

***I MINA'TRENTAI SINGKO NA LIHESLATURAN GUÅHAN***  
**Informational Briefing/ Oversight Hearing / Roundtable Hearing**

STANDING COMMITTEE / SENATOR	HEARING	COMMITTEE REPORT	HEARING DATE	DATE COMMITTEE REPORT FILED	NOTES
Committee on Public Safety, Border Safety, Military and Veteran Affairs, Mayors Council, Infrastructure, and Public Transit	Informational Briefing	Authorizing the Mayor's Council of Guam to establish Rules and Regulations related to Games of Chance at Fairs.	2/8/19 6:00 p.m.	3/1/19 12:43 p.m.	



*I Mina'trentai Singko na Liheslaturan Guahan*  
Committee on Public Safety, Border Security, Military and Veteran's Affairs, Mayors'  
Council, Infrastructure, and Public Transit  
(Informational Hearing)



Informational Hearing

February 21, 2019

**The Honorable Speaker Tina Rose Muña Barnes**

Speaker

*I Mina'trentai Singko na Liheslaturan Guahan*

163 Chalan Santo Papa

Hagåtña, Guam 96910

VIA: The Honorable Régine Biscoe Lee

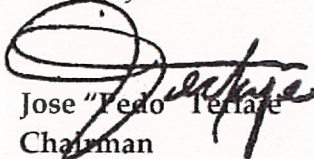
Chairperson, Committee on Rules

**RE: Committee Report on Informational Hearing on Authorizing the Mayors Council of Guam to establish Rules and Regulations related to Games of Chance at Fairs**

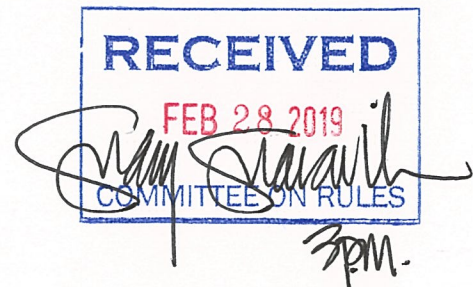
*Håfa Adai* Speaker Muña Barnes:

Transmitted herewith is the Committee Report on the Informational Hearing on Authorizing the Mayors Council of Guam to establish Rules and Regulations related to Games of Chance at Fairs

Sincerely,

  
Jose "Pedro" Terlaje  
Chairman

Committee on Public Safety, Border Safety,  
Military and Veterans Affairs, Mayors' Council,  
Infrastructure and Public Transit



2019 MAR - 1 PM 12:43





# INFORMATIONAL HEARING on

## Authorizing the Mayors Council of Guam to establish Rules and Regulations related to Games of Chance at Fairs.

Senator Jose "Pedo" Terlaje, Chairman  
Senator Joe S. San Agustin, Committee Member  
Senator James C. Moylan, Committee Member  
Senator William M. Castro, Committee Member



Daelene Waki <daelene@senatorjpterlaje.com>

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**Fwd: First Notice of Informational Briefing**

1 message

Chris Carillo <chris@senatorjpterlaje.com>  
To: daelene@senatorjpterlaje.com

Thu, Feb 21, 2019 at 10:28 AM

Sent from my iPhone

Begin forwarded message:

**From:** Senator Pedro Terlaje <senatorpedo@senatorjpterlaje.com>  
**Date:** February 1, 2019 at 3:45:32 PM GMT+10  
**To:** [phnotice@guamlegislature.org](mailto:phnotice@guamlegislature.org)  
**Subject:** First Notice of Informational Briefing

**FOR IMMEDIATE RELEASE**

February 1, 2019

**MEMORANDUM**

**To:** All Senators, Stakeholders, Media  
**From:** Senator Jose "Pedro" T. Terlaje  
Chairperson Committee on Public Safety, Border Security, Military and Veterans Affairs, Mayors' Council and Infrastructure  
**Subject:** First Notice of Informational Briefing  
*Friday, February 8, 2019 at 6:00 p.m.*

*Buenas yan Håfa adai!*

Please be advised that the Chairman of the Committee on Public Safety, Border Security, Military and Veterans Affairs, Mayors' Council and Infrastructure will convene an **Informational Briefing on Friday, February 8, 2019 at 6:00 p.m.** in *I Liheslaturan Guåhan*'s Public Hearing Room on the following item:

**Recommendations for Financial Reporting requirements for "Games of Chance" at the Liberation Carnival and other village fiestas affected by Bill No. 29-35**

The Informational Briefing will broadcast on local television, GTA Channel 21, Docomo Channel 117/60.4 and stream online via *I Liheslaturan Guåhan*'s live feed. If written testimonies are to be presented at the Informational Briefing, the Committee requests that copies be submitted prior to the Informational Briefing date and should be addressed to Senator Jose Pedro Terlaje, Chair of the Committee. Testimonies may be submitted via hand delivery to the Office of Senator Jose "Pedro" Terlaje at 140 [Aspinall Ave STE. 202, Hagåtña](#), Guam 96910 or via email to [senatorpedo@senatorjpterlaje.com](mailto:senatorpedo@senatorjpterlaje.com).

In compliance with the Americans with Disabilities Act, individuals requiring special accommodations or services should contact the Office of Senator Jose "Pedro" Terlaje at (671) 989-5301 or by sending an email to [senatorpedo@senatorjpterlaje.com](mailto:senatorpedo@senatorjpterlaje.com).

We look forward to your attendance and participation. *Si Yu'os Ma'åse*

--

Senator Jose "Pedro" Terlaje



Daelene Waki <daelene@senatorjpterlaje.com>

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## Fwd: 2nd Notice of Informational Briefing

1 message

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Chris Carillo <chris@senatorjpterlaje.com>  
To: daelene@senatorjpterlaje.com

Thu, Feb 21, 2019 at 10:28 AM

Sent from my iPhone

Begin forwarded message:

**From:** Committee on Rules 35GL <corguamlegislature@gmail.com>  
**Date:** February 6, 2019 at 7:27:09 PM GMT+10  
**To:** Chris Carillo <chris@senatorjpterlaje.com>  
**Subject:** Re: 2nd Notice of Informational Briefing

Hafa Adai Chris,

Please note that the committee report for this informational briefing is due on **March 22, 2019**.

Thank you,



### COMMITTEE ON RULES

Office of the People  
Senator Régine Biscoe Lee  
35th Guam Legislature  
*I Mina'trentai Singko na Liheslaturan Guåhan*

Tel: (671) 472-2461

Email: [corguamlegislature@gmail.com](mailto:corguamlegislature@gmail.com)

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On Wed, Feb 6, 2019 at 7:25 PM Chris Carillo <chris@senatorjpterlaje.com> wrote:

**FOR IMMEDIATE RELEASE**

February 6, 2019

**MEMORANDUM**



**To:** All Senators, Stakeholders, Media  
**From:** Senator Jose "Pedo" T. Terlaje  
Chairperson Committee on Public Safety, Border Security,  
Military and Veterans Affairs, Mayors' Council, Infrastructure  
and Public Transit  
**Subject:** Second Notice of Informational Briefing  
*Friday, February 8, 2019 at 6:00 p.m.*

*Buenas yan Håfa adai!*

Please be advised that the Chairman of the Committee on Public Safety, Border Security, Military and Veterans Affairs, Mayors' Council, Infrastructure and Public Transit will convene an **Informational Briefing on Friday, February 8, 2019 at 6:00 p.m.** in *I Liheslaturan Guåhan's* Public Hearing Room on the following item:

**Recommendations for Financial Reporting requirements for "Games of Chance" at the Liberation Carnival and other village fiestas affected by Bill No. 29-35**

The Informational Briefing will broadcast on local television, GTA Channel 21, Docomo Channel 117/60.4 and stream online via *I Liheslaturan Guåhan's* live feed. If written testimonies are to be presented at the Informational Briefing, the Committee requests that copies be submitted prior to the Informational Briefing date and should be addressed to Senator Jose Pedo Terlaje, Chair of the Committee. Testimonies may be submitted via hand delivery to the Office of Senator Jose "Pedo" Terjale at 140 [Aspinall Ave STE. 202, Hagåtña](#), Guam 96910 or via email to [senatorpedo@senatorjpterlaje.com](mailto:senatorpedo@senatorjpterlaje.com).

In compliance with the Americans with Disabilities Act, individuals requiring special accommodations or services should contact the Office of Senator Jose "Pedo" Terlaje at (671) 989-5301 or by sending an email to [senatorpedo@senatorjpterlaje.com](mailto:senatorpedo@senatorjpterlaje.com).

