



UNIVERSITY OF GUAM  
UNIBETSEDAT GUAHAN  
BOARD OF REGENTS

RESOLUTION NO. 13-04

**RELATIVE TO ACCEPTING THE RESULTS OF THE DELOITTE AND TOUCHE LLP  
FINANCIAL STATEMENTS AUDIT AND COMPLIANCE AUDIT FOR THE FISCAL YEAR  
ENDED 30 SEPTEMBER 2012**

**WHEREAS**, the University of Guam (UOG) is the primary U.S. Land Grant institution accredited by the Western Association of Schools and Colleges (WASC) serving the post-secondary needs of the people of Guam and the region; and

**WHEREAS**, the governance and well-being of UOG is vested in the Board of Regents (BOR); and

**WHEREAS**, the University's financial statements have received a clean (unqualified) audit opinion from Deloitte & Touche LLP for the fiscal year ended 30 September 2012

**WHEREAS**, Deloitte & Touche LLP identified two non-compliance findings related to the American Recovery and Reinvestment Act stimulus (ARRA grant) and the Area Health Educations Centers grant (AHEC), and a third finding was related to monitoring of construction in progress, for which corrective procedures are underway by the University; and

**WHEREAS**, the audit results have been reviewed with the administration and the Guam Office of Public Accountability (OPA); and

**WHEREAS**, the Management Discussion and Analysis provided overview and understanding of the FY12 financial position and results of activities, as required supplemental information to the financial statements and the footnotes; and

**WHEREAS**, while the University's overall financial condition showed that net assets increased by \$8.2 million, after adjusting for the capitalization of one-time ARRA projects, the operational surplus is a more representative \$1.7 million increase, or 2% of revenues, which is a direct result of the efforts of faculty, staff and administrators; and

**WHEREAS**, the audit will be issued March 4, 2013, within timeframes established by the Guam OPA; and

**WHEREAS**, the President and the BOR's Budget, Finance, Investments and Audit Committee have reviewed and recommend that the BOR accept the FY12 audit.

**NOW, THEREFORE, BE IT RESOLVED**, that the Board of Regents hereby accepts the results of the Deloitte & Touche LLP audit for the fiscal year ended 30 September 2012.

**BE IT FURTHER RESOLVED**, that the Board of Regents recognizes the efforts of Administration and Finance employees in the timely completion and positive results contained in the audit.

**BE IT FURTHER RESOLVED**, that the Board of Regents commends the efforts of all faculty, staff and administrators for managing significant financial challenges, maintaining the University's financial health and ensuring the delivery of high quality education to its students within the resources available.

*Adopted this 28<sup>th</sup> day of February, 2013.*

  
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Dr. W. Chris Perez,  
Chairperson

*Attested:*



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Dr. Robert A. Underwood, Executive  
Secretary