

UNAVCO, INC.

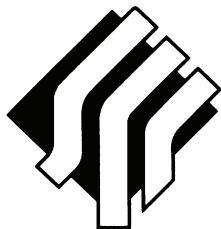
BOULDER, COLORADO

FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2005

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SALTZMAN HAMMA NELSON MASSARO LLP
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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
UNAVCO, Inc.
Boulder, Colorado

We have audited the accompanying statement of financial position of UNAVCO, Inc. ("UNAVCO") as of December 31, 2005, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of UNAVCO's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of UNAVCO, Inc. as of December 31, 2005, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated June 8, 2006 on our consideration of UNAVCO's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

A handwritten signature in blue ink that reads "Saltzman Hamma Nelson Massaro LLP". The signature is written in a cursive, flowing style.

Saltzman Hamma Nelson Massaro LLP

Denver, Colorado

June 8, 2006

UNAVCO, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2005

	2005
ASSETS	
Cash and cash equivalents	\$ 188,190
Membership contributions receivable	6,000
Federal grant awards receivable	1,151,998
Other receivables	34,410
Prepaid expenses	46,851
Property and equipment, net of accumulated depreciation of \$281,678	482,804
Security deposits	44,518
	44,518
TOTAL ASSETS	\$ 1,954,771
 LIABILITIES AND NET ASSETS	
Liabilities:	
Accounts payable	1,169,097
Accrued liabilities	648,825
Capital lease obligation	445,338
	445,338
Total Liabilities	2,263,260
Net Assets:	
Unrestricted	(308,489)
	(308,489)
TOTAL LIABILITIES AND NET ASSETS	\$ 1,954,771

The accompanying notes are an integral part of these financial statements.

UNAVCO, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2005

	2005
SUPPORT AND REVENUE	
Federal grant awards	\$ 24,136,370
Membership contributions	23,000
Miscellaneous income	205,640
Total support and revenue	24,365,010
 EXPENSES:	
Program services-	
PBO	17,958,447
Facility	3,506,093
Existing networks	1,425,328
Workshops	12,386
Education and outreach	2,968
Total Program Services	22,905,222
Supporting Services-	
General and administrative	1,917,696
Total Expenses	24,822,918
 CHANGE IN NET ASSETS	(457,908)
 Net Assets, Beginning of Year	149,419
 NET ASSETS, END OF YEAR	\$ (308,489)

The accompanying notes are an integral part of these financial statements.

UNAVCO, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2005

	December 31, 2005
CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ (457,908)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation expense	167,775
Changes in assets and liabilities-	
(Increase) in federal grant awards receivable	(326,871)
(Increase) in membership fees receivable	(4,000)
(Increase) in other receivables	(3,902)
Decrease in prepaid expenses	65,413
(Increase) in security deposits	(5,297)
Increase in accounts payable	445,727
Increase in accrued liabilities	199,388
Net cash provided by operating activities	<u>80,325</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Acquisitions of property and equipment	(36,659)
Net cash used by investing activities	<u>(36,659)</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Borrowings on line of credit	250,174
Payments on line of credit	(250,174)
Payments on capital leases	(91,040)
Net cash used by financing activities	<u>(91,040)</u>
 NET CHANGE IN CASH AND CASH EQUIVALENTS	 \$ (47,374)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>\$ 235,564</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 188,190</u>
 SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:	
Cash paid for interest	<u>\$ 38,159</u>
 SUPPLEMENTAL DISCLOSURE OF NONCASH INVESTING AND FINANCING TRANSACTIONS:	
Acquisition of property and equipment by capital leases	<u>\$ 220,611</u>

The accompanying notes are an integral part of these financial statements.

UNAVCO, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 1 – NATURE OF THE ORGANIZATION

UNAVCO, Inc. (“UNAVCO”) is a non-profit membership-governed organization that supports and promotes Earth science by advancing high-precision geodetic and strain techniques such as the Global Positioning System. UNAVCO is a community-centered organization committed to providing services that benefit the community through savings in the cost of scientific research and by enhancing communication both within the community and with sponsors. The organizational structure is designed to accommodate anticipated growth and breadth in the application of geodetic research in Earth science by the governance of its member representatives.

UNAVCO was formed in response to community support of its role as lead organization for community-based planning and management of new initiatives such as the Plate Boundary Observatory. The incorporation is intended to enable better community oversight of and input into UNAVCO activities. It will also enable application and receipt of funds from federal agencies, such as the National Science Foundation (“NSF”), for support of these communities.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Method of Accounting: The financial statements of UNAVCO have been prepared on the accrual basis.

