



UNIVERSITY OF ALASKA
Federal Financial Assistance Reports
Year ended June 30, 2001

UNIVERSITY OF ALASKA

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

The Board of Regents
The University of Alaska:

Compliance

We have audited the compliance of the University of Alaska with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to its major federal programs for the year ended June 30, 2001. The University of Alaska's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of the University of Alaska's management. Our responsibility is to express an opinion on the University of Alaska's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the University of Alaska's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the University of Alaska's compliance with those requirements.

In our opinion, the University of Alaska complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended June 30, 2001.

Internal Control over Compliance

The management of the University of Alaska is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the University of Alaska's internal control over compliance with requirements that could have a direct and material effect on a major federal





The Board of Regents
The University of Alaska

program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

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

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the University of Alaska as of and for the year ended June 30, 2001, and have issued our report thereon dated September 28, 2001. Our audit was performed for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the financial statements. The information in the schedule has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

* * * * *

This report is intended for the information of the Board of Regents, management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

KPMG LLP

September 28, 2001, except for
compliance with requirements applicable
to each major program and internal control
over compliance which is as of
October 19, 2001

University of Alaska
Schedule of Expenditures of Federal Awards
Year ended June 30, 2001

	<u>CFDA #</u>	<u>PASS-THRU ID #</u>	<u>EXPENDITURES</u>
STUDENT FINANCIAL AID			
Department of Education			
Supplemental Educational Opportunity Grants	84.007		\$ 600,806
Guaranteed Student Loans	84.032		17,064,153
Federal work-study program	84.033		523,259
Pell grant program	84.063		6,349,160
Total Student Financial Aid			<u>24,537,378</u>
 RESEARCH AND DEVELOPMENT			
Department of Agriculture			
Miscellaneous			
Direct			101,488
Pass-thru Utah State University	10.000	97COOP14331	11,160
Pass-thru State of Alaska	10.000	CA12-25-G-0273	45
Pass-thru State of Alaska	10.000	12-25-G-0273	37,799
 Agricultural Research Service			
Agricultural Research - Basic and Applied	10.001		461,761
 Animal & Plant Health Inspection Service			
Plant & Animal Disease, Pest Control & Animal Care	10.025		11,672
 Cooperative State Research, Education & Extension Service			
Grants for Agricultural Research, Special Research Grants			
Direct	10.200		679,153
Pass-thru Rutgers University	10.200	IR-4	3,174
Cooperative Forestry Research	10.202		82,892
Agricultural Experiment Stations Under the Hatch Act	10.203		403,670
Grants for Agricultural Research, Competitive Research	10.206		209,638
Animal Health & Disease Research	10.207		5,310
Fund for Rural America			
Pass-thru Cornell University	10.224	97-36200-5241	16,146
Integrated Programs			
Pass-thru University of California, Davis	10.303	USDA 00-51120-9677	6,067
Cooperative Extension Service	10.500		34,179
 Forest Service			
Forestry Research	10.652		409,563
 Rural Business Cooperative Service			
Rural Business Enterprise Grants	10.769		164,591
Total Department of Agriculture			<u>2,638,308</u>
 Department of Commerce			
Miscellaneous			
Direct	11.000		453,639
Pass-thru Oregon State University	11.000	50ABNF100009 NOAA	6,594
Pass-thru State of Alaska	11.000	NA87AC0200	19,270
 Economic Development Administration			
Economic Development - Technical Assistance	11.303		17,533
Economic Adjustment Assistance	11.307		108,249

(Continued)

University of Alaska
Schedule of Expenditures of Federal Awards
Year ended June 30, 2001

RESEARCH AND DEVELOPMENT, CONT.	CFDA #	PASS-THRU ID #	EXPENDITURES
Department of Commerce, cont.			
National Oceanic and Atmospheric Administration			
Sea Grant Support			
Direct	11.417		\$ 1,750,752
Pass-thru Texas Sea Grant College	11.417	NA56RG0388	5
Coastal Zone Management Administration Awards			
Pass-thru University of New Hampshire	11.419	NA97OR0338	69,051
Pass-thru State of Alaska	11.419	NOAA CFDA 11.419	15,621
Coastal Zone Management Estuarine Research Reserves	11.420		20,169
Fisheries Development and Utilization Research	11.427		259,023
Marine Sanctuary Program			
Pass-thru Caribbean Marine Research Center	11.429	NA 46RU0147	(50,000)
Undersea Research			
Direct	11.430		6,040,461
Pass-thru State of Alaska	11.430	NA76RJ047	1,832
Climate and Atmospheric Research			
Direct	11.431		52,352
Pass-thru State of Alaska	11.431	NA97WD0082	7,559
Cooperative Fishery Statistics			
Pass-thru State of Alaska	11.434	NA97FN0129	29,129
Pacific Fisheries Data Program			
Pass-thru State of Alaska	11.437	NA96FN0385	9,440
Pass-thru State of Alaska	11.437	NA97FN0129	29,750
Pass-thru State of Alaska	11.437	NA97FN0127	12,646
Pass-thru State of Alaska	11.437	Pending	8,540
Pass-thru State of Alaska	11.437	NA96FN0385	19,623
Marine Mammal Data Program			
Direct	11.439		55,944
Pass-thru North Pacific Marine Science Foundation	11.439	NA95FX0124	68,824
Pass-thru State of Alaska	11.439	NA87FX0300	(3,411)
Pass-thru State of Alaska	11.439	NA87FX0300(2)	7,052
Pass-thru State of Alaska	11.439	MMS CA-13-35-0001-30810	14,716
Pass-thru Seward Assoc for Advancement of Science	11.439	NA06FX0478 NOAA Award	472
Unallied Management Projects			
Pass-thru State of Alaska	11.454	NA97FN0129	(4,236)
Pass-thru State of Alaska	11.454	NA96FM0196	24,530
Pass-thru State of Alaska	11.454	NA96FW0196	197,594
Pass-thru State of Alaska	11.454	NA97FN0129	30,001
Pass-thru State of Alaska	11.454	RSA 45010823	2
Special Oceanic and Atmospheric Projects	11.460		22,875
Coastal Services Center	11.473		2,500
Total Department of Commerce			9,298,101
Department of Defense			
Miscellaneous			
Direct	12.000		171,586
Pass-thru John Hopkins University	12.000	N00024-98-D-8124	1,720,147
Pass-thru John Hopkins University	12.000	HQ0006-96-D-0004	(2,559)
Pass-thru University of Michigan	12.000	DAAE07-98-3-0022	360,782
Pass-thru John Hopkins University	12.000	HQ000696D0004	(640)
Pass-thru Native Village of Barrow	12.000	Pending	17,088

