



**DEPARTMENT OF THE NAVY**  
OFFICE OF NAVAL RESEARCH  
SAN DIEGO REGIONAL OFFICE  
140 SYLVESTER ROAD  
BUILDING 140, ROOM 218  
SAN DIEGO CA 92106-5490

IN REPLY REFER TO:

4330  
BD246/VL  
September 30, 2016

Ms. Rene Botiller, Director  
Arizona State University  
PO Box 875812  
Tempe AZ 85287-5812

Dear Ms. Botiller,

The Office of Naval Research, San Diego has performed a limited Property Control System Analysis (PCSA) of the Arizona State University property control system. The PCSA, conducted on 30 September 2016 was performed in accordance with FAR and OMB requirements and within the guidance provided by the Engineering and Systems Review Branch, Office of Naval Research.

The objective of the PCSA was to ascertain the ability of Arizona State University's property control system to protect, preserve, account for and control Government-owned property in their custody. The PCSA included various tests and analyses of the institution's internal management controls for property management, inventory procedures, reports, disposition activities and other areas as deemed necessary to perform the PCSA.

According to ONR records, the total value of ONR administered property at the Arizona State University as of 10/07/2016 is \$1,698,756.00. The property is distributed as follows:

DOD	NASA
\$0.00	\$1,698,755.72

An A-133 audit was recently conducted which addressed the institution's overall property control system.

The Arizona State University Property Policies and Procedures have been reviewed for completeness and have been found to be acceptable.

The Arizona State University recently performed a physical inventory. The inventory was performed in accordance with their approved policies and procedures. There were no deficiencies identified during the physical inventory.

The Annual Reports that were submitted for this period contained accurate information.

The Arizona State University has routinely requested disposition instructions within a reasonable timeframe after the property is no longer needed for its assigned project.

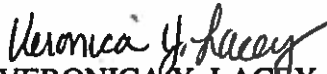
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During the previous year, Arizona State University submitted their required final property reports in a timely manner.

Based upon the results of this PCSA and in the judgment of the Property Administrator, the property control system at the Arizona State University is compliant to protect, preserve, account for and control Government owned property.

Thank you for your assistance in this matter. If you have any questions, please contact me at (619) 221-5600.

Sincerely,

  
VERONICA Y. LACEY  
Property Administrator