



MUNICIPALITY OF ANCHORAGE, ALASKA  
FEDERAL AND STATE OF ALASKA  
SINGLE AUDIT REPORTS AND SCHEDULES

*For the fiscal year ended  
December 31, 2021*



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# Municipality of Anchorage, Alaska

## Single Audit Reports and Supplementary Information

Year Ended December 31, 2021

# **Municipality of Anchorage, Alaska**

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Single Audit Reports and Supplementary Information  
Year Ended December 31, 2021

# Municipality of Anchorage, Alaska

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Tel: 907-278-8878  
Fax: 907-278-5779  
www.bdo.com

3601 C Street, Suite 600  
Anchorage, AK 99503

## **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, Alaska

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the Municipality of Anchorage, Alaska (Anchorage), as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise Anchorage's basic financial statements, and have issued our report thereon dated September 30, 2022. The financial statements of the Anchorage Police and Fire Retirement System were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or instances of reportable noncompliance associated with Anchorage Police and Fire Retirement System.

### **Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Anchorage's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Anchorage's internal control. Accordingly, we do not express an opinion on the effectiveness of Anchorage's internal control.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of Anchorage's financial statements will not be prevented, or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as item 2021-001 that we consider to be a material weakness.

#### **Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Anchorage's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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*.

#### **Anchorage's Response to Findings**

*Government Auditing Standards* requires the auditor to perform limited procedures on Anchorage's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. Anchorage's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

#### **Purpose of This Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Anchorage's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Anchorage's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BDO USA, LLP

Anchorage, Alaska  
September 30, 2022



Tel: 907-278-8878  
Fax: 907-278-5779  
www.bdo.com

3601 C Street, Suite 600  
Anchorage, AK 99503

## **Independent Auditor’s Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

Honorable Mayor and  
Members of the Assembly  
Municipality of Anchorage, Alaska

### **Report on Compliance for Each Major Federal Program**

#### ***Qualified and Unmodified Opinions***

We have audited the Municipality of Anchorage, Alaska’s (Anchorage) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Anchorage’s major federal programs for the year ended December 31, 2021. Anchorage’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

*Qualified Opinion on Assistance Listings No. 21.027 Coronavirus State and Local Fiscal Recovery Funds, 21.023 Emergency Rental Assistance Program, & 93.323 Epidemiology and Laboratory Capacity for Infectious Diseases (ELC).*

In our opinion, except for the noncompliance described in the Basis for Qualified and Unmodified Opinions section of our report, Anchorage complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2021.

#### ***Unmodified Opinion on Each of the Other Major Federal Programs***

In our opinion, Anchorage complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs for the year ended December 31, 2021.

#### ***Basis for Qualified and Unmodified Opinions***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.



We are required to be independent of Anchorage and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Anchorage's compliance with the compliance requirements referred to above.

*Matter Giving Rise to Qualified Opinion on Assistance Listings No. 21.027 Coronavirus State and Local Fiscal Recovery Funds, 21.023 Emergency Rental Assistance Program, & 93.323 Epidemiology and Laboratory Capacity for Infectious Diseases (ELC).*

As described in the accompanying schedule of findings and questioned costs, Anchorage did not comply with requirements regarding Assistance Listings No. 21.027 Coronavirus State and Local Fiscal Recovery Funds, 21.023 Emergency Rental Assistance Program, and 93.323 Epidemiology and Laboratory Capacity for Infectious Diseases (ELC) as described in finding number 2021-002 for Subrecipient Monitoring.

Compliance with such requirements is necessary, in our opinion, for Anchorage to comply with the compliance requirements applicable to that program.

#### ***Other Matter - Federal Expenditures Not Included in the Compliance Audit***

Anchorage's basic financial statements include the operations of its component unit, Anchorage School District, which expended \$86,813,592 in federal awards which is not included in Anchorage's schedule of expenditures of federal awards during the year ended December 31, 2021. Our audit, described above, did not include the operations of the Anchorage School District because it was subjected to a separate audit in accordance with the Uniform Guidance, for the year ended June 30, 2021.

#### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Anchorage's federal programs.

#### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the types of compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Anchorage's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the types of compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Anchorage's compliance with the requirements of the federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Anchorage's compliance with the types of compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Anchorage's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Anchorage's control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

#### **Report on Internal Control Over Compliance**

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and, therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below, we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2021-002 to be a material weakness.

*A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2021-003 to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

*Government Auditing Standards* requires the auditor to perform limited procedures on Anchorage's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. Anchorage's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Anchorage is responsible for preparing a corrective action plan to address each audit finding included in our auditor's report. Anchorage's corrective action plan was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on it.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

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

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Municipality of Anchorage, Alaska as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise Anchorage's basic financial statements. We issued our report thereon dated September 30, 2022, which contained unmodified opinions on those financial statements. Our report includes a reference to other auditors. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

*BDO USA, LLP*

Anchorage, Alaska  
September 30, 2022

**Municipality of Anchorage**  
**Schedule of Expenditures of Federal Awards**  
Year Ended December 31, 2021

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Direct Federal Grant Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Award Amount	Total Federal Expenditures
<b>Department of Agriculture</b>						
Pass-Through Alaska Department of Health & Social Services						
SNAP Cluster:						
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561		604-271-21002	\$ -	\$ 131,928	\$ 73,222
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program	10.561		604-271-22002	-	131,928	58,628
<b>Total SNAP Cluster</b>				-	263,856	131,850
WIC Special Supplemental Nutrition Program for Women, Infants and Children	10.557		604-268-21001	-	1,510,488	828,874
WIC Special Supplemental Nutrition Program for Women, Infants and Children	10.557		604-268-22001	-	1,544,133	692,695
<b>Total ALN 10.557</b>				-	3,054,621	1,521,569
Pass-Through Alaska Department of Natural Resources						
Cooperative Forestry Assistance - Anchorage Fire Department Wildfire Mitigation	10.664		399170	-	270,000	19,562
Pass-Through Alaska Department of Commerce, Community & Economic Development -						
Forest Service Schools and Roads Cluster: Schools and Roads - Grants to States						
FY 19 National Forest Receipts	10.665		None	-	54,115	54,115
Urban Agriculture and Innovative Production	10.935		NR203A750027C013	-	20,500	20,500
Urban Agriculture and Innovative Production	10.935		NR203A750027C013	-	69,500	38,110
<b>Total ALN 10.935</b>				-	90,000	58,610
<b>Total Department of Agriculture</b>				-	3,732,592	1,785,706
<b>Department of Health &amp; Human Services</b>						
Food and Drug Administration Research -						
FY 20 FDA RISK STUDY	93.103	G-MP-1910-07824		-	20,000	13,338
Pass-Through Alaska Department of Health & Social Services:						
Aging Cluster - Special Programs for the Aging, Title III, Part B						
Grants for Supportive Services and Senior Centers, CARES Act for Supportive Services:						
COVID-19 Nutrition, Transportation and Support Services, CARES	93.044		607-309-21003	-	541,095	353,639
COVID-19 Nutrition, Transportation and Support Services, CARES	93.044		607-309-22003	-	751,289	155,548
<b>Total Aging Cluster</b>				-	1,292,384	509,187
Special Programs for the Aging, Title IV, and Title II, Discretionary Projects -						
Aging and Disability Resource Center	93.048		607-299-21003	-	83,800	57,094

**Municipality of Anchorage**  
**Schedule of Expenditures of Federal Awards, continued**  
Year Ended December 31, 2021

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Direct Federal Grant Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Award Amount	Total Federal Expenditures
<b>Department of Health &amp; Human Services, continued</b>						
Pass-Through Alaska Department of Health & Social Services, continued:						
Public Health Emergency Preparedness:						
COVID-19 FY 20 Public Health Emergency Preparedness	93.069		601-299-21003	\$ -	\$ 461,667	\$ 230,141
COVID-19 FY 21 Public Health Emergency Preparedness	93.069		601-299-22003	-	461,672	215,660
<b>Total ALN 93.069</b>				-	923,339	445,801
Project Grants and Cooperative Agreements for Tuberculosis Control Programs:						
Public Health Nursing	93.116		601-289-21001	-	128,600	62,753
Public Health Nursing	93.116		601-289-22001	-	128,600	60,100
<b>Total ALN 93.116</b>				-	257,200	122,853
Injury Prevention and Control Research and State and Community Based Programs						
Restore Hope in Linkage to Care Collaboration	93.136		601-307-21001	-	125,000	68,036
Restore Hope in Linkage to Care Collaboration	93.136		601-307-22001	-	125,000	53,185
<b>Total ALN 93.136</b>				-	250,000	121,221
COVID-19 Epidemiology and Laboratory Capacity for Infection and Control of Emerging Infectious Diseases						
	93.323		C0621-570-BB	2,438,692	14,186,398	5,906,639
Public Health Emergency Response: Cooperative Agreement for Emergency Response:						
Public Health Crisis Response:						
COVID-19 Contact Tracing Services	93.354		C0621-541-A	-	10,000,000	6,763,282
477 Cluster:						
Temporary Assistance for Needy Families	93.558		601-289-21001	-	85,000	63,845
Temporary Assistance for Needy Families	93.558		601-285-22001	-	85,000	32,557
<b>Total 477 Cluster</b>				-	170,000	96,402
CCDF Cluster:						
Child Care and Development Block Grant:						
FY 21 Child Care Licensing	93.575		604-260-21001	-	1,674,661	835,792
FY 22 Child Care Licensing	93.575		604-260-22001	-	1,674,661	783,601
<b>Total CCDF Cluster</b>				-	3,349,322	1,619,393
Medicaid Cluster - Medical Assistance Program Medicaid; Title XIX						
Aging and Disability Resource Center & Short-Term Assistance and Referral Services	93.778		607-PA-164	-	840,889	204,387
HIV Prevention Activities Health Department Based:						
HIV/ AIDS Prevention	93.940		601-281-21004	-	106,470	76,116
HIV/ AIDS Prevention	93.940		601-281-22004	-	106,470	35,204
<b>Total ALN 93.940</b>				-	212,940	111,320
<b>Total Department of Health &amp; Human Services</b>				2,438,692	31,586,272	15,970,917