(Continued)

University of Alaska
 Schedule of Expenditures of Federal Awards
 Year ended June 30, 2001

	<u>CFDA #</u>	<u>PASS-THRU ID #</u>	<u>EXPENDITURES</u>
RESEARCH AND DEVELOPMENT, CONT.			
Department of Defense, cont.			
Department of the Army, Office of the Chief of Engineers Collaborative Research and Development Pass-thru University of Mississippi	12.114	DASG60-99-C-0018	\$ 639,059
Department of the Navy, Office of Naval Research Basic and Applied Scientific Research	12.300		662,941
Department of the Army, National Guard Bureau Military Construction, National Guard Pass-thru State of Alaska	12.400	MIPR8EL4RDT008	922,698
Department of the Army, Research and Material Command Military Medical Research and Development	12.420		64,537
Army Research Office, Army Material Command Basic Scientific Research Pass-thru Colorado State University	12.431	DAAL01-98-2-0078	22,131
Department of Air Force, Material Command Air Force Defense Research Sciences Program	12.800		45,200
Total Department of Defense			<u>4,622,970</u>
Department of the Interior			
Miscellaneous			
Direct	15.000		1,283,538
Pass-thru Coastal Marine Institute	15.000	1435-01-98-CA-30909	56,287
Bureau of Indian Affairs			
Services to Indian Children, Elderly and Families Pass-thru State of Alaska	15.025	GR007020	17,914
Indian Child and Family Education	15.043		44,181
Bureau of Land Management			
Coop Agreement for Research to Public Lands Mgmt.	15.221		85,709
Office of Surface Mining and Reclamation Enforcement Abandoned Mine Land Reclamation Program Pass-thru State of Alaska	15.252	USDOI-OSM/AML/GR #39611	(53)
Bureau of Mines			
Grants for Mining and Mineral Resources Pass-thru Virginia Polytech Institute	15.308	G1155251	(10,002)
Fish and Wildlife Service			
Fish and Wildlife Management Assistance	15.608		18,526
Wildlife Restoration			
Pass-thru State of Alaska	15.611	W-27-2	(185)
Pass-thru State of Alaska	15.611	W-27-3	1,242
Pass-thru State of Alaska	15.611	USFWS W-27-4	15,664
Federal Aid for Sport Fish and Wildlife Restoration	15.618		(52)

(Continued)

University of Alaska
Schedule of Expenditures of Federal Awards
Year ended June 30, 2001

RESEARCH AND DEVELOPMENT, CONT.	CFDA #	PASS-THRU ID #	EXPENDITURES
Department of the Interior, cont.			
Geological Survey			
Assistance to State Water Resources Research Inst.	15.805		\$ 115,585
Earthquake Hazards Reduction Program			
Direct	15.807		1,520,148
Pass-thru University of Southern California	15.807	1434-HQ-97-AG-01718	3,109
Research and Data Acquisition	15.808		3,357,688
National Park Service			
Miscellaneous	15.900		85,026
Historic Preservation Fund Grants-In-Aid	15.904		62,516
State Partnerships	15.977		1,089
Total Department of the Interior			6,657,930
Department of Justice			
Office of Juvenile Justice and Delinquency Prevention			
Juvenile Justice and Delinquency Prevention			
Pass-thru State of Alaska	16.540	JJD95JFCX0002	54,375
Bureau of Justice Statistics			
State Justice Statistics Program	16.550		82,029
National Institute of Justice			
Justice Research, Development and Evaluation	16.560		48,769
Bureau of Justice Assistance			
Criminal Justice Discretionary Grants	16.574		48,964
Local Law Enforcement Block Grant Program	16.592		246,292
Total Department of Justice			480,429
Department of State			
Miscellaneous	19.000		1,134
Department of Transportation			
Miscellaneous			
Pass-thru State of Alaska	20.000	8PR4000 (17)	15,623
Federal Aviation Administration			
Aviation Research Grants			
Pass-thru University Corp. for Atmospheric Research	20.108	ATM-98C00031	20,496
Federal Highway Administration			
Highway Planning and Construction			
Pass-thru State of Alaska	20.205	2513018	5,023
Pass-thru State of Alaska	20.205	RSA EN2592093	15,882
National Highway Traffic Safety			
State and Community Highway Safety			
Pass-thru Anchorage Safe Communities	20.600	DTNH22-97H15108	47,439
Alcohol Traffic Safety and Drunk Driving Prevention			
Pass-thru State of Alaska	20.601	OP-00-03-22	36,288
Pass-thru State of Alaska	20.601	11095.67	406
Pass-thru State of Alaska	20.601	HS0-20-600	1,895

(Continued)

University of Alaska
 Schedule of Expenditures of Federal Awards
 Year ended June 30, 2001

