

GUAM COMMUNITY COLLEGE

**FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REPORT**

SEPTEMBER 30, 2001

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INDEPENDENT AUDITORS' REPORT

Board of Trustees
Guam Community College:

We have audited the accompanying balance sheets of the Guam Community College, a component unit of the Government of Guam, as of September 30, 2001, and the related statements of current funds revenues, expenditures and other changes and changes in fund balances for the year then ended. These financial statements are the responsibility of the management of the College. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, such financial statements present fairly, in all material respects, the financial position of the Guam Community College as of September 30, 2001, and its current funds revenues, expenditures and other changes and the changes in fund balances for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements of the Guam Community College taken as a whole. The accompanying supplemental schedules on pages 12 – 16 for the year ended September 30, 2001, which are also the responsibility of the management of the Guam Community College, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The information in those schedules has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects, in relation to the basic financial statements taken as a whole.

In accordance with *Government Auditing Standards*, we have also issued our report dated July 31, 2002, on our consideration of the Guam Community College's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

A handwritten signature in black ink that reads "Deloitte + Touche LLP". The signature is stylized and appears to be written in a cursive or semi-cursive script.

July 31, 2002

GUAM COMMUNITY COLLEGE

Balance Sheets
September 30, 2001

(With Comparative Balances at September 30, 2000)

<u>ASSETS</u>	<u>2001</u>	<u>2000</u>
Current funds:		
Unrestricted:		
Cash	\$ 1,035,202	\$ 495,654
Short-term investment in time certificates of deposit	1,667,311	2,049,699
Receivables:		
Due from Government of Guam (note 4)	302,746	344,846
Due from other College funds	2,966,849	673,551
Other receivables	1,012,001	768,070
Less allowance for doubtful accounts	<u>(192,805)</u>	<u>(172,014)</u>
Net receivables	4,088,791	1,614,453
Inventory	82,054	102,184
Prepaid expenses	<u>229,533</u>	<u>-</u>
Total unrestricted	<u>7,102,891</u>	<u>4,261,990</u>
Restricted:		
Cash	141,365	13,757
Receivables:		
Due from Government of Guam (note 4)	1,034,889	903,119
Due from other College funds	71,425	123,014
Accounts receivable – U.S. Government (note 4)	239,779	136,005
Other receivables	28,873	24,205
Less allowance for doubtful accounts	<u>(607,210)</u>	<u>(604,858)</u>
Net receivables	<u>767,756</u>	<u>581,485</u>
Total restricted	<u>909,121</u>	<u>595,242</u>
Total current funds	<u>\$ 8,012,012</u>	<u>\$ 4,857,232</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Current funds:		
Unrestricted:		
Accounts payable	\$ 114,406	\$ 163,415
Due to other College funds	479,613	304,469
Accrued liabilities	816,931	733,296
Deferred revenue	922,062	1,252,605
Fund balance	<u>4,769,879</u>	<u>1,808,205</u>
Total unrestricted	<u>7,102,891</u>	<u>4,261,990</u>
Restricted:		
Due to other College funds	466,938	135,250
Fund balance	<u>442,183</u>	<u>459,992</u>
Total restricted	<u>909,121</u>	<u>595,242</u>
Commitments and contingency (notes 2, 6, 9 and 11)		
Total current funds	<u>\$ 8,012,012</u>	<u>\$ 4,857,232</u>

See accompanying notes to financial statements.

GUAM COMMUNITY COLLEGE

Balance Sheets, Continued
September 30, 2001
(With Comparative Balances at September 30, 2000)

<u>ASSETS</u>	<u>2001</u>	<u>2000</u>
Plant funds:		
Capital projects (note 2):		
Cash	\$ 45,989	\$ 45,329
Short-term investment in time certificates of deposit	4,010,470	736,661
Due from other College funds	-	319,034
Accounts receivable – other	162,182	162,182
Less allowance for doubtful accounts	<u>(162,182)</u>	<u>(162,182)</u>
Total capital projects	<u>4,056,459</u>	<u>1,101,024</u>
Investment in plant (note 3):		
Equipment	2,364,614	1,800,494
Buildings	16,014,000	16,014,000
Land	1,903,000	1,903,000
Vehicles	491,787	469,434
Less accumulated depreciation	<u>(17,535,186)</u>	<u>(17,146,071)</u>
Total investment in plant	<u>3,238,215</u>	<u>3,040,857</u>
Campus housing (note 2):		
Cash	1,371,906	-
Construction in progress	1,371,906	-
Due from other College funds	95,638	-
Accounts receivable – U.S. Government	<u>624,179</u>	<u>554,589</u>
Total campus housing	<u>3,463,629</u>	<u>554,589</u>
Total plant funds	<u>\$ 10,758,303</u>	<u>\$ 4,696,470</u>