**Municipality of Anchorage**  
**Schedule of Expenditures of Federal Awards, continued**  
Year Ended December 31, 2021

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Direct Federal Grant Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Award Amount	Total Federal Expenditures
<b>Department of Homeland Security</b>						
Pass-Through Alaska Department of Military & Veterans Affairs						
Disaster Grants - Public Assistance (Presidentially Declared Disasters):						
FY 21 Disaster Grants - 2018 Earthquake Public Assistance	97.036		DR-4094-AK	\$ -	\$ 31,762,223	\$ 4,519,209
COVID-19 FY 21 Disaster Grants - COVID-19 Public Assistance	97.036		DR-4533-AK	-	38,601,954	38,601,954
<b>Total ALN 97.036</b>				-	70,364,177	43,121,163
FY 18 Port Security Grant Program	97.056		EMW-2018-PU-00321	-	455,150	191,545
FY 19 Port Security Grant Program	97.056		EMW-2019-PU-00444	-	508,592	118,106
<b>Total ALN 97.056</b>				-	963,742	309,651
Pass-Through Alaska Department of Military & Veterans Affairs						
FY 21 Emergency Management Performance Grant	97.042		21EMPG-GY21	-	301,500	128,336
FY 20 Emergency Management Performance Grant	97.042		EMS-2020-EP-00001-S01	-	200,000	91,988
<b>Total ALN 97.042</b>				-	501,500	220,324
Homeland Security Grant Program:						
FY 19 State Homeland Security Program	97.067		20SHSP-GY19	-	262,848	7,875
FY 20 State Homeland Security Program	97.067		EMW-2020-SS-00012-S01	-	275,357	178,748
<b>Total ALN 97.067</b>				-	538,205	186,623
Hazard Mitigation Grant Program:						
Anchorage All Hazard Mitigation Plan Update	97.039		HMGP 10-AK-DR-4413-07P	-	129,375	10,684
<b>Total Department of Homeland Security</b>				-	72,496,999	43,848,445
<b>Department of Housing &amp; Urban Development, Office of Community Planning &amp; Development</b>						
CDBG - Entitlement Grants Cluster:						
Community Development Block Grant 2016	14.218	B-16-MC-02-0001		51,480	1,606,172	54,262
Community Development Block Grant 2017	14.218	B-17-MC-02-0001		26,678	1,612,907	26,678
Community Development Block Grant 2018	14.218	B-18-MC-02-0001		21,790	1,726,068	33,704
Community Development Block Grant 2019	14.218	B-19-MC-02-0001		125,872	1,720,154	60,602
Community Development Block Grant 2020	14.218	B-20-MW-02-0001		892,549	1,818,770	1,093,476
COVID-19 Community Development Block Grant Program CARES	14.218	B-20-MW-02-0001		-	1,991,655	56,795
<b>Total CDBG - Entitlement Grants Cluster</b>				1,118,369	10,475,726	1,325,517
Emergency Solutions Grant Program:						
COVID-19 CARES ESG CV 1	14.231	B-20-MW-02-0001		209,184	521,193	404,641
COVID-19 CARES ESG CV 2	14.231	B-20-MW-02-0001		1,491,043	3,774,024	1,730,637
COVID-19 Community Development Block Grant Program CARES	14.231	B-20-MW-02-0001		24,420	1,070,086	57,129
Emergency Shelter 2018	14.231	E-18-MC-02-0001		-	145,198	5
Emergency Shelter 2019	14.231	E-19-MC-02-0001		44,557	146,461	45,738
Emergency Shelter 2020	14.231	E-20-MC-02-0001		-	151,146	3,519
<b>Total ALN 14.231</b>				1,769,204	5,808,108	2,241,669

**Municipality of Anchorage**  
**Schedule of Expenditures of Federal Awards, continued**  
Year Ended December 31, 2021

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Direct Federal Grant Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Award Amount	Total Federal Expenditures
<b>Department of Housing &amp; Urban Development, Office of Community Planning &amp; Development, continued</b>						
Home Investment Partnerships Program:						
HOME Investment Partnership Agreement 2017	14.239	M-17-MC-02-0200		\$ -	\$ 543,890	\$ 682
HOME Investment Partnership Agreement 2018	14.239	M-18-MC-02-0200		31,972	733,068	44,530
HOME Investment Partnership Agreement 2019	14.239	M-19-MC-02-0200		132,351	377,364	141,195
HOME Investment Partnership Agreement 2020	14.239	M-19-MC-02-0200		109,712	723,361	110,745
<b>Total ALN 14.239</b>				<b>274,035</b>	<b>2,377,683</b>	<b>297,152</b>
Pass-Through Alaska Housing Finance Corporation						
Moving to Work Demonstration Program -						
Elderly Case Management at Chugach View and Chugach Manor in Anchorage, Alaska	14.881		Sole Source 16-07/MOA-CSA-16-1	-	394,716	66,524
Section 8 Project-Based Cluster -						
Section 8 Housing Assistance Payments Program - Elderly Case Management at Chugach View and Chugach Manor in Anchorage, Alaska	14.195		16-07/MOA-CSA-16-1	-	394,716	66,524
Housing Trust Fund:						
National Housing Trust Fund 2016	14.275		HTF-16-MOA-1	329,761	545,085	337,361
National Housing Trust Fund 2017	14.275		HFT-17-MOA-1	-	543,890	9,447
National Housing Trust Fund 2018	14.275		HTF-18-MOA-1	419,161	490,247	437,576
<b>Total Housing Trust Fund</b>				<b>748,922</b>	<b>1,579,222</b>	<b>784,384</b>
<b>Total Department of Housing &amp; Urban Development, Office of Community Planning &amp; Development</b>				<b>3,910,530</b>	<b>21,030,171</b>	<b>4,781,770</b>
<b>Department of the Interior</b>						
U.S. Geological Survey Research and Data Collection -						
Hydrologic Resource Center for Data Collection and Investigation (1/1/18 - 12/31/20)	15.808	G18AC00010		-	487,841	160,515
Historic Preservation Fund Grants-in-Aid	15.904	20002		-	22,120	22,120
Pass-Through Alaska Department of Natural Resources						
Outdoor Recreation Acquisition, Development and Planning:						
Folker Park Improvements	15.916		02-00431	-	210,084	4,578
Chanshtnu Muldoon Town Square Park	15.916		02-00433	-	696,750	31,691
Lyons Park	15.916		02-00435	-	157,461	23,106
<b>Total ALN 15.916</b>				<b>-</b>	<b>1,064,295</b>	<b>59,375</b>
Pass-Through Alaska Department of Revenue						
Payments in Lieu of Taxes	15.226		None	-	761,152	761,152
<b>Total Department of the Interior</b>				<b>-</b>	<b>2,335,408</b>	<b>1,003,162</b>

**Municipality of Anchorage**  
**Schedule of Expenditures of Federal Awards, continued**  
Year Ended December 31, 2021

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Direct Federal Grant Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Award Amount	Total Federal Expenditures
<b>Department of Justice</b>						
Bulletproof Vest Partnership Program - Bullet Proof Vest Partnership Act	16.607	None		\$ -	\$ 20,451	\$ 20,451
Project Safe Neighborhoods - Alaska Project Safe Neighborhoods Projects	16.609	SF20-18PSN-01		-	139,743	16,972
Coronavirus Emergency Supplemental Funding Program - COVID-19 FY2020 Anchorage Coronavirus Emergency Response	16.034	2020-VD-BX-1416		-	1,362,957	264,954
Missing Children's Assistance: FY2019-21 Internet Crimes	16.543	2019-MC-FX-K019		-	647,455	369,847
Edward Byrne Memorial Justice Assistance Grant Program: FY 18 Justice Assistance Grant	16.738	2018-DJ-BX-0293		-	419,080	20,869
FY 19 Justice Assistance Grant	16.738	2019-DJ-BX-0732		-	423,021	90,130
FY 20 Justice Assistance Grant	16.738	2020-DJ-BX-0542		-	403,206	70,202
<b>Total ALN 16.738</b>				-	1,245,307	181,201
FY 17 FBI Equipment MOA	16.922		MOU 2017 FBI EQUIPMENT	-	22,000	(18,215)
Equitable Sharing Program - Federal Forfeiture Funds	16.922	None		-	3,106,127	64,522
<b>Total ALN 16.922</b>				-	3,128,127	46,307
<b>Total Department of Justice</b>				-	6,544,040	899,732
<b>Department of Transportation</b>						
Airport Improvement Program: Reconstruct Q Apron, Phase 7	20.106	2018		-	12,249,919	47,500
Install Taxiway C Lighting & Signage	20.106	2020		-	1,125,000	482,766
Conduct Miscellaneous Study (RIM study with ALP update)	20.106	2020		-	287,767	52,183
Reconstruct Access Road Design (10,000 feet)	20.106	2020		-	720,000	56,650
Reconstruct Access Road	20.106	2021		-	8,700,000	5,035,267
COVID-19 CARES Act Airport Grant (for Operational & Maintenance Expenses & Debt Service Payments)	20.106	2021		-	17,898,468	1,134,201
<b>Total ALN 20.106</b>				-	40,981,154	6,808,567



**Municipality of Anchorage**  
**Schedule of Expenditures of Federal Awards, continued**  
**Year Ended December 31, 2021**

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Direct Federal Grant Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Award Amount	Total Federal Expenditures
<b>Department of Transportation, continued</b>						
<b>Federal Transit Cluster:</b>						
Federal Transit - Capital Investment Grants:						
FTA 5309 Museum Intermodal Facility	20.500	AK-03-0067		\$ -	\$ 1,457,667	\$ 8,948
FTA 5309 2008 Dimond Center Study	20.500	AK-55-0004		-	3,004,859	132
<b>Total ALN 20.500</b>				<b>-</b>	<b>4,462,526</b>	<b>9,080</b>
Federal Transit - Formula Grants:						
FY 15 FTA FHWA CTP Dimond Center Phase 1	20.507	AK95-X019		-	1,819,400	273,122
FY 10 CMAQ FTA Fleet Acq	20.507	AK-95-X007		-	6,940,911	15,631
FY13 5307 PM; Vans; ADA Ops; Shelter	20.507	AK-90-X070		-	1,270,027	18,555
FY 14 FTA 5307PM; ADA; BSI; MSE; IT	20.507	AK-90-X076		-	1,985,786	128,883
FY 14 FHWA HSIP UMED phase 4	20.507	AK-95-X014		-	1,866,542	142,316
FY 17 CMAQ	20.507	AK-2018-005		-	191,037	112,618
FY 16 5307ACM MSE SV	20.507	AK-2020-004		-	2,784,356	569,287
FY 17-18 FTA 5307 BSI	20.507	AK-2020-012-00		-	1,958,358	91,717
FY21 Section 5307 Vehicle/ Facility Preventative Maintenance, Security	20.507	FY21 5307 PM		-	3,110,468	3,110,468
COVID-19 2020 CARES SEC 5307	20.507	AK-2020-030		-	18,580,864	175,060
<b>Total ALN 20.507</b>				<b>-</b>	<b>40,507,749</b>	<b>4,637,657</b>
Buses and Bus Facilities Formula, Competitive, and Low or No Emissions Programs (Bus Program):						
Low or No Emissions Programs:						
FY 17/18/19 FTA 5339	20.526	AK-2020-009-00		-	1,684,736	5,678
FY18 FTA CMAQ	20.526	1707-2018-7		-	4,020,437	1,283,418
FY17 5339 (B) Bus Storage	20.526	AK2018-013		-	1,250,000	41,082
FY15 5339 Bus Facility Improvements	20.526	AK-2018-017		-	537,857	1,305
<b>Total ALN 20.526</b>				<b>-</b>	<b>7,493,030</b>	<b>1,331,483</b>
<b>Total Federal Transit Cluster</b>				<b>-</b>	<b>52,463,305</b>	<b>5,978,220</b>
<b>Transit Services Programs Cluster:</b>						
Enhanced Mobility of Seniors and Individuals with Disabilities:						
FY 17-18 5310 Travel, Training, and Information Technology Systems FTA	20.513	AK-2019-018-00		-	150,817	340
FY19-20 5310 Travel Training FTA	20.513	AK-2020-025-00		-	358,964	192,450
FY17/18 FTA 5310 485 ITS	20.513	AK-2019-018-00		-	184,333	14,410
<b>Total Transit Services Programs Cluster</b>				<b>-</b>	<b>694,114</b>	<b>207,200</b>