	<u>CFDA #</u>	<u>PASS-THRU ID #</u>	<u>EXPENDITURES</u>
RESEARCH AND DEVELOPMENT, CONT.			
Department of Transportation, cont.			
Research and Special Programs Administration			
University Transportation Centers Program			
Pass-thru University of Washington	20.701	DTRS99-G-0010	\$ 14,904
Total Department of Transportation			<u>157,956</u>
National Aeronautics and Space Administration			
Miscellaneous			
Direct	43.000		14,396,796
Pass-thru University of Massachusetts Dartmouth	43.000	NAG5-9752	299,375
Aerospace Education Services Program			
Direct	43.001		55,615
Pass-thru Arizona State University	43.001	NCC2-1051	1,413
Technology Transfer			
Direct	43.002		20,447
Pass-thru The Aerospace Corporation	43.002	NAG55001	21,337
Total National Aeronautics and Space Administration			<u>14,794,983</u>
National Foundation on the Arts and the Humanities			
Miscellaneous			
Pass-thru National Film Preservation Foundation	45.000	FED00-025	10,000
Office of Library Services			
State Library Program			
Pass-thru State of Alaska	45.310	ILC00157126	(2,936)
Total National Foundation on the Arts and the Humanities			<u>7,064</u>
National Science Foundation			
Miscellaneous			
Direct	47.000		1,148,730
Pass-thru Marine Biological Laboratory	47.000	DEB-9711626	20,602
Pass-thru University of Hawaii - Manoa	47.000	HRD-9906344	24,074
Engineering Grants	47.041		359,735
Mathematical and Physical Sciences	47.049		546,322
Geosciences			
Direct	47.050		2,510,689
Pass-thru University of Michigan	47.050	ATM-0096283	2,896
Pass-thru SRI International	47.050	ATM-001899	3,016
Pass-thru University of Texas at Austin	47.050	OPP-9617341	(4,432)
Pass-thru Marine Biological Laboratory	47.050	OPP9732281	34,131
Pass-thru Clarkson University	47.050	OPP-9873629	24,850
Pass-thru Informed Diagnostics	47.050	DMI-9960584	300
Pass-thru San Diego State University	47.050	522685-8521RLL	7,030
Pass-thru Southwest Research Institute	47.050	ATM-9806600	12,758
Computer and Information Science Engineering	47.070		40,539
Biological Sciences			
Direct	47.074		1,880,662
Pass-thru University of North Carolina at Chapel Hill	47.074	DBI-9905838	2
Social, Behavioral and Economic Sciences	47.075		149,845

(Continued)

University of Alaska
Schedule of Expenditures of Federal Awards
Year ended June 30, 2001

	<u>CFDA #</u>	<u>PASS-THRU ID #</u>	<u>EXPENDITURES</u>
RESEARCH AND DEVELOPMENT, CONT.			
National Science Foundation, cont.			
Education and Human Resources			
Direct	47.076		\$ 774,082
Pass-thru Alaska Federation of Natives	47.076	NSF ESR-0086194	2,777
Polar Programs			
Direct	47.078		4,330,642
Pass-thru University of Washington	47.078	OPP-0085457	9,593
Pass-thru University of South Carolina	47.078	OPP-9996438	7,938
Pass-thru North Slope Borough	47.078	OPP9908683	8,592
Pass-thru University of Nebraska Lincoln	47.078	OPP9423042	(87)
Total National Science Foundation			<u>11,895,286</u>
Environmental Protection Agency			
Miscellaneous			
Direct	66.000		(2,211)
Pass-thru Northern Arizona University	66.000	CT827716-01-0	29,200
Office of Air and Radiation			
Air Pollution Control Program Support			
Pass-thru State of Alaska	66.001	A-00762-01	9,994
Office of Water			
Construction Grants for Wastewater Treatment Works	66.400		43,444
Wetlands Grants	66.461		28,960
Water Quality Cooperative Agreements			
Pass-thru State of Alaska	66.463	EN1810506	4,400
Office of Research and Development			
Environmental Protection - Consolidated Research	66.500		15,044
Air Pollution Control Research Grants			
Pass-thru State of Alaska	66.501	K1-990587-01-0	424
Office of Administration			
Performance Partnership Grants			
Pass-thru State of Alaska	66.605	BG990987000	(2,445)
Pass-thru State of Alaska	66.605	NP-01-R3	108,259
Pass-thru State of Alaska	66.605	EPA PPG RS1800026 EN1800404	2,558
Surveys, Studies, Investigations and Special Purpose Grants			
Direct	66.606		271,017
Pass-thru Alaska Native Health Board	66.606	X990548-01-5	13,506
Pass-thru State of Alaska	66.606	XP980443	183
Pass-thru Kenai River Center	66.606	KWF-KRC-006	14,761
Pass-thru Alaska Native Health Board	66.606	X990548-01-0	(274)
Total Environmental Protection Agency			<u>536,820</u>
Department of Energy			
Miscellaneous			
Direct	81.000		1,766,982
Pass-thru State of Alaska	81.000	DEFG0899NV13763	2,853
Pass-thru Alaska State Council of Laborers	81.000	DE-FG08-99NV13726	53,531
Pass-thru University of California	81.000	W-7405-ENG-5	22,202
Pass-thru Batelle Pacific Northwest Labs	81.000	DE-AC06-76RL01830	76,762

(Continued)

University of Alaska
Schedule of Expenditures of Federal Awards
Year ended June 30, 2001