LIABILITIES AND FUND BALANCE

Plant funds:		
Capital projects (note 2):		
Due to other College funds	\$ 95,638	\$ 121,291
Fund balance	<u>3,960,821</u>	<u>979,733</u>
Total capital projects	<u>4,056,459</u>	<u>1,101,024</u>
Investment in plant:		
Investment in plant (note 3)	<u>3,238,215</u>	<u>3,040,857</u>
Campus housing (note 2):		
Accounts payable	172,710	-
Due to U.S. Department of Education	1,371,906	-
Due to other College funds	2,091,723	554,589
Fund balance	<u>(172,710)</u>	<u>-</u>
Total campus housing	<u>3,463,629</u>	<u>554,589</u>
Total plant funds	<u>\$ 10,758,303</u>	<u>\$ 4,696,470</u>

See accompanying notes to financial statements.

GUAM COMMUNITY COLLEGE

Balance Sheets, Continued
September 30, 2001
(With Comparative Balances at September 30, 2000)

<u>ASSETS</u>	<u>2001</u>	<u>2000</u>
Agency fund (note 2):		
Cash	\$ <u>165,299</u>	\$ <u>186,495</u>

LIABILITIES AND FUND BALANCE

Agency fund (note 2):		
Due to depositors	\$ <u>165,299</u>	\$ <u>186,495</u>

See accompanying notes to financial statements.

GUAM COMMUNITY COLLEGE

Statement of Current Funds Revenues, Expenditures and Other Changes
Year Ended September 30, 2001
(With Comparative Balances for the year ended September 30, 2000)

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Totals</u>	
			<u>2001</u>	<u>2000</u>
Revenues:				
Tuition and fees	\$ 2,757,606	\$ -	\$ 2,757,606	\$ 1,943,957
Government of Guam appropriations	11,446,487	1,366,043	12,812,530	10,543,937
Federal grants and contracts	-	2,763,474	2,763,474	2,396,142
Government of Guam grants and contracts	-	473,949	473,949	404,502
Sales and services of auxiliary enterprises	401,998	-	401,998	325,313
Sales and services of educational departments	-	-	-	5,222
Other sources	600,523	-	600,523	573,004
	<u>15,206,614</u>	<u>4,603,466</u>	<u>19,810,080</u>	<u>16,192,077</u>
Expenditures and mandatory transfers:				
Educational and general:				
Instruction	4,254,569	2,052,379	6,306,948	6,278,599
Special project	78,679	128,085	206,764	-
Academic support	1,818,047	371,745	2,189,792	1,200,031
Student services	1,338,378	495,986	1,834,364	2,171,715
Institutional support	3,122,287	-	3,122,287	3,671,868
Operation and maintenance of plant	1,343,811	-	1,343,811	1,283,519
Scholarship and fellowship	112,742	1,555,271	1,668,013	1,339,050
Indirect cost	-	-	-	66,486
	<u>12,068,513</u>	<u>4,603,466</u>	<u>16,671,979</u>	<u>16,011,268</u>
Auxiliary enterprises:				
Expenditures	378,796	-	378,796	395,609
	<u>12,447,309</u>	<u>4,603,466</u>	<u>17,050,775</u>	<u>16,406,877</u>
Other transfers and additions:				
Excess of restricted receipts over transfers to revenue	-	32,322	32,322	601
Excess of transfers to revenue over restricted receipts	-	(50,131)	(50,131)	(110,921)
Other nonmandatory transfers (note 7)	342,821	-	342,821	(1,000,000)
	<u>342,821</u>	<u>-</u>	<u>342,821</u>	<u>(1,000,000)</u>
Net increase (decrease) in fund balances	<u>\$ 3,102,126</u>	<u>\$ (17,809)</u>	<u>\$ 3,084,317</u>	<u>\$ (1,325,120)</u>

See accompanying notes to financial statements.