Basis of Presentation: Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, UNAVCO is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. As of December 31, 2005, UNAVCO had no temporarily or permanently restricted net assets.

Use of Estimates: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of support, revenues and expenses during the reported period. Actual results could differ from those estimates.

Cash and Cash Equivalents: For purposes of the statement of cash flows, cash and cash equivalents includes cash on hand and demand deposit accounts. UNAVCO considers all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents.

UNAVCO, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property and Equipment: Property and equipment is stated at cost, or fair value if contributed. Expenditures for maintenance, repairs and minor replacements are charged to operations, and expenditures for major replacements and betterments with a useful life in excess of one year are capitalized. Property and equipment are stated at cost and depreciated over the following estimated useful lives using the straight-line method:

	<u>Estimated Useful Lives</u>
Leasehold improvements	5 years
Furniture and fixtures	5 years
Computer software and equipment	3 years
Vehicles	5 years

The capitalization policy of UNAVCO is to capitalize purchases of \$5,000 and greater and to expense purchases under \$5,000.

Equipment with title vested in the federal government is not recorded in the statements of financial position, see Note 5.

Contributions: UNAVCO accounts for contributions in accordance with the recommendations of the Financial Accounting Standards Board in SFAS No. 116, *Accounting for Contributions Received and Contributions Made*. In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted or permanently restricted support, depending on the existence or nature of any donor restrictions.

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

UNAVCO, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Revenue Recognition: Revenue from federal awards is deemed to be earned when UNAVCO has incurred costs or other expenditures which satisfy the terms imposed by the respective grants or contracts. Funds received from federal sources in excess of costs incurred are reported as deferred revenues. For costs incurred in excess of funds received from sources, revenue and related receivables are recognized to the extent of such costs.

Other revenue is recognized when earned.

Functional Allocation of Expenses: The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the program and supporting services benefitted.

NOTE 3 – TAX EXEMPT STATUS

UNAVCO has previously received notice from the Internal Revenue Service of exemption from income tax under Section 501(c)(3) of the Internal Revenue Code. It has been classified as an organization that is not a private foundation under Section 509(a) of the Internal Revenue Code. As such, donors are entitled to a charitable deduction for their contribution to UNAVCO. Accordingly, the accompanying financial statements contain no provision for income taxes.

NOTE 4 – CONCENTRATION OF CREDIT RISK

The majority of UNAVCO's support and revenue is derived from federal grant awards. During the year ended December 31, 2005, the National Science Foundation provided approximately 99% of UNAVCO's funding. The ability of UNAVCO to continue functioning at its current level of operations is dependent upon its ability to generate similar future funding.

UNAVCO has contracted with an Australian company (the "Company") to manufacture specialized equipment. The Company is the sole producer of this type of equipment. UNAVCO has mitigated its risk by requiring the Company to implement a succession plan if the key employee (who is the owner and chief scientist) was unable to continue due to health or other problems. Additionally, UNAVCO has placed a lien against the inventory used to produce such equipment. If the Company were unable to deliver the final products, UNAVCO would own the inventory which would allow UNAVCO to find an alternative to producing the specialized equipment.

UNAVCO, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 4 – CONCENTRATION OF CREDIT RISK (Continued)

UNAVCO's cash demand deposits are held at financial institutions at which deposits are insured up to \$100,000 per institution by the FDIC. As of December 31, 2005, the balance at the financial institution exceeded the FDIC limit by approximately \$832,267, in total.

NOTE 5 – PROPERTY AND EQUIPMENT

Property with title vested in UNAVCO, including property designated as to a particular purpose, is recorded in the financial statements. Property and equipment consisted of the following as of December 31, 2005:

Leasehold improvements	\$ 50,337
Furniture and fixtures	5,245
Computer software and equipment	118,671
Vehicles	<u>590,229</u>
	764,482
Less: accumulated depreciation and amortization	<u>(281,678)</u>
Net property and equipment	<u>\$ 482,804</u>

Depreciation expense for 2005 was \$167,775.

As of December 31, 2005, the gross amount for vehicles under capitalized lease arrangements is \$585,415, and the accumulated amortization amounted to \$171,455.

Equipment with title vested in the U.S. Government and other sponsors is not recorded in the statement of financial position. Purchases of equipment are recorded as expenses in the statement of activities. Expenses recorded in 2005 were \$6,479,570, and the accumulated total as of December 31, 2005 was approximately \$8,589,570. UNAVCO has the responsibility of maintaining property records and reporting balances to the respective government agency.

