anchorage, Alaska  
June 11, 2009

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
Schedule of State Financial Assistance  
Year ended December 31, 2008

<u>State Grantor Program Title</u>	<u>Grant No.</u>	<u>Award Amount</u>	<u>Expenditures</u>
<b>Alaska Department of Administration</b>			
Major Programs:			
FY 08 Public Employees' Retirement System - SB256 Rebate	None	\$ 748,094	\$ 748,094
FY 08 Public Employees' Retirement System - SB 53	None	8,192,950	8,192,950
FY 08 Public Employees' Retirement System - HB310	None	11,878,387	11,878,387
<b>Total Alaska Department of Administration</b>		<u>20,819,431</u>	<u>20,819,431</u>
<b>Alaska Department of Commerce, Community &amp; Economic Development</b>			
Major Programs:			
FY08 Community Revenue Sharing Program	FY08	15,112,751	15,112,751
Anchorage Intermodal Marine Facility Dock and Supporting Facility	55468	5,853,658	5,853,658
Anchorage Water and Wastewater Utility/ Sand Lake Area Water and Sanitary Sewer	04-DC-019	310,000	310,000
Port of Anchorage Intermodal Expansion Project	05-RR-001	436,506	436,506
Anchorage Water and Wastewater Utility/ Sand Lake Area Water and Sanitary Sewer	06-DC-279	1,600,000	770,438
Port of Anchorage Expansion	06-DC-311	10,000,000	10,000,000
Strawberry Road/Jewel Lake Road Intersection Improvements	06-DC-315	1,300,000	1,007,795
72nd Avenue, Spruce Street, Lore Road Upgrade, Lake Otis Parkway to Abbott Loop Road	06-DC-354	8,000,000	4,418,681
80th Avenue Upgrade, Lake Otis Parkway to Spruce Street	06-DC-355	4,000,000	2,997,787
100th Avenue Reconstruction, Pointe Resolution Drive to Victor Road	06-DC-356	4,500,000	3,692,450
100th Avenue Extension: Minnesota Drive to King Street	07-DC-374	7,000,000	551,785
100th Avenue Signal at Old Seward Highway	07-DC-375	700,000	674,097
Anchorage Signal System Emergency Vehicle Pre-Emption	07-DC-384	825,000	329,810
Mountain View Drive Corridor Upgrade	07-DC-408	4,500,000	856,349
Port of Anchorage Intermodal Expansion Project	07-DC-416	10,000,000	10,000,000
Anchorage Fire Department-Regional Fire Training Center Design and Construction	07-DC-421	9,000,000	1,746,037
Raspberry Road Extension	07-DC-514	1,500,000	1,171,467
Anchorage Senior Center Renovation and Planning	08-DC-167	800,000	537,575
Chugiak Birchwood Eagle River Road Rural Road Service Area	08-DC-179	500,000	490,000
Chugiak High School Field Turf Installation and Stadium Renovations	08-DC-180	1,000,000	969,700
Flooding and Glaciation Project Matching Program	08-DC-200	1,000,000	384,210
Mt. Baldy Trailhead Access Improvements	08-DC-214	375,000	357,435
Pavement Rehab Matching Program-Road Improvements	08-DC-219	2,500,000	704,053
Road Construction Funding Inflation Adjustments	08-DC-400	9,000,000	2,814,971
Downtown Traffic and Pedestrian Safety Improvements	09-DC-178	3,000,000	1,567,122
Independence Dr Reconstruction - Abbott to Ridgemont Rd	09-DC-184	3,250,000	650,755
Tudor Ctr Drive Extension - Tudor Rd to 48th Ave	09-DC-199	8,000,000	1,049,288
Intersection and Traffic Safety Matching Program	09-DC-392	5,000,000	2,260,207
Pavement Rehab Matching Program	09-DC-414	5,000,000	566,042
Port of Anchorage Intermodal Expansion Project	09-DC-418	15,000,000	15,000,000
<b>Total Major Programs</b>		<u>139,062,915</u>	<u>87,280,969</u>
Non-Major Programs:			
University Providence Campus Walkway	01-MG-017	98,398	4,040
Fire Lake Dam Reconstruction	02-DC-005	240,000	151
2001 SB-29 Huffman Road/Pintail Street	02-DC-007	250,000	12,296
6th Avenue Fencing Project	02-RR-006	10,000	9,800
Completion of South Anchorage Sports Complex	03-DC-011	500,000	13,525
East Anchorage Muldoon Ball Field Development	03-DC-014	150,000	78,542
Girdwood Road Service Area Road & Drainage System	03-DC-015	70,000	4,216
Jade Park Improvements	03-DC-019	275,000	1,030

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
Schedule of State Financial Assistance  
Year ended December 31, 2008

<u>State Grantor Program Title</u>	<u>Grant No.</u>	<u>Award Amount</u>	<u>Expenditures</u>
<b>Alaska Department of Commerce, Community &amp; Economic Development, continued</b>			
Non-Major Programs, continued:			
Papago Park Upgrades & Improvements	03-DC-024	\$ 18,000	\$ 12,025
Raspberry Road Jewel Lake Road Trail Connection Plan	03-DC-027	400,000	12,346
Skateboard Park Facility	03-DC-034	200,000	2,202
ASD Creekside Pk Community Recreational Plan	03-DC-046	12,000	3,447
ASD Alpenglow Health & Safety Improvements	03-DC-048	20,000	16,000
ASD Creekside Pk Health & Safety Improvements	03-DC-050	20,000	16,000
ASD Eagle River Health & Safety Improvements	03-DC-051	20,000	16,000
ASD Muldoon Health & Safety Improvements	03-DC-054	20,000	16,000
Fish Creek Improvement Phase IV, Minnesota Drive to 36th Ave	03-DC-147	500,000	1,476
Fish Creek at Willow Street Water Quality Enhancement Pond	03-DC-148	700,000	3,286
Girdwood Road Service Area Road & Drainage System	03-MG-012	70,000	40,527
ASD Dimond HS "D" Relocation & Restore	05-DC-017	50,000	33,646
ASD Dimond HS Peer M/C/V Abtmnt. Prog	05-DC-018	35,000	5,385
ASD Ptarmigan Elem. Books & Comp.	05-DC-029	5,000	498
ASD Taku Elem. Supplies & Equip.	05-DC-035	20,000	116
76th Avenue Pedestrian Facilities-Arctic Boulevard to Chad Street	06-DC-230	250,000	426
Anchorage Police Department/Regional Public Safety Training Center Planning	06-DC-234	100,000	44,353
Abbott Loop Elementary School Library Supplies	06-DC-235	20,000	477
Bayshore Elementary Supplies	06-DC-236	10,000	599
Chunook Elementary Supplies	06-DC-240	10,000	3,172
Music Supplies and Equipment, Service High School	06-DC-250	20,000	3,394
Music Supplies and Equipment, South Anchorage High School	06-DC-251	20,000	2,566
Ocean View Elementary Supplies	06-DC-253	10,000	5,593
Sand Lake Elementary Supplies	06-DC-255	10,000	1,054
Supplies and Equipment, Abbot Loop Equipment School	06-DC-256	20,000	400
Supplies and Equipment, Campbell Elementary School	06-DC-258	40,000	213
Supplies and Equipment, Taku Elementary School	06-DC-263	20,000	3,139
Technology and Book Grants, Bartlett High School	06-DC-264	5,000	1,205
Technology and Book Grants, Clark Middle School	06-DC-266	5,000	4,597
Technology and Book Grants, East High School	06-DC-268	5,000	1,379
Trailside Elementary School - Computers, Books, Supplies	06-DC-278	20,000	765
Baxter Bog Park & Trail Re-Build	06-DC-280	250,000	30,513
Chester Creek Sports Complex Wheelchair Games Facility Upgrade	06-DC-281	115,000	865
Edward Street Upgrade-6th Avenue to DeBarr Road	06-DC-292	300,000	116,272
Foxhall Subdivision Area Drainage	06-DC-296	95,000	89
Gambell Street/Seward Highway Pedestrian/Street Safety Improvements	06-DC-297	70,000	30,906
Girdwood Community Center & Library	06-DC-298	1,000,000	(186)
Harry J. McDonald Memorial Center Expansion	06-DC-301	1,000,000	6,729
Kincaid Park Road Improvements/Park Entrance to Kincaid Chalet	06-DC-302	3,500,000	86,523
Mountain View Library Renovation	06-DC-303	500,000	21,595
Mt. Baldy Public Access and Trailhead Improvements	06-DC-304	300,000	287,408
Norm Drive Drainage	06-DC-307	120,000	16,235
Raspberry Road Extension-Minnesota Drive to Rovenna Street	06-DC-314	1,300,000	54,961
Yosemite Drive Road and Drainage Improvement at Eagle Rim	06-DC-318	500,000	73,823
Pintail and Huffman Intersection Modification, Signal and Turn Lanes Design and Construction	06-DC-337	2,300,000	9,342
13th/Gambell Safety Improvements	07-DC-376	65,000	15,866
32nd Avenue Upgrade Muldoon Road to Brookridge Drive	07-DC-377	300,000	104,457
40th Street Extension Between Lake Otis and Dale Street	07-DC-378	400,000	282,697
42nd Avenue Improvements-Lake Otis Parkway to Florina Street	07-DC-379	100,000	7,910