GUAM COMMUNITY COLLEGE

Statement of Changes in Fund Balances
Year Ended September 30, 2001

	Current Funds		Plant Funds		
	Unrestricted Funds	Restricted Funds	Investment in Plant Fund	Capital Projects	Campus Housing
Revenues and other additions:					
Unrestricted current funds revenue	\$ 15,206,614	\$ -	\$ -	\$ -	\$ -
Government of Guam appropriations – restricted	-	1,379,333	-	-	-
Federal grants and contracts - restricted	-	2,782,506	-	-	-
Government of Guam contracts - restricted	-	423,818	-	-	-
Federal grants - unrestricted	-	-	-	-	1,746,765
Other sources	-	-	586,473	3,294,777	-
Total revenues and other additions	<u>15,206,614</u>	<u>4,585,657</u>	<u>586,473</u>	<u>3,294,777</u>	<u>1,746,765</u>
Expenditures and other deductions:					
Educational and general expenditures	12,068,513	4,603,466	-	1,857	95,638
Auxiliary enterprise expenditures	378,796	-	-	-	-
Expended for plant facilities	-	-	-	178,640	1,614,208
Depreciation of plant and equipment	-	-	389,115	-	-
Total expenditures and other deductions	<u>12,447,309</u>	<u>4,603,466</u>	<u>389,115</u>	<u>180,497</u>	<u>1,709,846</u>
Transfers among funds - additions (deductions):					
Other nonmandatory transfers (note 7)	<u>342,821</u>	<u>-</u>	<u>-</u>	<u>(133,192)</u>	<u>(209,629)</u>
Total transfers	<u>342,821</u>	<u>-</u>	<u>-</u>	<u>(133,192)</u>	<u>(209,629)</u>
Net increase (decrease) in fund balances	3,102,126	(17,809)	197,358	2,981,088	(172,710)
Beginning fund balances (note 8)	<u>1,667,753</u>	<u>459,992</u>	<u>3,040,857</u>	<u>979,733</u>	<u>-</u>
Ending fund balances	<u>\$ 4,769,879</u>	<u>\$ 442,183</u>	<u>\$ 3,238,215</u>	<u>\$ 3,960,821</u>	<u>\$ (172,710)</u>

See accompanying notes to financial statements.

GUAM COMMUNITY COLLEGE

Notes to Financial Statements
September 30, 2001

(1) Organization and Purpose

Guam Community College (the College) was established by the enactment of Public Law 14-77, "The Community College Act of 1977" (the Law), which became effective on November 11, 1977. Administration and operation of the College is under the control of a nine-member Board of Trustees appointed by the Governor with the advice and consent of the Legislature. Two of the nine members have no voting and participation rights as they represent the faculty and staff union. The College is a component unit of the Government of Guam. The Law sets forth the purposes of the College as follows:

1. To establish technical, vocational and other related occupational training and education courses of instruction aimed at developing educated and skilled workers on Guam;
2. To coordinate vocational-technical programs in all public schools on Guam;
3. To establish and maintain short-term extension and apprenticeship training programs in Guam;
4. To expand and maintain secondary and postsecondary educational programs in the vocational-technical fields;
5. To award appropriate certificates, degrees and diplomas to qualified students; and
6. To serve as the Board of Control for vocational education for purposes of the United States Vocational Education Act of 1946 and 1963 and subsequent amendments thereto.

The Guam Community College Foundation (the Foundation) was founded in August 1982, as a non-profit, public benefit corporation, which operates under a separate Board of Governors from that of the College. Accordingly, the accompanying financial statements do not include the accounts of the Foundation.

(2) Summary of Significant Accounting and Reporting Policies

Fund Accounting

In order to ensure observance of limitations and restrictions placed on the use of the resources available to the College, the accounts of the College are maintained in accordance with the principles of "fund accounting." This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into funds that are in accordance with activities or objectives specified. Separate accounts are maintained for each fund; however, in the accompanying financial statements, funds that have similar characteristics have been combined into fund groups. Accordingly, all financial transactions have been recorded and reported by fund group.

Within each fund group, fund balances restricted by outside sources are so indicated and are distinguished from unrestricted funds allocated to specific purposes by action of the Governing Board. Restricted funds may only be utilized in accordance with the purposes established by the source of such funds and are in contrast with unrestricted funds over which the Governing Board retains full control to use in achieving institutional purposes.

GUAM COMMUNITY COLLEGE

Notes to Financial Statements
September 30, 2001

(2) Summary of Significant Accounting and Reporting Policies, Continued

Fund Accounting, Continued

The agency fund is used to hold deposits in custody for others. The fund is maintained by the College for accounting purposes that are in accordance with activities or objectives specified by the source of such funds.

Revenue from tuition and student fees collected for an academic term that encompasses two fiscal years is recognized in the fiscal year in which the program is predominately conducted. At Guam Community College this means that revenue collected for the Fall semester is recorded on the balance sheet as deferred revenue and is then subsequently recognized in the following fiscal year.

Income derived from sale, collections or other disposition of investments and other miscellaneous sources are accounted for in the fund owning such assets or most directly associated with the generation of such revenue. All other unrestricted revenue is accounted for in the unrestricted current fund. Restricted gifts, grants, appropriations and other restricted resources are accounted for in the appropriate restricted funds. Restricted current funds are reported as revenues and expenditures when expended for current operating purposes.

The Board of Trustees of the College approved resolution 1-99 to rename the renewal and replacement fund as the capital projects fund on January 20, 1999. In addition, the campus housing fund was established by the College to maintain records of related expenditures for campus housing construction.