	<u>CFDA #</u>	<u>PASS-THRU ID #</u>	<u>EXPENDITURES</u>
RESEARCH AND DEVELOPMENT, CONT.			
Department of Energy, cont.			
Office of Energy Efficiency and Renewable Energy			
State Energy Program			
Pass-thru State of Alaska (AHFC)	81.041	DE-FG51-99R021035	\$ 62,992
Office of Science			
Office of Scientific and Technical Information	81.064		38,688
Office of Fossil Energy			
Fossil Energy and Research Development			
Direct	81.089		697,317
Pass-thru Sandia National Laboratories	81.089	None	41,416
Pass-thru Pacific Northwest National Laboratory	81.089	327417-A-N4	2,735
Pass-thru Pacific Northwest National Laboratory	81.089	DEAC0676RLO1830	422,733
Pass-thru Battelle Pacific Northwest Laboratory	81.089	DEAC06-87RLO183	77,175
Office of Environmental Management			
Office of Science & Technology for Environmental Mgmt.			
Pass-thru Institute for Responsible Management	81.104	DE-FG26-00NT 40938	114,357
Total Department of Energy			<u>3,379,743</u>
Department of Education			
Miscellaneous			
Pass-thru Teach & Learn Support	84.000	RSA 0510858	11,764
Assistant Secretary for Postsecondary Education			
Higher Education Institutional Aid	84.031		109,225
Office of Assistant Secretary for Educational Research			
Fund for the Improvement of Education			
Pass-thru Alaska Humanities Forum	84.215	R215K000054	20,292
Office of Elementary and Secondary Education			
Native Hawaiian Curriculum Development	84.297		278,733
Alaska Native Education Planning, Curriculum Development			
Direct	84.320		220,232
Pass-thru Cook Inlet Tribal Council	84.320	S320A000006	4,697
Alaska Native Student Enrichment Program	84.322		466,361
Office of Special Education and Rehabilitative Services			
Pass-thru 2001 Special Olympics World Winter Games AK	84.325	H325S990003	116,537
Total Department of Education			<u>1,227,841</u>
Department of Health and Human Services			
Miscellaneous			
Direct	93.000		285,368
Pass-thru Community Health Service	93.000	5-H38 CS 00007-03	690

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University of Alaska
Schedule of Expenditures of Federal Awards
Year ended June 30, 2001

RESEARCH AND DEVELOPMENT, CONT.	CFDA #	PASS-THRU ID #	EXPENDITURES
Department of Health and Human Services, cont.			
National Institutes of Health			
Biological Response to Environmental Health Hazards	93.113		\$ 76,159
Research Related to Deafness and Communication Disorders	93.173		37,668
Substance Abuse and Mental Health Services Administration			
Consolidated Knowledge Development and Application			
Pass-thru State of Alaska	93.230	1 U1F SPO8181-01	(1,348)
Pass-thru Fairbanks Native Association	93.230	Pending	9,907
Pass-thru State of Alaska	93.230	Award	25,934
Pass-thru Copper River Native Association	93.230	1H79TI11986-01	77,339
Pass-thru State of Alaska	93.230	H 179 TI11988-01	452,468
Health Resources and Services Administration			
State Rural Hospital Flexibility Program			
Pass-thru Community Health Service	93.241	1-1154-R11-00014-01	5,010
National Institutes of Health			
Mental Health Research Grants	93.242		46,978
Alcohol Research Programs			
Direct			
Pass-thru University of Connecticut	93.273	5 RO1-AA10288-04	382,507
Pass-thru University of Illinois at Chicago	93.273	R01AA11266-01	2,654
Pass-thru University of Illinois at Chicago	93.273	R01AA11266-01	5,087
Drug Abuse Research Programs			
Direct			
Pass-thru California State University Long Beach	93.279	7R01DA10181-05	171,505
Pass-thru University of Illinois at Chicago	93.279	R01DA10306-01A1	91,905
Pass-thru Univ of New Mexico Health Science Center	93.279	R01DA10306-01A1	13,108
Pass-thru Univ of New Mexico Health Science Center	93.279	1R01DA13139-01	36,166
Academic Research Enhancement Award	93.390		6,097
Cancer Cause and Prevention Research	93.393		95,305
Diabetes, Endocrinology and Metabolism Research			
Direct			
Pass-thru Columbia University in New York City	93.847	1-F33-09919	14,866
Pass-thru Columbia University in New York City	93.847	1-F33-09919	(3,247)
Digestive Diseases and Nutrition Research			
Direct			
Pass-thru Washington University	93.848	1R01DK53727-01A2	(32)
Pass-thru Washington University	93.848	1R01DK53727-01A2	31,351
Biological Basis Research in Neurosciences	93.854		849,351
Resource & Manpower Devl. In Environmental Health Sciences			
Pass-thru University of Washington	93.894	5 P30 ES07033-04	(10)
Administration for Children and Families			
Temporary Assistance for Needy Families			
Pass-thru State of Alaska	93.558	TANF	229,486
Health Resources and Services Administration			
Basic/Core Area Health Education Centers			
Pass-thru University of Washington	93.824	5U76PE03022-06	36,491
Pass-thru University of Washington	93.824	5U77HP03022-07	41,905
Grants to States for Operation of Offices of Rural Health			
Pass-thru Community Health Service	93.913	5H95RH00135-08	(2,119)
Pass-thru Community Health Service	93.913	5H95RH00135	72,325

