



Corrective Action Plan  
Year Ended June 30, 2014

The following corrective action plan is prepared in accordance with Office of Management and Budget Circular A-133, Section .315(c). Accordingly, it is -001 and 2014-002 identified in the University of Alaska Audit in Accordance with OMB A-133 for the year ended June 30, 2014. The

**Finding 2014-001 - Material Weaknesses in Internal Control Over Financial Reporting**

**Criteria**

this matter, we do not view it as an internal control issue, but more a matter of professional judgment in applying this particular element of an accounting standard.

We agree with the audit observation. Accordingly, the University has since implemented depreciation for library books as further discussed in Note 17 of the financial statements, in accordance with GASB Implementation Guide Q&A 7.9.2. Disposition of library books and the useful life of library materials will be assessed in the capitalization and depreciation policy.

**Contact Person** Wei Guo, Financial Accounting Director (907) 450-8063

**Finding 2014-002 – Reporting – Significant Deficiency in Internal Controls and Instances of Noncompliance**

**Federal Program** Research and Development Cluster

**Federal Agency** Various

**Criteria** Federal Financial Reporting Instructions require recipients to report quarterly and semi-annual interim reports no later than 30 days after the end of each reporting period. Annual

reporting expectations specific to each grant. This will allow appropriate management monitoring and oversight of reporting expectations.

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