**MUNICIPALITY OF ANCHORAGE, ALASKA**

Schedule of State Financial Assistance

Year ended December 31, 2008

State Grantor Program Title	Grant No.	Award Amount	Expenditures
<b>Alaska Department of Commerce, Community &amp; Economic Development, continued</b>			
Non-Major Programs, continued:			
Abbott Loop Community Park Improvements	07-DC-381	\$ 40,000	\$ (9,492)
Bayshore Greenbelt Trail 100th Avenue to Amber Bay Loop	07-DC-386	110,000	940
Brown's Point Park Memorial/Government Hill	07-DC-387	2,300	2,241
Chugiak Volunteer Fire Department Equipment Upgrade and Replacement	07-DC-388	100,000	36,556
Duben Street Overlay	07-DC-392	300,000	294,000
East 4th Avenue Drainage-Boniface Parkway to Bunnell Street	07-DC-394	125,000	122,500
Fairview Recreation Center Maintenance/Repair	07-DC-397	150,000	6,470
Flooding and Glaciation 50/50 Match Program	07-DC-398	200,000	256
Jewel Lake Road Pedestrian Facilities Strawberry Road to 84th	07-DC-402	275,000	3,959
Lower Fire Lake Dam Reconstruction	07-DC-406	262,432	(4,189)
Multidisciplinary Arts and Cultural Center (Carey Building)	07-DC-409	200,000	76,449
Northeast Anchorage Area Traffic Calming and Pedestrian Improvements	07-DC-410	150,000	73,573
Northern Lights Sound Barrier Fence	07-DC-411	150,000	742
Pedestrian Safety Rehabs and Connections 50/50 Match Program	07-DC-413	500,000	77,952
Pine St Drainage Improvements-6th Ave to DeBarr Road	07-DC-414	250,000	148,191
Pioneer Drive Upgrade Muldoon Road to Resurrection Drive	07-DC-415	100,000	47,517
Preliminary Engineering Report for Mid Huffman/DeArmoun Area	07-DC-417	175,000	16,428
Totem Fields	07-DC-419	188,500	184,730
Anchorage Police Department-Law Enforcement Protective Equipment and Training	07-DC-424	200,000	50,494
Abbott Loop Elementary School Books, Supplies and Computer Upgrades	07-DC-426	30,000	811
Airport Heights Hockey Rink	07-DC-427	20,000	840
Bayshore Elementary PTA - School Supplies/Books	07-DC-430	10,000	49
Campbell Elementary School Supplies	07-DC-432	50,000	9,927
Chinook Elementary PTA - School Supplies/Books	07-DC-434	10,000	5,871
Denali Elementary School, School Supplies/ Books	07-DC-437	5,000	855
Dimond High School Science Supplies	07-DC-439	20,000	7,639
Dimond High School Supplies	07-DC-440	10,000	5,503
East High School, School Supplies/Books	07-DC-441	5,000	4,048
Fairview Elementary School, School Supplies/ Books	07-DC-442	5,000	3,973
Hanshew Middle School Locker Replacement and Public Address System Upgrades	07-DC-448	435,000	110,539
Huffman Elementary - e-Macs Computers and Supplies	07-DC-449	10,000	5,849
Kasuun Elementary School Books, Supplies and Computer Upgrades	07-DC-450	30,000	157
Mears Middle School PTA - School Supplies/Books	07-DC-454	10,000	3,007
Northern Lights ABC School, School Books, Supplies and Computer Upgrades	07-DC-457	30,000	8,779
O'Malley Elementary Computer Lab	07-DC-459	15,000	7,856
O'Malley Elementary School e-Macs Computers and Supplies	07-DC-460	10,000	220
Ocean View Elementary School e-Macs Computers and Supplies	07-DC-461	10,000	39
Ocean View Elementary PTA - School Supplies/Books	07-DC-462	10,000	916
Rabbit Creek Elementary School - Emergency Preparedness and Supply Kits	07-DC-465	5,500	3,699
Rogers Park Elementary School, School Supplies/Books	07-DC-467	2,500	252
Russian Jack Elementary School Computer Lab Upgrade	07-DC-468	20,000	1,047
Sand Lake Elementary PTA - School Supplies/Books	07-DC-469	10,000	4,020
Service High School Science Supplies	07-DC-471	20,000	840
Taku Elementary School Skating Rink	07-DC-477	50,000	3,984
Technology and Book Grants to Schools in Senate District M	07-DC-478	59,000	3,307
Technology, Books and Educational Supply Grants in HD 24	07-DC-479	50,000	8,940
Trailside Elementary School Smart Boards and Other Equipment	07-DC-480	40,000	8,246
Ursa Major, Technology and Book Grants	07-DC-481	10,000	3,182

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State Grantor Program Title	Grant No.	Award Amount	Expenditures
<b>Alaska Department of Commerce, Community &amp; Economic Development, continued</b>			
Non-Major Programs, continued:			
West High School Auditorium Restoration	07-DC-483	\$ 95,000	\$ 72,297
Winterberry Charter School, School Supplies/ Books	07-DC-485	3,000	49
Chugiak-Birchwood-Eagle River Road Drainage Service Area	07-DC-513	2,000,000	90,071
Anchorage - 76th Overlay - King Street to Old Seward	08-DC-163	150,000	107,020
Abbott Loop Elementary Smart Boards & Library Supplies	08-DC-164	10,000	6,561
Abbott Loop Elementary Technology Upgrades	08-DC-165	35,000	17,775
Airport Heights Elementary School Computers	08-DC-166	26,000	21,712
Anchorage - Anchorage Wide Area Radio Network	08-DC-168	4,111,000	274,193
Anchorage - APD Traming Center Technology	08-DC-169	500,000	198,322
Aurora Elementary School Technology/ Book Grant	08-DC-170	10,000	7,381
Baxter Elementary School Smart Boards Document Cameras	08-DC-171	24,000	21,714
Anchorage - C Street at Klatt Intersection Safety	08-DC-172	250,000	134,972
Campbell Elem Sch Supplies, Equip, Training, Remedial Instruction, Paint, Library and Kitchen Repairs	08-DC-173	175,000	61
Anchorage - Canton Loop Area Drainage Ditch Replacement Design and Construction	08-DC-175	50,000	20,828
Central Middle School Technology, Books and Supplies Grant	08-DC-176	10,000	9,849
Chester Valley Elementary Computer and Educational Software Upgrades	08-DC-177	17,000	9,671
Chester Valley Elementary School Grant	08-DC-178	5,000	3,823
Chugiak Elementary School Library/Technology Upgrade	08-DC-181	35,000	30,649
College Gate Elementary School Computer Upgrades	08-DC-182	25,000	23,963
Anchorage - Construct Fueling Station for Anchorage Fire Station #15	08-DC-183	40,000	6,082
Creekside Park Elementary School Grant	08-DC-184	20,000	17,481
Denali Elementary School Technology, Books and Supplies Grant	08-DC-186	10,000	9,339
District M Public Schools Technology and Book Grants	08-DC-187	58,000	48,045
Anchorage - Eagle River Southfork Confluence Bridge	08-DC-188	150,000	855
East High School Music/Visual Art Technology Class Computer Equipment	08-DC-189	39,000	37,952
Extend Underground Storm Drains from the South End of Cutty Sark Circle North to Terrance Drive	08-DC-190	200,000	146,510
Fairview Elementary School Technology, Books and Supplies Grant	08-DC-191	20,000	16,079
Fire Department Laptop Computers, Software, Rescue Equipment and Fire Education Material	08-DC-192	87,000	74,261
Fire Department Laptop Computer in Engine #15	08-DC-193	4,000	3,920
Fire Department Laptop Computer in Engine #7	08-DC-194	4,000	3,920
Fire Department Laptop Computer in Engine #9 and Rescue #9	08-DC-195	8,000	7,840
Fire Department Station #4 Equipment	08-DC-196	23,000	22,540
Fire Department Training Center Relocation	08-DC-197	9,000,000	6,264
Fire Station 3 Upgrades and Laptop Computers	08-DC-198	80,000	62,498
Fire Station Six Laptop Computer	08-DC-199	4,000	3,920
Gladys Wood Elem Sch Purchase and Installation of Climbing Wall for Physical Education Classes	08-DC-202	16,400	16,200
Gladys Wood Elementary School Purchase and Installation of Mobile Learning Lab for School Library	08-DC-203	31,500	31,346
Government Hill Elementary School Technology, Books and Supplies Grant	08-DC-204	10,000	8,049
Highland Tech High School Computer Initiative	08-DC-205	25,000	22,099
Inlet View Elementary School Technology, Books and Supplies Grant	08-DC-206	10,000	9,554
Anchorage - Intersection Safety Matching Program	08-DC-207	500,000	30,716
Kasuun Elementary Audio & Computer Technology Grant	08-DC-208	25,000	11,460
Kincaid Elementary School Purchase of Media Projectors for Classrooms	08-DC-210	14,000	9,976
Lake Otis Elementary Computer Upgrades	08-DC-211	19,400	19,250