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University of Alaska
Schedule of Expenditures of Federal Awards
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	<u>CFDA #</u>	<u>PASS-THRU ID #</u>	<u>EXPENDITURES</u>
RESEARCH AND DEVELOPMENT, CONT.			
Department of Health and Human Services, cont.			
Social Security Administration			
Social Security Benefits Planning - Assistance, Outreach			
Pass-thru State of Alaska	96.008	E 000-AK-140	\$ 54,893
Total Department of Health and Human Services			<u>3,145,767</u>
Total Research and Development			<u>58,844,332</u>
OTHER PROGRAMS			
Department of Agriculture			
Miscellaneous			
Direct	10.000		114,803
Cooperative State Research Service			
Grants for Agricultural Research, Special Research	10.200		311,062
Cooperative Forestry Research	10.202		239,505
Payments to Agricultural Experiment Stations	10.203		489,483
Integrated Programs			
Pass-thru University of Idaho	10.303	00-51130-9726	16,893
Cooperative Extension Service			
Direct	10.500		1,185,121
Pass-thru Oregon State University	10.500	99-41560-0776	200
Forest Service			
Forestry Research	10.652		115,691
Cooperative Forestry Assistance	10.664		40,147
Rural Business Cooperative Service			
Rural Business Enterprise Grants			
Direct	10.769		142,204
Pass-thru Alaska One	10.769	None	66,668
Total Department of Agriculture			<u>2,721,777</u>
Department of Commerce			
Miscellaneous	11.000		36,658
Economic Development Administration			
Technical Assistance	11.303		117,977
National Oceanic and Atmospheric Association			
Sea Grant Support	11.417		112,736
Marine Mammal Data Program	11.439		9,522
National Telecommunications & Information Administration			
Public Telecommunications Facilities - Plan & Construct	11.550		13,520
Technology Opportunities	11.552		61,720
Total Department of Commerce			<u>352,133</u>

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University of Alaska
Schedule of Expenditures of Federal Awards
Year ended June 30, 2001

OTHER PROGRAMS, CONT.	<u>CFDA #</u>	<u>PASS-THRU ID #</u>	<u>EXPENDITURES</u>
Department of Defense			
Miscellaneous			
Direct	12.000		\$ 9,544
Pass-thru ICRC Energy	12.000	DAAE07-96-2-002	(428)
Defense Logistics Agency			
Procurement Technical Assistance for Business Firms	12.002		304,964
Office of Naval Research			
Basic and Applied Scientific Research	12.300		297,064
Total Department of Defense			611,144
Department of Housing and Urban Development			
Miscellaneous			
Direct	14.000		(205,137)
Pass-thru Alaska One	14.000	B98SPAK0047	100,824
Community Planning and Development			
Community Development Block Grants	14.246		(16,184)
Policy Development and Research			
Community Outreach Partnership Center Program	14.511		141,562
Total Department of Housing and Urban Development			21,065
Department of the Interior			
Miscellaneous			
Direct	15.000		187,410
Pass-thru State of Alaska	15.000	NP-00-N9	224
Pass-thru State of Alaska	15.000	14-35-0001-30788	175
Bureau of Indian Affairs			
Tribal Self-governance			
Pass-thru Assoc of Village Council Presidents	15.022	USDI OSGT 812	11,825
Office of Surface Mining Reclamation and Enforcement			
Abandoned Mine Land Reclamation Program			
Pass-thru State of Alaska	15.252	GR007020	8,754
National Park Service			
Native American Graves Protection	15.922		10,822
Bureau of Land Management			
Operation of ARLIS (AK Library & Information Service)	15.DDD		673,014
Total Department of Interior			892,224

(Continued)

University of Alaska
Schedule of Expenditures of Federal Awards
Year ended June 30, 2001

OTHER PROGRAMS, CONT.	CFDA #	PASS-THRU ID #	EXPENDITURES
Department of Justice			
Miscellaneous	16.000		\$ (832)
Office of Community Oriented Policing Services Public Safety Partnership & Community Policing Grants	16.710		15,594
Office of Justice Programs Police Corps Pass-thru Fairbanks Police Department	16.712	OJPIAA-2001-PO-R-044	<u>34,710</u>
Total Department of Justice			<u>49,472</u>
Department of Labor			
Miscellaneous Pass-thru State of Alaska	17.000	Pending	672
Employment and Training Administration Unemployment Insurance Pass-thru State of Alaska	17.225	Pending	3,087
Pass-thru State of Alaska	17.225	AA-10291-0050	61,779
Senior Community Service Employment Program Pass-thru State of Alaska	17.235	AD108750055	8,991
Migrant and Seasonal Farm Workers Pass-thru State of Alaska	17.247	N-7300-9-00-87-60	10,195
Employment Services and Job Training Pass-thru Municipality of Anchorage	17.249	AH-10857-00-60	146,643
Pass-thru Alaska Federation of Natives	17.249	AF-10022-00-60	25,990
Pass-thru State of Alaska	17.249	ADEO EN0500515 SW 00.157.02	12,540
Native American Training and Employment Program Pass-thru Bethel Native Corporation	17.251	USDOL AN-10070-00-60	20,797
Welfare-to-Work Grants to States and Localities Pass-thru State of Alaska	17.253	Y67508008150/Y74119008150	918
Workforce Investment Act Pass-thru State of Alaska	17.255	WIAA	78,740
Pass-thru State of Alaska	17.255	AA10291-00-30	70,454
WIA Dislocated Workers	17.260		354
Mine Safety and Health Administration Mine Health and Safety Grants Pass-thru State of Alaska	17.600		<u>47,249</u>
Total Department of Labor			<u>488,409</u>
Department of Transportation			
Federal Aviation Administration Aviation Research Grants	20.108		68,340
Federal Highway Administration Recreational Trails Program Pass-thru State of Alaska	20.219	FWHA EN1097018	14,729
Federal Transit Administration Formula Grants for Other Than Urbanized Areas Pass-thru State of Alaska	20.509	LTAP-0002 (022)	<u>77,267</u>
Total Department of Transportation			<u>160,336</u>

(Continued)

University of Alaska
Schedule of Expenditures of Federal Awards
Year ended June 30, 2001