We look forward to your attendance and participation. *Si Yu'os Ma'åse*

Chris Carillo  
Senior Policy Advisor  
Senator Jose "Pedo" Terlaje  
140 [Aspinall Avenue Ste.202](#)  
[Hagatna, GU 96910](#)  
Cell: 671.689.5626





# SINAD ÓT JOSE "PEDO" TERLAJE

COMMITTEE ON PUBLIC SAFETY, BORDER SAFETY, MILITARY AND VETERANS AFFAIRS,  
MAYORS' COUNCIL, INFRASTRUCTURE AND PUBLIC TRANSIT

*I Mina' Trentai Sinko Na Liheslaturan Guahan • 35<sup>th</sup> Guam Legislature*



DATE / TIME:

February 8, 2019 6:00 p.m

Guam Congress Building Public Hearing Room

INFORMATIONAL  
BRIEFING:

Recommendations for financial reporting requirements for "Games of Chance" at the  
Liberation Carnival and other village fiestas affected by Bill No. 29-35

PRINT NAME	SIGNATURE	AGENCY / ORGANIZATION	ORAL TESTIMONY	WRITTEN TESTIMONY	CONTACT NUMBER	EMAIL
Konkeon Guerrero		Guam CEPA	<input checked="" type="checkbox"/>		688-3000	konkeonguerrero@gmail.com
Danny Taggart		Citizen/Expense	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	688-2672	dannytaggart@gmail.com
Bedford L. Scaer		Self	<input checked="" type="checkbox"/>			
Nick Francisco		MOPH	<input checked="" type="checkbox"/>		482-3650	
ART CHAN		SHRINERS			488-4476	achanjr@gmail.com
Rick Chan		MOPH	<input checked="" type="checkbox"/>		687-2046	
Paul McDonald		MCOE				
Dr. E. Hernandez		MCOG				
Melissa Savares		MCOG	<input checked="" type="checkbox"/>			
Angel Sablan		"				
Joselyn		Piti Mayor	<input checked="" type="checkbox"/>			
Tihua Lujan		Vice Spkr. Nelson			777-4968	tihualujan@gmail.com

**Darryl A. Borja Taggerty**  
**P.O. Box 3476**  
**Hagåtña, Guam 96932**  
**darryltaggerty@gmail.com**

The Honorable Jose "Pedro" Terlaje, Chairman  
Committee on Public Safety, Border Safety, Military and Veteran Affairs, Mayors Council,  
Infrastructure and Public Transit  
Thirty-Fifth Guam Legislature  
Guam Congress Building, Hagåtña

Submitted via email

I authorize Joaquin "Ken" Leon Guerrero to read this into the record.

**Re: Bill No. 29-35**

Dear Mr. Chairman:

In my opinion, a variety of procedural and substantive errors are on display in today's "Informational Briefing" and the subject bill. I oppose the subject bill. If it moves forward to Session consideration, I hope these comments inform amendments and member positions.

The term "Informational Briefing" implies that this Committee is receiving comments from an agency within its oversight purview, without the adversarial tone of the term "oversight hearing". The term signals that this hearing is not the proper time for the public to comment. Perhaps in delivering my comments today I am proving that today's hearing is sufficient to get the bill reported out of Committee and onto the February session agenda. Public notice of an opportunity to testify is vague. One might reasonably suspect this to be legislative sleight of hand.

Bill 29-35 does not repeal Public Law 34-015:2, to restore gambling at fairs and possession of gambling devices under purview of the Mayors Council. The preamble of Section 2 of this Bill states the intent to "reenact" the repealed section. Unless the repealed §64.62 is restored, and proposed terms in this bill are appended to that authority, this bill authorizes government employees and agencies to administer an illegal activity. Perhaps this language will be amended by the committee or during session, but the public has not been afforded an opportunity to comment on this specific feature today.



Bill 29-35 introduces a term not defined within Title 1 Guam Code Annotated Chapter 62 on Gambling, "games of chance". As a term of art, the public might interpret "games of chance" as typical Carnival arcade games, while the industry and Mayors intend for games of chance to include all forms of betting. Without being candid with the public during this opportunity to be heard, this may be another attempt by proponents to evade public scrutiny.

The authority to issue rules and regulations follows logically from a law authorizing the activity. Through Bill 29-35 the legislature would dictate to an executing agency the contents of its regulations, without clearly stating a policy to be implemented. I believe this to be legislative overreaching into executive powers, in violation of Organic Act. Has this committee requested the assistance of legal counsel competent to advise on this aspect?

The bill sponsors are properly concerned with continued financing of liberation day activities and associated activities. Current law includes an incentive for moneymaking other than the Liberation Fair, carnival or parade: net proceeds are split between the mayors council and the governor's spouse, for charitable contribution. I suspect that this incentive, along with typically less-than-fully-competent monitoring and reporting of gambling activities, seems to suggest that the effort to reestablish gambling at Liberation activities is a front to generate ill-defined revenues.

To avoid the reasonable impression that Bill No. 29-35 and this hearing are legislative sleight-of-hand (which is considered cheating by gamblers), I urge this committee to hold a properly announced Public Hearing on Bill 29-35 with all necessary amendments arising from today's Informational Briefing prior to reporting out of committee. Such hearing should consider augmenting the role of revenue officers at the Department of Revenue & Taxation to monitor cash received and paid out, and ensure that the full measure of applicable taxes are collected from licensed businesses and winners. Also, I would encourage this Committee to examine Sections 1012 through 1013.6 of Title 1 Guam Code Annotated, to update and improve the island's Liberation activities for 21<sup>st</sup> Century residents and our guests.

Thank you for your attention to my comments.

Sincerely,

**DARRYL A. BORJA TAGGERTY**

Resident of Tamuning and Yigo, and a taxpayer

cc: Media



*I Mina'trentai Singko na Liheslaturan Guåhan*  
**Committee on Public Safety, Border Security, Military and Veteran's Affairs, Mayors'  
Council, Infrastructure, and Public Transit  
(Informational Hearing)**



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**INFORMATIONAL BRIEFING DIGEST**

**I. OVERVIEW**

The Committee on Public Safety, Border Safety, Military and Veterans Affairs, Mayors Council, Infrastructure and Public Transit convened a public hearing on Authorizing the Mayors Council of Guam to establish Rules and Regulations related to Games of Chance at Fairs on Friday February 8, 2019 at 6:05 PM in *I Liheslatura's* Public Hearing Room to discuss Authorizing the Mayors Council of Guam to establish Rules and Regulations related to Games of Chance at Fairs.

**Public Notice Requirements**

Informational Hearing notices were disseminated via e-mail to all senators and all main media broadcasting outlets on **Friday February 1, 2019** (5-Day Notice), and again on **Wednesday February 6, 2019** (48-Hour Notice)

**Senators Present**

Senator Jose "Pedro" Terlaje, Chairman  
Senator Telena Cruz Nelson, Vice-Chairwoman  
Senator Kelly Marsh (Taitano), PhD, Committee Member  
Senator Amanda L. Shelton, Committee Member  
Senator Clynton E. Ridgell, Committee Member  
Senator James C. Moylan, Committee Member  
Senator William M. Castro, Committee Member

**II. SUMMARY OF TESTIMONY & DISCUSSION**

The informational hearing was Called-to-Order at 6:05 PM.

**SENATOR JOSE "PEDRO" TERLAJE:** Good afternoon ladies and gentlemen, thank you for sharing this wonderful moment with all of us this informational briefing conducted by the Committee on Public Safety Border Safety Military and Veterans Affairs Mayors' Council Infrastructure's which is Department of Public Works and Mass Transit, we welcome all of you. It is February 8 2019 actually 5 after 6 p.m., First notice of this informational briefing was disseminated to local media outlets by electronic format on Friday February 1st 2019, with the second notice provided on Wednesday February 6 2019, notice of this briefing was also published on the Guam legislative legislatures website. The purpose of this briefing is to receive



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recommendation from our stakeholders and also to the public of the financial reporting requirements for game of chance at the liberation carnival and other villages village fiestas affected by bill 29-35. I would like to introduce and name some of the Senators that are here today to my left Kelly Marsh Senator Kelly Marsh, the handsome Will Castro bless you, and our good Senator Telena Nelson, and to my right okay Amanda Shelton Senator Amanda Shelton and to next to her is Clynt Ridgell, and the Sponsor of this particular bill is my good friend James Moylan. Thank you very much once again okay make sure that whoever wants to testify to sign the list so that we can whoever you know call you one by one now let me just say I prepared a statement here to kind of just give you an overview of my stand on the game of chance well I support providing the islands Mayor with all the resources that they need to operate the liberation festivity festivities, as Chairman it is my responsibility we'll make sure as such that accurate financial reporting requirements are included in this legislation and enacted into any law regarding game of chance, transparency and accuracy in the reporting of all revenue generated from this activity must be the standard to ease the minds of my fellow legislators and constituents. Tonight's informational briefing is an opportunity to bring all the stakeholders to the table and discuss reasonable reporting requirements so everyone can be at the same page on Bill 29-35 it is not enough to do the right thing we have to do the right thing the right way that's why having everyone agree to strong financial monitoring is imperative prior to this bill moving forward. Okay do we have any anyone to testify is there anybody that wants to come up and testify? Okay let me just go down the list here we have Mr. Leon Guerrero, do you wanna start out sir? Go ahead.

