March 31, 2014

Speaker Judith Won Pat
32nd Guam Legislature
155 Hessler Place
Hagatna, Guam 96910

Dear Speaker Won Pat,

In compliance with the Legislature reporting requirements per P.L. 32-068, we are submitting herewith, University of Guam Financial Report (Unaudited/Draft) for February 28, 2014.

The reports will be posted at UOG website:
http://www.uog.edu/dynamicdata/AdminFinanceFinancials.

Should you have questions or concerns, please give us a call at tel. nos. 735-2943 or 735-2942.

For the University of Guam,

Zenaida Asuncion-Nace
Comptroller

Cc: Office of the Public Auditor
A - OPERATING REVENUES
Student tuition and fees, net 11,248,750
Scholarship Discount and Allowances (4,278,575)
Federal grants/contracts 12,456,766
GovGuam grants & contracts 413,030
Nongov. grants & contracts 654,663
Sales & services of education dept. 198,396
Auxiliary enterprises 903,347
Bookstore 547,457
Housing 238,396
English Language Institute 103,864
Other auxiliary enterprises 18,732
Other revenues 2,075,505
Recovery of Bad debts -
Total operating revenues 23,671,881

B - OPERATING EXPENSES
Educational and general:
Instruction 7,411,915
Research 3,973,453
Public service 3,967,716
Academic support 3,283,794
Student services (net of allowance) 1,511,226
Institutional support 3,476,012
Operations and maintenance plant 3,019,557
Depreciation 1,261,335
Scholarships & fellowships 5,915,270
Auxiliary enterprises 903,171
Bookstore 490,666
Housing 248,068
English Language Institute 115,387
Other auxiliary enterprises 91,087
Health Care Recovery -
Total operating expenses 34,723,529

Operating income (loss) (11,051,648)

C - NON-OPERATING REVENUES (EXPENSES)
Federal appropriation/reimbursement -
GovGuam appropriations 9,294,259
Capital expenditure loan repayment -
Retiree Health Care Cost -
Investments income (net of expense) 1,439,582
Interest on capital assets - debt related (312,625)
Loss on abandoned projects -
Other non-operating revenues/expenses -
Net nonoperating revenues 10,421,316

Income before other revenues/expenses (630,332)

D - OTHERS
Expended for plant facilities, net (840,959)
Additions to permanent endowments -
Debt service - DOA bond -
Transfer - Agencies, net -
Total other revenues/expenses (840,959)

Capital Contributions -

Increase (Decrease) in net assets (1,271,291)

E - NET ASSETS
Net assets beginning 105,178,504
Net assets ending YTD FY2014 103,907,213

Note 1:
a. $ 1.27M DECREASE in net assets using CASH BASIS and $ 4.8M INCREASE in net assets using ACCRUAL BASIS.
GovGuam is $ 8.1M in savings for FY2014 allotment.

Breakdown of General Operations Appropriation Request:

<table>
<thead>
<tr>
<th>Budget</th>
<th>Requested</th>
<th>Received</th>
<th>Balance Due Based on Request</th>
</tr>
</thead>
<tbody>
<tr>
<td>General Operations (from General Fund)*</td>
<td>28,096,712</td>
<td>11,702,797</td>
<td>7,391,110</td>
</tr>
<tr>
<td>Capital Improvement Fund</td>
<td>750,000</td>
<td>750,000</td>
<td>-</td>
</tr>
<tr>
<td>Capital Improvement Fund, Student Ctr. &amp; Eng 'g Annex</td>
<td>1,000,000</td>
<td>383,332</td>
<td>-</td>
</tr>
<tr>
<td>Hay Study Pky</td>
<td>306,490</td>
<td>17,970</td>
<td>17,970</td>
</tr>
<tr>
<td>Special Appropriations (excludes CIP, KDPR &amp; GuamPedia &amp; Soil)</td>
<td>6,114,136</td>
<td>2,547,557</td>
<td>1,885,180</td>
</tr>
<tr>
<td>Total Appropriations</td>
<td>35,950,848</td>
<td>15,401,955</td>
<td>9,294,259</td>
</tr>
</tbody>
</table>

Per PL 32-098, Chapter XIII Administrative Provisions Section 7 Exemption from BMR Allocation Release Control:
UOG is not subject to the 10% Reserve (BMR Circular 14-01).