During the year ended September 30, 2001, the College received \$3,241,203 from a tobacco settlement agreement entered into by the Government of Guam to be expended by the College for capital projects. The fund may only be expended in accordance with purposes set forth by the Guam Economic Development Authority, a component unit of the Government of Guam.

Accrual Basis

The financial statements of the College have been prepared on the accrual basis. The Statement of Current Funds Revenues, Expenditures and Other Changes is a statement of financial activities of current funds related to the current reporting period. It does not purport to present the results of operations or the net income or loss for the period as would a statement of income or a statement of revenue and expenses.

Cash

At September 30, 2001, the College has cash balances in a bank of \$2,757,086 of which \$245,989 is insured by the Federal Deposit Insurance Corporation. The remaining balance is collateralized by securities held by a trustee in the name of the financial institution.

GUAM COMMUNITY COLLEGE

Notes to Financial Statements
September 30, 2001

(2) Summary of Significant Accounting and Reporting Policies, Continued

Short Term Investment

Short term investment consists of bank time certificates of deposit with original maturities of more than three months. Time certificates of deposit with initial maturities of less than ninety days are included in cash. At September 30, 2001, the College has time certificates of deposit balances in a bank of \$2,431,969 of which \$200,000 is insured by the Federal Deposit Insurance Corporation and \$1,562,702 is collateralized by securities held by a trustee in the name of the financial institution. The remaining balance is uncollateralized.

Additions to Plant Assets

To the extent that current funds are used to finance plant assets, they are accounted for as expenditures. Correspondingly, they are accounted for as additions to investments in the plant fund. The plant fund does not reimburse the current fund for such expenditures.

Accrued Leave

The College recognizes as a liability all vested leave benefits accrued by its employees.

Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Risk Management

The College is exposed to various risks of loss; theft of, damage to, and destruction of assets; operation liability; errors and omissions; employee injuries and illnesses; natural disasters and employee health, dental and accident benefits. There is commercial insurance coverage obtained to provide for claims arising from most of these matters. No material losses have been sustained as a result of the College's risk management practices. The College is self-insured for typhoon damages.

Comparative Balances

The comparative data for the prior year has been presented in certain of the statements to provide an understanding of changes in the College's financial position. However, comparative data was not presented for each of the statements since it would make the financial statements unduly complex and difficult to read.

GUAM COMMUNITY COLLEGE

Notes to Financial Statements September 30, 2001

(3) Investment in Plant

Physical plant and equipment are stated at cost at date of acquisition or fair value at date of donation in the case of gifts, except as noted below.

Physical plant and certain equipment were transferred to the College from the Government of Guam effective July 1, 1978, except for Police Academy assets which were transferred on September 28, 1978. Title to the land is held by the Government of Guam. Physical plant is valued at the June 1, 1979 appraised value of \$6,493,585. Transferred equipment and fiscal year 1979 acquisitions are valued at the October 9, 1979 appraised value of \$1,008,192. Subsequent to that date, equipment acquisitions are stated at cost. The cost of property, plant and equipment is depreciated over the estimated useful lives of the related assets. Vehicles, furniture and fixtures are depreciated for a period of 5 years. Building and structures are depreciated for a period of 30 years. Depreciation is computed on the straight line method.

(4) Due from Government Agencies

The current funds unrestricted receivable from Government of Guam agencies consists of uncollected special projects and typhoon Omar and Paka damage assistance at September 30, 2001.

Current funds restricted receivables from the Government of Guam General Fund and the U.S. Government consist of uncollected grants at September 30, 2001. While some grants are available for use during the fiscal year, others are available on either a calendar-year basis or for a period of twenty-seven months.

(5) Employees' Retirement Plan

Employees of the College hired before September 30, 1995, are under the Government of Guam Employees' Retirement System (a defined benefit, contributory pension plan). Employees hired after September 30, 1995, are members of the Defined Contribution Retirement System (DCRS). Until December 31, 1999, those employees who were members of the Defined Benefit Plan with less than 20 years of service at September 30, 1995, had the option to switch to the Defined Contribution Retirement System. The Defined Benefit Plan and the DCRS are administered by the Government of Guam Retirement Fund, to which the College contributes based upon a fixed percentage of the employees' payroll.

As a result of the most recent actuarial valuation performed as of September 30, 2000, it has been determined that for the year ended September 30, 2001, a minimum combined employer and employee contribution rate of 34.64% of covered Defined Benefit Plan payroll is required to appropriately fund the current cost, amortize prior service costs and provide for interest on the unfunded accrued liability. Statutory contribution rates for employee and employer contributions were 9.5% and 18.6%, respectively, for the year ended September 30, 2001. The effect of the College's prior year accruals for its share of pension underfunding reduces the actuarially determined employer contribution rate from 25.14% to an effective rate of 20.57% for the year ended September 30, 2001. In recognition of the above, an accrual increase of 1.97% of covered payroll is necessary to increase the unfunded liability based on the difference between the effective rate of 20.57% and the employer's statutory rate of 18.6%.