**MR. KEN LEON GUERRERO:** My name is Ken Leon Guerrero, and I'm here as spokesman for the Guam Citizens for public accountability. I want to start off my testimony by refreshing everybody's memory on this survey that was recently released by Guam University of Guam, and this is the survey that pointed out that the majority of the public considers corruption to be a very serious problem here on the island and at the top of the list is political parties and by extension politicians. Now the reason I raise this issue is because of the way this informational briefing is





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taking place, because it's taking place as an informational briefing instead of a public hearing. It's causing a lot of confusion out in the community, because I tried to get people to come up here to tonight and they said, "oh no, it's an informational briefing we won't be allowed to talk". I even called a senator's office to verify that people would be allowed to talk but in the past 10 years that I've been testifying or trying to testify, informational briefings were for agencies to brief legislators on the status of operations, so an informational briefing like this is different because first of all, we don't have anything to brief were the public so this isn't a fact a fig leaf of a public hearing, and my concern is that where we have a clock that's running the clock is Liberation Day and the clock is that there are parties that want to get casino gambling up in time for Liberation Day, and they may use this informational briefing as it meets the requirements of a public hearing it was noticed people were all given the opportunity to testify on the subject so what I want is assurance that this is not going this informational briefing is not going to be used to tick off one of the one of the requirements for a public hearing for this bill. Is that a fair request? Can we get that assurance that this is in fact an informational briefing and will not be used as a requirement for submitting a bill to the legislature for a vote?

**SENATOR JOSE "PEDO" TERLAJE:** I acknowledge your statement, but I think I have to consult with the rest of my colleagues here.

**MR. KEN LEON GUERRERO;** So that's a no?

**SENATOR JOSE "PEDO" TERLAJE:** That's for if I can have your indulgence to just give me a little bit a little bit more time to really consult with my colleagues.

**SENATOR JOSE "PEDO" TERLAJE:** We're going to have a public hearing on this one so I think the intent is you're right your intent is.

**MR. KEN LEON GUERRERO:** Okay so if I'm understanding what you guys are saying that this is this is an informational there will be a properly noticed public hearing?

**SENATOR JOSE "PEDO" TERLAJE:** Yes, and it will translate into a public hearing.

**MR. KEN LEON GUERRERO:** Okay good that was my first big concern, my second big concern is the fruit of the poisonous tree doctrine, in other words the moment you do one thing wrong,



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everything you do after that is wrong, and the reason I say that is because this bill as written is like a super bill it doesn't limit it's a scope and authority to the traditional carnival games of chance. It allows all games of chance and according to the Nevada state Gaming Commission there are 501 recognized games of chance, so the scope of this bill allows poker, dice, and all other 501 games to be allowed. The second concern I have with this whole concept, I went back and read all the auditors reports on the Mayors' Council, and the liberation activities, and that documents that since 2003, attendance at the Carnival has declining and we've had casinos, we've had gambling, so the gambling and the casinos had did not stop the decline in attendance at the Liberation Day carnival. So, where this body is focusing way too much on the carnival the key event is the liberation day parade, people wait in line overnight to get their spots on Marine Corps Drive. There are thousands of people that camp out overnight along Marine Corps Drive to view the Liberation Day parade you can swing a dead cat around in a circle and you couldn't hit ten people at the carnival that's how bad the attendance was now I only went to the casino up at Tiyan once and during the day like a Saturday they were maybe 50 60 people there and the only real attendance at the carnival is after seven o'clock at night at the casino so the main draw of the casino at liberation is for gambling. Which brings me to my next point the goal of this bill right here is authorizing the mayor's Council of Guam to draft rules and regulations to permit games of chance at the island fair, Liberation Day, and any other fair or carnival that the Governor has issued a proclamation for the Governor issues proclamations at the rate of two or three a month for everything from Secretary's day to boss's day to kokin, I mean there are proclamations being issued and basically the way this is written as long as the governor's issued a proclamation it's a gambling event. If this bill were serious about raising funds during Liberation Day the first thing it would do would limit it to traditional games found at carnivals, ring-toss, milk bottles, you know pay red or whatever they call it color you know, but by leaving it open to every conceivable kind of game of chance it's a fig leaf to begin bringing organized casino gambling in to the island full time. Now the second concern I have with this on the line of fruit of the poisonous tree doctrine the mayor's Council has been supervising the casino operations for how many years,





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and how many years have we been getting reports from the office of public accountability that the non-appropriated funds generated by the Liberation Day carnival are in auditable, Why should we believe that now the mayor's Council has suddenly sprung the ethics and skill set to create a set of rules and regulations on a cash business that would satisfy the most stringent auditing requirements? I mean that is that is a heavy load to expect a mayor's Council to lift because to the best of my knowledge the staffing of the mayor's Council, and the various mayor's offices do not include the type of people that have the experience and knowledge to create, vet and certify games of chance, The first time I had a client in Las Vegas, and the first time we were walking down the strip he pointed all those casinos and he said you know what you know that those buildings represent those buildings represent that ninety nine out of every hundred dollars that comes in to Las Vegas stays in Las Vegas so in other words we have an island that has a struggling working class population that is struggling to make it from paycheck to paycheck, many households have two or three incomes. Sixty percent of the households on this island according to Bureau of Labor Statistics do not even make more than forty thousand dollars a year, gambling is a tax on the poor because everybody is looking for a way that sudden windfall to get ahead, and gambling provides that opportunity so if this moves forward we're going to see the kind of carnage that we see every time that there's a casino operation in place. Now in Nevada, they documented that the cost of casino of gambling addiction to a host community is 61 thousand dollars per person per gambling addict but what they don't tell people is that 99% of those gambling addicts live out of state so the hundred and eleven million dollars that they get on licensing fees alone more than offsets the gambling addicts in a population of less than three million. We have a small population, we have a population of about a hundred thousand, one hundred and twenty thousand adults that is a population that is too insignificant to support the type of regulation required to have a legitimate gambling operation. The next concern I have is this bill doesn't identify activities again it's this is you know an open check this is like the Simon Sanchez first bill that set up an independent in determinant, no IDIQ, indefinite date indefinite quantity, to which the contractors were identifying the opportunities to push through a hundred





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and sixty million dollars on what they were telling the public was going to be a seventy-five million dollar school. This bill does the same thing but for gambling we don't identify that this games of chance will be limited to traditional carnival games, a chance there's a big difference between knocking down three milk bottles, and craps, there's a big difference between throwing a quarter on a different colors square, and poker or 21 or roulette, so if this bill is a legitimate effort to find a funding vehicle to provide money to pay for a dying event, it's a waste of time and I'm gonna use newspapers as a perfect example of this. When I was working in the newspaper industry, Pacific Daily News in the 1970s ran a hundred pages a day a hundred and twenty to a hundred and forty on the weekend now we're running 24, 28, 32, pages a day because the public has changed how they get their news. Well, the public has changed how they entertain themselves. Go to a restaurant, half the people in the restaurant are sitting there on their smartphones, go to a movie theater, I just came from a movie theater on a Friday, I went into a premier, six people in a premier, and for the six people were sitting there on their smartphones instead of talking with each other. What this body has to recognize is the same thing that Disneyland and other premier family entertainment venues have recognized that the entertainment needs of the people of change, in Disneyland and Knott's Berry Farm and all these other organizations are trying to keep up with that they're doing. Their events, and what are they doing they're making a more interactive digitally so the problem that we have here on the Liberation Day carnival is that even with gambling, the Mayor's Council ran into the hole, ran a hole, they didn't cover their cost of operations. Why is this going to be different this time around? So, this is a bad idea for Guam it's not the right time we don't have a strong middle class that has money to burn, all the casualties of gambling will be our problem, and if we don't have the money right now to fully fund DOE, we're going to get the money to fully fund the dramatic increase in social wear welfare issues that will arise as we start expanding gambling operations. So I think this bill needs to be if it's going to move forward it needs to move forward with severe restrictions limited to the opening hours of the casino, not run at 24/7, not running for a year, limited to traditional carnival games of chance because you know when I was last in El Dorado I didn't see



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the milk bottle game, I didn't see the ring-toss game, I didn't see the shoot the squirrel game, and I didn't see the water gun game. You know but that's not what we're talking about with this bill, we're talking about going back to I mean right now in the Paseo, we got that Butler I mean that double-wide modular building right, is that still out there moved or something? Well anyway, the whole point is think about it that somebody came in and put that building in there at great expense expecting to make a lot of money, and where did that money come from? It doesn't come from the tourists it comes from the local residents so unless government of Guam has more than enough money to cover the increased social cost, and the increased crime that expanding gambling operations will bring about, we are not in any position to go beyond milk bottles, and ring-toss, and again we should limit it to if this goes forward, it should be limited to carnival type games of chance, it should be limited to the operational hours of the carnival, and only the day days that the carnival is actually open.

**SENATOR JOSE "PEDO" TERLAJE:** Thank You Mr. Leon Guerrero, you know, have you ever gone into the game of chance? And you mentioned that the Senators the Mayors are not qualified, I have to challenge you because I was a mayor for 12 years, and all the money that we make on the game of chance is accounted for.

**MR. KEN LEON GUERRERO:** Not according to the office of public accountability.

**SENATOR JOSE "PEDO" TERLAJE:** No, no let me just tell you because when Mayor Hoffman was interviewed right on the floor, he didn't have time to complete the report the financial report so I challenge you to tell me that the Mayor's Council don't know how to streamline their finances and to make sure that is accounted for.