**Municipality of Anchorage**  
**Schedule of Expenditures of Federal Awards, continued**  
**Year Ended December 31, 2021**

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Direct Federal Grant Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Award Amount	Total Federal Expenditures
<b>Department of Transportation, continued</b>						
<b>Highway Planning and Construction Cluster</b>						
Highway Planning and Construction- FY 14 FHWA TCSP Winter City Ped	20.205	AK-26-0003		\$ -	\$ 280,000	\$ 29,656
Pass-Through Alaska Department of Transportation & Public Facilities						
AMATS: Anchorage Area-wide Trails Rehab - Benson Pathway	20.205		CFHWY00172	-	290,680	1
AMATS: Transportation Systems Management & Operations (TSMO) Strategic Implement	20.205		AMATS TSMO	-	432,177	9,504
AMATS: 4th Avenue Signal & Lighting Upgrades	20.205		CFHWY00555	-	25,000	408
AMATS: ASD Bike Sharing Education Trailer Program	20.205		CFHWY00018	-	125,853	3,150
AMATS: Air Quality Public & Business Awareness Education Campaign CY2019-2020	20.205		CFHWY00521	-	772,694	242,052
AMATS: Non-Motorized Plans Update	20.205		CFHWY00164	-	285,346	8,083
AMATS: Arterial Roadway Dust Control CY 2019-2020	20.205		CFHWY00098	-	692,144	42,444
AMATS: Mountain View Drive Pathway Reconstruction 2017	20.205		CFHWY00259	-	394,175	10,777
AMATS: 2050 Metropolitan Transportation Plan (MTP)	20.205		CFHWY00777	-	864,354	70,371
AMATS: Safe Routes to School	20.205		CFWHY00385	-	114,648	(2,521)
MOUNTAIN AIR DR EXT	20.205		CFHWY00710/0001690	-	45,000	18,858
AMATS: Chugach Foothills Connector, Phase II	20.205		CFWHY00387 / TA18004	-	780,654	383,229
AMATS Traffic Counts 2021-2022	20.205		CFHWY00825	-	540,221	320,355
CHUGACH WAY AREA	20.205		CFHWY00628	-	129,653	103,586
AMATS 2020 OPERATING AGREEMENT	20.205		2020 AMATS OPER AGRMT	-	2,736,626	1,578,217
SPENARD ROAD REHAB	20.205		CFHWY00604	-	75,000	12,141
DR. MLK JR. AVE EXT	20.205		CFHWY00585	-	75,000	5,046
AMATS: Anchorage Ridesharing/Transit Marketing CY2019-2021	20.205		CFHWY00529	-	3,176,613	1,123,615
Anchorage Signal Electronics Upgrades	20.205		STP-000S(734)/52417	-	4,184,620	136,858
University Lake Drive Extension (APU)	20.205		HPRL-HPRM-0001(407)59764	-	1,826,900	45,547
AMATS: Consolidated Municipality of Anchorage MTP Update	20.205		Z577120000	-	740,464	20,975
AMATS: Traffic Counts 2018-2020	20.205		CFHWY00108	-	1,301,081	144,126
AMATS: Traffic Control Signalization CY2019-CY2021	20.205		CFHWY00097	-	1,245,860	337,350
<b>Total ALN 20.205</b>				-	21,134,763	4,643,828
Metropolitan Transportation Planning and State and Non-Metropolitan Planning and Research - Sec 5303 FTA Planning - Alaska Community Transit Reimbursable Grant	20.505		2525-19-0200	-	673,932	5,539
<b>Highway Safety Cluster:</b>						
State and Community Highway Safety:						
FY 21 CIOT HVE EVENT	20.600		402 PT-21-06-FA(A)-2	-	129,638	106,065
FY 21 Anchorage Area Speed Racing-High Visibility Enforcement	20.600		402 PT-21-06-FA(G)	-	47,200	40,426
FY 21 APD-Glenn Hwy & Minnesota HVE Speed Enforcement	20.600		402PT-21-06-FA (F)	-	192,500	177,163
<b>Total ALN 20.600</b>				-	369,338	323,654

**Municipality of Anchorage**  
**Schedule of Expenditures of Federal Awards, continued**  
Year Ended December 31, 2021

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Direct Federal Grant Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Award Amount	Total Federal Expenditures
<b>Department of Transportation, continued</b>						
<b>Highway Safety Cluster, continued:</b>						
Pass-Through Alaska Department of Transportation & Public Facilities						
National Priority Safety Programs:						
FY 21 High Visibility Enforcement - DUI Events	20.616		405D M5HVE-21-01-FA(A)-2	\$ -	\$ 114,320	\$ 36,680
FY 21 Anchorage Police Department Impaired Driving Enforcement Unit	20.616		405D M5X-21-01-FA(D)	-	1,699,000	948,040
FY 21 High Visibility Enforcement - DUI Events	20.616		405d M5X-22-01-FA(D)	-	1,699,000	323,689
FY 22 High Visibility Enforcement - DUI Events	20.616		405D M5HVE-22-01-FA(A)-2	-	118,000	15,677
<b>Total ALN 20.616</b>				-	3,630,320	1,324,086
<b>Total Highway Safety Cluster</b>				-	3,999,658	1,647,740
<b>Maritime Administration</b>						
Marine Highway grant Program:						
FY 19 MARAD - Port Infrastructure Development Program	20.823		693JF72040019	-	20,000,000	12,396,886
FY 19 MARAD - National Infrastructure Investments	20.933		693JF72040001	-	25,000,000	9,905,278
<b>Total Department of Transportation</b>				-	164,946,926	41,593,258
<b>US Department of the Treasury</b>						
Pass-Through Alaska Department of Commerce, Community & Economic Development -						
COVID-19 - Coronavirus Relief Fund	21.019		20-CRF-013	615,124	156,713,566	1,474,261
COVID-19 Emergency Rental Assistance (ERA 1)	21.023	ERA-2101060120		32,494,063	35,431,860	32,533,718
COVID-19 Emergency Rental Assistance (ERA 2)	21.023	ERA2-0469		9,694,157	26,928,214	9,694,157
<b>Total ALN 21.023</b>				42,188,220	62,360,074	42,227,875
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	None		28,382,555	103,317,366	35,844,766
<b>Total Department of Treasury</b>				71,185,899	322,391,006	79,546,902
<b>Department of Education</b>						
Pass-Through Alaska Department of Education and Early Development:						
Education Stabilization Fund Programs						
FY 21 Governor's Early Education Relief Fund Grant	84.425C		GR 21.136.01	-	65,000	65,000
<b>Department of Energy</b>						
Conservation Research and Development						
Electric Vehicle (EV)	81.086	DE-EE0009219		-	689,659	16,396

**Municipality of Anchorage**  
**Schedule of Expenditures of Federal Awards, continued**  
Year Ended December 31, 2021

Federal Grantor/ Pass-Through Grantor/ Program or Cluster Title	Federal Assistance Listing Number	Direct Federal Grant Number	Pass-Through Entity Identifying Number	Provided to Subrecipients	Award Amount	Total Federal Expenditures
<b>Environmental Protection Agency</b>						
Brownfields Multipurpose, Assessment, Revolving Loan Fund, and Cleanup FY 19 Cooperative Agreements - MOA Assessment Coalition	66.818	01J65601		\$ -	\$ 600,000	\$ 228,215
Pass-Through Alaska Department of Environmental Conservation:						
Alaska Drinking Water Fund Loans - Drinking Water State Revolving Fund Cluster:						
Capitalization Grants for Drinking Water State Revolving Funds:						
E 43rd Thorne Dale to Piper Water Rehab	66.468		131531	-	1,333,783	74,208
SW 260 Zone Capacity Improvements	66.468		131551	-	2,700,000	110,270
FY 21 Pro Fi Project	66.468		AWUD21	-	13,679,569	13,679,569
<b>Total Drinking Water State Revolving Fund Cluster</b>				-	17,713,352	13,864,047
Alaska Clean Water Fund Loans - Clean Water State Revolving Fund Cluster:						
Capitalization Grants for Clean Water State Revolving Funds:						
FY 19 Pro Fi Project	66.458	ASUC19		-	7,963,018	7,963,018
<b>Total Environmental Protection Agency</b>				-	26,276,370	22,055,280
<b>Equal Employment Opportunity Commission</b>						
Employment Discrimination Title VII of the Civil Rights Act of 1964	30.001	None		-	179,386	179,386
<b>Institute of Museum &amp; Library Services</b>						
Pass-Through Alaska Department of Education and Early Development:						
Grants to States						
FY 21 READY TO READ	45.310		ILC 21-007	-	128,446	47,654
FY21 #800 Interlibrary Loan and Reference Back up Service	45.310		ILC 21-008	-	57,299	57,299
FY22 #800 Interlibrary Loan and Reference Back up Service	45.310		ILC 22-008	-	61,316	3,227
<b>Total Institute of Museum &amp; Library Services</b>				-	247,061	108,180
<b>Total Schedule of Expenditures of Federal Awards</b>				<b>\$ 77,535,121</b>	<b>\$ 652,520,890</b>	<b>\$ 211,854,134</b>

*The accompanying notes are an integral part of this schedule.*

# Municipality of Anchorage, Alaska

## Notes to the Schedule of Expenditures of Federal Awards for the Year Ended December 31, 2021

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### 1. Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of the Municipality of Anchorage, Alaska (Anchorage) excluding its component unit, Anchorage School District, under programs of the federal government for the year ended December 31, 2021. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of Anchorage, it is not intended to and does not present the financial position, changes in financial position, or cash flows of Anchorage.