GUAM COMMUNITY COLLEGE

Notes to Financial Statements
September 30, 2001

(5) Employees' Retirement Plan, Continued

The Defined Benefit Plan utilized the actuarial cost method termed "entry age normal" with an assumed rate of return of 8% and an assumed salary scale increase of 5.5% per annum. The most recent actuarial valuation performed as of September 30, 2000, did not provide a breakdown of actuarial present value of vested and non-vested accumulated plan benefits by sponsor or net assets available for benefits by sponsor.

Contributions into the DCRS by members are based on an automatic deduction of 5% of the member's regular base pay. The contribution is periodically deposited into an individual annuity account within the DCRS. Employees are afforded the opportunity to select from different annuity accounts available under the DCRS.

Employer contributions into the DCRS are based on a statutory amount of 18.6% of the member's regular base pay. Of the amount contributed by the employer, only 5% of the member's regular base pay is deposited into the member's individual annuity account. The remaining 13.6% is contributed towards the unfunded liability of the defined benefit plan.

Members of the DCRS who have completed five years of government service have a vested balance of 100% of both member and employer contributions plus any earnings thereon.

Contributions to DCRS for the year ended September 30, 2001 are \$540,330.

However, as a result of Public Law #21-03, the College has no further responsibility to pay for its share of the unfunded retirement costs. This responsibility now rests with the General Fund of the Government of Guam. As of September 30, 2001, the General Fund has accrued approximately \$5,411,109 for the College's cumulative unfunded retirement liability of which an increase of approximately \$187,816 occurred in the year ended September 30, 2001.

(6) Encumbrances

Encumbrances representing outstanding purchase orders and other commitments for materials and services not received as of September 30, 2001, are presented below:

Current funds:	
Unrestricted	\$ 710,531
Restricted	137,295
Capital projects	72,850
Campus housing	<u>668,221</u>
	\$ <u>1,588,897</u>

(7) Transfers

The transfers among funds were made to reconcile due to/from college accounts.

(8) Prior Period Adjustment

The 2000 beginning fund balance was restated to correct an overstatement of the current unrestricted fund balance. The effect of the restatement was to decrease the fund balance of the current unrestricted fund at September 30, 2000 by \$140,452.

GUAM COMMUNITY COLLEGE

Notes to Financial Statements
September 30, 2001

(9) Contingency

The Government of Guam and its component units, including the College, began withholding and remitting funds to the U.S. Social Security system for the health insurance component of its salaries and wages effective October 1998. Prior to that date, the Government of Guam did not withhold or remit Medicare payments to the U.S. Social Security system. If the Government is found to be liable for Medicare payments on salaries and wages prior to October 1998, an indeterminate liability could result. It has been the practice of the College and all other component units of the Government of Guam that payment of this health insurance component is optional prior to October 1998. Therefore, no liability for any amount, which may ultimately arise from this matter, has been recorded in the accompanying financial statements.

(10) Transfer of Property

In February 2000, the College received title to 314 acres of land situated in the municipality of Mangilao from the Government of Guam with no restrictions. As of the report date, the College had not received an appraised value of the land and therefore, the land has not been recorded in the accompanying financial statements.

(11) Commitment

The College has committed to a \$3 million loan to finance the construction of a 64-room dormitory on the College's premises. The loan will have interest at 5.5% and is repayable in semi-annual installments of \$102,660 and term of thirty years. Drawdowns of \$1,371,906 have been made against the loan as of September 30, 2001.

GUAM COMMUNITY COLLEGE
 Unrestricted and Restricted Fund Supplemental Schedule
 Balance Sheet
 September 30, 2001
 (With Comparative Balance for the year ended September 30, 2000)