**MR. KEN LEON GUERRERO:** How much did the casino bring in?

**SENATOR JOSE "PEDO" TERLAJE:** Let me just finish Mr. Leon Guerrero because you know what, the Mayor's Council donate to all the sports and almost all the sports activities on Guam, with the money that they make, they send medical referrals off Island and help them with their finances the cost of their finance. They help the church they helped almost all the social needs and sports, so what are you saying that they don't know how to account for the funds that they





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make and the funds that they use? I challenge you that because it hurts me for you to say something like that in front of me when I know that I've been a Mayor for 12 years, and we did as much as we could to help our community have you ever?

**MR. KEN LEON GUERRERO:** I'm not challenging that part, what I'm challenging is the ability to track the money coming into a casino operation, making sure that all the taxes are paid, and that all the winning taxes are paid.

**SENATOR JOSE "PEDO" TERLAJE:** So, you think that the taxes are not being paid?

**MR. KEN LEON GUERRERO:** Hey, I'm just going by what I read in the auditor's report. I mean the auditor's report says that the Mayor's Council could not state how much money came in to the casino, could not declare how much was paid out of the casino operations, could not verify any taxes that were paid as a result of the casino operations.

**SENATOR JOSE "PEDO" TERLAJE:** Thank you, who's the next Mr. Tigiri you know, your writings not

**MR. SEDFREY LINSANGAN:** My name is Sedfrey Linsangan, thank you Mr. Senator Terlaje for a calling this informative meeting and to all the Senators to the Mayor's Vice Mayor and everybody. Good evening to all of you, well this informative hearing is very important, reminds me of the Quote of Ralph Waldo Emerson. "Every person I meet is superior than me in some way". In that regard, I learned from him honorable senators. First of all I would like to emphasize that gambling is not illegal under federal law, well as our political status is a territory we are governed by the US Constitution, and federal law that is extended to Guam, there was a time in 1992 that the US Congress have adapted the professional and amateur sports act the intent of that is due to ban gambling is ban sports gambling on almost 46 state but exclude four states the New Jersey challenged the federal law they appealed to the Supreme Court in the Supreme Court just only in May 9<sup>th</sup> 2018 the Supreme Court made a decision on a vote of six three striking that federal law because it violates the Constitution the Tenth Amendment Constitution that preserves the right of the states. Aside from that the New Jersey have adapted a referendum also so against supporting the sports gambling now in our situation we are covered by the federal law. Yes, I





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might oppose a lot of you or some of you that gambling could be legal in Guam because of that under federal law it is not illegal, I and we have so many gambling here already, bingo, game fowl fighting, underground casino, and lottery at the supermarket, but how can you overturn that that federal law that hey we can we can do gambling in Guam? It is not the legislators' authority, it is the people power the people can initiate or propose a statute a ballot or constitutional amendment, even though we are a territory, or the people can propose a referendum to put a statute a ballot for rejection or enactment. It is the legislature has no authority to make to initiate a referendum it's all it's specified in Organic Act section 1 4 2 2 and the people of Guam shall have the authority of initiative and referendum to be exercised upon the condition, and condition of the law of Guam, That's why that marijuana thing that was passed by the legislature, to referendum if it will be challenged in the federal court that could be strike out why do you think doctors are so afraid to prescribe? That not to be involved with that because it's there's a federal law violation, but when it comes to a people exercising their right to initiate something then it can overturn the federal law, and that's what should the people of Guam should be doing, collect signatures just like what they did in the States. They overturn they challenged the federal law, and the Fed and the federal government cannot enforce their authority, because the people have spoken and if the people have been spoken then they cannot arrest all of those people that are that are using it so and that relates also to the marijuana, that's being introduced now Mr. Chairman. Yes, there are so many gambling here already in Guam, and the Senators can one of the senator can still stick with this with his or with her gun or with her conviction, or his conviction to oppose this bill, but now what will you do to convince her to implement the majority of the senator to support this bill? I think you need to make some amendment the team needs teamwork pass the ball share the wealth I don't see any provision in this bill that will provide a certain percentage to the Government of Guam, or to the school, or to the hospital, it's all going to the Mayor. Yes, I agree with some gaming activities because it's not illegal under federal law, but then again they have their own principle and before it will be challenged they have to file a lawsuit in the federal court which could take years, and your bill is already thrown out in the



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basket, so you might as well amend this bill, and amend the third page that lets say that you have only 30 days to act on the draft, and failure to act in this timeline shall enact the draft into law. Maybe you can change the subject to review amendment and adoption of the legislature, then you might implement some of the Senators, or convince them you know you need teamwork, pass the ball, and then give something to the government. Not only all the property, all the proceeds will be going to the Mayors' Council, to every village because no matter what we do people will gamble, even you said no gambling people will still find a way to gamble, and we will lose the government because there's no regulation, there's no tax, they will gamble, and inside the office, and their backyard, and so many other things. Online gambling, and sometimes they need to endure to be run out all of their money, so they can be a better person. They need to endure pain, hardship, and then maybe they will realize that you cannot make money in gambling you might win once but you will lose 1000 times or 100 times. Yes, we cannot please everybody you know so I'm just I'm just stating, I believe is facts that will make this activity you know ongoing that's all thank you Mr. Chairman.

**SENATOR JOSE "PEDO" TERLAJE:** Thank you for your thoughts sir, I just wanna mention that this is an informational briefing, it's not a public hearing okay, it's an informational briefing it's not a public hearing, public hearing is gonna come later, but sometimes I get confused because you know we say things here that it's not informational, it's like we're in a public hearing setting. That's what that's why I'm bothered sometimes, because when I listened to the testimony maybe we misinterpret the purpose of this of this setting, it's like I said it's informational and it's not a public hearing next a next speaker Mr. Nick.

**MR. NICK FRANCISCO:** Thank You Mr. Chairman Senator Pedo, and the rest of the senators thank you, my name is Nick Francisco. I'm a resident of Mangilao, I'm a 16 year Mayor of Mangilao, I was the past President of the Mayors' Council for three years, I chaired liberation during the Governor Paul Calvo's time for three consecutive years, and I'm very familiar with this bill I'm here to support the Mayors, to give the Mayor's the authority to set up the rules and regulation of this game of chance. Like I said I chaired the liberation for three consecutive years





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during the late Governor I mean during the late Governor Paul Calvo's time, and to me liberation still the same back then game of chance back then is like pay red, or over and under, ring the toss, or other games like the balloon throwing, and they win some prize, and the casino style to me is I kind of compare that with Las Vegas. That's a like a peanut kind of casino, I endorsed the idea to run the casino during the carnival time I endorsed the idea that not to open the casino 24/7 I endorsed the idea to monitor and regulate the casino, I endorsed the idea that the money will go all to the mayor's because we have 19 villages, and if you split the pie on the 19 villages, there's not that much to get after paying all expenses of the carnival, so I don't think there's much money to share with the other government agency. I'd like to see some money goes to education, or the hospital, but I know that this revenue coming in from the carnival with the game of chance is only to pay the operation for the success of the liberation carnival parade, and all the activities during this time. I am the Commander for the Military of the Purple Heart, as a nonprofit that's incentive we are one of the sponsors of the five bingo establishments. I am at the compadres mall the five bingo organizers right now are having a big problem with the ruling that was given up there at revenue and tax, that determined we cannot use the electronic bingo card minder because it's illegal to use electronic bingo cards here in Guam. Up to this point, up till this time, I never see anything in black and white only interpretation by an individual up there at revenue and tax, they say it's illegal but up to this time, I'd love for somebody to show me show me that that that law that says it's illegal, because I have friends all over, members that went all over the states, and they visit bingo in the state that and they say why that in Guam they say it's illegal, and in the states they everybody's using the bingo the electronic bingo card minder, why in Guam that this is illegal? But up to this time I don't know what is the so secret of that document that I cannot they cannot share, so I can share that with everybody. I met with the five bingo organizers hafa adai, pangisinan, lucky, and plumeria. Up to this time none of us ever see that document other than somebody up there at revenue and tax saying is illegal. Our supplier, the bingo, our supplier from Ohio, the arrow company came in two weeks ago because they said they need to have a license here in Guam there their franchise to do business in Guam, but they said they need to





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have a business license here in Guam. The agent went up there they denied the business license because it's illegal to use them the electronic bingo card in Guam. But this there's nothing in writing that we see, and we'd like to see that if any of your Senators can get that the information for me, and the rest we're gonna be so happy so we can know what to do next right now. We don't know what to do next, whether go see the governor, go see the director, see you senators we don't know what to do we're all confused, and the manamko on the bingo are complaining because their eyes is not good even myself, I cannot see this paper I forgot my glass, we have this blind up the comes to the bingo two Sundays ago, I was up there I know this gentleman, they called him brown, he was a sitting there so sad because there's no machine in front of him to play but he's there because he had nothing, I at least I leaving the house going to play bingo he hear that sound and make him feel good. The manamko, maybe some of you your parents or your auntie uncle was playing bingo, I don't know if they ever come and complained to you that when we can use the bingo the electronic bingo device, but I hope I endorse this idea, I support the Mayor's like I said, there's a lot of improvement for the Mayor's to do on this roundtable, is the time to put that all that recommendation in. Like I said I support that, I don't support it 24/7 on that casino, I endorse the idea doing that or in the carnival time, after the carnival close the casino down, and I hope that the mayor's will do a better job in financial reports, so we can satisfy the people out there. I hope the auditor will come back after the carnival, and say the mayor's get an a-plus for doing better than the previous year, So again Mr. Chairman, and all of you Senators thank you for the opportunity for me to come down here, and I like I said I chair liberation for three consecutive year during Governor Paul Calvo's time, I'm willing to share my experience with the mayors of Guam thank you.

