UNIVERSITY OF GUAM
UNIBETSEDAT GUAHAN
BOARD OF REGENTS

RESOLUTION NO. 16-11

RELATIVE TO ACCEPTING THE RESULTS OF THE DELOITTE AND TOUCHE LLP
FINANCIAL STATEMENTS AUDIT AND COMPLIANCE AUDIT FOR
THE FISCAL YEAR ENDED 30 SEPTEMBER 2015

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, UOG's financial statements have received an unqualified audit
opinion from Deloitte and Touche LLP for the fiscal year ended 30 September 2015 and
the results of the audits are currently under review with the Guam Office of the Public
Accountability (OPA); and

WHEREAS, the auditor's Reports on Internal Control and on Federal
Compliance have qualified the University of Guam as a low-risk auditee with no material
weaknesses and no reported significant deficiencies;

WHEREAS, the auditor's Management Letter recommended five (5)
improvements, for which UOG has taken correction action; and

WHEREAS, UOG's overall financial condition showed a $9.2 million increase in
net position, which is substantially driven by the restatement of the financial statements
to comply with Governmental Accounting Standards Board (GASB) No. 68; and

WHEREAS, continuance of being a low-risk auditee and the improvement in the
net position are also a direct result of the efforts of faculty, staff and administrators
throughout the University community; and

WHEREAS, the University estimates the Audit will be issued before March 20,
2016 after the review by the Guam OPA is completed, and

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

NOW, THEREFORE, BE IT RESOLVED, that the Board of Regents hereby
accepts the results of the Deloitte & Touche LLP audit reports for the fiscal year ended
30 September 2015 and authorizes the President to finalize the audit reports and
ensure they are issued before March 20, 2016; and

BE IT FURTHER RESOLVED, that the BOR recognizes the efforts of
Administration and Finance – Business Office employees in the timely completion and positive results contained in the audit; and

BE IT FURTHER RESOLVED, that the BOR 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 3rd day of March, 2016.

Antoinette D. Sanford, Chairperson

ATTESTED:

Dr. Robert A. Underwood, Executive Secretary