OTHER PROGRAMS, CONT.	CFDA #	PASS-THRU ID #	EXPENDITURES
Library of Congress			
Library of Congress Publications	42.005		\$ <u>8,818</u>
National Aeronautics and Space Administration			
Miscellaneous			
Pass-thru University of Montana	43.000	NCC5-382	29,221
Aerospace Education Services Program	43.001		4,000
Technology Transfer			
Pass-thru University of Southern California	43.002	NAS8-97115	<u>1,570</u>
Total National Aeronautics and Space Administration			<u>34,791</u>
National Foundation on the Arts and the Humanities			
Miscellaneous			
Pass-thru Alaska Humanities Forum	45.000	NEH Grant 50-21585-99	3,789
Pass-thru Alaska Humanities Forum	45.000	SO 21409-96	2,337
Direct	45.004		(6,389)
National Endowment for the Arts			
Promotion of the Arts-Grants to Organizations & Individuals			
Direct	45.024		56,591
Pass-thru The Island Institute	45.024	98-5200-5066	(279)
Promotion of the Arts-Partnership Agreements			
Pass-thru State of Alaska	45.025	NEA#99-61002036	500
Pass-thru State of Alaska	45.025	0061002049 NEA	2,029
Pass-thru State of Alaska	45.025	RSA 0510629	3,084
National Endowment for the Humanities			
Promotion of the Humanities - Federal/State Partnerships			
Pass-thru Alaska Humanities Forum	45.129	S021585-99	4,825
Pass-thru Alaska Humanities Forum	45.129	SO 21409-96	5
Promotion of the Humanities - Preservation and Access	45.149		18,872
Promotion of the Humanities - Education Development	45.162		5,386
Promotion of the Humanities - Seminars & Institutes	45.163		183,044
Promotion of the Humanities - Public Programs	45.164		55,311
Office of Library Services			
State Library Program			
Pass-thru State of Alaska	45.310	ILC-01-81894	10,284
Pass-thru State of Alaska	45.310	RSA EN0500709 EED	<u>(924)</u>
Total National Foundation on the Arts and the Humanities			<u>338,465</u>
National Science Foundation			
Miscellaneous			
Direct	47.000		59,857
Pass-thru Assoc Village Council Presidents	47.000	OPP-9411706	58,290
Geosciences			
Computer and Information Science and Engineering	47.070		280,653
Biological Sciences	47.074		117,378
Social, Behavioral and Economic Sciences			
Direct	47.075		301,282
Pass-thru National Research Council	47.075	INT-9522667	4,528

(Continued)

University of Alaska
Schedule of Expenditures of Federal Awards
Year ended June 30, 2001

	<u>CFDA #</u>	<u>PASS-THRU ID #</u>	<u>EXPENDITURES</u>
OTHER PROGRAMS, CONT.			
National Science Foundation, cont.			
Education and Human Resources			
Direct	47.076		\$ 376,073
Pass-thru Alaska Federation of Natives	47.076	NSF ESR-0086194	144,418
Pass-thru Alaska Federation of Natives	47.076	ESR-9554466	27,007
Academic Research Infrastructure	47.077		82,257
Polar Programs			
Direct	47.078		1,028,071
Pass-thru North Slope Borough	47.078	20012148-000OP	1,450
Pass-thru North Slope Borough	47.078	OPP 9908682	3,914
Total National Science Foundation			<u>2,982,968</u>
Small Business Administration			
Business Development Assistance to Small Business	59.005		53,398
Management and Technical Assistance	59.007		146,034
Small Business Development Center	59.037		652,802
Total Small Business Administration			<u>852,234</u>
Environmental Protection Agency			
Miscellaneous			
Direct	66.000		8,576
Office of Water			
Nonpoint Source Implementation Grants			
Pass-thru State of Alaska	66.460	EPA PPG FY00	1,042
Office of Ground Water and Drinking Water			
Capitalization Grants for Drinking Water State Revolving Fund			
Pass-thru State of Alaska	66.468	RS1810107	3,096
Office of Research and Development			
Air Pollution Control Research Grants			
Pass-thru State of Alaska	66.501	K1-000440-06-0	(91)
Pass-thru State of Alaska	66.501	K1-000440-07	31,312
Performance Partnership Grants			
Pass-thru State of Alaska	66.605	EPA PPG FY00	5,827
Pass-thru State of Alaska	66.605	EPA PPG FY01	70,434
Surveys, Studies, Investigations and Special Purpose Grants	66.606		437,947
Office of Environmental Education			
Environmental Education Grants	66.951		14,723
Total Environmental Protection Agency			<u>572,866</u>
Department of Energy			
Miscellaneous	81.000		40,871
Office of Energy Efficiency and Renewable Energy			
State Energy Program			
Pass-thru Alaska Housing Finance Corporation	81.041	DEFG5197R020562	4,854
Total Department of Energy			<u>45,725</u>

(Continued)

University of Alaska
Schedule of Expenditures of Federal Awards
Year ended June 30, 2001