**SENATOR JOSE "PEDO" TERLAJE:** I just want to say that we're looking forward to a financial solution, and I'm pretty sure that and I've already talked to the sponsor of the bill that we need to insert something in there to make sure that the financial gain during the game of chance or in the liberation are accounted for, and from there. However, the sponsor of the bill had mentioned that he had that on the regulation already, but I would like to see that on the actual bill so that



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people when people see the bill, they're gonna see that the main concern here is to make sure that the mayors are in line with the financial requirements. You know to make sure that you know it's transparent, and you know meet the requirements of auditing, so we're gonna have that inserted in there and let me just say Mr. Francisco, that I know that you know the bingo are having problems, and though this is just a briefing it's not a public hearing, and you know sometimes I get confused because we're going to other subject matters, but let me just say that there's no such rule Federal rule that denies our residents or the people of Guam. That denies us from using what we call the electronic if you call it gadget, because it's not a gambling machine it's not the same as the slot machine or the Liberty machine, it's just an easier way for players to quickly you know notice the numbers that is being shown on the on the board or on the machine, and that's all that it is I just want to ask you know maybe I'll start with my left Senator Kelly Marsh you have anything senator?

**SENATOR KELLY MARSH:** Not at this time.

**SENATOR JOSE "PEDO" TERLAJE:** Go ahead Wil.

**SENATOR WIL CASTRO:** I'm good for now.

**SENATOR JOSE "PEDO" TERLAJE:** You're good for now, my good Senator Telena Nelson you're good? Hafa esti Amanda, you're okay? Clynt? James you better say something James this is your bill.

**SENATOR JAMES MOYLAN:** Okay and from the instructions of Mr. Chairman thank you sir, I appreciate everybody coming out today for Bill 29 it's a draft, that's what a bill is if they're more input to come in that's why we have an informational hearing, this was put together to get people's input, it was put together to support what the Mayor's were asking for when it comes down to it the rules and regulations, when it will be presented to the members the Senate right the 35th Guam legislature will review those rules and regulations, and we as a body would have to feel confident that the people are treated fairly and the event will happen as meant to be. It is just a bill to ought not to authorize gambling, but to authorize the mayor's to come up with rules and regulations for what they feel is fair and justifiable and successful for our 75<sup>th</sup> annual Guam





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Liberation Day Parade. The events, and the festivals, and the festivities so this is our annual Liberation Day parade and it's the 75th anniversary. If we're thinking of something great to have for the 75th anniversary, this was a consideration put out there and that's for the reason of this this bill previously the games of chance, and the other games were removed, but maybe now we can relook at it and that's why this was introduced if it doesn't get any further, well at least it was introduced. If it passes, maybe it passes because that's the feelings now right it's really focused on what the liberation day and how exciting it can be but basically it all takes money, and appropriation of money to get this going, and possibly the other mayor's would wish to share how much money is really needed to get this fest festivities going good. Points brought across by our presenters so far and probably more good points to come out in addition as we move along. But what we're really looking at, is for the betterment of the other people to Guam if it's if it's not a big casinos, it's not big casinos, if it's just pay red pay red then it's just pay red pay red, but it's up to the mayor's to decide. That they're the ones that are going to tell us that and they're the ones that are going to figure out how best to go about that and I'm here to learn so Mr. Chair before I keep on rambling on here, there's probably some other mayor's that wish to speak so I appreciate everybody's time and I'm looking forward to hearing much more information to share please Thank You Mr. Chairman.

**SENATOR JOSE "PEDO" TERLAJE:** Is Art Chan?

**MR. ART CHAN:** Yes my dear senator, and I wasn't gonna say anything but in addition to what our colleagues there's mentioned, I am the President of the Shrine Guam's Shrine Club and we take care of sending our kids who are seen by the doctors that come here twice a year as a matter of fact, next week we will have doctors coming from the Honolulu Shriners Hospital for Children to look. I mean - they're here to examine almost 200 children that are afflicted with orthopedic problems, and we get our funding through games of chance, bingo as a matter of fact is one of them in the past year or since last June,, we've been told that we won't be given any license until we meet the requirements of the Department of Revenue and Taxation in not using machines for bingo but like our colleague there Nick mentioned but because without the use of the bingo





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machines. A lot of our Manamkos, and I consider myself one of them being 71 years old I've been here 49 years of my life I've been here, and I've seen how helpless some sometimes people with are. Who don't have the resources, can't go to places within their children needs, or can get attention that is in a professional basis so for 19 years now of my life, I've been trying to assist the Shriners and making sure that these kids that we see here by the doctors that come twice a year are sent over to Honolulu. I was just there last December 31<sup>st</sup>, and I see a hospital that is, I can't even say that we have hospitals that are comparable to that because they use digital equipment which are really the best, and that they that anybody could have. The kids get real professional help going there. You know we don't rely on money that the government gives even federal, but we make sure through our organization that we send at least 35 kids to Honolulu, and we need money, we need money to do that without the machines, we can't we can't send the kids it takes at least \$3,000 for a child and a parent to be sent to Honolulu for 35 kids that we send there every year, which a matter of fact I look at the chart and when you go to Honolulu, and I've seen that we've sent 2200 of our children there ever since they opened up. Some of those children are seen and treated for free, for free! Can you imagine that that's the kind of help that our organization does, and without those machines that Nick mentioned, it's kinda hard and difficult, and I know this is an affirmative hearing, but I hope that we can amend this bill to include the use of the machines thank you.

**SENATOR JOSE "PEDO" TERLAJE:** Thank you very much, Rick Cruz are you here Rick? Paul McDonald, and Dave Alvarez, or is that Dale Alvarez? Come on up pare Mayor Dale, Mayor Melissa, come up Angel Sablan, Jose, Nick, Alig or Joe Alig, the Mayor of Piti, right Mayor Teo Lujan, just come on up Rick go ahead.

**MR. RICK CRUZ:** Okay thank you for the opportunity Mr. Chairman, and good evening senators and thank you for affording me the opportunity to be here and express myself on this law, or rather bill 29-35. All that said previously with a gentleman that had preceded us is actually outlined on this bill on section 2 on the rules and regulations how much more specific can we address on what the standards are supposed to be set on, I cannot overemphasize what's been





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listed here on the which is on page 3 by the way I myself as Mr. Nick Francisco is the is also a representative from the Military Order of the Purple Heart and we for one support the issue of the mayors being in charge of the liberation day activity, and in support of that I have the utmost respect for their capabilities, skills, knowledge, and also their resources locally to make the Liberation Day a success, On the issue on the rules and regulations, I am particularly concerned as well as Mr. Nick and Mr. Art Chan on line 13 and that the gaming devices should be identified. What specifically gaming devices are would be authorized for the Liberation Day activity? All in all the bottom line is that in my concern as Mr. Nick and Mr. Chan they stated is about the bingo activity, and I know that senators you yourself have relatives, aunts, uncles, and maybe not you or maybe it's also concerns you of participating in the bingo activities. Myself I started being familiar with bingo activities with my mother, she's an advocate of bingo and just to reflect with some of your memories recall back my mother used to collect pennies just to mark the numbers, that is called but you know let's face it ladies and gentlemen. Senators, time has changed we agreed and we've seen it and with the time changes its technology makes it easier for everybody to communicate and to understand procedures and what's going on and in any way shape or form no matter what activity technology is involved in our everyday life, even to our sleep even to wake us up in the morning it's not the roosters or the hens cackling or roosting in the morning that wakes us up now is modern technology we have to face it and we at the same time we have to entertain the community. The game of bingo, we're entertaining the elderlies more so, and believe it or not there's a lot of middle-aged citizens play bingo, also so the bingo itself is a history in the island. Imagine your parents your grandparents collecting pennies just to go play bingo and they would get on you make sure that they have enough pennies so that they can go to bingo. With that the gambling issue on Guam revenue and tax is so hard on bingo activities, specifically the bingo machine minder but if revenue and tax had actually enforced what they think is law, and enforce a law that would actually bring in revenue we wouldn't be arguing about the bingo machine because they would have better things to do. Going out to the villages and taking a look at the gambling and individual homes think about it your relatives your aunt's your uncle's your





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brothers, sisters, cousins, and weekends especially I know bingo activities and private homes have been conducted from six o'clock. First off they have dinner getting ready for the overnight bingo activity, maybe even for a couple of days Friday night and Saturday night people do play illegal games. Why concentrate or why every big concern about a bingo minder machine with that also bingo activities pay taxes no doubt because I am the Chairperson for the MOPH bingo held at compadres mall. Our accountability of finances is a reportable to the revenue tax we even publish it on a daily newspaper, so our activity is contributing to the economy itself, maybe not as much as an unauthorized or illegal card playing activity in individual homes. My last input or I want to I want to post everybody is that there's only one set of law that cannot be broken, and only one man came up with that law, the solid cannot be changed. The reason why it cannot be changed because it's forged by one man, an almighty person his fortune stone, but what we're talking about here and what we're concerned about is a man-made law. Man-made law can be changed, and we all know that the only thing is that it has to be thought out, and it has to be agreed upon by the citizens. Just as you folks are sitting up there, and you're up there because the citizens have now put you there. The citizens believe in your ability, knowledge, and skill and their confidence in you to support us with our issues. What bothers us in the community that is a fruitful thought and I thank you for this opportunity of addressing you.