### 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, or the cost principles contained in Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

### 3. Indirect Cost Rate

Anchorage has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

### 4. Loan Programs

Anchorage participates in Revolving Loan Funds and Section 108 Loan Guarantee programs sponsored by the Department of Housing and Urban Development - Community Development Block Grants (CDBG) and the HOME Investment Partnerships Program. Under these programs, Anchorage issues loans to program participants which may be forgiven over time, or are repaid into the program for the issuance of new loans. Only current year loan drawdowns (new loans issued) are reported on the federal schedule; there are no contingencies noted. At December 31, 2021, Anchorage had the following loan activities:

Program Title	Federal Assistance Listing Number	Outstanding Receivable from Program Participants	Outstanding Payable To HUD	Current Year Expenditures
HOME Investment Partnerships Program	14.239	\$ 1,369,740	\$ -	\$ 297,153
Community Development Block Grants/Entitlement Grants	14.218	1,035,334	-	1,325,517
<b>Total</b>		<b>\$ 2,405,074</b>	<b>\$ -</b>	<b>\$ 1,622,670</b>

## Municipality of Anchorage, Alaska

### Notes to the Schedule of Expenditures of Federal Awards, continued for the Year Ended December 31, 2021

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Anchorage participates in Environmental Protection Agency Clean Water and Drinking Water State Revolving Funds Loan Programs administered by the State of Alaska. These loan programs provide low-interest funding for Municipalities to conduct relevant water, wastewater, and other solid waste improvement programs. The loans include both State of Alaska and federal funding. The outstanding payable balance shown here reflects the total loan balance payable. Current year drawdowns reflect the federal portion of the current year draw and is reflected on the schedule of expenditures of federal awards. At December 31, 2021, Anchorage had the following loan activities:

Program Title	Federal Assistance Listing Number	Outstanding Payable	Current Year Federal Drawdowns
Clean Water State Revolving Fund Cluster	66.458	\$ 95,811,956	\$ 7,963,018
Drinking Water State Revolving Fund Cluster	66.468	106,639,382	13,864,046
<b>Total</b>		<b>\$ 202,451,338</b>	<b>\$ 21,827,064</b>

#### 5. Disaster Grants

After a presidentially declared disaster, FEMA provides Disaster Grants - Public Assistance (Presidentially Declared Disasters) (ALN 97.036) to reimburse eligible costs associated with repair, replacement or restoration of disaster-damaged facilities. The federal government makes reimbursements in the form of cost-shared grants that require state matching funds. In 2021, FEMA approved \$3 million eligible expenditures that were incurred in the prior fiscal year, of which \$2.3 million are included on the Schedule of Expenditures of Federal Awards (SEFA).



Tel: 907-278-8878  
Fax: 907-278-5779  
www.bdo.com

3601 C Street, Suite 600  
Anchorage, AK 99503

## **Independent Auditor's Report on Compliance for Each Major State Program; Report on Internal Control Over Compliance; and Report on the Schedule of State Financial Assistance Required by the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits***

Honorable Mayor and  
Members of the Assembly  
Municipality of Anchorage, Alaska

### **Report on Compliance**

#### ***Opinion on Compliance for Each Major State Program***

We have audited the Municipality of Anchorage, Alaska's (Anchorage) compliance with the types of compliance requirements described in the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits* that could have a direct and material effect on each of Anchorage's major state programs for the year ended December 31, 2021. Anchorage's major state programs are identified in the accompanying Schedule of State Financial Assistance.

In our opinion, Anchorage complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major state programs for the year ended December 31, 2021.

#### ***Basis for Opinion***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States; and the audit requirements of *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*. Our responsibilities under those standards and the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits* are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Anchorage and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion. Our audit does not provide a legal determination of Anchorage's compliance with the types of compliance requirements referred to above.

#### ***Other Matter - State Expenditures Not Included in the Compliance Audit***

Anchorage's basic financial statements include the operations of its component unit, Anchorage School District, which expended \$397,964,219 in state awards which is not included in Anchorage's Schedule of State Financial Assistance during the year ended December 31, 2021. Our audit, described below, did not include the operations of the Anchorage School District because it was subjected to a separate audit in accordance with the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*, for the year ended June 30, 2021.

### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, state statutes, regulations, and the terms and conditions of its state awards applicable to its state programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the types of compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Anchorage's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, Government Auditing Standards, and the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits* will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the types of compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Anchorage's compliance with the requirements of the state program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Anchorage's compliance with the types of compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Anchorage's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*, but not for the purpose of expressing an opinion on the effectiveness of Anchorage's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

### **Report on Internal Control Over Compliance**

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a state program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and



corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*. Accordingly, this report is not suitable for any other purpose.

**Report on Schedule of State Financial Assistance Required by the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits***

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Municipality of Anchorage, Alaska as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise Anchorage's basic financial statements. We issued our report thereon dated September 30, 2022, which contained unmodified opinions on those financial statements. Our report includes a reference to other auditors. Our audit was conducted for the purpose of forming opinions on those financial statements that collectively comprise the basic financial statements. The accompanying schedule of state financial assistance is presented for purposes of additional analysis as required by *State of Alaska Guide and Compliance Supplement for State Single Audits* and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of state financial assistance is fairly stated in all material respects in relation to the basic financial statements as a whole.

*BDO USA, LLP*

Anchorage, Alaska  
September 30, 2022

**Municipality of Anchorage**  
**Schedule of State Financial Assistance**  
Year Ended December 31, 2021

State Agency/Program Title	Award Number	Total Award Amount	Passed Through to Subrecipients	State Expenditures
<b>Alaska Department of Administration</b>				
Major Programs:				
FY 21 Public Employees' Retirement System	None	\$ 18,203,442	\$ -	\$ 18,203,442
FY 21 Motor Vehicle Registration Tax	None	10,492,569	-	10,492,569
FY 21 Community Revenue Sharing Program	None	1,716,231	-	1,716,231
<b>Total Alaska Department of Administration</b>		<b>30,412,242</b>	<b>-</b>	<b>30,412,242</b>
<b>Alaska Department of Commerce, Community &amp; Economic Development</b>				
Major Programs:				
2012 Port of Anchorage Expansion	12-DC-301	30,000,000	-	597,313
2013 Port of Anchorage Expansion	13-DC-633	48,500,000	-	1,517,156
2013 Port of Anchorage Expansion	13-GO-001	50,000,000	-	10,743
2019 Port of Anchorage	19-DC-006	20,000,000	-	449,868
<b>Total Major Programs</b>		<b>148,500,000</b>	<b>-</b>	<b>2,575,080</b>
Nonmajor Programs:				
Improvements and Safety Upgrades at the Intersection on Golden View Drive from Rabbit Creek to Romania Drive	14-RR-032	3,520,064	-	53,175
Toilsome Hill Drive/Glen Alps Road/Canyon Road Improvements Phase II	14-DC-039	3,000,000	-	113,054

**Municipality of Anchorage**  
**Schedule of State Financial Assistance, continued**  
Year Ended December 31, 2021

State Agency/Program Title	Award Number	Total Award Amount	Passed Through to Subrecipients	State Expenditures
<b>Alaska Department of Commerce, Community &amp; Economic Development, continued</b>				
Nonmajor Programs, continued:				
Dimond Center Intermodal Project Match	07-DC-391	\$ 270,000	\$ -	\$ 125,379
Sand Lake Elementary School Safety Lighting	20-DC-007	484,000	-	2,258
Klatt Road/Southport Drive Surface Rehabilitation - 100th Avenue to C Street	15-DC-022	1,500,000	-	56,309
Arlberg Ave Extension	12-DC-250	3,500,000	-	102,117
Traffic Calming Safety Improvements	12-DC-321	500,000	-	18,691
Chugiak Volunteer Fire and Rescue Department Station #35 Replacement	12-DC-800	6,150,000	-	8,738
Emergency Traffic Control Devices	None	200,000	-	776
APD Patrol - Seward Hwy Between Anchorage & Indian	18-DC-010	200,000	-	16,152
FFY 2021 Seward Highway High Visibility Enforcement-Speed	None	164,968	-	138,435
AMHT SFY21 AnchorRIDES	2525-21-0100	125,000	-	125,000
Fish Creek Trail - Northwood Drive to Spenard Road	13-DC-394	496,516	-	5,265
Birch Road Safety Improvements - O'Malley Road to Naknek Lane	13-DC-464	1,200,000	-	15,470
Eagle River Traffic Mitigation - Business Boulevard to Eagle River and Artillery Road	13-DC-597	6,000,000	-	82,082
Hillcrest Subdivision Drainage	19-DC-011	250,000	-	250,000
Girdwood Road Service Area Road and Drainage Rehabilitation	14-DC-019	250,000	-	4,015
Foothills East Subdivision Area Street Reconstruction	15-DC-018	3,000,000	-	4,767
Improvements to the Service High School Pool	14-RR-029	150,000	-	150,000
FY 21 Shared Fisheries Business Tax	None	4,083	-	4,083
FY 21 Shared Marijuana Establishment Registration Fees	None	20,900	-	20,900
Total Nonmajor Programs		30,985,531	-	1,296,666
<b>Total Alaska Department of Commerce, Community &amp; Economic Development</b>		<b>179,485,531</b>	-	<b>3,871,746</b>

**Municipality of Anchorage**  
**Schedule of State Financial Assistance, continued**  
Year Ended December 31, 2021

State Agency/Program Title	Award Number	Total Award Amount	Passed Through to Subrecipients	State Expenditures
<b>Alaska Department of Military and Veteran Affairs</b>				
<b>Division of Homeland Security and Emergency Management</b>				
Major Programs:				
2018 Earthquake Disaster - Public Assistance	DR-4413-AK	\$ 9,971,473	\$ -	\$ 1,436,799
Nonmajor Programs:				
Anchorage All Hazard Mitigation Plan Update	HMGP 10-AK-DR-4413-07P	54,811	-	3,356
<b>Total Alaska Department of Military and Veteran Affairs</b>		<b>10,026,284</b>	<b>-</b>	<b>1,440,155</b>
<b>Alaska Department of Education &amp; Early Development</b>				
Nonmajor Programs:				
Public Library Assistance	PLA-20-713-01	35,000	-	34,459
<b>Alaska Department of Health &amp; Social Services</b>				
Major Programs:				
FY 21 Public Health Nursing	601-289-21001	3,076,900	-	1,501,433
FY 22 Public Health Nursing	601-289-22001	3,076,900	-	1,438,650
<b>Total Major Programs</b>		<b>6,153,800</b>	<b>-</b>	<b>2,940,083</b>
Nonmajor Programs:				
Human Services Community Matching Grants FY2021	605-231-21001	829,053	451,163	471,063
Human Services Community Matching Grants FY2020	605-231-22001	812,270	143,285	143,285
Aging and Disability Resource Centers & Medicare Counseling and Outreach	607-299-21003	200,000	-	136,248
Aging and Disability Resource Centers & Short-Term Assistance and Referral Services	607-PA-164	840,889	-	204,387
Aging and Disability Resource Centers & Medicare Counseling and Outreach	607-299-22003	200,000	-	100,559
Nutrition, Transportation, and Support Services	607-309-21003	227,237	-	148,547