	<u>CFDA #</u>	<u>PASS-THRU ID #</u>	<u>EXPENDITURES</u>
OTHER PROGRAMS, CONT.			
United States Information Agency			
Miscellaneous	82.000		\$ <u>161,173</u>
Federal Emergency Management Agency			
Chemical and Radiological Preparedness Division Hazardous Materials Assistance Program	83.012		<u>12,587</u>
Department of Education			
Miscellaneous			
Pass-thru State of Alaska	84.000	92-AK01	15,454
Pass-thru State of Alaska	84.000	05-11-3-012-051	(512)
Pass-thru Council of Athabaskan Tribal Governments	84.000	USDOE S321A970011	56,645
Adult Education - State Grant Program			
Pass-thru State of Alaska	84.002	V001A010002	289,088
Pass-thru State of Alaska	84.002	V002A010002	212,556
Pass-thru State of Alaska	84.002	V002A990003	81,475
Pass-thru Southeast Regional Resource Center	84.002	V002A990003	24,753
Pass-thru State of Alaska	84.002	V002A980003	(99)
Pass-thru State of Alaska	84.002	EN707548	2,005
Title I Grants to Local Educational Agencies			
Pass-thru State of Alaska	84.010	S010A980002	(14,373)
Migrant Education - Basic State Grant Program			
Pass-thru State of Alaska	84.011	EN0510682	25,000
Undergraduate Int'l Studies and Foreign Language Programs	84.016		65,929
Handicapped Early Childhood Assistance	84.024		71,055
Handicapped Personnel Preparation			
Direct	84.029		3,741
Pass-thru University of Utah	84.029	H029A70167	32,402
Higher Education Institutional Aid	84.031		1,427,388
Vocational Education - Basic Grants to States			
Pass-thru State of Alaska	84.048	V001A010002	88,458
Pass-thru State of Alaska	84.048	V048A990055A	21,734
Pass-thru State of Alaska	84.048	V048A000002A	23,555
Pass-thru State of Alaska	84.048	V048A000002	180,685
Pass-thru State of Alaska	84.048	V048A60055	1
Pass-thru State of Alaska	84.048	V048A980055	8
Rehabilitation Services - Service Projects	84.128		18,948
Business and International Education Projects	84.153		6,597
Pass-thru State of Alaska	84.158	H158A990001	8,880
Pass-thru State of Alaska	84.158	H158A99000-00	131,797
Special Education Preschool Grants			
Pass-thru State of Alaska	84.173	H173A70019	14,509
Pass-thru State of Alaska	84.194	T194Q980012-98	15,320
Bilingual Education - Professional Development			
Direct	84.195		476,362
Pass-thru Anchorage School District	84.195	T195B000096	8,897
Star Schools	84.203		358,413
Even Start - State Educational Agencies			
Pass-thru State of Alaska	84.213	S213C010002	80,400
Fund for the Improvement of Education			
Pass-thru Copper River School District	84.215	Pending	12,612
Eisenhower Professional Development State Grants			
Pass-thru State of Alaska	84.281	S281B98002	40,731
Pass-thru State of Alaska	84.281	S281B990002	80,703
Twenty-first Century Community Learning Centers			
Pass-thru Anchorage School District	84.287	PR108475	6,143
Pass-thru Anchorage School District	84.287	PR108474	10,329

(Continued)

University of Alaska
 Schedule of Expenditures of Federal Awards
 Year ended June 30, 2001

	<u>CFDA #</u>	<u>PASS-THRU ID #</u>	<u>EXPENDITURES</u>
OTHER PROGRAMS, CONT.			
Department of Education, cont.			
Indian Education - Special Programs	84.299		\$ 63,795
Technology Innovation Challenge Grants			
Direct	84.303		1,026,558
Pass-thru Chugach School District	84.303	R303A980236	328,379
Pass-thru State of Alaska	84.303	R303K990007	64,001
Pass-thru State of Alaska	84.303	R303K00034	143,451
Alaska Native Educational Planning			
Direct	84.320		685,760
Pass-thru Sealaska Heritage Foundation	84.320	84-195B	8,290
Alaska Native Home Based Education for Preschool Children			
Direct	84.321		233,139
Pass-thru Council of Athabascan Tribal Governments	84.321	USDOE S321A970011	21,765
Special Education State Program Improvement - Disabilities			
Pass-thru State of Alaska	84.323	H027A000016	22,149
Pass-thru State of Alaska	84.323	RSA 0510745	5,011
Special Education - Personnel Preparation to Improve Services			
Direct	84.325		193,301
Pass-thru State of Alaska	84.325	H323A000015	39,804
Gaining Early Awareness & Readiness for Undergraduate Programs			
Pass-thru Anchorage School District	84.334	P334A990389	28,907
Teacher Quality Enhancement Grants	84.336		861,028
Preparing Tomorrow's Teachers to Use Technology	84.342		326,221
Pass-thru State of Alaska	84.811	H989A980019	355,829
Total Department of Education			8,284,977
Department of Health and Human Services			
Miscellaneous			
Pass-thru State of Alaska	93.000	11-T-91230/0-01	3,035
Pass-thru University of Washington	93.000	2 D34 MB03010-07	6,275
Pass-thru University of Washington	93.000	N01-LM-6-3520	3,741
Pass-thru Fairbanks Native Association	93.000	KDISM52300-02	37,146
Health Resources and Services Administration			
Primary Care Services - Resource Coordination			
Pass-thru State of Alaska	93.130	5 H38 CS00007-03	1,654
Nursing Workforce Diversity	93.178		156,662
Advanced Education Nursing Traineeships	93.358		24,785
Health Careers Opportunity Program			
Pass-thru University of Washington	93.822	1D18MB02864-01	27,487
Pass-thru University of Washington	93.822	5 D18 HP02864-02	26,117
Substance Abuse and Mental Health Services Administration			
Consolidated Knowledge Development & Application Program			
Pass-thru State of Alaska	93.230	1U1FSPO8181-02	7,248
Pass-thru Fairbanks Native Association	93.230	1-H79-TI11915-01	17,859
Pass-thru State of Alaska	93.230	1 U1F SPO8181-03	125,866
Pass-thru State of Alaska	93.230	5UD1SP09198-02	16,200
National Institutes of Health			
Drug Abuse Research Programs			
Pass-thru Univ of New Mexico Health Science Center	93.279	1 RO1 DA13139-01	60,034
Centers for Disease Control and Prevention			
Investigations and Technical Assistance			
Pass-thru State of Alaska	93.283	U90/CCUO16977-01	1,170