**SENATOR JOSE "PEDO" TERLAJE:** thank you Rick. Mayor Paul McDonald?

**MAYOR PAUL MCDONALD:** Okay so (English version: You called me first, so now I'll speak) I am mayor Paul McDonald. I was the president of the Mayors Council when we first took over the bingo. I don't know how many years ago was that, but you know I forgot were old men already . Anyways all jokes set-aside, please help these organizations that are sponsoring these bingo. Guys you can take that (Pari) and say "Hey revenue and tax allow them to go ahead and use the machines because we're losing revenue." You know in these organizations that are sponsoring these bingo are in need of help like the Shriners and Purple Heart, but in May were here for an informational meeting tonight and I'd like to inform everybody that since the mayor's Council of Guam took over liberation there has never been so transparent than we have



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made it transparent. All the organizations that have run the bingo since we took over have never had an audit or even records that we can look back to from any of the organizations and that's how proud we are as the mayors Council Guam. We have our audit report the last time that we were asked to come down here to testify on the bill that stopped the casino we weren't given time to get the audit report that we had the auditors working on and that was very unfair like I said they took the rock beneath our feet after all the work that we have done. It's a shame it's a shame what happened with the legislature and I'm here to testify on that and you know if they were to have given us time to get that audit we would have given it to them you know. They painted a black eye to the mayor's Council Guam and I felt really sad and that's why I came out and said if you guys want to take over then take over and they did and that the last two liberations. It is a shame, they've killed the carnival it's dead on an arrival like they said. So this is why we're coming back and we're saying that let's try and revive the carnival and the liberation festivities because there's a shame that is why we are here today because we were liberated and we were glad that we can celebrate. You know survivors are dying everyday survivors of liberation how shameful that we killed the carnival and then now and look at the parade. The parade, hardly anybody it was the parade that we had traditionally we had people lined up from where it started. Down in Asan all the way down to Paseo. Last year it started up to the district court that's when the crowd started and it was sporadic, it was sporadic it wasn't too crowded. The carnival, the governor came down, he was there for five minutes and he was just embarrassed. Two years in a row when we didn't have the games of chance. We need to revive the carnival at least just for liberation you know and I am not for the casino, but at least for the game of chance you know people want to gamble or go and play game of chance their kids go and ride the kiddie rides. You know last year we didn't have anybody, because you know what are the parents going to do, but going back to the transparency we do have and its required of us to come in and report whatever funds we generate or whoever is awarded the casino or any of the vendors that have put in for a bid and we do come out with our reports every year. From the time we have taken over liberation and you can go back to the archives





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and even ask if any of the organizations have reported or even kept the records of liberation. It is only the mayors Council of Guam that have that record and I guess where here information meeting you can ask anybody that has been involved with the carnival. You know that when you were there and proceeds or profits that we make we actually divided to the first ladies choice of organization or support or whoever they decide to sign the check to or provide whatever funds is needed.

**SENATOR JOSE "PEDO" TERLAJE:** The first lady gets 50 percent?

**MAYOR PAUL MCDONALD:** Yes, even the candidates last year normally we have an average of 9 to 10 candidates, last year we only had three. Three candidate's liberation candidate's it's embarrassing the shame. This year we hope to bring everybody and encourage not only the villages but organizations and government agencies to participate and come out with a candidate you know. But this is why we are very adamant and coming and trying to find a way to have everybody to participate and find an interest to invite people back. You give us five hundred thousand, what are we going to do with that pay people to come down. You know it's the interest that were looking at to invite people to come down not to just through games of chance, but it's like a domino effect. Even to the casino, go back to the casino you go into the casino when it was operating (puda man bachigu) people from off island foreigners the only table that you see in the casino that you see local is the pusoy that's all they play and they are senior citizens that have nothing to do. They're retired you don't see this young generations go in there. You know and okay those people that come in there that play on the card tables they have their kids outside riding the kiddie rides and then the vendors that come in to sale and you have one vendor maybe selling hamburgers and their kids are riding the kiddie rides. Another thing is before the casino was stopped, yes the number of vendors fell, but it fell from like 90 to 61 was the biggest that we had before the casino was closed 61 vendors. Then it fell down to like 20 after the casino would stop, so you can tell that you know it's like a domino effect. Again, it just has something to do with the interests, but going back to the bill it's not a perfect bill senator Moylan. It's almost perfect, but you know we don't care about the fiestas.



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The fiestas is dead, it's dead. The tradition that we used to have ten years ago because again that's another problem that we have with revenue and tax, the fire department and public health. It's very silly that Maria cannot come out and sell empanadas anymore because the requirements are too much. The manamko' want to come out and make \$30 and it takes them a \$150 to make \$30. It just doesn't make sense anymore, you know what I'm talking about right? So that's another issue that we can look into to bring back our tradition, you know but we can talk about that later. We're here for this bill lets just have it for the carnival and liberation time never mind about the fiestas, forget about that because of the time constraint that we have. We need to go on and move forward like everybody says, you know I'm only here to say we don't want to waste our time if there's nothing that's going to come up with our meetings tonight okay. Thank you for having us with this informational meeting and I'm here to answer any questions that you guys have.

**SENATOR JOSE "PEDO" TERLAJE:** I guess our good senator wants to ask you a question.

**SENATOR JOSE "PEDO" TERLAJE:** Thank you, Mr. Chair. Hafa Adai mayor McDonald I do have a question, so the intent is not to develop another casino what you are looking for is for us to define games of chance as the Beto Beto or the color game. Am I understanding, that right? The game of chance for us to define as the color game or Beto Beto? Traditional. Okay Thank You Mayor.

**SENATOR JOSE "PEDO" TERLAJE:** Mayor Alvarez your next in line, (Pari) I'm just following the sign who signed first. It doesn't matter to me.

**MAYOR MELISSA SAVARES:** Mr. Chair we'll go ahead and yield to our executive director.

**SENATOR JOSE "PEDO" TERLAJE:** Okay!

**MAYOR MELISSA SAVARES:** Because he does have reports to show today.

**SENATOR JOSE "PEDO" TERLAJE:** Okay!

**MAYOR MELISSA SAVARES:** This is information.

**SENATOR JOSE "PEDO" TERLAJE:** Alright!





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**EXECUTIVE DIRECTOR ANGEL SABLAN:** Good evening senators, I'm Angel Sablan, the Executive Director of the Mayor's Council of Guam. You know tonight this informational hearing, I've heard people up here and then the very first speaker mentioned some stuff that kind of tucked in my heart. As the director of the mayor's council, when I heard things about their irresponsible, inaudible, they don't know where the money is going, they can't account for the money. It really, these are mayors and vice mayors and I work for them and when you put them on that scale where you start your testimony with saying that the biggest problem that the people of the UOG studies says is this corruption and then putting us in that same category as this opening statement. It's just not right and I just wanted to say that. We go back to this to the bill, thank you senator Moylan for introducing the bill and thank you senator Nelson for drawing your bill. The Mayors Council of Guam has always been around, but they didn't take over the responsibilities of liberation until 2011, that's the year we asked that we take it over. This casino or you want to call it a casino or games of chance have been in existence since ever since. I remember back in 1985 when I was still with the Department of Corrections and bless her soul Lagrimas Aflague was the person in charge of the liberation festivities and she was for many, many years. We called it the casino then and every year after that. The only time it stopped was during the Governor Camacho Felix Camacho's time when he only allowed for the games of chance like the color game, over and under, big and small pay red. And then in 2011 when Governor Calvo was in he allowed us to go ahead and do more games. Now this casino name is a misnomer Mr. Leon Guerrero mentioned that casino means there's in the scale of Las Vegas just 501 games that are listed under casino, since ever since in Guam I can only count on my ten fingers 8 different games that are played in that building. Poker, baccarat, texas hold'em, dice, roulette monte super six. There are no slot machines there is no big electronic E games and we support, we don't want to call it a casino because it is not. If the people of Las Vegas come here and look at the kind of casino that we call a casino they are going to turn right around and go back to Vegas. We are responsible for the money that we obtained for liberation and the money that we get is not because it's going to the mayor's council the money we get is for the



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operations of the liberation festivities. We are not audited that's false, we've been audited since we took over the liberation festivities since 2011, 2012, 2013, 2014, the only two years 2015 and 2016 they were already working on the audit, 2017, 2018 we did not do the carnival. It was run by the governor's office in fact GVB was one of the people that ran it. So for someone to say that we are inauditable, we have been audited and our non-appropriate funds the money that goes to the Mayors Council of Guam from the liberation festivities have been audited every single year under the Mayor's Council of Guam and though we may have started out rough like Mr. Francisco said we would have already gotten by this time an A plus, because every year there was an improvement and every year the public auditor congratulated us. Because we were putting things in place to make sure that the funds that we do receive are transparent and people know where they're going. Donations someone said we don't give any money to anyone except Mayors Council, false. When that building in Barrigada Heights is completed for the foster children under the Regalo foundation. You can thank liberation and the Mayors Council of Guam because they donated close to a quarter of a million dollars for that facility from liberation. We didn't give anything last year or the year before because simply we didn't run it and I don't think that organization that ran it made any funds. We gave to GMH one year \$10,000 dollars, we gave to our memorial so that our mayors don't have to get out of your pocket or out of their budgets to operate the memorials, senators the only time we used the one red cent of government money for liberation since we ran it was last year when there was an appropriation of \$35,000 dollars for memorials, \$35,000 dollars is all the Mayors Council of Guam has ever used in government funds to operate the liberations since it was under us In 2011. We don't pay our taxes, false. The Mayors Council of Guam pays their taxes for liberation. The Paseo building someone mentioned it's sitting over there waiting for another opportunity for the casino to take over, that's not why it's still standing there. That building has actually been donated from the vendor to a non-profit organization called "Hoorah", to use it for our kids so that they can continue to be immerse in the Chamorro language. It's not there because there waiting for another opportunity. It's been given to an organization that can make use of it.