	Unrestricted			Restricted					Capital Projects			Campus Housing	Investment in Plant	Agency Fund	Grand Total	
	Appropriated Fund	Non-appropriated Fund	Total	Federal Fund	Other Grant Fund	Tourist Attraction Fund	Manpower Development Fund	Total	Tobacco	Other Projects	Total				2001	2000
ASSETS																
Cash	\$ -	\$ 1,035,202	\$ 1,035,202	\$ 141,365	\$ -	\$ -	\$ -	\$ 141,365	\$ -	\$ 45,989	\$ 45,989	\$ 1,371,906	\$ -	\$ 165,299	\$ 2,759,761	\$ 741,235
Short term investment	-	1,667,311	1,667,311	-	-	-	-	-	3,241,203	769,267	4,010,470	-	-	-	5,677,781	2,786,360
Due from Government of Guam	-	302,746	302,746	-	777,179	209,930	47,780	1,034,889	-	-	-	-	-	-	1,337,635	1,247,965
Due from other College funds	408,189	2,558,660	2,966,849	33,982	-	-	37,443	71,425	-	-	-	95,638	-	-	3,133,912	1,115,599
Accounts receivable - U.S. Government	-	-	-	239,779	-	-	-	239,779	-	-	-	624,179	-	-	863,958	690,594
Accounts receivable - other	490	1,011,511	1,012,001	15,560	13,313	-	-	28,873	-	162,182	162,182	-	-	-	1,203,056	954,457
Allowance for doubtful accounts	(490)	(192,315)	(192,805)	(5,673)	(418,148)	(135,609)	(47,780)	(607,210)	-	(162,182)	(162,182)	-	-	-	(962,197)	(939,054)
Inventory	-	82,054	82,054	-	-	-	-	-	-	-	-	-	-	-	82,054	102,184
Prepaid expense	-	229,533	229,533	-	-	-	-	-	-	-	-	-	-	-	229,533	-
Land	-	-	-	-	-	-	-	-	-	-	-	-	1,903,000	-	1,903,000	1,903,000
Buildings	-	-	-	-	-	-	-	-	-	-	-	-	16,014,000	-	16,014,000	16,014,000
Equipment	-	-	-	-	-	-	-	-	-	-	-	-	2,364,614	-	2,364,614	1,800,494
Vehicles	-	-	-	-	-	-	-	-	-	-	-	-	491,787	-	491,787	469,434
Construction in progress	-	-	-	-	-	-	-	-	-	-	-	1,371,906	-	-	1,371,906	-
Accumulated depreciation	-	-	-	-	-	-	-	-	-	-	-	-	(17,535,186)	-	(17,535,186)	(17,146,071)
	<u>\$ 408,189</u>	<u>\$ 6,694,702</u>	<u>\$ 7,102,891</u>	<u>\$ 425,013</u>	<u>\$ 372,344</u>	<u>\$ 74,321</u>	<u>\$ 37,443</u>	<u>\$ 909,121</u>	<u>\$ 3,241,203</u>	<u>\$ 815,256</u>	<u>\$ 4,056,459</u>	<u>\$ 3,463,629</u>	<u>\$ 3,238,215</u>	<u>\$ 165,299</u>	<u>\$ 18,935,614</u>	<u>\$ 9,740,197</u>
LIABILITIES AND FUND BALANCE																
Accounts payable	\$ -	\$ 114,406	\$ 114,406	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 172,710	\$ -	\$ -	\$ 287,116	\$ 163,415
Due to other College funds	-	479,613	479,613	134,951	278,211	53,776	-	466,938	-	95,638	95,638	2,091,723	-	-	3,133,912	1,115,599
Due to U.S. Department of Education	-	-	-	-	-	-	-	-	-	-	-	1,371,906	-	-	1,371,906	-
Due to depositor	-	-	-	-	-	-	-	-	-	-	-	-	-	165,299	165,299	186,495
Accrued liabilities	-	816,931	816,931	-	-	-	-	-	-	-	-	-	-	-	816,931	733,296
Deferred revenue	-	922,062	922,062	-	-	-	-	-	-	-	-	-	-	-	922,062	1,252,605
Fund balance	408,189	4,361,690	4,769,879	290,062	94,133	20,545	37,443	442,183	3,241,203	719,618	3,960,821	(172,710)	3,238,215	-	12,238,388	6,288,787
	<u>\$ 408,189</u>	<u>\$ 6,694,702</u>	<u>\$ 7,102,891</u>	<u>\$ 425,013</u>	<u>\$ 372,344</u>	<u>\$ 74,321</u>	<u>\$ 37,443</u>	<u>\$ 909,121</u>	<u>\$ 3,241,203</u>	<u>\$ 815,256</u>	<u>\$ 4,056,459</u>	<u>\$ 3,463,629</u>	<u>\$ 3,238,215</u>	<u>\$ 165,299</u>	<u>\$ 18,935,614</u>	<u>\$ 9,740,197</u>

See Accompanying Independent Auditors' Report.