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State Grantor Program Title	Grant No.	Award Amount	Expenditures
<b>Alaska Department of Commerce, Community &amp; Economic Development, continued</b>			
Non-Major Programs, continued:			
Lake Otis Elementary School Computer Technology, Books and Educational Supplies Grant	08-DC-212	\$ 5,000	\$ 3,854
Mountain View Community Patrol Supplies and Fuel	08-DC-213	2,500	2,450
New Generator for Fire Dispatch and Station 12	08-DC-215	250,000	244,237
Northern Lights Sound Barrier Fence Construction	08-DC-217	297,000	276,383
Nunaka Valley Elementary School Grant	08-DC-218	20,000	17,797
Pedestrian Safety Rehabs And Connections	08-DC-220	500,000	219,520
Peninsula Drive Extension	08-DC-221	100,000	44,182
People Mover Buses and AnchorRIDES Fleet Matching Program	08-DC-222	1,300,000	182,494
Petersburg Street Area Drainage/ Underground Storm Drain Improvements	08-DC-223	300,000	205,221
Polaris K-12 School Technology, Books and Educational Supplies Grant	08-DC-224	10,000	8,306
Police SearchCam 2000IR Tactical Video Surveillance System	08-DC-225	30,000	29,351
Police Tactical Systems Lector & Lector HD Robots	08-DC-226	32,500	31,850
Rogers Park Elementary School Computer Lab Upgrade and Educational Supply Grant	08-DC-228	17,000	14,420
Anchorage - Russian Jack Community Patrol Supplies and Fuel	08-DC-230	2,500	2,450
Sand Lake Elem Sch Purchase and Installation of Laptop Computers and Technology Upgrades	08-DC-232	26,000	25,850
SAVE I Technology, Books And Educational Supplies Grant	08-DC-233	10,000	9,697
SAVE II - Benny Benson Secondary School Computer Equipment	08-DC-234	20,000	16,813
School District King Career Center Technology Upgrades	08-DC-235	50,000	49,850
Service High School Web Server Upgrade Project & Mobile Laptop Computer Lab	08-DC-236	27,500	27,350
Service High School World Language Lab & Computers	08-DC-237	100,000	99,028
Signal System Emergency Vehicle Pre-Emption	08-DC-238	950,000	209,315
South Goldenview LRSA and Road Drainage	08-DC-239	250,000	240,932
SRW Homeowners LRSA Road Improvements on East 97th, 98th and 99th Avenues	08-DC-240	200,000	193,278
Traffic Safety Crossing East 20th and Bragaw	08-DC-242	20,000	12,539
Trailside Elementary School Technology Computer Lab	08-DC-244	35,000	30,355
Trailside Elementary School Tutoring Services	08-DC-245	15,000	6,937
Ursa Minor Elementary School Technology Grant	08-DC-247	30,000	29,402
Wendler Middle School Teacher Laptop Purchase	08-DC-248	20,000	19,850
Wendler Middle School Technology, Books and Educational Supplies Grant	08-DC-249	5,000	4,850
Winterberry Charter School Technology, Books and Supplies Grant	08-DC-250	6,000	5,580
Anchorage - 72nd Ave Upgrade - Brayton to Lake Otis Pkwy	08-DC-398	9,700,000	187,065
Anchorage - 88th Avenue Upgrade Lake Otis to S. Circle	08-DC-399	4,200,000	157,207
School District Lockdown Hardware for Area High Schools	08-DC-401	1,800,000	51,764
School District Security System Upgrades at Area Schools	08-DC-402	2,675,000	11,817
Abbott Loop Traffic and Pedestrian Safety	08-DC-434	150,000	25,740
Airport Heights Traffic and Pedestrian Safety	08-DC-435	25,000	500
Eagle River Substation	08-DC-436	130,000	2,600
Bartlett High School Gym Lighting Upgrade	08-DC-437	30,000	150
District 19 Traffic and Pedestrian Safety	08-DC-438	100,000	2,000
District 20 Traffic and Pedestrian Safety	08-DC-439	105,500	100,500
Eagle River Fire Station 11 Expansion Project	08-DC-440	496,000	10,854
Fairview Recreational Center Planning & Maint.	08-DC-441	100,000	2,000
Service High School Emergency Response	08-DC-445	190,000	750
Taku Elementary Storm Drain Rep/Supp	08-DC-446	50,000	150
Turnagain Traffic and Pedestrian Safety	08-DC-447	150,000	30,578