**Municipality of Anchorage**  
**Schedule of State Financial Assistance, continued**  
Year Ended December 31, 2021

State Agency/Program Title	Award Number	Total Award Amount	Passed Through to Subrecipients	State Expenditures
<b>Alaska Department of Health &amp; Social Services, continued</b>				
Nonmajor Programs, continued:				
Nutrition, Transportation and Support Services	607-309-22003	\$ 204,663	\$ -	\$ 78,651
Alaska Overdose Data to Action	NU17CE925015	51,850	-	51,850
Planning and Design for the Alaska Center for Treatment	C05-536-1604	374,960	-	36,474
Total Nonmajor Programs		3,740,922	594,448	1,371,064
<b>Total Alaska Department of Health &amp; Social Services</b>		<b>9,894,722</b>	<b>594,448</b>	<b>4,311,147</b>
 <b>Alaska Department of Revenue</b>				
Major Programs -				
FY 20 Telephone/Electric Cooperative Tax Revenue Sharing	None	825,263	-	825,263
Nonmajor Programs:				
FY 20 Liquor Licensing	None	342,750	-	342,750
FY 19 Fish Business Shared Tax	None	126,871	-	126,871
FY19 Commercial Passenger Vessel Program	None	66,755	-	66,755
State Forfeiture Funds	None	1,706,512	-	146,589
FY 20 Aviation Motor Fuel Program	None	27,827	-	27,827
Total Nonmajor Programs		2,270,715	-	710,792
<b>Total Alaska Department of Revenue</b>		<b>3,095,978</b>	<b>-</b>	<b>1,536,055</b>

**Municipality of Anchorage**  
**Schedule of State Financial Assistance, continued**  
Year Ended December 31, 2021

State Agency/Program Title	Award Number	Total Award Amount	Passed Through to Subrecipients	State Expenditures
<b>Alaska Department of Transportation &amp; Public Facilities</b>				
Major Programs:				
FY 19 Traffic Signal Management	None	\$ 2,079,898	\$ -	\$ 2,079,898
Nonmajor Programs:				
Toilsome Hill Drive/Glen Alps Road/Canyon Road Improvements	53166	1,990,345	-	764
2016-2020 APDES Program (NPDES Municipal Storm Water Discharge Permit)	APDES 2016 - 2020	1,400,000	-	278,779
NPDES Storm Water Permit Application 2011	APDES 2011-2015	2,500,000	-	14,914
Anchorage Signal Electronics Upgrades	PAD-ACTIVE-409-PT12060	415,380	-	13,585
AMATS: Air Quality Public & Business Awareness Education Campaign CY2019-2020	CFHWY00521	81,270	-	25,468
AMATS: Anchorage Ridesharing/Transit Marketing CY2019-2021	CFHWY00529	243,810	-	86,264
AMATS: 2050 Metropolitan Transportation Plan (MTP)	CFHWY00777	45,150	-	3,673
MOA Seward Highway Enforcement	None	65,000	-	(62,224)
AMATS: Consolidated Municipality of Anchorage MTP Update	Z577120000	52,239	-	1,480
FY 21 TORA Anchorage/Eagle River Area Street Cleaning	None	177,748	-	177,748
Total Nonmajor Programs		6,970,942	-	540,451
<b>Total Alaska Department of Transportation &amp; Public Facilities</b>		9,050,840	-	2,620,349
<b>Alaska State Troopers</b>				
Nonmajor Programs:				
SOA SART AST Reimbursement	None	12,383	-	12,383
<b>Alaska Mental Health Trust Authority</b>				
Nonmajor Programs:				
FY 22 Crisis Intervention Training	13778	40,000	-	27,659
<b>Total Schedule of State Financial Assistance</b>		\$ 242,052,980	\$ 594,448	\$ 44,266,195

*The accompanying notes are an integral part of this schedule.*

# Municipality of Anchorage, Alaska

## Notes to the Schedule of State Financial Assistance For the Year Ended December 31, 2021

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### 1. Basis of Presentation

The accompanying schedule of state financial assistance (the “Schedule”) includes the state grant activity of the Municipality of Anchorage, Alaska (Anchorage) excluding its component unit, Anchorage School District, for the year ended December 31, 2021. The information in this schedule is presented in accordance with the requirements of *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*. Because the schedule presents only a selected portion of the operations of Anchorage, it is not intended to and does not present the financial position, changes in financial position, or cash flows of Anchorage.

### 2. Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

### 3. PERS On-behalf

Anchorage has recorded \$18,203,442 in PERS On-behalf payments in the schedule of state financial assistance. This represents the PERS relief payments appropriated and transferred into the plan during calendar year 2021. In the governmental fund financial statements, on-behalf revenue and expenditures have been recognized in their proportional share of on-behalf payments within the calendar year under audit. However, in the full accrual financial statements (the government-wide and enterprise fund financial statements), GASB provisions prescribe that on-behalf contributions in a special funding situation may only be recognized during the measurement period in which the plan recognizes the contributions. For the Municipality of Anchorage, the PERS plan measurement period is July 1, 2020 through June 30, 2021, creating a six-month timing difference between the cash contribution and revenue and expense recognition by Anchorage in those funds. As a result of these perspective and timing differences, amounts reported on the financial statements do not agree to the amount reported on the schedule of state financial assistance.

### 4. Disaster Grants

After a presidentially declared disaster, FEMA provides Disaster Grants - Public Assistance (Presidentially Declared Disasters) (ALN 97.036) to reimburse eligible costs associated with repair, replacement or restoration of disaster-damaged facilities. The federal government makes reimbursements in the form of cost-shared grants that require state matching funds. In 2021, FEMA approved \$3 million eligible expenditures that were incurred in the prior fiscal year, of which \$751,627 are included on the Schedule of State Financial Assistance (SSFA).

# Municipality of Anchorage, Alaska

## Schedule of Findings and Questioned Costs For the Year Ended December 31, 2021

**Section I - Summary of Auditor's Results**

***Financial Statements***

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:     Unmodified

Internal control over financial reporting:

Material weakness(es) identified?                      yes                      no  
 Significant deficiency(ies) identified?              yes                      (none reported)

Noncompliance material to financial statements noted?      yes                      no

***Federal Awards***

Internal control over major federal programs:

Material weakness(es) identified?                      yes                      no  
 Significant deficiency(ies) identified?              yes                      (none reported)

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

Federal Agency and Name of Major Program	Type of Opinion on Major Program
Department of Housing and Urban Development, Emergency Solutions Grant Program	Unmodified
Department of Transportation, Airport Improvement Program	Unmodified
Department of Transportation, Port Infrastructure Development Program	Unmodified
Department of Transportation, National Infrastructure Investments	Unmodified
Department of Treasury, Emergency Rental Assistance Program	Modified
Department of Treasury, Coronavirus State and Local Fiscal Recovery Funds	Modified
Environmental Protection Agency, Capitalization Grants for Drinking Water State Revolving Funds	Unmodified
Department of Health and Human Services, Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	Modified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?                      yes                      no



## Municipality of Anchorage, Alaska

### Schedule of Findings and Questioned Costs, continued For the Year Ended December 31, 2021

Identification of major federal programs:

<i>ALN Number</i>	<i>Name of Federal Program or Cluster</i>	<i>Agency</i>
14.231	Emergency Solutions Grant Program	Department of Housing and Urban Development
20.106	Airport Improvement Program	Department of Transportation
20.823	Port Infrastructure Development Program	Department of Transportation
20.933	National Infrastructure Investments	Department of Transportation
21.023	Emergency Rental Assistance Program	Department of Treasury
21.027	Coronavirus State and Local Fiscal Recovery Funds	Department of Treasury
66.468	Capitalization Grants for Drinking Water State Revolving Funds	Environmental Protection Agency
93.323	Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	Department of Health and Human Services

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

\$3,000,000

Auditee qualified as low-risk auditee?

yes       no

#### ***State Financial Assistance***

Internal control over major programs:

Material weakness(es) identified?

yes       no

Significant deficiency(ies) identified?

Yes       none reported

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

Unmodified

Dollar threshold used to distinguish a state major program:

\$500,000

# Municipality of Anchorage, Alaska

## Schedule of Findings and Questioned Costs, continued For the Year Ended December 31, 2021

### Section II - Financial Statement Findings Required to be Reported in Accordance with *Government Auditing Standards*

#### **Finding 2021-001** Recording of Fund Classification Adjustments - Material Weakness in Financial Reporting

##### *Criteria*

Management is responsible for the preparation and fair presentation of financial statements in accordance with accounting principles generally accepted in the United States of America (GAAP); this includes the evaluation of proper fund reporting in line with Government Accounting Standards Board (GASB) Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, and recording related fund activity in the proper fund classification in the financial records.

GASB No. 54 paragraphs 30-31 note the following criteria for special revenue funds:

"Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The term proceeds of specific revenue sources establishes that one or more specific restricted or committed revenues should be the foundation for a special revenue fund.

The restricted or committed proceeds of specific revenue sources should be expected to continue to comprise a substantial portion of the inflows reported in the fund. Other resources (investment earnings and transfers from other funds, for example) also may be reported in the fund if those resources are restricted, committed, or assigned to the specified purpose of the fund. Governments should discontinue reporting a special revenue fund, and instead report the fund's remaining resources in the general fund, if the government no longer expects that a substantial portion of the inflows will derive from restricted or committed revenue sources."

The books and records of the Municipality should reflect the evaluations performed related to GASB 54.

# Municipality of Anchorage, Alaska

## Schedule of Findings and Questioned Costs, continued For the Year Ended December 31, 2021

### Section II - Financial Statement Findings Required to be Reported in Accordance with Government Auditing Standards, continued

<i>Condition</i>	The Municipality's Finance Department performed an evaluation of the use of the special revenue fund classification for certain COVID-19 pandemic-related shelter expenses and some other budgeted costs. Based on that analysis, it was determined that there were no identified revenue sources that could be documented for the fiscal year as being substantially expected to cover certain of these expenses. As a result, the financial statements were adjusted to report these costs in the General Fund and applicable enterprise funds in line with the provisions of GASB No. 54. However, the Finance Department does not have the ability to adjust the fund classifications in the SAP software system, so the general ledger and internal financial statements of the Municipality have not been adjusted to reflect this fund classification change. Therefore, the underlying books and records of the Municipality do not agree to the issued and audited basic financial statements.
<i>Cause</i>	The design of the internal controls related to fund classification is such that changes to the fund classification in SAP are only authorized to be made by individuals outside of the Finance Department. This classification change was communicated, but not made prior to the preparation of the financial statements. Underlying this is an expectation that certain costs may ultimately be covered under federal grant assistance. However, funding obligations have not yet been issued to allow the Municipality to recover these costs.
<i>Effect or potential effect</i>	The internal books and records of the Municipality have not reflected the adjustment related to the classification of these costs. Initially, approximately \$31.9 million in 2021 expenditures were recorded in special revenue funds. These funds also had expenditures of approximately \$31.2 million in prior years (funded through General Fund advances) that were anticipated to be funded through disaster relief or other sources that were offset with transfers from the General Fund in 2021. The financial statements, therefore, reflect a reduction in unassigned fund balance of the General Fund. At December 31, 2021, the General Fund reported an unassigned fund deficit of \$60.6 million.
<i>Recommendation</i>	We recommend the Municipality review and enhance the design of internal controls related to fund classifications to ensure that the books and records properly reflect all financial information in line with GASB requirements. While it is important that budgetary controls be in place related to the spending of funds in line with Assembly-approved budgets, the classification of funds for financial reporting purposes typically would rest with those responsible for the statements themselves. Determinations of fund classifications should be reviewed and approved by appropriate individuals with knowledge of GAAP-based financial reporting, which is designed to provide full transparency regarding fund-level financial results in a timely manner. The books and records of the Municipality should reflect the evaluations performed related to GASB No. 54.
<i>Views of responsible officials</i>	Management agrees with this finding. Management plans to establish procedures to ensure fund classifications are properly reported and reflected in the books and records.