**UNAVCO, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005**

NOTE 6 – CAPITAL LEASE OBLIGATION

UNAVCO has entered into various capital lease arrangements for the purchase of sixteen vehicles. These arrangements require a minimum lease payment of principal and interest, totaling \$168,020 per year, through 2009. The imputed interest rates on the leases range from 7.3% to 17% and are secured by the vehicles.

Total future payments	\$ 520,982
Less: interest	<u>(75,644)</u>
Present value of minimum lease payments	445,338
Less: current portion	<u>(128,098)</u>
 Total long-term obligation	 <u>\$ 317,240</u>

Future annual maturities of capital lease obligations outstanding at December 31, 2005, are as follows:

Year Ending <u>December 31,</u>	
2006	\$ 128,098
2007	142,404
2008	147,718
2009	<u>27,118</u>
	 <u>\$ 445,338</u>

Interest expense incurred for the year ended December 31, 2005, was \$38,159.

UNAVCO, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

NOTE 7 – COMMITMENTS

UNAVCO leases office space under various operating lease agreements. UNAVCO is able to terminate the operating lease agreements if they do not receive their annual funding from NSF. UNAVCO also leases other equipment under separate operating lease agreements. The term of these operating lease agreements ranges from two - five years. The future minimum operating lease payments, under all of these leases, are as follows:

Year Ending <u>December 31,</u>	
2006	\$ 433,084
2007	414,507
2008	326,939
2009	<u>14,147</u>
Total minimum lease payments	\$ <u>1,188,677</u>

Rent expense for the year ended December 31, 2005 was \$567,372.

As of December 31, 2005, UNAVCO had unfilled purchase order commitments of approximately \$8,272,900.

NOTE 8 – LINE OF CREDIT

In August 2005, UNAVCO renewed it's revolving line of credit agreement in the amount of \$250,000 with a bank, with interest at 6.5%. As of December 31, 2005, no amount was outstanding. This line of credit is secured by assets of the Organization.

NOTE 9 – EMPLOYEE BENEFIT PLAN

Permanent employees of UNAVCO participate in the Teachers Insurance Annuities Association's College Retirement Equities Fund (TIAA/CREF). For UNAVCO employees who make their minimum contribution to TIAA/CREF, UNAVCO also contributes 10% of the employee's salary. UNAVCO's contributions to the TIAA/CREF for the year ended December 31, 2005 were \$517,337.

UNAVCO, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2005

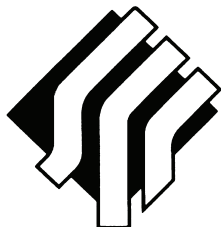
Federal Grantor and Program Title	Federal CFDA Number	Identifying Number	Federal Expenditures
<u>The National Science Foundation - **</u>			
Support for UNAVCO, Inc. and Acquisition of New GPS Equipment for the UNAVCO Community Pool in Support of Current and Emerging Solid-Earth Sciences Research Applications	47.050	EAR-0214355	\$ 140,955
Support for UNAVCO, Inc. and Support for Existing Western U.S. GPS Networks	47.050	EAR-0318549	1,049,070
Support for UNAVCO, Inc. and Support of UNAVCO Community and Facility Activities	47.050	EAR-0321760	3,223,663
Support for UNAVCO, Inc. and Collaborative Research: EarthScope-Acquisition, Construction, Facility Management, Operations and Maintenance/Plate Boundary Observatory (PBO)	47.050	EAR-0323700	18,523,716
Support for UNAVCO, Inc. and Collaborative Research: Earthscope-Facility Operations and Maintenance (PBO)	47.050	EAR-0323704	350,730
Support for UNAVCO, Inc. and Workshops for Establishing a Stable North American Reference Frame (SNARF) to Enable Geophysical and Geodetic Studies with EarthScope	47.050	EAR-0346147	12,368
Support for UNAVCO, Inc. and ITR Collaborative Research: GEON: A Research Project to Create Cyberinfrastructure for the Geosciences	47.050	EAR-0408228	106,776
Support for UNAVCO, Inc. and PBO Nucleus: Support for an Integrated Existing Geodetic Network in the Western U.S.	47.050	EAR-0453975	358,850
Support for UNAVCO, Inc. and Track 2 Research and Education in Solid Earth Science for Students (RESESS): Adapting SOARS to Solid Earth	47.050	GEO-0503613	677
Total National Science Foundation			<u>\$ 23,766,805</u>
<u>Department of Energy</u> <u>Pass-through from California Institute of Technology</u>			
Support for the Yucca Mountain Project	81.065	65W-1070107	\$ 67,133
Support for the GPS monitoring for the Yucca Mountain Region	81.065	65W-1066267	4,141
Total Pass-through programs for Department of Energy			<u>71,274</u>
TOTAL			<u>\$ 23,838,079</u>

**Major Program

**NOTE TO SUPPLEMENTAL SCHEDULE
OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2005**

NOTE 1 – METHOD OF ACCOUNTING

The supplemental schedule of expenditures of federal awards has been prepared on an accrual basis. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Not-For-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.