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<u>State Grantor Program Title</u>	<u>Grant No.</u>	<u>Award Amount</u>	<u>Expenditures</u>
<b>Alaska Department of Commerce, Community &amp; Economic Development, continued</b>			
Non-Major Programs, continued:			
Tyson Elementary Repair and Upgrades	08-DC-448	\$ 20,000	\$ 150
Williwaw Elementary Pub Address System	08-DC-449	20,000	150
Old Seward Highway Upgrade from O'Malley to Brandon	08-RR-016	1,300,000	62,519
11th Avenue Road Upgrade - Muldoon Road to Boston St	09-DC-056	500,000	28,951
72nd Avenue Meadow Drainage	09-DC-057	280,000	8,422
Abbott Loop Community Park Ball Field Surface & Playground Improvements	09-DC-058	250,000	162,929
Bayshore Elementary Books for Library	09-DC-059	42,000	150
Bayshore Elementary Printers and Video Camera for Computer Lab	09-DC-060	17,000	150
Bluebell Drive Reconstruction	09-DC-061	600,000	12,172
Bowman Elementary iMac Computers and Related Software	09-DC-062	30,000	150
Cherry St Overlay - 6th to 10th Avenue	09-DC-063	200,000	4,000
Chugiak Eagle River Parks and Recreation	09-DC-064	990,000	19,800
Dimond High School Texts and Supplies	09-DC-065	20,000	150
Eagle River Library Collection, Technology, Site and Program Upgrades	09-DC-066	370,000	7,400
East 42nd Avenue Upgrade	09-DC-067	25,000	500
Goldenview Middle School Projector Installation Project	09-DC-068	50,000	150
Goose Lake Park Building and Boathouse	09-DC-069	90,000	1,800
Huffman Elementary School iMac Computers	09-DC-070	30,000	150
Mears Middle School - Furnish 32 Classrooms	09-DC-071	169,600	750
Mountain Air Drive/Hillside Drive Extension	09-DC-072	4,500,000	90,801
O'Malley Elementary iMac Computers	09-DC-073	30,000	150
Oceanview Elementary Computer Lab Upgrade	09-DC-074	40,000	150
Road Construction Funding Inflation Adjustments	09-DC-075	2,000,000	50,074
Russian Jack/Muldoon Weed and Seed Program Support	09-DC-076	50,000	1,000
Service High School Football Field Turf Design	09-DC-077	500,000	750
Service High School Voc-tech Building and Trade Supplies	09-DC-078	20,000	150
Taku Lake Park Safety Upgrade and Trail Improvements	09-DC-079	50,000	1,000
Totem East Anchorage Ball Fields	09-DC-080	250,000	149,173
Yosemite Drive Area Drainage Improvements	09-DC-081	500,000	27,450
120th Avenue Pedestrian and Road Safety Upgrade - Oceanview Elem	09-DC-161	600,000	16,762
40th Avenue Extension Lake Otis Prkwy to Dale St	09-DC-162	10,000,000	200,000
6th Avenue Reconstruction - Patterson St to Muldoon Rd	09-DC-163	2,900,000	85,500
73rd Avenue Upgrade - Petersburg St to Basel St	09-DC-164	1,200,000	54,174
74th Avenue Upgrade - Petersburg St to Basel St	09-DC-165	1,200,000	78,551
79th Avenue Upgrade - Hartzell Rd to Petersburg St	09-DC-166	475,000	28,665
88th Avenue Upgrade	09-DC-167	1,000,000	20,000
9th Avenue Safety Reconstruction - L St to Latouche St	09-DC-168	4,500,000	95,345
Abbott Loop Elementary School Purchase New Art Room Supplies	09-DC-169	12,000	150
Airport Heights Area Traffic and Pedestrian Safety	09-DC-170	25,000	23,868
Airport Heights Elementary School Furniture Replacement	09-DC-171	15,000	150
Arlene St Safety and Curb Improvements - 70th to 71st Ave	09-DC-172	60,000	1,200
Campbell Elementary School Asphalt and Sidewalk Repairs	09-DC-174	315,000	750
Canal St at Victoria Ct Drain Improvements	09-DC-175	150,000	57,899
Chinook Elementary School Winter Physical Education equipment	09-DC-176	5,000	150
Chugiak Birchwood Eagle River Rural Road Service Area	09-DC-177	1,000,000	20,000
Eagle River Elementary School Library/Technology Upgrades	09-DC-179	35,000	150
Eagle River Town Center	09-DC-180	900,000	18,000
Edward St Safety Upgrade - 6th Ave to Debarr Rd	09-DC-181	3,500,000	72,420
Glenn Highway/Eagle Glen Subdivision Area Drainage	09-DC-182	550,000	11,000
Hanshaw Middle School - Purchase Computers and Equipment	09-DC-183	117,500	750



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State Grantor Program Title	Grant No.	Award Amount	Expenditures
<b>Alaska Department of Commerce, Community &amp; Economic Development, continued</b>			
Non-Major Programs, continued:			
Jewel Lake Rd Construction of Missing Ped and Storm Drains	09-DC-185	\$ 500,000	\$ 10,000
Kasuun Elementary School Purchase and Install School Sign	09-DC-186	15,000	150
Police Department Eagle River Sub-Station Relocation	09-DC-187	500,000	10,000
Rabbit Creek Elementary School Classroom & Computer Lab	09-DC-188	18,000	150
Raspberry Rd Upgrade - Arctic Blvd to C St	09-DC-189	1,100,000	25,431
Renovate Park Strip 8 Tennis Court Complex	09-DC-190	100,000	2,000
Ruth Arcand Park - Playground Equipment	09-DC-191	100,000	2,000
Scotty Gomez Skating Rink Tikishia Park Improvements	09-DC-192	30,000	26,600
South High School Artificial Turf Field Design	09-DC-193	500,000	1,024
Spring Hill Elementary School - Purchase Classroom Projectors	09-DC-194	45,000	150
Swimming Pools, Upgrades	09-DC-195	2,000,000	125,397
Taku Elementary School Purchase of Emergency Preparedness	09-DC-196	7,500	150
Taku Elementary School Roof Repair Over Main Office Hallway	09-DC-197	10,000	150
Trailside Elementary School - Purchase Smart Boards	09-DC-198	40,000	150
Clitheroe Center - Retrofit Facility for Secure Treatment of Chronic Substance Abusers	09-DC-360	435,000	53,419
4th Avenue Pedestrian Safety Bunnell St to Boniface Prkwy	09-DC-361	160,000	3,200
Airport Heights Elementary School Multi-Media Equipment	09-DC-362	10,000	150
Anchorage Veteran's Memorial Improvements	09-DC-363	250,000	5,000
Aquarian Charter School Book and Technology Grant	09-DC-364	5,000	150
Bartlett High School - New Smart Board for Classrooms	09-DC-365	40,000	150
Blueberry St/Northern Lights Blvd Area Pedestrian Safety	09-DC-366	190,000	15,500
Campbell Elementary School Climbing Wall Installation	09-DC-367	16,400	150
Central Middle School Ice Rink Reconstruction	09-DC-368	10,000	150
Central Middle School Stage Floor Refinishing	09-DC-369	20,000	150
Chinook Elementary School Purchase New Computers for Classrooms	09-DC-370	65,000	150
College Gate Elem Pedestrian Safety	09-DC-371	30,000	600
Cranberry St Trail Reconstruction - Boom Circle to 91st Ave	09-DC-372	200,000	4,000
Creekside Park Elementary - New Computers for Classrooms	09-DC-373	25,000	150
Denali Elementary School Computers Purchase	09-DC-374	38,000	150
East High School - Communication Closet Repairs	09-DC-375	50,000	150
Fairview Elementary School Technology, Books and Supplies Grant	09-DC-376	25,000	150
Fire Department Station 15 Construct Storage Area	09-DC-377	8,000	160
Fire Department Station 15 Wi-Fi Equipment and Improvements	09-DC-378	3,000	60
Fire Department Station 3 Replacement	09-DC-379	6,000,000	131,016
Fire Department Station 5 Renovation	09-DC-380	4,500,000	108,124
Fire Department Station 5 Thermal Imaging Camera	09-DC-381	13,000	260
Fire Department Station 6 Exercise Equipment and Presentation Projector	09-DC-382	8,400	168
Fire Department 7 Exterior Facilities Improvements	09-DC-383	10,000	200
Fire Department Station 7 Wi-Fi Equipment and Improvements	09-DC-384	2,000	40
Fire Department Station 9 Personal Equipment Locker Installation	09-DC-385	20,000	400
Fire Lake Elementary School Library/Technology Upgrades	09-DC-386	35,000	150
Flooding, Glaciation, and Drainage Matching Program	09-DC-387	2,000,000	124,622
Gladys Wood Elementary School - New Computers for Computer Lab	09-DC-388	38,000	150
Government Hill Elementary Technology, Books and Supplies	09-DC-389	39,000	150
I St Pedestrian Safety - 11th to 13th Ave	09-DC-390	50,000	29,498
Inlet View Elementary Computers and Technology Upgrades	09-DC-391	43,000	150
Johns Rd Upgrade/Reconstruction (RTP)	09-DC-393	1,000,000	44,560
Kincaid Elementary School - New Computers for Computer Lab	09-DC-394	50,000	150
King Career Center - New Partitions for Classrooms	09-DC-395	30,000	150

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Schedule of State Financial Assistance  
Year ended December 31, 2008