# Municipality of Anchorage, Alaska

## Schedule of Findings and Questioned Costs, continued For the Year Ended December 31, 2021

### Section III - Federal Award Findings and Questioned Costs

<b><u>Finding 2021-002</u></b>	<b>Subrecipient Monitoring - Material Noncompliance and Material Weakness in Internal Controls over Compliance</b>
<i>Agency</i>	Department of the Treasury, Department of Health and Human Services
<i>ALN and Program Name</i>	21.027 - Coronavirus State and Local Fiscal Recovery Funds 21.023 - Emergency Rental Assistance Program 93.323 - Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)
<i>Criteria</i>	If subrecipient awards are given, pass-through entities must follow 2 CFR 200.332 related to subrecipient monitoring and are responsible to ensure that subrecipients comply with the terms and conditions of 2 CFR 200.501 related to audit requirements. This includes ensuring that every subaward is (1) clearly identified to the subrecipient as a subaward; (2) includes the necessary information at the time of the subaward for subrecipient reporting on federal awards (2 CFR 200.332) and (3) includes requirement to follow 2 CFR 200.501 if expenditure thresholds are met. This also includes verifying that every subrecipient is audited as required by 2 CFR 200.501 if the subrecipient's Federal awards expended during the respective fiscal year equaled or exceeded the threshold.
<i>Condition</i>	Subrecipient agreements did not include the required federal award identification or applicability of audit requirements. No action was taken to ensure the subrecipients were audited in accordance with 2 CFR 200.501 if applicable.
<i>Cause</i>	The issuance of subrecipient agreements for these grants related to new funding streams in response to the COVID-19 pandemic. Significant amounts of funding were provided in a short period of time, and systems to distribute these monies were newly created and implemented. The standard award agreements were not reviewed in advance to ensure adherence to federal requirements. Staff were not fully trained on the informational requirements and monitoring responsibilities related to audit requirements.
<i>Effect or Potential Effect</i>	Subrecipients may be unaware and not in compliance with the requirements of 2 CFR Part 200.
<i>Questioned costs</i>	None
<i>Context</i>	Subrecipient monitoring testing identified 17 out of 17 subawards that did not contain appropriate language to inform subrecipients of the applicability of 2 CFR Part 200, Subpart F. Furthermore, all subawards tested lacked support to verify notification and monitoring of subrecipient compliance with the aforementioned federal regulations.
<i>Identification as a repeat finding</i>	No
<i>Recommendation</i>	Management should establish policies to ensure subawards contain required federal award information. In addition, procedures should be established to monitor subrecipient compliance with audit requirements of 2 CFR 200.501.

## Municipality of Anchorage, Alaska

### Schedule of Findings and Questioned Costs, continued For the Year Ended December 31, 2021

<b>Section III - Federal Award Findings and Questioned Costs, continued</b>
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<i>Views of Responsible Officials</i>	Management concurs with the finding and will adhere to the corrective action plan included in this report. Management plans to revise policies and procedures related to subrecipient monitoring.
<b><u>Finding 2021-003</u></b>	<b>Procurement Suspension and Debarment - Internal Control Over Compliance - Significant Deficiency</b>
<i>Agency</i>	Department of the Transportation
<i>ALN and Program Name</i>	20.823 - Port Infrastructure Development Program 20.933 - National Infrastructure Investments
<i>Criteria</i>	The regulations in 2 CFR Part 180 restrict contracts with certain parties that are debarred, suspended, or otherwise excluded from or ineligible for participation in Federal programs or activities. Procurement policies should be established to ensure documentation is retained to verify a check was done of the Governmentwide System for Award Management Exclusions (SAM Exclusions) prior to awarding of contracts that will be funded with federal awards.
<i>Condition</i>	Evidence was not retained in procurement documentation to support confirmation of contractor status in SAM Exclusions as an entity not subject to suspension or debarment.
<i>Cause</i>	The Municipality's policies over procurement were not designed appropriately to retain evidence of SAM Exclusions search suspension and debarment review for all contracts funded with federal awards.
<i>Effect or Potential Effect</i>	Federal funds could be disbursed to suspended or debarred entities.
<i>Questioned costs</i>	None
<i>Context</i>	Procurement testing identified 2 out of 3 contracts that did not have support that the SAM Exclusions search was conducted. The related contracts were initially awarded in 2013 and 2017. A contemporaneous search of SAM Exclusions did not identify these contracts as excluded.
<i>Identification as a repeat finding</i>	No
<i>Recommendation</i>	A policy should be established and enforced to ensure that evidence of the SAM Exclusions search is retained. Procurement staff should conduct a self-review of procurement files for contracts awarded in prior years if it is known that the contract will be funded with a federal award to ensure the SAM Exclusions search is performed prior to the expenditure of those funds and included in the procurement file.
<i>Views of Responsible Officials</i>	Management concurs with the finding and will adhere to the corrective action plan. Management plans to perform reviews of procurement contracts in place.

# Municipality of Anchorage, Alaska

## Schedule of Findings and Questioned Costs, continued For the Year Ended December 31, 2021

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### Section IV - State Award Findings and Questioned Costs

There were no findings and questioned costs for State awards (as defined in the *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*) that are required to be reported.

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## Supplementary Information

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Tel: 907-278-8878  
Fax: 907-278-5779  
[www.bdo.com](http://www.bdo.com)

3601 C Street, Suite 600  
Anchorage, AK 99503

## Independent Auditor's Report on Supplementary Information

Honorable Mayor and  
Members of the Assembly  
Municipality of Anchorage, Alaska

Our audits of the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the Municipality of Anchorage, Alaska (Anchorage) were conducted for the purpose of forming an opinion on those statements as a whole. The supplementary information presented in the following section of this report is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audits of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statements as a whole.

*BDO USA, LLP*

Anchorage, AK  
September 30, 2022

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
**Department of Health and Social Services**  
**COVID-19 Community Funding**  
**C0621-570-BB**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Grant Period Ended June 30, 2022**

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Passed Through the State of Alaska	-	5,906,639	5,906,639	14,186,398	(8,279,759)
<b>Total Revenues</b>	-	5,906,639	5,906,639	14,186,398	(8,279,759)
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	-	-	-	-	-
Other Operating Costs	-	5,906,639	5,906,639	14,186,398	8,279,759
<b>Total Direct Costs</b>	-	5,906,639	5,906,639	14,186,398	8,279,759
<b>Indirect Costs</b>	-	-	-	-	-
<b>Total Expenditures</b>	\$ -	\$ 5,906,639	\$ 5,906,639	\$ 14,186,398	\$ 8,279,759

*See accompanying auditor's report.*

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
**Department of Health and Social Services**  
**COVID-19 Contact Tracing Services**  
**C0621-541-A**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Grant Period Ended March 31, 2022**

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Passed Through the State of Alaska	1,105,970	6,763,282	7,869,252	10,000,000	7,869,252
<b>Total Revenues</b>	<b>1,105,970</b>	<b>6,763,282</b>	<b>7,869,252</b>	<b>10,000,000</b>	<b>7,869,252</b>
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	420,604	228,003	648,607	1,800,000	1,151,393
Other Operating Costs	685,366	6,535,279	7,220,645	8,200,000	979,355
<b>Total Direct Costs</b>	<b>1,105,970</b>	<b>6,763,282</b>	<b>7,869,252</b>	<b>10,000,000</b>	<b>2,130,748</b>
<b>Indirect Costs</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Expenditures</b>	<b>\$ 1,105,970</b>	<b>\$ 6,763,282</b>	<b>\$ 7,869,252</b>	<b>\$ 10,000,000</b>	<b>\$ 2,130,748</b>

*See accompanying auditor's report.*

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
**Department of Health and Social Services**  
**Child Care Licensing**  
**604-260-21001**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Grant Period Ended June 30, 2021**

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Passed Through the State of Alaska	773,700	835,792	1,609,492	1,674,661	(65,169)
<b>Total Revenues</b>	<b>773,700</b>	<b>835,792</b>	<b>1,609,492</b>	<b>1,674,661</b>	<b>(65,169)</b>
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	654,896	727,543	1,382,439	1,434,784	52,345
Other Operating Costs	9,587	7,533	17,120	21,443	4,323
<b>Total Direct Costs</b>	<b>664,483</b>	<b>735,076</b>	<b>1,399,559</b>	<b>1,456,227</b>	<b>56,668</b>
<b>Indirect Costs</b>	<b>109,217</b>	<b>100,716</b>	<b>209,933</b>	<b>218,434</b>	<b>8,501</b>
<b>Total Expenditures</b>	<b>\$ 773,700</b>	<b>\$ 835,792</b>	<b>\$ 1,609,492</b>	<b>\$ 1,674,661</b>	<b>\$ 65,169</b>

*See accompanying auditor's report.*

MUNICIPALITY OF ANCHORAGE, ALASKA  
 Department of Health and Social Services  
 Child Care Licensing  
 604-260-22001  
 Schedule of Revenues and Expenditures - Budget and Actual  
 Grant Period Ended June 30, 2022

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Passed Through the State of Alaska	-	783,601	783,601	1,674,661	(891,060)
<b>Total Revenues</b>	-	783,601	783,601	1,674,661	(891,060)
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	-	667,652	667,652	1,434,784	767,132
Other Operating Costs	-	6,732	6,732	21,443	14,711
<b>Total Direct Costs</b>	-	674,384	674,384	1,456,227	781,843
<b>Indirect Costs</b>	-	109,217	109,217	218,434	109,217
<b>Total Expenditures</b>	\$ -	\$ 783,601	\$ 783,601	\$ 1,674,661	\$ 891,060

*See accompanying auditor's report.*

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
**Department of Health and Social Services**  
**Human Services Community Matching Grants**  
**605-231-21001**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Grant Period Ended June 30, 2021**

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ 357,989	\$ 471,063	\$ 829,053	\$ 829,053	\$ -
Federal Passed Through the State of Alaska	-	-	-	-	-
<b>Total Revenues</b>	<b>357,989</b>	<b>471,063</b>	<b>829,053</b>	<b>829,053</b>	<b>-</b>
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	-	-	-	-	-
Other Operating Costs	338,412	451,163	789,575	789,575	-
<b>Total Direct Costs</b>	<b>338,412</b>	<b>451,163</b>	<b>789,575</b>	<b>789,575</b>	<b>-</b>
Indirect Costs	19,577	19,900	39,478	39,478	-
<b>Total Expenditures</b>	<b>\$ 357,989</b>	<b>\$ 471,063</b>	<b>\$ 829,053</b>	<b>\$ 829,053</b>	<b>\$ -</b>

*See accompanying auditor's report.*

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
**Department of Health and Social Services**  
**Human Services Community Matching Grants**  
**605-231-22001**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Grant Period Ended June 30, 2022**