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INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board of Directors of
UNAVCO, Inc.

We have audited the financial statements of UNAVCO, Inc. as of and for the year ended December 31, 2005, and have issued our report thereon dated June 8, 2006. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered UNAVCO, Inc.'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 an opinion 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 that might be material weaknesses. A material weakness is a reportable 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 caused by error or fraud 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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether UNAVCO, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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*.

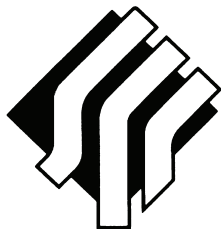
This report is intended solely for the information and use of the audit committee, management, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties

Saltzman Hamma Nelson Massaro LLP

Saltzman Hamma Nelson Massaro LLP

Denver, Colorado

June 8, 2006



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**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS
APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

To the Board of Directors of
UNAVCO, Inc.

Compliance

We have audited the compliance of UNAVCO, Inc. 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 each of its major federal programs for the year ended December 31, 2005. UNAVCO, Inc.'s major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of UNAVCO, Inc.'s management. Our responsibility is to express an opinion on UNAVCO, Inc.'s compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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 UNAVCO, Inc.'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 of UNAVCO, Inc.'s compliance with those requirements.

In our opinion, UNAVCO, Inc. complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2005.

Internal Control Over Compliance

The management of UNAVCO, Inc. is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit,

To the Board of Directors of
UNAVCO, Inc.
June 8, 2006
Page 2

we considered UNAVCO, Inc.'s internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the 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 reportable 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 caused by error or fraud 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.

This report is intended solely for the information of the audit committee, 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.

A handwritten signature in blue ink that reads "Saltzman Hamma Nelson Massaro LLP". The signature is written in a cursive, flowing style.

Saltzman Hamma Nelson Massaro LLP
Denver, Colorado
June 8, 2006

UNAVCO, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2005

A. Summary of Auditors' Results

Financial Statements

Type of auditors' report: Unqualified

Internal Control over financial reporting:

Material weakness(es) identified? Yes No

Reportable condition(s) identified that are not considered to be weakness(es)? Yes None reported

Noncompliance material to financial statements noted? Yes No

Federal Awards

Internal control over major program:

Material weakness(es) identified? Yes No

Reportable condition(s) identified that are not considered to be weakness(es)? Yes None reported

Type of auditors' report issued on compliance for major program: Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133? Yes No

UNAVCO, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2005

Identification of major program:

<u>CFDA Number</u>	<u>Name of Federal Program</u>
47.050	Support for UNAVCO, Inc. and Acquisition of New GPS Equipment for the UNAVCO Community Pool in Support of Current and Emerging Solid-Earth Sciences Research Applications
47.050	Support for UNAVCO, Inc. and Support for Existing Western U.S. GPS Networks
47.050	Support for UNAVCO, Inc. and Support of UNAVCO Community and Facility Activities
47.050	Support for UNAVCO, Inc. and Collaborative Research: EarthScope-Acquisition, Construction, Facility Management, Operations and Maintenance/Plate Boundary Observatory (PBO)
47.050	Support for UNAVCO, Inc. and Collaborative Research: Earthscope-Facility Operations and Maintenance (PBO)
47.050	Support for UNAVCO, Inc. and Workshops for Establishing a Stable North American Reference Frame (SNARF) to Enable Geophysical and Geodetic Studies with EarthScope
47.050	Support for UNAVCO, Inc. and ITR Collaborative Research: GEON: A Research Project to Create Cyberinfrastructure for the Geosciences
47.050	Support for UNAVCO, Inc. and PBO Nucleus: Support for an Integrated Existing Geodetic Network in the Western U.S.
47.050	Support for UNAVCO, Inc. and Track 2 Research and Education in Solid Earth Science for Students (RECESS): Adapting SOARS to Solid Earth

Dollar threshold used to distinguish between type A and type B programs: \$300,000

Auditee qualified as low-risk auditee? X Yes No

UNAVCO, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (Continued)
FOR THE YEAR ENDED DECEMBER 31, 2005

B. Financial Statement Findings

No matters were reported.

C. Federal Award Findings and Questioned Costs

No matters were reported.

UNAVCO, INC.
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED DECEMBER 31, 2005

There were no prior audit findings.