(Continued)

University of Alaska
 Schedule of Expenditures of Federal Awards
 Year ended June 30, 2001

	<u>CFDA #</u>	<u>PASS-THRU ID #</u>	<u>EXPENDITURES</u>
OTHER PROGRAMS, CONT.			
Department of Health and Human Services, cont.			
Administration for Children and Families			
Temporary Assistance for Needy Families			
Pass-thru State of Alaska	93.558	67508008150	\$ 112,000
Pass-thru State of Alaska	93.558	DOL #Y-6750-8-00-81-50	64,925
Developmental Disabilities University Affiliated Programs	93.632		402,970
Child Welfare Services Training Grants	93.648		43,250
Foster Care - Title IV E			
Pass-thru State of Alaska	93.658	TITLE IV CAPTA	337,956
Independent Living			
Pass-thru State of Alaska	93.674	G-0001AK1420	32,840
Total Department of Health and Human Services			<u>1,509,220</u>
Corporation for National and Community Service			
Learn and Serve America - Higher Education			
Direct	94.005		7,335
Pass-thru Corporation for National Service	94.005	1435-01-98-CA-30909	40,272
Total Corporation for National and Community Service			<u>47,607</u>
Social Security Administration			
Benefits Assistance, Planning and Outreach Program	96.008		11,286
US Agency for International Development			
Miscellaneous			
Direct	USAID		972,291
Pass-thru State of Alaska	USAID	118G00000011500	66,717
Total US Agency for International Development			<u>1,039,008</u>
Total Other Programs			<u>21,198,285</u>
PUBLIC WORKS AND ECONOMIC DEVELOPMENT			
Department of Commerce			
Economic Development Administration			
Economic Adjustment Assistance	11.307		18,391
Total Public Works and Economic Development			<u>18,391</u>
JTPA			
Department of Labor			
Job Training Partnership Act			
Pass-thru State of Alaska	17.250	28003	(382)
Pass-thru State of Alaska	17.250	USDOL/JTPA/02-84	(841)
Pass-thru State of Alaska	17.250	JTPA 02-84	(150)
Total JTPA			<u>(1,373)</u>
SPECIAL EDUCATION			
Department of Education			
Special Education Grants to States			
Pass-thru State of Alaska	84.027	EN0510761	21,544
Pass-thru State of Alaska	84.027	17232	10,000
Total Special Education			<u>31,544</u>

(Continued)

University of Alaska
Schedule of Expenditures of Federal Awards
Year ended June 30, 2001

TRIO	<u>CFDA #</u>	<u>PASS-THRU ID #</u>	<u>EXPENDITURES</u>
Department of Education			
TRIO - Talent Search	84.044		\$ 377,591
TRIO - Upward Bound	84.047		1,150,073
TRIO - Educational Opportunity Centers	84.066		<u>498,372</u>
Total TRIO			<u>2,026,036</u>
Total Federal Awards			<u>\$ 106,654,593</u>

UNIVERSITY OF ALASKA

Notes to Schedule of Expenditures of Federal Awards

June 30, 2001

General

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of the University of Alaska. The University of Alaska is a constitutionally created corporation and a component unit of the State of Alaska. Federal financial assistance received directly from federal agencies as well as federal financial assistance passed through other government agencies is included on the schedule.

Basis of Accounting

The accompanying Schedule of Expenditures of Federal Awards is presented using the accrual basis of accounting, which is described in note 1 to the University of Alaska's financial statements.

Non-Cash Federal Awards

The University receives Federal awards under the Perkins Loan Program (CFDA #84.638). The outstanding loan balances under this program totaled \$644,539 as of June 30, 2001.

UNIVERSITY OF ALASKA
Schedule of Findings and Questioned Costs
June 30, 2001

(1) Summary of Auditor's Results

- a. An unqualified independent auditors' report was issued on the financial statements of the University of Alaska.
 - b. No reportable conditions or material weaknesses were disclosed in the report on compliance and on internal control based on an audit of the financial statements.
 - c. There was no noncompliance which is material to the financial statements.
 - d. No reportable conditions or material weaknesses were disclosed in the report on compliance with requirements applicable to each major program and internal control over compliance.
 - e. An unqualified independent auditors' report was issued on compliance for major programs.
 - f. There were no audit findings which are required to be reported under section 510(a) of OMB Circular A-133.
 - g. The following were identified as major programs:
 - Research and Development Cluster
 - National Science Foundation, Social, Behavioral, and Economic Science Grants (CFDA # 47.075)
 - Environmental Protection Agency, Surveys, Studies, Investigations, and Special Purpose Grants (CFDA # 66.606)
 - h. Programs with federal expenditures greater than \$3,000,000 were identified as Type A programs. Programs with federal expenditures \$3,000,000 or less were identified as Type B programs.
 - i. The University of Alaska qualified as a low-risk auditee under Section 530 of OMB Circular A-133.
- (2)** There were no findings relating to the general purpose financial statements reported in accordance with *Government Auditing Standards*.
- (3)** There were no findings and questioned costs relating to federal awards.



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**Independent Auditors' Report on Compliance and on Internal Control
Over Financial Reporting Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards***

The Board of Regents
The University of Alaska:

We have audited the financial statements of the University of Alaska as of and for the year ended June 30, 2001, and have issued our report thereon dated September 28, 2001. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the University of Alaska's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

Internal Control over Financial Reporting

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





The Board of Regents
The University of Alaska

This report is intended for the information of the Board of Regents, management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

KPMG LLP

September 28, 2001