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To mention here tonight that we don't pay our debts, that we owe money since we took over liberation, I don't think anybody or anyone of you heard, or anyone come to you and say the liberation people owe me money. We have paid every single bill that has come out for liberation since we started but let me tell you this when we took over in 2011, we couldn't even get our power for liberation connected, "Why?" because the previous organization didn't pay their bill. We had to pay that bill plus make \$40,000 dollar deposit just to get power connected for liberation because they didn't trust that we were going to be able to pay them the utility bill because their experience was the other organizations always had an outstanding balance. So, I can sit here before you today and tell you no one has become a vendor, or a supplier, or a servicer for the liberation and Mayors Council of Guam is owed any money the players that come I wish you would have come, some of you probably did come to that building it's not majority of our people it's construction workers from China. The Filipinos that play the Monte the retirees is the people that work in the clubs that when they close at night come because they want some more activities and they want to spend all the tips that they got. We have a few Tan Maria and Tun Jose that come but you know why? It's because their only enjoyment in there twilight years to be able to do something. (english version : This is my money don't tell me how to spend my money, don't tell me how to spend my money.) after I've earned it all these years and who takes them to there? They are in walkers, they are in wheelchairs and they ask their sons and daughters to drive them there instead of them just sitting home and switching the remote control, old people yeah, they are playing in our bingos that we have in our senior centers. You come and visit them you try to take away their bingo in the senior center and they're going to dab you with their dabber. Someone mentioned that where is all the millions that have been coming in since they mayor's council took over the liberations festivities, we the only year that we saw over a million dollars come in concession fees was in 2013, in 2011 it was \$543 thousand dollars, in 2012 it was \$596 thousand dollars, in 2013 it was a million seventy nine thousand dollars, in 2014 it was \$615 thousand dollars give or take, fifteen and sixteen I can get you those numbers seventeen and eighteen those figures are not with us because like I



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said we didn't operate the carnival at that time. So the millions of dollars that they are saying that comes in and out even the millions of dollars that came in 2013 we spent a million two hundred and fifty four thousand five hundred and ten dollars to operate the carnival, why? because we had entertainment every night, we brought in an off island group, we had fireworks every weekend, fireworks are not cheap fifteen minutes is a hundred thousand dollars a pop, entertainment is not cheap sometimes I wonder why is it that GVB gives all kinds of money for entertainers to go everywhere and entertain for people that are not on Guam, but when we ask those very entertainers to come to our stage and perform for our people, money first money first yet after GVB has given them all this opportunity with our own funds they come back and they still want us to pay them. So yes, we pay them, and entertainment costs us about \$50,000 dollars in liberation. You know why we put up a stage in Tiyan? to save money and although we spent \$20,000 dollars to put that up it's much less than the \$30,000, we pay every year just to rent a canopy and a wooden stage. Those building you see up in Tiyan are now like skeletons we paid for those and we paved the walk ways, but the reason why we started taking things apart in Tiyan is because there is no power there anymore so people at night come and take advantage of the dark they steal one butler tin here, two screws there pretty soon the whole roll-up door is gone so of them stealing it we took it. We gave it to some of our mayors so they can make use of it. The reason why we left the skeleton there is because Barrigada mayor Jun is gonna use it, that's her facility now that's her jurisdiction now she's going to make a market there, flea market and a swap meet. She can explain to you because she is whispering in my ear. So Yes I know senator Tina I know that you say the people of Guam have spoken for five times have voted no casino but the last time I checked none of those referendums ever said include the liberation games of chance in fact the last one that I saw on the referendum was on January 5<sup>th</sup> 2008 and that was for slot machines. If the people of Guam said no then in 2008, we are now in 2019 and I still see slot machines. I guess the court is going to decide whether we can call them slot machines or not but if the people of Guam voted no casino, no gambling, then we must be blind we must be blind because as we speak there's no less than five bingo parlors





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operating thousands of dollars and you heard some of them here today and their cause is very good. They're helping our people, our kids, the sick, the less fortunate. There's cockfighting still in fact, there's a federal ban and what do we do oh no we can't include Guam in that. Some of our own senators are going to try to make sure that ban doesn't apply to Guam. You know the ironic thing is, we've got the cockfight and we've got the bingo and that's great because at least they're paying taxes and they're putting into the limited gaming fund of which the mayors Council of Guam benefits 1/3, Parks and Rec benefits 1/3 and I believe the hospital benefits 1/3. Were benefitting but as we speak and like Mr. Cruz said you walk, go around the island and there's game homes, game houses that are operating. What benefits do the people of Guam get from that yet we know it's happening, but do you have the goal to have them shut down or legalize it so that at least the government can make some money from them and we can get more money and there's a limited gaming fund just because we stopped liberation, stopped poker, stopped Texas hold em there doesn't mean it stopped. It's happening so this bill senator Moylan you want us to put together the rules and regulations, I'm the first to admit I'm no expert in casino type games, I go into the casino when it was there a tiyan and I don't know how they play texas hold'em. I don't know what happens on that little dice, I can't understand but they sit there and watch. It's not my job to sit there and watch to make sure everything is okay, but when they say what about the money that the winners get or the losers and how much money you know that's why we a department of revenue and taxation because they're the ones that are supposed to come into those places and regulate it. It's not the mayors Council of Guam responsibility. Yes, we issue the forms when they do their winnings one of the things we want to put in this regulation is that a person and employee under the compliance branch of Revenue Taxation must be present all the time that operation is open and we'll make it such that the person of the operator of that game pays for the salary of that person from Revenue and Tax to be there so it doesn't come out of the pocket of the Government of Guam. Security you know years before remembering when GPD were the ones going around and guarding the liberation since we took over, we've never used Guam Police Department as security. Why?



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because we know they're needed more out in our villages on our streets than to be watching a little 6,000 square foot building on who walks in and who walks out and hoping to see if they come out with bags of money with millions of dollars. It's never happened and never will but we've never used GPD instead we required the vendor to make sure you have 24-hour security and you know what GPD benefitted from that because the off-duty police officers were the ones that were hired to come in and work. They were already trained and on the outside where we have the little win every time and ring toss and this, we hired our own security contributed to our economy and hire a security agency to come there and be the ones to watch the liberation. So maybe doing but like I said I get taken back when people mentioned, and we hear it on the radio all the time, but I don't want to call in because my blood pressure is already high. I do not need to call in and have a pissing match with somebody on the radio. The facts are the facts and here they are audit after audit after audit if you don't understand what your reading there and some people don't oh because Commissions \$300,000 and paid in commissions all that must have gone to Angel Sablan. Commissions are what they paid out the raffle winners, commissions are what they gave the Queen candidates as part of their share. I didn't take an oath here, but I can tell you that none of these 26 members of the mayors Council of Guam including myself have ever been paid out of any liberation money. We do this out of the goodness of our hearts. We do this because our people deserve it. We feel bad what happened last year and the year before. The governor thought that he could make it revive again, after all he's the governor. He used his very people to do it. Oh yeah, the opening day was grand after that what happened the only time you saw people was Wednesday night market and if it wasn't for Wednesday market there be no market at all. So we're not here because the mayor's want to make money because we won't make money we here because we just want to put something together the 75th year of our celebration for our people we ask you to to think out of the box we're asking to legalize casino which is asking for this celebration 60 days or whatever it may be allow the people of Guam let's use other people's money why don't we have to use government money Sara Talena I appreciate the \$500,000 but Mr. Mark Mendiola just walked