<u>State Grantor Program Title</u>	<u>Grant No.</u>	<u>Award Amount</u>	<u>Expenditures</u>
<b>Alaska Department of Commerce, Community &amp; Economic Development, continued</b>			
Non-Major Programs, continued:			
Klatt Elementary School - Installation of Existing Video Equipment	09-DC-396	\$ 2,500	\$ 150
Lake Hood Elementary School Technology Grant	09-DC-397	24,000	150
Lake Otis Elementary Technology, Books and Supplies	09-DC-398	25,000	150
Loussac Library, Fire, Security and Lighting Upgrades	09-DC-399	2,050,000	41,000
Master Planning for West High School and Romig Middle School	09-DC-400	900,000	1,323
Mountain View Dr Pedestrian Safety Flower to McCarrey St	09-DC-401	90,000	15,298
Mountain View Elementary School - CCTV / Security System Upgrade	09-DC-402	78,500	150
Mountain View Library Education Books and Library Materials	09-DC-403	35,000	150
Mt. Sputt Elementary School Technology Upgrades	09-DC-404	30,000	150
Muldoon Elementary School Projectors and Laptops	09-DC-405	40,000	150
North Star Elementary School Books and Technology Upgrade	09-DC-406	10,000	150
Northeast Anchorage Traffic and Pedestrian Safety	09-DC-407	160,000	48,034
Northern Lights Blvd Sound and Traffic Barrier	09-DC-409	1,500,000	30,000
Northwood Elementary School New Program Textbooks	09-DC-410	25,000	150
Nunaka Valley Elementary - Asphalt and Sidewalk Repairs	09-DC-412	42,000	150
Orion Elementary School Sports Equipment Upgrade	09-DC-413	7,000	150
Pedestrian Safety and Rehab Improvements Matching Program	09-DC-415	1,000,000	72,499
Polaris K-12 School Theatre Project Phase II	09-DC-416	70,000	150
Police Department - Specialty Response Equipment Purchase	09-DC-417	35,000	700
Ptarmigan Elementary School Walking Trail Upgrades	09-DC-419	25,000	150
Rogers Park Area Traffic and Pedestrian Safety	09-DC-420	160,000	13,803
Rogers Park Elementary School Lunch Tables and Chairs	09-DC-421	25,000	150
Romig Middle School Technology Upgrades	09-DC-422	15,000	150
Russian Jack Elementary School Technology Upgrades	09-DC-423	38,500	150
Sand Lake Elementary School - Purchase Book and Materials	09-DC-424	20,000	150
Sand Lake Watershed Leg 08	09-DC-425	50,000	1,000
SAVE High School Roadside Curb Replacement	09-DC-426	30,000	150
Stellar Secondary School Computer Lab	09-DC-427	32,000	150
Susitna Elementary School - Library Books and Supplies	09-DC-428	5,000	150
Tudor Elementary School Asphalt and Sidewalk Repairs	09-DC-429	5,000	150
Turnagain Area Traffic and Pedestrian Safety	09-DC-430	160,000	3,200
Turnagain Elementary School Computer Lab	09-DC-431	71,000	150
University Lake Park Improvements	09-DC-432	25,000	500
Valley of The Moon Park Upgrades	09-DC-433	375,000	7,500
Wendler Middle School Library Furniture & Equipment	09-DC-434	30,000	150
West High School Smart Boards Acquisition	09-DC-435	42,000	250
William Tyson Elementary School Multi-media Equipment	09-DC-436	10,000	150
Willow Crest Elementary School Book and Technology Grant	09-DC-437	10,000	150
Winterberry Charter School Technology, Books and Supplies Grant	09-DC-438	10,000	150
Wonder Park Elementary School - New Computers for Computer Lab	09-DC-439	45,000	150
Total Non-Major Programs		132,590,330	9,772,997
<b>Total Alaska Department of Commerce, Community &amp; Economic Development</b>		271,653,245	97,053,966
<b>Alaska Department of Education &amp; Early Development</b>			
Non-Major Programs:			
Net Lender 2008	ILC-08-713-104	13,776	13,775
Public Library Assistance		31,750	1,044
Public Library Assistance		38,100	38,100
<b>Total Alaska Department of Education &amp; Early Development</b>		83,626	52,919

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
Schedule of State Financial Assistance  
Year ended December 31, 2008

State Grantor Program Title	Grant No.	Award Amount	Expenditures
<b>Alaska Department of Environmental Conservation</b>			
Non-Major Programs:			
USFS Hazmat Response Equipment	ADEC-MOU	\$ 10,000	\$ 10,000
Rabbit Creek, Little Rabbit Creek & Survival Creek	13068	<u>300,000</u>	<u>41,382</u>
<b>Total Alaska Department of Environmental Conservation</b>		<u>310,000</u>	<u>51,382</u>
<b>Alaska Department of Health &amp; Social Services</b>			
Major Programs:			
Community Health Nursing	601-08-175	825,775	368,533
Community Health Nursing	601-09-175	873,921	406,631
Human Services Community Matching Grant	605-09-012	914,989	310,869
Human Services Community Matching Grant	605-08-012	<u>919,425</u>	<u>297,713</u>
<b>Total Major Programs</b>		3,534,110	1,383,746
Non-Major Programs:			
Coordinated Transportation	607-08-119	81,750	39,395
Coordinated Transportation	607-09-114	143,062	61,820
Aging Disability Resource Ctr	607-09-702	<u>106,280</u>	<u>14,328</u>
<b>Total Non-Major Programs</b>		<u>331,092</u>	<u>115,543</u>
<b>Total Alaska Department of Health &amp; Social Services</b>		<u>3,865,202</u>	<u>1,499,289</u>
<b>Alaska Department of Military &amp; Veterans Affairs</b>			
Non-Major Programs:			
Local Emergency Planning Committees Grant	08LEPC-AR35253	30,625	22,125
Local Emergency Planning Committees Grant	09LEPC-AR35253	<u>25,225</u>	<u>510</u>
<b>Total Alaska Department of Military &amp; Veterans Affairs</b>		<u>55,850</u>	<u>22,635</u>
<b>Alaska Department of Natural Resources Division of Parks &amp; Outdoor Recreation</b>			
Non-Major Programs:			
Girdwood Trails	10795708	97,552	2,132
Girdwood Trails	10795849	<u>100,000</u>	<u>2,668</u>
<b>Total Alaska Department of Natural Resources Division of Parks &amp; Outdoor Recreation</b>		<u>197,552</u>	<u>4,800</u>
<b>Alaska Department of Revenue</b>			
Major Programs:			
FY 08 Liquor Licensing	FY08	482,650	482,650
FY 08 Electric Co-op Allocation	FY08	<u>980,179</u>	<u>980,179</u>
<b>Total Major Programs</b>		1,462,829	1,462,829
Non-Major Programs:			
FY 08 Raw Fish	FY08	<u>99,545</u>	<u>99,545</u>
<b>Total Alaska Department of Revenue</b>		<u>1,562,374</u>	<u>1,562,374</u>
<b>Alaska Department of Transportation &amp; Public Facilities</b>			
Major Programs:			
FY 07 Traffic Signal Management		1,573,486	1,573,486
48th Avenue/Boniface Parkway Extension	53073	<u>24,700,000</u>	<u>3,391,038</u>
<b>Total Major Programs</b>		26,273,486	4,964,524
Non-Major Programs:			
Toilsome Hill/Glen Alps Rd and Canyon Rd Improvements	53166	600,000	84,193
Crash Data Retrieval Sys Trng	154AL	10,245	1,419
Crash Data Retrieval Sys Trng	154AL	4,973	4,973
Acquire Snow Removal Equipment (Motor Grader, Sand Truck, Snowblower)	3-02-0015-040-2006/53105	14,500	557

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
Schedule of State Financial Assistance  
Year ended December 31, 2008