GUAM COMMUNITY COLLEGE

Unrestricted and Restricted Fund Supplemental Schedule
Statement of Changes in Fund Balances
Year Ended September 30, 2001
(With Comparative Balance for the year ended September 30, 2000)

	Unrestricted			Restricted					Capital Projects			Campus Housing	Investment in Plant	Agency Fund	Grand Total		
	Appropriated Fund	Non-appropriated Fund	Total	Federal Fund	Other Grant Fund	Tourist Attraction Fund	Manpower Development Fund	Total	Tobacco	Other Projects	Total				2001	2000	
Revenues:																	
Tuition and fees	\$ -	\$ 2,757,606	\$ 2,757,606	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,757,606	\$ 1,943,957
Government of Guam appropriations	11,446,487	-	11,446,487	-	-	1,274,075	105,258	1,379,333	-	-	-	-	-	-	12,825,820	10,544,538	
Federal grants and contracts	-	-	-	2,782,506	-	-	-	2,782,506	-	-	-	1,746,765	-	-	4,529,271	2,950,731	
Government of Guam grants and contracts	-	-	-	-	423,818	-	-	423,818	-	-	-	-	-	-	423,818	404,502	
Sales and services of auxiliary enterprises	-	401,998	401,998	-	-	-	-	-	-	-	-	-	-	-	401,998	325,313	
Sales and services of educational departments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,222	-
Other sources	-	600,523	600,523	-	-	-	-	-	3,243,060	51,717	3,294,777	-	586,473	-	4,481,773	963,473	
Total current revenues	11,446,487	3,760,127	15,206,614	2,782,506	423,818	1,274,075	105,258	4,585,657	3,243,060	51,717	3,294,777	1,746,765	586,473	-	25,420,286	17,137,736	
Expenditures and mandatory transfers:																	
Educational and general:																	
Instruction	4,075,161	179,408	4,254,569	533,601	162,188	1,251,332	105,258	2,052,379	-	-	-	-	-	-	6,306,948	6,278,599	
Special project	78,679	-	78,679	128,085	-	-	-	128,085	-	-	-	-	-	-	206,764	-	
Academic support	1,195,297	622,750	1,818,047	50,530	311,761	9,454	-	371,745	-	-	-	-	-	-	2,189,792	1,310,952	
Student services	1,313,703	24,675	1,338,378	495,986	-	-	-	495,986	-	-	-	-	-	-	1,834,364	2,171,715	
Institutional support	2,735,622	386,665	3,122,287	-	-	-	-	-	1,857	-	1,857	95,638	-	-	3,219,782	3,671,868	
Operation and maintenance of plant	1,304,003	39,808	1,343,811	-	-	-	-	-	-	178,640	178,640	1,614,208	-	-	3,136,659	1,929,142	
Scholarship and fellowship	112,742	-	112,742	1,555,271	-	-	-	1,555,271	-	-	-	-	-	-	1,668,013	1,339,050	
Depreciation expense	-	-	-	-	-	-	-	-	-	-	-	-	389,115	-	389,115	314,563	
Indirect cost	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	66,486	-
Total expenditures	10,815,207	1,253,306	12,068,513	2,763,473	473,949	1,260,786	105,258	4,603,466	1,857	178,640	180,497	1,709,846	389,115	-	18,951,437	17,082,375	
Auxiliary enterprises:																	
Expenditures	41,635	337,161	378,796	-	-	-	-	-	-	-	-	-	-	-	378,796	395,609	
Total expenditures	10,856,842	1,590,467	12,447,309	2,763,473	473,949	1,260,786	105,258	4,603,466	1,857	178,640	180,497	1,709,846	389,115	-	19,330,233	17,477,984	
Net (decrease) increase in fund balance	589,645	2,169,660	2,759,305	19,033	(50,131)	13,289	-	(17,809)	3,241,203	(126,923)	3,114,280	36,919	197,358	-	6,090,053	(340,248)	
Beginning fund balance	(181,456)	1,849,209	1,667,753	271,029	144,264	7,256	37,443	459,992	-	979,733	979,733	-	3,040,857	-	6,148,335	6,629,035	
Transfers among funds - additions (deductions)	-	342,821	342,821	-	-	-	-	-	-	(133,192)	(133,192)	(209,629)	-	-	-	-	
Ending fund balance	\$ 408,189	\$ 4,361,690	\$ 4,769,879	\$ 290,062	\$ 94,133	\$ 20,545	\$ 37,443	\$ 442,183	\$ 3,241,203	\$ 719,618	\$ 3,960,821	\$ (172,710)	\$ 3,238,215	\$ -	\$ 12,238,388	\$ 6,288,787	

See Accompanying Independent Auditors' Report.

GUAM COMMUNITY COLLEGE

Schedule 1
Schedule of Salaries and Wages (Cash Basis)
Years Ended September 30, 2001 and 2000

	<u>2001</u>	<u>2000</u>
Salaries and wages:		
Regular, differential and hazardous pay (inclusive of part-time employees)	\$ 9,432,224	\$ 9,434,373
Benefits	<u>2,088,419</u>	<u>1,999,721</u>
Total salaries, wages and benefits	<u>\$ 11,520,643</u>	<u>\$ 11,434,094</u>
Full-time employees at end of year	187	182

See accompanying independent auditors' report.

