



Summary Schedule of Prior Audit Findings
June 30, 2006

The following is an update of prior audit findings and is prepared in accordance with Office of Management and Budget Circular A-133, Section .315(b).

Prior Audit Finding 2005-1

Department of Education, Alaska Native Education Grants (CFDA #84.356)

Summary of prior audit finding – According to Section 7304(b) of the Alaska Native Educational Equity, Support and Assistance Act, facilities and administrative cost rates include a five percent limit on the administrative component of the rate. For grant award #S356AO30018, the University applied a facilities and administrative cost rate which included an administrative component that exceeded the Department of Education’s Alaska Native Education program statute five percent administrative limit.

Status - Corrective action has been taken and this matter has been fully resolved. Corrective action included the following steps:

- The administrative component of the facilities and administrative rate was reduced to five percent in the University’s accounting system.
- Facilities and administrative costs were adjusted to correct amounts.
- A formal budget revision to move excess facilities and administrative amounts to direct program expense categories was submitted to the funding agency.

Prior Audit Finding 2004-1

Department of Education, TRIO Cluster, TRIO-Talent Search Program, CFDA #84.044, Program Year 2002 - 2003

Summary of prior audit finding - According to the Code of Federal Regulations, Title 34, Sections 643-10 and 643-7, at least two-thirds of the individuals served by a talent search project must be low-income individuals who are potential first generation college students. For the program year 2002-2003, 12.2 percent of the University of Alaska Fairbanks (Bristol Bay region) Talent Search Program participants were low-income individuals who were potential first-generation college students.

Status - The 2002-2003 program year was the first year of the University of Alaska Fairbanks (Bristol Bay Region) Talent Search Program, and the program faced significant cultural challenges in rural Alaska. There has been a continued hesitance by participants and families to provide needed financial information, thereby delaying verification of participant eligibility. As

trust for the program has increased in the region, progress continues. The program served 52 percent low-income and potential first-generation college students in program year 2003–2004, 60 percent in program year 2004–2005, and 56 percent in program year 2005–2006. Overall, this program has progressed in the number of students served. In program year 2004–2005, 186 of 312 program participants met the requirement for low-income and potential first-generation college students. In program year 2005–2006, 221 of 396 program participants met the requirement for low-income and potential first-generation college students. Increased participation among program participants resulted from partnering with personnel from the four school districts served, by working with native Alaskan village councils, and by creating opportunities that appeal to the target group. The program is on track to meet the two-thirds objective for the 2006–2007 program year.

Contact Person - Janice Coker, Financial Accounting Manager
(907) 450-8063