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ -	\$ 143,285	\$ 143,285	\$ 812,270	\$ (668,985)
Federal Passed Through the State of Alaska	-	-	-	-	-
<b>Total Revenues</b>	-	143,285	143,285	812,270	(668,985)
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	-	-	-	-	-
Other Operating Costs	-	143,285	143,285	773,591	630,306
<b>Total Direct Costs</b>	-	143,285	143,285	773,591	630,306
Indirect Costs	-	-	-	38,679	38,679
<b>Total Expenditures</b>	\$ -	\$ 143,285	\$ 143,285	\$ 812,270	\$ 668,985

*See accompanying auditor's report.*

MUNICIPALITY OF ANCHORAGE, ALASKA  
 Department of Health and Social Services  
 HIV/AIDS Prevention  
 601-281-21004  
 Schedule of Revenues and Expenditures - Budget and Actual  
 Grant Period Ended June 30, 2021

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Passed Through the State of Alaska	23,944	76,116	100,060	106,470	(6,410)
<b>Total Revenues</b>	<b>23,944</b>	<b>76,116</b>	<b>100,060</b>	<b>106,470</b>	<b>(6,410)</b>
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	15,954	38,274	54,228	58,080	3,852
Other Operating Costs	4,795	27,986	32,781	34,503	1,722
<b>Total Direct Costs</b>	<b>20,749</b>	<b>66,260</b>	<b>87,009</b>	<b>92,583</b>	<b>5,574</b>
Indirect Costs	3,195	9,856	13,051	13,887	836
<b>Total Expenditures</b>	<b>\$ 23,944</b>	<b>\$ 76,116</b>	<b>\$ 100,060</b>	<b>\$ 106,470</b>	<b>\$ 6,410</b>

*See accompanying auditor's report.*



**MUNICIPALITY OF ANCHORAGE, ALASKA**  
**Department of Health and Social Services**  
**HIV/AIDS Prevention**  
**601-281-22004**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Grant Period Ended June 30, 2022**

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Passed Through the State of Alaska	-	35,204	35,204	106,470	(71,266)
<b>Total Revenues</b>	<b>-</b>	<b>35,204</b>	<b>35,204</b>	<b>106,470</b>	<b>(71,266)</b>
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	-	28,150	28,150	58,080	29,930
Other Operating Costs	-	3,408	3,408	34,503	31,095
<b>Total Direct Costs</b>	<b>-</b>	<b>31,558</b>	<b>31,558</b>	<b>92,583</b>	<b>61,025</b>
Indirect Costs	-	3,646	3,646	13,887	10,241
<b>Total Expenditures</b>	<b>\$ -</b>	<b>\$ 35,204</b>	<b>\$ 35,204</b>	<b>\$ 106,470</b>	<b>\$ 71,266</b>

*See accompanying auditor's report.*

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
**Department of Health and Social Services**  
**Public Health Nursing**  
**601-289-21001**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Grant Period Ended June 30, 2021**

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ 1,575,662	\$ 1,501,433	\$ 3,077,095	\$ 3,076,900	\$ 195
Federal Passed Through the State of Alaska	65,652	62,753	128,405	128,600	(195)
<b>Total Revenues</b>	<b>1,641,314</b>	<b>1,564,186</b>	<b>3,205,500</b>	<b>3,205,500</b>	<b>-</b>
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	1,452,354	1,207,910	2,660,264	2,664,221	3,957
Other Operating Costs	85,589	43,116	128,705	123,171	(5,534)
<b>Total Direct Costs</b>	<b>1,537,943</b>	<b>1,251,026</b>	<b>2,788,969</b>	<b>2,787,392</b>	<b>(1,577)</b>
Indirect Costs	103,371	313,160	416,531	418,108	1,577
<b>Total Expenditures</b>	<b>\$ 1,641,314</b>	<b>\$ 1,564,186</b>	<b>\$ 3,205,500</b>	<b>\$ 3,205,500</b>	<b>\$ -</b>

*See accompanying auditor's report.*

MUNICIPALITY OF ANCHORAGE, ALASKA  
 Department of Health and Social Services  
 Public Health Nursing  
 601-289-22001  
 Schedule of Revenues and Expenditures - Budget and Actual  
 Grant Period Ended June 30, 2022

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
Revenues:					
State of Alaska	\$ -	\$ 1,438,650	\$ 1,438,650	\$ 3,076,900	\$ (1,638,250)
Federal Passed Through the State of Alaska	-	60,100	60,100	128,600	(68,500)
<b>Total Revenues</b>	-	1,498,750	1,498,750	3,205,500	(1,706,750)
Expenditures:					
Direct Costs:					
Personal Services	-	1,273,697	1,273,697	2,664,221	1,390,524
Other Operating Costs	-	67,542	67,542	123,171	55,629
<b>Total Direct Costs</b>	-	1,341,239	1,341,239	2,787,392	1,446,153
Indirect Costs	-	157,511	157,511	418,108	260,597
<b>Total Expenditures</b>	\$ -	\$ 1,498,750	\$ 1,498,750	\$ 3,205,500	\$ 1,706,750

*See accompanying auditor's report.*

MUNICIPALITY OF ANCHORAGE, ALASKA  
 Department of Health and Social Services  
 Temporary Assistance for Needy Families  
 601-285-21001

Schedule of Revenues and Expenditures - Budget and Actual  
 Grant Period Ended June 30, 2021

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Passed Through the State of Alaska	9,883	63,845	73,728	85,000	(11,272)
<b>Total Revenues</b>	<b>9,883</b>	<b>63,845</b>	<b>73,728</b>	<b>85,000</b>	<b>(11,272)</b>
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	8,448	23,064	31,512	54,018	22,506
Other Operating Costs	138	32,461	32,599	19,896	(12,703)
<b>Total Direct Costs</b>	<b>8,586</b>	<b>55,525</b>	<b>64,111</b>	<b>73,914</b>	<b>9,803</b>
<b>Indirect Costs</b>	<b>1,297</b>	<b>8,320</b>	<b>9,617</b>	<b>11,086</b>	<b>1,469</b>
<b>Total Expenditures</b>	<b>\$ 9,883</b>	<b>\$ 63,845</b>	<b>\$ 73,728</b>	<b>\$ 85,000</b>	<b>\$ 11,272</b>

*See accompanying auditor's report.*

MUNICIPALITY OF ANCHORAGE, ALASKA  
 Department of Health and Social Services  
 Temporary Assistance for Needy Families  
 601-285-22001

Schedule of Revenues and Expenditures - Budget and Actual  
 Grant Period Ended June 30, 2022

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
Revenues:					
State of Alaska	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Passed Through the State of Alaska	-	32,557	32,557	85,000	(52,443)
Total Revenues	-	32,557	32,557	85,000	(52,443)
Expenditures:					
Direct Costs:					
Personal Services	-	25,812	25,812	54,018	28,206
Other Operating Costs	-	3,465	3,465	19,896	16,431
Total Direct Costs	-	29,277	29,277	73,914	44,637
Indirect Costs	-	3,280	3,280	11,086	7,806
Total Expenditures	\$ -	\$ 32,557	\$ 32,557	\$ 85,000	\$ 52,443

*See accompanying auditor's report.*

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
**Department of Health and Social Services**  
**Aging and Disability Resource Centers**  
**607-299-21003**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Grant Period Ended June 30, 2021**

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2020	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ 47,143	\$ 136,248	\$ 183,391	\$ 200,000	\$ (16,609)
Federal Passed Through the State of Alaska	18,865	57,094	75,959	83,800	7,841
<b>Total Revenues</b>	<b>66,008</b>	<b>193,342</b>	<b>259,350</b>	<b>283,800</b>	<b>(24,450)</b>
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	45,188	111,668	156,856	156,813	(43)
Other Operating Costs	11,980	56,687	68,667	90,466	21,799
<b>Total Direct Costs</b>	<b>57,168</b>	<b>168,355</b>	<b>225,523</b>	<b>247,279</b>	<b>21,756</b>
<b>Indirect Costs</b>	<b>8,840</b>	<b>24,987</b>	<b>33,827</b>	<b>36,521</b>	<b>2,694</b>
<b>Total Expenditures</b>	<b>\$ 66,008</b>	<b>\$ 193,342</b>	<b>\$ 259,350</b>	<b>\$ 283,800</b>	<b>\$ 24,450</b>

*See accompanying auditor's report.*

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
**Department of Health and Social Services**  
**Aging and Disability Resource Centers**  
**607-299-22003**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Grant Period Ended June 30, 2022**

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ -	\$ 100,559	\$ 100,559	\$ 200,000	\$ (99,441)
Federal Passed Through the State of Alaska	-	-	-	-	-
<b>Total Revenues</b>	-	100,559	100,559	200,000	(99,441)
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	-	80,921	80,921	156,813	75,892
Other Operating Costs	-	6,594	6,594	6,666	72
<b>Total Direct Costs</b>	-	87,515	87,515	163,479	75,964
<b>Indirect Costs</b>	-	13,044	13,044	36,521	23,477
<b>Total Expenditures</b>	\$ -	\$ 100,559	\$ 100,559	\$ 200,000	\$ 99,441

*See accompanying auditor's report.*

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
**Department of Health and Social Services**  
**Nutrition, Transportation and Support Services**  
**607-309-21003**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Grant Period Ended June 30, 2021**

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ 78,714	\$ 148,547	\$ 227,261	\$ 227,237	\$ 24
Federal Passed Through the State of Alaska	187,432	353,639	541,071	541,095	(24)
<b>Total Revenues</b>	<b>266,146</b>	<b>502,186</b>	<b>768,332</b>	<b>768,332</b>	<b>-</b>
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	-	-	-	-	-
Other Operating Costs	251,641	502,186	753,827	753,827	-
<b>Total Direct Costs</b>	<b>251,641</b>	<b>502,186</b>	<b>753,827</b>	<b>753,827</b>	<b>-</b>
Indirect Costs	14,505	-	14,505	14,505	-
<b>Total Expenditures</b>	<b>\$ 266,146</b>	<b>\$ 502,186</b>	<b>\$ 768,332</b>	<b>\$ 768,332</b>	<b>\$ -</b>

*See accompanying auditor's report.*



**MUNICIPALITY OF ANCHORAGE, ALASKA**  
**Department of Health and Social Services**  
**Nutrition, Transportation and Support Services**  
**607-309-22003**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Grant Period Ended June 30, 2022**

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ -	\$ 78,651	\$ 78,651	\$ 204,663	\$ (126,012)
Federal Passed Through the State of Alaska	-	155,548	155,548	751,289	(595,741)
<b>Total Revenues</b>	-	234,199	234,199	955,952	(721,753)
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	-	-	-	57,600	57,600
Other Operating Costs	-	219,694	219,694	898,352	678,658
<b>Total Direct Costs</b>	-	219,694	219,694	955,952	736,258
Indirect Costs	-	14,505	14,505	22,574	8,069
<b>Total Expenditures</b>	\$ -	\$ 234,199	\$ 234,199	\$ 978,526	\$ 744,327

*See accompanying auditor's report.*

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
**Department of Health and Social Services**  
**Special Supplemental Nutrition Program for Women, Infants and Children (WIC)**  
**604-268-21001**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Grant Period Ended June 30, 2021**