GUAM COMMUNITY COLLEGE

Unrestricted and Restricted Fund Supplemental Schedule
 Comparison of Expenditures, Continued
 Year Ended September 30, 2001
 (With Comparative Balance for the year ended September 30, 2000)

	Appropriated Fund		Non-appropriated Fund								
	2001	2000	Fund 10		Fund 11		Fund 12		Total		
			2001	2000	2001	2000	2001	2000	2001	2000	
Expenditures:											
Salaries	\$ 7,071,544	\$ 6,025,830	\$ -	\$ 363,316	\$ 239,763	\$ 497,216	\$ 263,414	\$ 409,339	\$ 503,177	\$ 1,269,871	
Benefits	1,640,713	1,314,002	327	80,860	82,419	50,774	30,966	89,850	113,712	221,484	
Travel	25,508	7,626	-	372	66,569	68,688	128,893	132,304	195,462	201,364	
Contractual	681,314	413,183	1,707	86,347	-	-	69,561	215,257	71,268	301,604	
Supplies and materials	219,440	187,993	2,178	7,099	-	-	26,949	64,330	29,127	71,429	
Equipment	111,227	34,966	-	6,843	-	-	351,426	354,301	351,426	361,144	
Miscellaneous	4,685	7,755	1,714	99	-	-	102,656	211,309	104,370	211,408	
Indirect costs	-	-	-	-	-	-	57,149	50,722	57,149	50,722	
Utilities	593,181	160,829	38,005	429,697	-	-	-	58,473	38,005	488,170	
Capital outlay	509,230	54,576	3,169	103,629	-	-	123,602	30,768	126,771	134,397	
	<u>\$ 10,856,842</u>	<u>\$ 8,206,760</u>	<u>\$ 47,100</u>	<u>\$ 1,078,262</u>	<u>\$ 388,751</u>	<u>\$ 616,678</u>	<u>\$ 1,154,616</u>	<u>\$ 1,616,653</u>	<u>\$ 1,590,467</u>	<u>\$ 3,311,593</u>	

See accompanying independent auditors' report.

GUAM COMMUNITY COLLEGE

Unrestricted and Restricted Fund Supplemental Schedule
 Comparison of Expenditures
 Year Ended September 30, 2001
 (With Comparative Balance for the year ended September 30, 2000)

	Federal Fund		Other Grant Funds		Tourist Attraction Fund		Manpower Development Fund	
	2001	2000	2001	2000	2001	2000	2001	2000
Expenditures:								
Salaries	\$ 476,581	\$ 342,368	\$ 59,022	\$ 50,217	\$ 944,701	\$ 984,068	\$ 26,910	\$ 645,908
Benefits	96,934	67,542	11,688	9,651	216,658	234,092	-	152,236
Travel	104,792	99,090	-	-	1,621	1,695	-	-
Contractual	120,442	248,031	105,153	63,366	31,954	32,419	-	9,301
Supplies and materials	56,756	78,353	43,749	74,662	12,140	5,904	-	1,378
Equipment	43,489	25,166	28,565	14,620	22,132	11,235	-	1,450
Miscellaneous	1,579,354	1,238,504	95	-	-	4,061	78,348	91,935
Indirect costs	21,426	15,766	-	-	-	-	-	-
Utilities	-	84	-	-	-	-	-	-
Capital outlay	259,583	193,436	225,677	302,907	31,580	-	-	-
Bad debts	4,116	-	-	-	-	-	-	-
	<u>\$ 2,763,473</u>	<u>\$ 2,308,340</u>	<u>\$ 473,949</u>	<u>\$ 515,423</u>	<u>\$ 1,260,786</u>	<u>\$ 1,273,474</u>	<u>\$ 105,258</u>	<u>\$ 902,208</u>

	Capital Projects							
	Other Projects		Tobacco Fund		Campus Housing Fund		Investment in Plant	
	2001	2000	2001	2000	2001	2000	2001	2000
Expenditures:								
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Benefits	-	-	-	-	-	-	-	-
Travel	-	-	-	-	-	-	-	-
Contractual	178,640	221,868	-	-	1,441,497	412,634	-	-
Supplies and materials	-	-	-	-	-	-	-	-
Equipment	-	-	-	-	-	-	-	-
Miscellaneous	-	-	1,857	-	-	-	-	-
Indirect costs	-	-	-	-	-	-	-	-
Utilities	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	268,349	11,121	-	-
Depreciation	-	-	-	-	-	-	389,115	314,563
	<u>\$ 178,640</u>	<u>\$ 221,868</u>	<u>\$ 1,857</u>	<u>\$ -</u>	<u>\$ 1,709,846</u>	<u>\$ 423,755</u>	<u>\$ 389,115</u>	<u>\$ 314,563</u>

See accompanying independent auditors' report.