<u>State Grantor Program Title</u>	<u>Grant No.</u>	<u>Award Amount</u>	<u>Expenditures</u>
<b>Alaska Department of Transportation &amp; Public Facilities, continued</b>			
Non-Major Programs, continued:			
NPDES Storm Water Permit Application 2003	None	\$ 298,704	\$ 8,892
NPDES Storm Water Permit Application 2004	None	298,704	56,071
NPDES Storm Water Permit Application 2005	None	298,704	64,376
NPDES Storm Water Permit Application 2006	None	298,704	222,650
NPDES Storm Water Permit Application 2007	None	298,704	284
NPDES Storm Water Permit Application 2008	None	298,704	6,695
Red Light Confirmation TORA		<u>47,200</u>	<u>13,885</u>
Total Non-Major Programs		<u>2,469,142</u>	<u>463,995</u>
<b>Total Alaska Department of Transportation &amp; Public Facilities</b>		<u>28,742,628</u>	<u>5,428,519</u>
<b>Alaska Energy Authority</b>			
Non-Major Program:			
Eklutna Project Transmission	2195150	<u>19,300,000</u>	<u>264,902</u>
<b>Total Alaska Energy Authority</b>		<u>19,300,000</u>	<u>264,902</u>
<b>Alaska Housing Finance Corporation</b>			
Major Programs:			
Low Income Weatherization Assistance Program	WAP-08-MOA-1	4,310,685	1,699,151
Low Income Weatherization Assistance Program	WAP-07-MOA-1	<u>1,012,919</u>	<u>175,216</u>
Total Non-Major Programs		<u>5,323,604</u>	<u>1,874,367</u>
Non-Major Programs:			
LINK Program 2007	GMS-06-MOA-1	32,055	9,897
LINK Program 2007	GMS-07-MOA-1	33,015	23,945
Homeless Assistance Program	HAP-08-MOA-1	75,000	70,415
HMIS - LINK Project for Homeless Clients	HMS-05-MOA-1	55,000	94
HMIS - LINK Project for Homeless Clients	HMS-05-MOA-1	145,550	32,597
LINK Program 2008	HMS-07-MOA-1	<u>139,050</u>	<u>106,952</u>
Total Non-Major Programs		<u>479,670</u>	<u>243,900</u>
<b>Total Alaska Housing Finance Corporation</b>		<u>5,803,274</u>	<u>2,118,267</u>
<b>Alaska Mental Health Trust Authority</b>			
Non-Major Programs:			
NAMI Crisis Team Trng 08	DJG CC. 04806175,		
AMHTA 2008 Planning Grant	Grant ID: 1236.02	16,320	14,198
	GIFTS ID: 1599	<u>75,000</u>	<u>53,539</u>
<b>Total Alaska Mental Health Trust Authority</b>		<u>91,320</u>	<u>67,737</u>
<b>Alaska Natural Gas Development Authority</b>			
Non-Major Programs:			
SOA Misc ECD Grants		<u>250,000</u>	<u>250,000</u>
<b>Total Alaska Natural Gas Development Authority</b>		<u>250,000</u>	<u>250,000</u>
<b>Total Schedule of State Financial Assistance</b>		<u>\$ 352,734,502</u>	<u>\$ 129,196,221</u>

## MUNICIPALITY OF ANCHORAGE

### Notes to Schedule of State Financial Assistance

Year Ended December 31, 2008

#### **Note 1: General**

The accompanying Schedule of State Financial Assistance includes the activity of all state financial assistance programs of the Municipality of Anchorage, Alaska (Anchorage) excluding its component unit, the Anchorage School District. Anchorage's reporting entity is defined in Note 1 to Anchorage's financial statements. The information in this schedule is presented in accordance with the requirements of the State of Alaska Single Audit Act and the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*.

#### **Note 2: Basis of Accounting**

The accompanying Schedule of State Financial Assistance is presented on the accrual basis of accounting, which is described in Note 1 of Anchorage's financial statements.

**MUNICIPALITY OF ANCHORAGE**

Schedule of Findings and Questioned Costs

Year Ended December 31, 2008

**I. Summary of Auditor's Results**

**Financial Statements**

Type of auditor's report issued

Unqualified

Internal control over financial reporting:

- Material weakness(es) identified?  yes  no
- Significant deficiency(ies) identified that are not considered to be material weakness(es)?  yes  none reported
- Noncompliance material to financial statements noted?  yes  no

**Federal Financial Assistance**

Internal control over major programs:

- Material weakness(es) identified?  yes  no
- Significant deficiency(ies) identified that are not considered to be material weakness(es)?  yes  none reported

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

Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?

yes  no

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
14.218	Community Development Block Grants Cluster
14.239	HOME Investments Partnerships Program
20.500, 20.507	FTA Section 5307, 5309 Grants
93.575	Child Care and Development Block Grants Cluster
11.438	Southeast Sustainable Salmon Fund
66.458	Alaska Clean Water Loans
66.468	Alaska Drinking Water Loans

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

\$1,996,378

Auditee qualified as low-risk auditee?

yes  no

MUNICIPALITY OF ANCHORAGE

Schedule of Findings and Questioned Costs, continued

**Summary of Auditor’s Results, continued**

**State Financial Assistance**

Internal control over major programs:

- Material weakness(es) identified? \_\_\_\_\_ yes   X   no
- Significant deficiency(ies) identified that are not considered to be material weakness(es)? \_\_\_\_\_ yes   X   none reported

Type of auditor’s report issued on compliance for major programs? Unqualified

Dollar threshold used to distinguish a state major program? \$300,000

**II. Financial Statement Findings**

None noted.

**III. Federal Award Findings and Questioned Costs**

**Program: Department of Health and Human Services   CFDA #: 93.575  
Child Care and Development Block Grants Cluster**

**Passed through the State of Alaska Department of Health and Social Services - Child Care Licensing Program**

**Finding 2008-01               Eligibility**

**Criteria:**

According to 7 AAC 57.315 an individual associated with a child care facility in the manner of service provider seeking licensure, certification, approval, or a finding of eligibility to receive payments from the department (7 AAC 10.900(b)), must have a valid criminal history check conducted under 7 AAC 10.900 - 7 AAC 10.990 if that individual is 16 years of age or older and will be associated with the entity or provider. An entity or individual service provider must request a criminal history check or provide proof of a valid fingerprint-based criminal history check, for each individual to be associated, or to remain associated, with the entity or provider.

**Condition:**

Anchorage was unable to provide documentation to show that criminal history checks had taken place for all child care providers’ employees.

**Questioned costs:**

Not known.

## MUNICIPALITY OF ANCHORAGE

### Schedule of Findings and Questioned Costs, continued

#### **Federal Award Findings and Questioned Costs, continued**

##### **Finding 2008-01                      Eligibility, continued**

**Context:**

There were 306 child care service providers, both in-home and centers, licensed within the Child Care Licensing Program in 2008. The auditor reviewed 23 randomly selected providers' files. A total of three exceptions in the criminal history check documentation were noted. Three providers' files did not contain a valid fingerprint or requested criminal history check for each employee. Thirteen percent of the tested files were found to be deficient in this area.

**Effect:**

Anchorage Child Care Licensing Program is not in compliance with the Alaska Administrative Code for child care facilities licensing (7 AAC 57.315).

**Cause:**

Anchorage Child Care Licensing Program does not have a well designed internal policy to obtain and to organize needed criminal history check documentation.

**Recommendation:**

We recommend that Anchorage provide training for staff at the Department of Health and Social Services, Child Care Licensing Program, regarding documentation requirements for this program. We also recommend that department personnel perform quality reviews of the providers' files to detect and correct any deficiencies in documentation.

**Views of responsible officials and planned corrective actions:**

See corrective action plan.

**Program: Department of Health and Human Services      CFDA #: 93.575**  
**Child Care and Development Block Grants Cluster**

**Passed through the State of Alaska Department of Health and Social Services - Child Care Assistance Program**

##### **Finding 2008-02                      Special Tests and Provisions - Timely action taken on the application**

**Criteria:**

According to section 305 of the State of Alaska, Child Care Assistance Policy and Procedure Manual, the designee must take action to approve, deny, or pend the application within 30 calendar days from the application submittal. Each action requires that notice be sent to the applicant, typically within 10-15 calendar days of submitting the application. If pended, and the action will cause the worker to exceed the 30 day timeframe, notice must be issued at the time the action is being taken.



## MUNICIPALITY OF ANCHORAGE

### Schedule of Findings and Questioned Costs, continued

#### **Federal Award Findings and Questioned Costs, continued**

##### **Finding 2008-02                      Special Tests and Provisions - Timely action taken on the application, continued**

**Condition:**

During the course of testing family case files we noted that actions on several applications were taken past 30 days from the date of the application.

**Questioned costs:**

Not known.

**Context:**

There were a total of 2,185 applications for child care assistance processed by the DHSS in 2008. The auditor reviewed 23 randomly selected case files. A total of four exceptions to timely action on the applications were noted. Four case files did not have proof of any action taken within 30 days. The actual time in those cases was 49, 41, 35, and 34 days from the date of the application. 17% of the tested files were found to be deficient in this area.

**Effect:**

Anchorage Child Care Assistance Program is not in compliance with the State of Alaska Child Care Assistance Policy and Procedures Manual.

**Cause:**

The exceptions were noted in the first half of 2008 when the program had two vacant positions and one position in training in the eligibility determination area (as a caseworker). That led to a higher caseload per caseworker. There were no productivity standards and controls implemented at that time period to assure the compliance with the time constraint requirement in processing applications.

