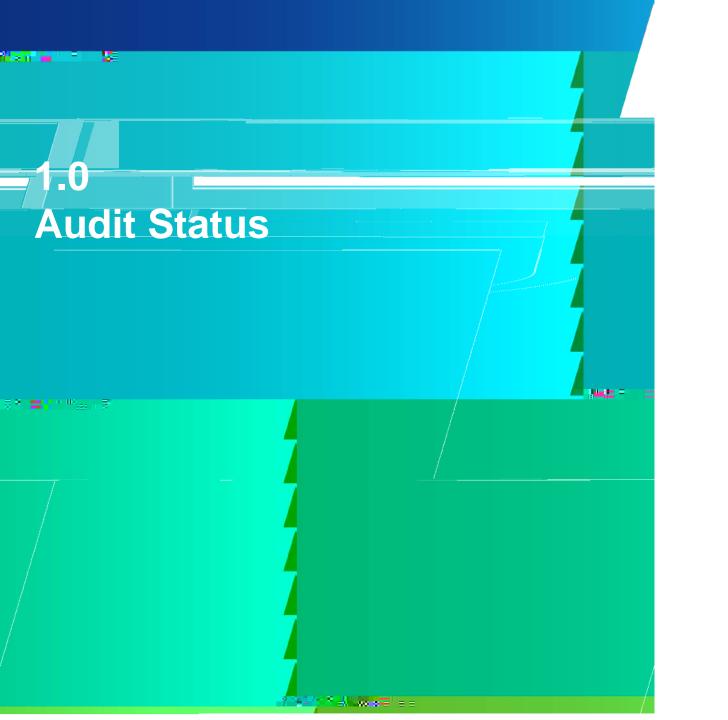
ec - m <sup>™</sup> o∎m



# University of Alaska Audit Results June 30, 2012

This presentation to the Audit Committee is intended solely for the information and use of the Audit Committee and management and is not intended to be and should not be used by anyone other than these specified parties. This presentation is not intended for general use, circulation or publication and should not be published, circulated, reproduced or used for any purpose without our prior written permission in each specific instance.





### **Audit Status**

#### **Significant Changes to our Audit Plan**

There have been no significant changes to our audit plan

#### **Pending Matters**

None

2.0
Significant Findings From the Audit

## **Areas of Interest**



Opinion on financial statements	Unqualified opinion on financial statements.
Federal A-133 audit results	Approximately \$329 million in federal awards. Five major programs audited. Two of the five were major programs because of ARRA monies. Unqualified opinion on compliance for each major program. No findings or questioned costs. No material weaknesses in controls over compliance. No significant deficiencies reported over compliance.

# Significant Deficiencies and Material Weaknesses in Internal Control

#### Material Weaknesses

Description	Identified By	Status
None noted		

#### Significant Deficiencies

# **Accounting Policies and Practices**

Significant Judgments and Estimates	Comments
Self insurance liabilities of \$14.3 million	Actuarial report review by KPMG actuary, methods and assumptions reasonable
Alternative investments of \$26.0 million	Obtained annual audited financial statements and interim financial statements for majority to test valuation
Depreciation expense of \$58.4 million Capital additions of \$203 million	Reviewed useful lives assigned to additions and found them to be reasonable



## Independence

Non-audit services or other relationships that may reasonably be brought to bear on independence include:

Routine tax advice related to unrelated business income tax issues

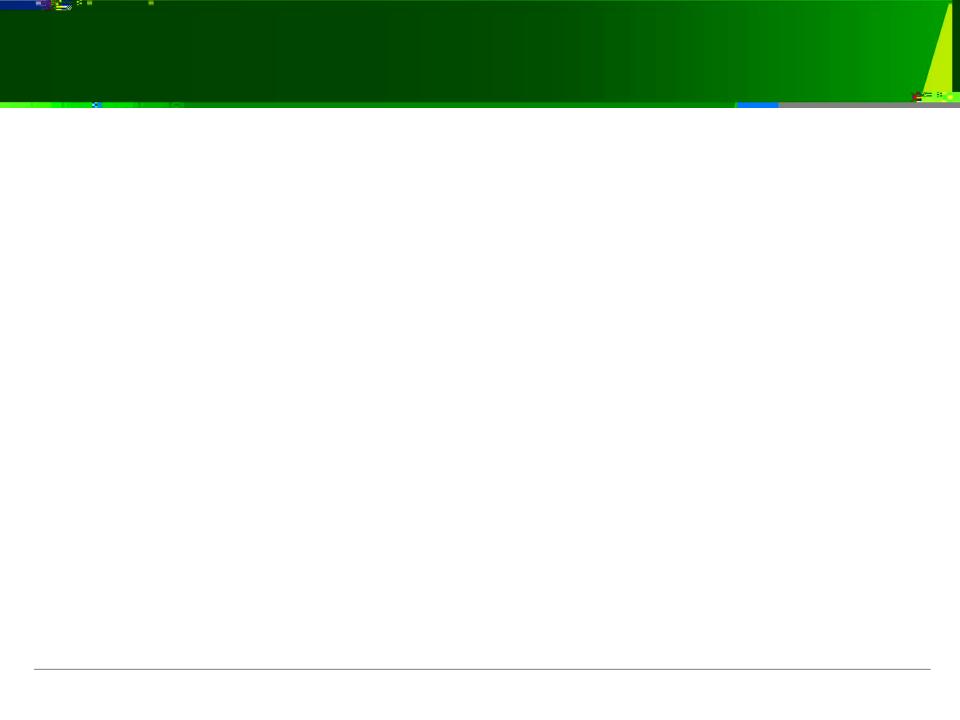
In our professional judgment, we are independent with respect to the University, as that term is defined by the professional standards.





# **Responsibilities (continued)**

The AuditsCommit0.00453 e li-sr



# Appendix B

# KPMG's Audit Committee Institute

Harming Mills

AM DESCRIPTION

