

Title 2. Administration.

Chapter 45. Grant Administration.

2 AAC 45.010(c)(2) is amended to read:

(2) generally accepted auditing standards, as accepted by the American Institute of Certified Public Accountants in the *Codification of Statements on Auditing Standards* in effect as of January 1, 2009 [2008] for the type of entity being audited, adopted by reference;

2 AAC 45.010(c)(3) is amended to read:

(3) *State of Alaska Audit Guide and Compliance Supplement for State Single Audits*, May 2010 [2008] revision, prepared by the department, adopted by reference.

2 AAC 45.010(m) is amended by adding a new paragraph to read:

(8) money expended for projects that are solely managed, supervised, and controlled by the Alaska Energy Authority under AS 44.83 and turned over to the grantee at the conclusion of the project.

(Eff. 8/1/85, Register 95; am 6/29/90, Register 114; am 7/1/98, Register 146; am 3/31/2008, Register 185; am 8/1/2008, Register 187; am 1 / 1 /2011, Register 196)

Authority: AS 37.05.020 AS 37.05.190

2 AAC 45.070 is amended to read:

2 AAC 45.070. Applicability. (a) The amended version of this chapter, effective **January 1, 2011** [AUGUST 1, 2008], applies to an audit for an audit period that begins or continues after **January 1, 2011** [AUGUST 1, 2008].

(b) An entity may agree to be subject to the provisions of the amended version of this chapter, effective **January 1, 2011** [AUGUST 1, 2008], for an audit period beginning on or after July 1, **2009** [2007] and ending on or before **December 31, 2010** [JULY 31, 2008], by voluntarily submitting

(1) an audit that complies with those provisions; or

(2) a statement that an audit is not required under the provisions of 2 AAC

45.010(b). (Eff. 7/1/98, Register 146; am 3/31/2008, Register 185; am 8/1/2008, Register 187; am 1 / 1 /2011, Register 196)

Authority: AS 37.05.020 AS 37.05.190

2 AAC 45 is amended by adding a new section to read:

2 AAC 45.085. Waiver of audit requirements. (a) No later than 30 days after the due date of an entity's audit, the entity may submit a written request to the commissioner under this section for a waiver of the requirements for an audit under 2 AAC 45.010 for good cause.

(b) A written request submitted under this section must state the reasons for the request for waiver and good cause. Good cause exists under this section if

(1) the financial assistance expended by the entity was under close state agency management and supervision;

(2) an audit will not likely promote the public interest because

(A) the audit will be duplicative of existing audited information;

(B) an alternative source of externally verified information from an independent source provides sufficient assurance that the financial assistance was expended properly.

(c) For the purposes of this section, an entity's lack of funding to purchase an audit is not good cause for waiver of an audit under this section.

(d) No later than 30 days after receiving a written request for a waiver under this section, the commissioner will issue a written decision regarding the request for waiver. The written decision will document the basis for any grant or denial of waiver under this section. The commissioner's decision will be mailed or delivered to the entity and will constitute the final administrative decision on the request.

(e) In this section, "commissioner" means the commissioner of administration. (Eff.

1 / 1 /2011, Register 196)

Authority: AS 37.05.020 AS 37.05.190