**Recommendation:**

We recommend that MOA put internal productivity standards and controls in place to assure that applications are processed within the required timeframe. The productivity standards should include assigning individual cases to each caseworker and processing a fixed amount of cases by each caseworker per day. The internal controls should include regular case file reviews.

**Views of responsible officials and planned corrective actions:**

See corrective action plan.

## MUNICIPALITY OF ANCHORAGE

### Schedule of Findings and Questioned Costs, continued

#### **Federal Award Findings and Questioned Costs, continued**

**Program: Department of Health and Human Services    CFDA #: 93.575**  
**Child Care and Development Block Grants Cluster**

**Passed through the State of Alaska Department of Health and Social Services - Child Care Assistance Program**

#### **Finding 2008-03            Eligibility - Program participation prohibitions**

**Criteria:**

According to 7 AAC 41.055 a provider or family that is otherwise eligible for child care assistance payments or benefits under this chapter is prohibited from participating in the program if the provider or a parent has been debarred or suspended in accordance with 45 C.F.R. Part 76. A list of persons referred to in 7 AAC 41.055 who are precluded from participation because of debarment or suspension in accordance with 45 C.F.R. Part 76 is available at <http://www.epls.gov/>. Designees must document in the family or provider file that these checks have been conducted. Documentation would include printing out a copy of the EPLS page which shows that no records were found for the name searched, or noting in the file the date that these searches were conducted.

**Condition:**

During the course of testing case files we noted that several files did not have required documentation for the debarment check.

**Questioned costs:**

Not known.

**Context:**

There were a total of 2,185 applications for child care assistance processed by the DHSS in 2008. The auditor reviewed 23 randomly selected case files. A total of three exceptions of the debarment check were noted. 13% of the tested files were found to be deficient in this area. During the second half of 2008, program management implemented a new policy for debarment check documentation to print a screenshot of the epls.com search. The auditor noted that program staff was still inconsistent in the debarment check documentation at the end of the year.

**Effect:**

Anchorage Child Care Assistance Program is not in compliance with the Alaska Administrative Code for child care assistance program (7 AAC 41.055.)

**Cause:**

The Child Care Assistance program policies regarding debarment check documentation are not consistently applied.

**MUNICIPALITY OF ANCHORAGE**

Schedule of Findings and Questioned Costs, continued

**Federal Award Findings and Questioned Costs, continued**

**Finding 2008-03            Eligibility - Program participation prohibitions, continued**

**Recommendation:**

We recommend that the Child Care Assistance Program be consistent in its program policies implementation. To ensure compliance with debarment check documentation, program management should perform regular case reviews and staff training.

**Views of responsible officials and planned corrective actions:**

See corrective action plan.

**IV. State Award Findings and Questioned Costs**

None noted.

# MUNICIPALITY OF ANCHORAGE

## Summary Schedule of Prior Audit Findings

Year Ended December 31, 2008

### **Financial Statement Findings**

#### **2007-1 – PeopleSoft System, CAMA and Taxes Software Applications**

##### **Condition Noted**

System access – there are no formal procedures to periodically review user access. The review of user access is significant as it can detect unauthorized or terminated users as well as provide a review of segregation of duties.

Program changes – We noted that program changes and the testing of changes are not consistently documented. We also noted that developers have access to promote changes to production.

##### **Status**

Anchorage has implemented a review process on a quarterly basis to monitor system access. The implementation of the new process is complete. It is monitored by the Supervisor of the Application group.

Program changes, while tested in the past, will now have proper and thorough documentation supporting that the changes have been checked, tested and approved prior to releasing the changes to the production environment. A quarterly report will be produced of staff promotions of programs/processes to production and reviewed by a supervisor. The support documentation that is attached to the Altiris ticket is typically the approval email from the end user who tested the change. The reports have been produced and reviewed as described.

We consider this finding resolved.

#### **2007-2 - High Turnover in Key Accounting Positions**

##### **Condition Noted**

Anchorage had significant turnover in key accounting positions in 2007 including the Chief Fiscal Officer, Controller, Assistant Controller and Grants Supervisor.

## MUNICIPALITY OF ANCHORAGE

### Summary Schedule of Prior Audit Findings, continued

#### **Financial Statement Findings, continued**

##### **Status**

The turnover in the identified key accounting positions has stabilized with no turnover in 2008. Additionally, Anchorage has continued to engage consultants with previous Municipal experience to assist in facilitating the 2008 audit process. With no subsequent finding for 2008, Anchorage considers this finding resolved.

##### **2007-3 - Capital Assets**

##### **Condition Noted**

There has been significant activity at the Port of Anchorage and much of the funding for the expenditures comes from the Federal and State of Alaska governments. Certain assets transferred to the Port prior to 2008 were not reported in Anchorage's financial statements for 2006. The error was not discovered by management until 2008.

##### **Status**

Traditionally, Anchorage constructs its assets using internal financial resources as well as any grant contributions received. In an unprecedented agreement, the Federal Maritime Administration (MARAD) is over-seeing the construction of the Port expansion project, using Federal, State, and Port dollars. Once constructed, those assets are turned over to Anchorage and recorded on the books.

One of the challenges with the MARAD administration of the Port expansion is that most of the construction activity is not accounted for at the municipal level, since the funding does not pass through the Port's accounts but rather flows directly to MARAD. Although Anchorage's capital assets exceed three billion dollars, management strives to properly record all assets qualifying for capitalization, irrespective of size. Biennial inventories are required for all Municipal departments. Beginning in 2008 the Port implemented annual inventories to ensure that all capital assets are being properly accounted for.

Management has developed processes to track and identify these assets as they near completion. Once the assets are completed, the Port staff obtains financial records that document asset cost and the official transfer documents of the assets from MARAD. Anchorage hired an experienced consultant who oversaw these internal control enhancements and reported directly to the Controller and CFO.

The Port successfully completed its first standalone audit with no significant findings. We consider this finding resolved.

## MUNICIPALITY OF ANCHORAGE

### Summary Schedule of Prior Audit Findings, continued

#### **Findings Related to Federal Awards**

**2006-1-US Department of Health and Human Services, Child Care Assistance Program Grant, CFDA 93.575; US Department of Health and Human Services, Child Care Eligibility Program Grant, CFDA 93.575, passed through Alaska Department of Health and Social Services**

#### **Condition Noted**

During the year, Anchorage did not have an effective review process in place to ensure participant income was properly calculated.

#### **Status**

As established in the 2007 Single Audit Corrective Action Plan and the revised grant agreement, Anchorage was required to conduct 18 quality assurance case file reviews per month. For 2008, Anchorage exceeded the number of quality assurance reviews required, and implemented a new internal process of checking every income determination before release to the participants. Individual employee performance plans have been implemented based on the issues found in the file reviews and on-going training is being conducted. Anchorage is also in the process of hiring a new staff to assist with the quality control in 2009.

We consider this finding resolved.

# MUNICIPALITY OF ANCHORAGE

## Corrective Action Plan

Year Ended December 31, 2008

### **Findings Related to Federal Awards**

#### **2008-01**

Department of Health and Human Services  
Child Care and Development Block Grants Cluster

CFDA #: 93.575

Passed through the State of Alaska Department of Health and Social Services - Child Care Licensing Program

#### **Response**

As of May 1, 2009, all provider files are being reviewed for required forms as they are migrated to the recently established centralized file system; any missing documentation will be requested. The following process will be followed:

- Documentation statement of compliance will be placed in individual files attesting to the fact that specific background check documents are not required for an individual that was employed prior to this code requirement and has remained continuously employed.
- All employee files will be cross-checked with the State of Alaska Childcare Database (ICCIS) for documentation verification.
- A comprehensive tracking system will be developed to timely identify and follow-up on any missing documentation for new employees.
- Child Care licenses will not be issued or renewed if any employee documentation is missing.
- Additional training will be provided to Child Care Facility owners / administrators to ensure that they maintain compliance with all record keeping requirements.

Anticipated completion date: File reviews will be completed and tracking systems will be in place by the end of 2009. Monitoring of required documentation will be on a continual basis.