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Passed Through the State of Alaska	672,599	828,874	1,501,473	1,510,488	(9,015)
<b>Total Revenues</b>	<b>672,599</b>	<b>828,874</b>	<b>1,501,473</b>	<b>1,510,488</b>	<b>(9,015)</b>
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	556,961	600,175	1,157,136	1,162,835	5,699
Other Operating Costs	66,265	86,219	152,484	150,634	(1,850)
<b>Total Direct Costs</b>	<b>623,226</b>	<b>686,394</b>	<b>1,309,620</b>	<b>1,313,469</b>	<b>3,849</b>
Indirect Costs	49,373	142,480	191,853	197,019	5,166
<b>Total Expenditures</b>	<b>\$ 672,599</b>	<b>\$ 828,874</b>	<b>\$ 1,501,473</b>	<b>\$ 1,510,488</b>	<b>\$ 9,015</b>

*See accompanying auditor's report.*

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
 Department of Health and Social Services  
 Special Supplemental Nutrition Program for Women, Infants and Children (WIC)  
 604-268-22001  
 Schedule of Revenues and Expenditures - Budget and Actual  
 Grant Period Ended June 30, 2022

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Passed Through the State of Alaska	-	692,695	692,695	1,544,133	(851,438)
<b>Total Revenues</b>	-	692,695	692,695	1,544,133	(851,438)
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	-	584,822	584,822	1,203,366	618,544
Other Operating Costs	-	33,756	33,756	139,360	105,604
<b>Total Direct Costs</b>	-	618,578	618,578	1,342,726	724,148
<b>Indirect Costs</b>	-	74,117	74,117	201,407	127,290
<b>Total Expenditures</b>	\$ -	\$ 692,695	\$ 692,695	\$ 1,544,133	\$ 851,438

*See accompanying auditor's report.*

MUNICIPALITY OF ANCHORAGE, ALASKA  
 Department of Health and Social Services  
 Public Health Emergency Preparedness  
 601-299-21003

Schedule of Revenues and Expenditures - Budget and Actual  
 Grant Period Ended June 30, 2021

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
Revenues:					
State of Alaska	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Passed Through the State of Alaska	231,526	230,141	461,667	461,667	-
<b>Total Revenues</b>	<b>231,526</b>	<b>230,141</b>	<b>461,667</b>	<b>461,667</b>	<b>-</b>
Expenditures:					
Direct Costs:					
Personal Services	182,718	175,521	358,239	353,685	(4,554)
Other Operating Costs	19,121	24,090	43,211	47,765	4,554
<b>Total Direct Costs</b>	<b>201,839</b>	<b>199,611</b>	<b>401,450</b>	<b>401,450</b>	<b>-</b>
Indirect Costs	29,687	30,530	60,217	60,217	-
<b>Total Expenditures</b>	<b>\$ 231,526</b>	<b>\$ 230,141</b>	<b>\$ 461,667</b>	<b>\$ 461,667</b>	<b>\$ -</b>

*See accompanying auditor's report.*

MUNICIPALITY OF ANCHORAGE, ALASKA  
 Department of Health and Social Services  
 Public Health Emergency Preparedness  
 601-299-22003

Schedule of Revenues and Expenditures - Budget and Actual  
 Grant Period Ended June 30, 2022

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Passed Through the State of Alaska	-	215,660	215,660	461,672	(246,012)
<b>Total Revenues</b>	-	215,660	215,660	461,672	(246,012)
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	-	175,539	175,539	360,350	184,811
Other Operating Costs	-	10,011	10,011	41,104	31,093
<b>Total Direct Costs</b>	-	185,550	185,550	401,454	215,904
<b>Indirect Costs</b>	-	30,109	30,109	60,218	30,109
<b>Total Expenditures</b>	\$ -	\$ 215,659	\$ 215,659	\$ 461,672	\$ 246,013

*See accompanying auditor's report.*

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
**Department of Health and Social Services**  
**Restore Hope in Linkage to Care Collaboration**  
**601-307-21001**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Grant Period Ended June 30, 2021**

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Passed Through the State of Alaska	-	68,036	63,036	125,000	(61,964)
<b>Total Revenues</b>	-	68,036	63,036	125,000	(61,964)
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	-	32,902	32,902	86,000	53,098
Other Operating Costs	-	35,134	35,134	39,000	3,866
<b>Total Direct Costs</b>	-	68,036	68,036	125,000	56,964
<b>Indirect Costs</b>	-	-	-	-	-
<b>Total Expenditures</b>	\$ -	\$ 68,036	\$ 68,036	\$ 125,000	\$ 56,964

*See accompanying auditor's report.*

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
**Department of Health and Social Services**  
**Restore Hope in Linkage to Care Collaboration**  
**601-307-22001**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Grant Period Ended June 30, 2022**

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Passed Through the State of Alaska	-	53,185	53,185	125,000	(71,815)
<b>Total Revenues</b>	-	53,185	53,185	125,000	(71,815)
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	-	53,185	53,185	116,000	62,815
Other Operating Costs	-	-	-	9,000	9,000
<b>Total Direct Costs</b>	-	53,185	53,185	125,000	71,815
<b>Indirect Costs</b>	-	-	-	-	-
<b>Total Expenditures</b>	\$ -	\$ 53,185	\$ 53,185	\$ 125,000	\$ 71,815

*See accompanying auditor's report.*

**MUNICIPALITY OF ANCHORAGE, ALASKA**  
**Department of Health and Social Services**  
**Supplemental Nutrition Assistance Program Education**  
**604-271-21002**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Grant Period Ended June 30, 2021**

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Passed Through the State of Alaska	58,706	73,222	131,928	131,928	-
<b>Total Revenues</b>	<b>58,706</b>	<b>73,222</b>	<b>131,928</b>	<b>131,928</b>	<b>-</b>
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	54,823	53,780	108,603	107,476	(1,127)
Other Operating Costs	463	5,691	6,154	7,244	1,090
<b>Total Direct Costs</b>	<b>55,286</b>	<b>59,471</b>	<b>114,757</b>	<b>114,720</b>	<b>(37)</b>
Indirect Costs	3,420	13,751	17,171	17,208	37
<b>Total Expenditures</b>	<b>\$ 58,706</b>	<b>\$ 73,222</b>	<b>\$ 131,928</b>	<b>\$ 131,928</b>	<b>\$ -</b>

*See accompanying auditor's report.*



**MUNICIPALITY OF ANCHORAGE, ALASKA**  
**Department of Health and Social Services**  
**Supplemental Nutrition Assistance Program Education**  
**604-271-22002**  
**Schedule of Revenues and Expenditures - Budget and Actual**  
**Grant Period Ended June 30, 2022**

	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>					
State of Alaska	\$ -	\$ -	\$ -	\$ -	\$ -
Federal Passed Through the State of Alaska	-	58,628	58,628	131,928	(73,300)
<b>Total Revenues</b>	-	58,628	58,628	131,928	(73,300)
<b>Expenditures:</b>					
<b>Direct Costs:</b>					
Personal Services	-	52,320	52,320	109,907	57,587
Other Operating Costs	-	329	329	4,813	4,484
<b>Total Direct Costs</b>	-	52,649	52,649	114,720	62,071
Indirect Costs	-	5,979	5,979	17,208	11,229
<b>Total Expenditures</b>	\$ -	\$ 58,628	\$ 58,628	\$ 131,928	\$ 73,300

*See accompanying auditor's report.*

MUNICIPALITY OF ANCHORAGE, ALASKA  
 Department of Health and Social Services  
 Planning and Design for the Alaska Center for Treatment  
 C05-536-1604  
 Schedule of Revenues and Expenditures - Budget and Actual  
 Grant Period Ended June 30, 2021

	Fiscal Year Ending December 31, 2016	Fiscal Year Ending December 31, 2017	Fiscal Year Ending December 31, 2018	Fiscal Year Ending December 31, 2019	Fiscal Year Ending December 31, 2020	Fiscal Year Ending December 31, 2021	Total Actual	Budget	Variance Favorable (Unfavorable)
<b>Revenues:</b>									
State of Alaska	\$ 8,246	\$ 46,535	\$ 130,107	\$ 58,951	\$ 39,661	\$ 36,474	\$ 319,974	\$ 374,960	\$ (54,986)
Federal Passed Through the State of Alaska	-	-	-	-	-	-	-	-	-
<b>Total Revenues</b>	<b>8,246</b>	<b>46,535</b>	<b>130,107</b>	<b>58,951</b>	<b>39,661</b>	<b>36,474</b>	<b>319,974</b>	<b>374,960</b>	<b>(54,986)</b>
<b>Expenditures:</b>									
<b>Direct Costs:</b>									
Personal Services	-	-	2,544	13,148	36,286	-	51,978	127,634	75,656
Other Operating Costs	-	46,535	127,563	45,803	3,375	36,474	259,750	194,080	(65,670)
<b>Total Direct Costs</b>	<b>-</b>	<b>46,535</b>	<b>130,107</b>	<b>58,951</b>	<b>39,661</b>	<b>36,474</b>	<b>311,728</b>	<b>321,714</b>	<b>9,986</b>
Indirect Costs	8,246	-	-	-	-	-	8,246	8,246	-
<b>Total Expenditures</b>	<b>\$ 8,246</b>	<b>\$ 46,535</b>	<b>\$ 130,107</b>	<b>\$ 58,951</b>	<b>\$ 39,661</b>	<b>\$ 36,474</b>	<b>\$ 319,974</b>	<b>\$ 329,960</b>	<b>\$ 9,986</b>

*See accompanying auditor's report.*

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**Municipality of Anchorage's Response to  
Single Audit (Unaudited)**

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Municipality of Anchorage

Office of the Chief Fiscal Officer

**Corrective Action Plan**  
**Year Ended December 31, 2021**

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**Finding 2021-001**      **Recording of Fund Classification Adjustments - Material Weakness in Financial Reporting**

***Corrective Action Plan***

Management will establish procedures to ensure fund classifications are properly reported and reflected in the books and records. Further, management will provide training to staff and supervisors on fund classifications.

Point of Contact:                      Amy Demboski, Municipal Manager  
907-343-7110

Anticipated Completion Date:      December 31, 2022





Municipality of Anchorage

Office of the Chief Fiscal Officer

**Corrective Action Plan, continued**  
**Year Ended December 31, 2021**

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**Finding 2021-003**      Procurement Suspension and Debarment - Internal Control Over Compliance - Significant Deficiency

***Corrective Action Plan***

The Purchasing Department will perform a suspension and debarment review of all vendors to be paid using federal resources and create documentation to show compliance with this process. This review and documentation will include evidence that verification was done on the Government-wide System for Awards Management Exclusions (SAM Exclusions) at [www.SAM.gov](http://www.SAM.gov). This verification will be done before the awarding of the contracts that are federally funded.

Point of Contact:                      Amy Demboski, Municipal Manager  
907-343-7110

Anticipated Completion Date:      December 31, 2022