June 24, 2013

Mrs. Chiz Walter, Property Manager
Princeton University
Office of Research and Project Administration
PO Box 36,
87 Prospect Avenue, 2nd floor
Princeton, NJ 08544

Dear Mrs. Walter,

The Office of Naval Research, Boston has performed a limited Property Control System Analysis (PCSA) of The Trustees of Princeton University property control system. The PCSA, conducted on 06/24/2013 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 Princeton 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 Princeton University as of 06/19/2013 is $219,000.00. The property is distributed as follows:

<table>
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<tr>
<th>DOD</th>
<th>NASA</th>
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<tr>
<td>$171,000.00</td>
<td>$48,000.00</td>
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An A-133 audit was recently conducted which addressed the institution's overall property control system. The audit did not identify any findings related to the control of government titled property.

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

The Princeton 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.
For the last property reporting period the Princeton University submitted all 3 Annual Property Reports in a timely manner. The Annual Reports that were submitted for this period contained accurate information.

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

During the previous year, Princeton 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 Trustees of Princeton 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 (617) 753-4002.

[Signature]
Gregory Valenti
Property Administrator