Background checks for childcare providers outside of the Municipality of Anchorage are conducted by the State of Alaska Background Check Unit; we are continuing our dialog with the State Child Care Program Office as to the feasibility of incorporating Anchorage with the State Background Check Unit.

## MUNICIPALITY OF ANCHORAGE

### Corrective Action Plan, continued

#### **Findings Related to Federal Awards, continued**

##### **2008-02**

Department of Health and Human Services  
Child Care and Development Block Grants Cluster

CFDA #: 93.575

Passed through the State of Alaska Department of Health and Social Services - Child Care Assistance Program

##### **Response**

Workload previously was assigned to teams so individual management of the documentation was a challenge. In February 2009 individual caseloads were implemented to streamline timely action. Regular monitoring by the Assistant Program Manager is being conducted on the volume of applications and the timeframe needed for completion. The exceptions found were in the first half of 2008. Additionally, the department has filled or in the process of filling two eligibility vacancies.

##### **2008-03**

Department of Health and Human Services  
Child Care and Development Block Grants Cluster

CFDA #: 93.575

Passed through the State of Alaska Department of Health and Social Services - Child Care Assistance Program

##### **Response**

The debarment check is now part of a template function to be completed at each family review. The template is approved by the State and was implemented September, 2008. A new quality control position was just filled to insure all required processes are consistently followed.

#### **Findings Related to State Awards**

There are no current year findings; therefore no corrective action plan is required.



**SUPPLEMENTARY INFORMATION**

**MUNICIPALITY OF ANCHORAGE, ALASKA**

Department of Health and Social Services

Community Health Nursing

Grant 601-08-175

Schedule of Expenditures - Budget and Actual

Grant Period Ended June 30, 2008

	<b>Fiscal Year Ending December 31, <u>2007</u></b>	<b>Fiscal Year Ending December 31, <u>2008</u></b>	<b><u>Total Expenditures</u></b>	<b><u>Budget</u></b>	<b>Variance Favorable (Unfavorable)</b>
Expenditures:					
Direct Costs:					
Personal Services	\$ 362,692	308,105	670,797	670,797	-
Other Operating Costs	<u>20,355</u>	<u>26,914</u>	<u>47,269</u>	<u>47,269</u>	-
Total Direct Costs	383,047	335,019	718,066	718,066	-
Indirect Costs:	<u>74,195</u>	<u>33,514</u>	<u>107,709</u>	<u>107,709</u>	-
Total Expenditures	\$ <u><u>457,242</u></u>	<u><u>368,533</u></u>	<u><u>825,775</u></u>	<u><u>825,775</u></u>	-

See accompanying independent auditors' report.

## MUNICIPALITY OF ANCHORAGE, ALASKA

Department of Health and Social Services

Community Health Nursing

Grant 601-09-175

Schedule of Expenditures - Budget and Actual

Grant Period Ended June 30, 2009

	<b>Fiscal Year Ending December 31, <u>2007</u></b>	<b>Fiscal Year Ending December 31, <u>2008</u></b>	<b><u>Total Expenditures</u></b>	<b><u>Budget</u></b>	<b><u>Variance Favorable (Unfavorable)</u></b>
Expenditures:					
Direct Costs:					
Personal Services	\$ -	296,160	296,160	687,348	391,188
Other Operating Costs	-	9,447	9,447	72,583	63,136
Total Direct Costs	-	305,607	305,607	759,931	454,324
Indirect Costs:	-	101,025	101,025	113,990	12,965
Total Expenditures	\$ -	406,632	406,632	873,921	467,289

See accompanying independent auditors' report.

**MUNICIPALITY OF ANCHORAGE, ALASKA**

Department of Health and Social Services  
 Human Services Community Matching Grant  
 Grant 605-08-012  
 Schedule of Expenditures - Budget and Actual  
 Grant Period Ended June 30, 2008

	<b>Fiscal Year Ending December 31, <u>2007</u></b>	<b>Fiscal Year Ending December 31, <u>2008</u></b>	<b><u>Total Expenditures</u></b>	<b><u>Budget</u></b>	<b>Variance Favorable (Unfavorable)</b>
Expenditures:					
Direct Costs:					
Personal Services	\$ -	-	-	-	-
Other Operating Costs	621,712	251,742	873,454	873,454	-
Total Direct Costs	621,712	251,742	873,454	873,454	-
Indirect Costs:	-	45,971	45,971	45,971	-
Total Expenditures	\$ <u>621,712</u>	<u>297,713</u>	<u>919,425</u>	<u>919,425</u>	<u>-</u>

See accompanying independent auditors' report.

**MUNICIPALITY OF ANCHORAGE, ALASKA**

Department of Health and Social Services  
 Human Services Community Matching Grant  
 Grant 605-09-012

Schedule of Expenditures - Budget and Actual  
 Grant Period Ended June 30, 2009

	<b>Fiscal Year Ending December 31, <u>2007</u></b>	<b>Fiscal Year Ending December 31, <u>2008</u></b>	<b><u>Total Expenditures</u></b>	<b><u>Budget</u></b>	<b><u>Variance Favorable (Unfavorable)</u></b>
Expenditures:					
Direct Costs:					
Personal Services	\$ -	-	-	-	-
Other Operating Costs	-	289,296	289,296	871,418	582,122
Total Direct Costs	-	289,296	289,296	871,418	582,122
Indirect Costs:	-	21,573	21,573	43,571	21,998
Total Expenditures	\$ -	310,869	310,869	914,989	604,120

See accompanying independent auditors' report.

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
 Department of Health and Social Services  
 Coordinated Transportation  
 Grant 607-08-119  
 Schedule of Expenditures - Budget and Actual  
 Grant Period Ended June 30, 2008

	<b>Fiscal Year Ending December 31, <u>2007</u></b>	<b>Fiscal Year Ending December 31, <u>2008</u></b>	<b><u>Total Expenditures</u></b>	<b><u>Budget</u></b>	<b><u>Variance Favorable (Unfavorable)</u></b>
Expenditures:					
Direct Costs:					
Personal Services	\$ 39,394	39,395	78,789	78,789	-
Other Operating Costs	-	-	-	-	-
Total Direct Costs	<u>39,394</u>	<u>39,395</u>	<u>78,789</u>	<u>78,789</u>	<u>-</u>
Indirect Costs:	2,961	-	2,961	2,961	-
Total Expenditures	<u>\$ 42,355</u>	<u>39,395</u>	<u>81,750</u>	<u>81,750</u>	<u>-</u>

See accompanying independent auditors' report.

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
 Department of Health and Social Services  
 Coordinated Transportation  
 Grant 607-09-114  
 Schedule of Expenditures - Budget and Actual  
 Grant Period Ended June 30, 2009

	<b>Fiscal Year Ending December 31, <u>2007</u></b>	<b>Fiscal Year Ending December 31, <u>2008</u></b>	<b><u>Total</u> <u>Expenditures</u></b>	<b><u>Budget</u></b>	<b>Variance Favorable (Unfavorable)</b>
Expenditures:					
Direct Costs:					
Personal Services	\$ -	-	-	-	-
Other Operating Costs	-	56,250	56,250	137,492	81,242
Total Direct Costs	-	56,250	56,250	137,492	81,242
Indirect Costs:	-	5,570	5,570	5,570	-
Total Expenditures	\$ -	61,820	61,820	143,062	81,242

See accompanying independent auditors' report.

## MUNICIPALITY OF ANCHORAGE, ALASKA

Department of Health and Social Services

Aging Disability Resource Center

Grant 607-09-702

Schedule of Expenditures - Budget and Actual

Grant Period Ended June 30, 2008

	<b>Fiscal Year Ending December 31, <u>2007</u></b>	<b>Fiscal Year Ending December 31, <u>2008</u></b>	<b><u>Total Expenditures</u></b>	<b><u>Budget</u></b>	<b>Variance Favorable (Unfavorable)</b>
Expenditures:					
Direct Costs:					
Personal Services	\$ -	3,501	3,501	76,890	73,389
Other Operating Costs	-	2,623	2,623	15,530	12,907
Total Direct Costs	-	6,124	6,124	92,420	86,296
Indirect Costs:	-	8,204	8,204	13,860	5,656
Total Expenditures	\$ -	14,328	14,328	106,280	91,952

See accompanying independent auditors' report.