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out there and said angel that five hundred thousand can better be used to GDOE I cannot say no, I cannot say no it's better used for us in our liberation and where we're gonna get the \$500,000 our budget was cut from last year to this year you cut our grass cutting money you cut our operations money you cut our programs money and even further this year if there's no money put into the territorial education facilities fund they're gonna cut our grass cutting money even more so when you say that who appropriate five hundred thousand dollars to the Mayor's Council are gone for liberation thank you, but no thank you there's got to be some other way to get money then what's already there that we know everybody wants to get it. How can liberation be more important than fixing Simon Sanchez High School how can liberation be more important than hiring more police officers and corrections officers and fire personnel how can liberation be more important than fixing our roads. If we have an abundance of it fine then we'll take it, but as I am sitting here I know that there is not an abundance and there is no money because there is money we wouldn't get less and less and less every year so I'm just asking if we can just think of out of the box and give us an opportunity to be able to let the thing pay for itself instead of using government money let it pay for itself and what is so wrong with that we talk about social ills us is gonna be the start of social ills there's all kinds of social ills now even without gambling at liberation, but of course I'm not saying that because it's a reason to go ahead and allow it I'm just saying that if we don't do it it's still gonna happen if we do it, it may happen but we can't we all agree to find some way to raise money without raising our taxes and without taking from education or taking from hospital or taking from some other needy Government Agency. If you want to regulate it regulate it to the hilt because we all agree with that we don't want it 24 hours either but at least give them an opportunity to make up some of their investment back even though we have the facilities open from 6 to 12 everybody's closed already at 9 o'clock (english version: there's nothing). Nobody wants to walk around anymore nothing to do they're tired of hearing the little thing that we plug to the microphone to have music because we cannot even afford a DJ and when we do afford a DJ they complain because I come with the same music every night so the bottom line is Senators. Yes, liberation is



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not going to be cheap it's going to cost like Senator Nelson appropriation it's going to cost around a half million dollars, but it's not a half million dollars that we want to take from our coffers it's a half million dollars that we know we can generate from people that want to participate in liberation we just can't do it by asking the little kiddie games to be the ones to pay for everything I can't get more than a thousand dollars from a vendor that operates the little coin toss or the little balloon dart because that won't pay for anything well maybe the color game can bring in \$10,000 a booth or the big and small can bring in \$25,000 a booth, but if it's all gonna be those little kiddie games we might as well go to Chuck-E-Cheese by the way I think there's gambling up there Chuck-E-Cheese. I mean when you put on all those little things and all those tickets come out and you take it and you go over there and you claim your price. What is that? We teach our kids young. So I love all of you and please don't be offended by anything I said I just I just want to and we all want to find a way your side our side everybody we just want to find a way to be able to compromise and do something and this may be a start it may not be a perfect bill but to do rules and regulations were willing to do it and in fact I don't want it just to be the Mayors Council of Guam to come up with these rules and regulations. Let's have somebody from the AG's office to be a member of that committee that's gonna come up with the rules and regulations let's have Mr. Ken Leon Guerrero be a member of that committee that wants to come up with rules and regulations let's have Revenue and Tax be a member this way we've got all our everything covered everybody that has an interest let's have somebody from the OPA a part of that committee we're not afraid of being audited we're not afraid of being transparent we're not afraid of being regulated in fact we want all of those things in those rules and regulations, but just don't tell us no it can not be done it can be done other places have done it why do we let our people fly pay \$400 to fly how many miles up north to give their money to them over there when we need it here why do we have to fly to the Philippines to their casino or to Macau those are the real casinos but you know if you legalize this little card games that we have existing being done right now maybe we can get a share of that money I think I've spoken enough, but I think you seem my point is we can agree to disagree but let's have open minds





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and see how we can help our people help our celebration without costing our government any more money. Thank you so much.

**SENATOR JOSE "PEDO" TERLAJE:** Thank you, Angel. Go ahead, Senator Nelson.

**SENATOR TELENA NELSON:** Thank You, Mr. Chair, Mr. Sablan. Thank you very much.

I love you too, but I just wanted to share something with you the fight was never against the Mayor's that's not what intended it to be I specifically asked who ran the casino and that was the historic liberation society and then I asked who are the members of the historic liberation society I could not get a straight answer then because of the events that started to unfold it was the mayors that not I'm not I'm just recalling these events okay I'm not putting blame or anything it was the mayors that were upset because the casino was I was fighting against the casino so it was never against the mayors it was against the casino itself and I've said it many, many times this is not something personal I respect all of our mayor's majority of you are our (english version: Elderly) so that is not the case.

**ANGEL SABLAN:** No I never took it as you against us.

**SENATOR TELENA NELSON:** Okay, I'm glad.

**ANGEL SABLAN:** What made us upset Senator is because we already started the process we already accepted the money the governor already signed the proclamation we could have been, we could have, they could have turned around and sued for every penny we got because we didn't fulfil their contract luckily they did not do that but that's where the upsetting came in is that you came in to our conference room and spoke to the mayors.

**SENATOR TELENA NELSON:** I spoke to there was three or four of the mayors that were there.

**ANGEL SABLAN:** No, but when you made presentation to the mayor's a day before you left that presentation without even telling us that the next day you were introducing a bill to take



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away casino from we were kind of upset that we just saw you 24 hours ahead and you didn't mention anything.

**SENATOR TELENA NELSON:** Okay!

**ANGEL SABLAN:** And all of a sudden we saw it in the media and that's where mayor McDonalds upset that you took the rug under his suite and then this time again we've already started planning 75th liberation since January and now we're being told okay you want it to go to GVB I mean can you give us some advance notice that the things that you want to do instead of us doing all the work and then all of a sudden poof no more.

**SENATOR TELENA NELSON:** But that's my point is this bill was introduced without any knowledge without any knowledge of me knowing that this bill was going to be introduced in that swift manner and just because there are existing gaming or gambling going on that does not mean that we should introduce another gaming or gambling concession.

**ANGEL SABLAN:** No, it does!

**SENATOR TELENA NELSON:** Because everyone else is doing it does not mean that we should be doing it too just because there is social harms that exist does not mean that we should introduce other social harms and I just want to say that it was not intentional to offend anyone with that bill that I introduced it was a measure that I had to act fast to protect the will of the people and to understand that gambling is an addiction and there are statistics proving that and there's data showing that people's families are destroyed so I was not trying to to disrespect anyone in that sense I'm just and somebody saying.

**ANGEL SABLAN:** By the same token we're not trying to disrespect you by saying that you already had a bill promulgated into law to congratulate you and not here to tell you take your bill back or take your low back because we want to have it again that's not our point our point is we have to find something somehow to fund liberation and this is just that small window we're not asking for a year round we're not asking for 501 games we're just asking to be able to have somebody say hey I want to operate this here's I don't know four hundred five hundred





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thousand dollars depending on what their bids are that would certainly go a long ways towards making the 75th I mean the lieutenant governor is talking about having three stages and having off-island acts and stars and actors all coming how do we do that that's gonna require money I mean we want to fulfil their wishes but we all know and what we're trying to say is while we cut our own budget we're gonna go appropriate some more from we don't know where so that we can have the celebration that going to be in your own words a world class you then.

**SENATOR TELENA NELSON:** That GVB is intended as a tourism event this this is a 75th liberation.

**ANGEL SABLAN:** It should be world-class too.

**SENATOR TELENA NELSON:** Yes, that's exactly what it is that's exactly what I'm thinking.

**ANGEL SABLAN:** But Senator if you gave us 14 million dollars like they gave fest back anybody can have a world class event.

**SENATOR TELENA NELSON:** Absolutely Sir, and I'm still trying to see where all that money went.

**ANGEL SABLAN:** Yes!

**SENATOR TELENA NELSON:** And why we appropriated so much but I wasn't there at the time why but thank you Mr. Sablan. Thank you for you for hearing me out.

**ANGEL SABLAN:** I still love you.

**SENATOR TELENA NELSON:** (english version: I love you)

**SENATOR JOSE "PEDO" TERLAJE:** Okay the next speaker is Senator Amanda Shelton.

**SENATOR AMANDA SHELTON:** Thank You Mr. Chair and thank you Mr. Sablan and mayors and everyone who came out today I just wanted to ask I was glad to hear you talk about bringing other people to the table to help you produce these rules and regs and I wanted to know if you felt that the mayor's council did in fact have the resources or the manpower to produce the rules and regulations.

**ANGEL SABLAN:** We don't have the reason that's why we need outside expertise I mean we're short staff as it is and we would welcome experts from the outside to put this thing together.



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**SENATOR AMANDA SHELTON:** Okay!

**ANGEL SABLAN:** It's only right!

**SENATOR AMANDA SHELTON:** And then the bill doesn't provide for a timeline for you to submit it to the legislature but I'm sure you've discussed something amongst yourselves to give yourselves a timeline do you have one.

**ANGEL SABLAN:** Yeah, yesterday!

**SENATOR AMANDA SHELTON:** Okay!

**ANGEL SABLAN:** No really I mean it's coming up whether we do it today 21st is going to be here whether we like it or not and we already said that the the dates the festivities will start actually at the last week of May with the in conjunction with GVB with the Guam Micronesian Island Fair for one week and then June 3rd is actually the start of what we're going to call the liberation festivities for a whole month of June it's going to be celebrating the diversity of Guam where we're going to have all our ethnic residents and and different populations come out and show their culture their ethnicity their talent and in July of course we'll kick off with July 4th the military is actually looking at trying to combine their festivities with liberation so that there's no competition between the two you know the same vendors that go down to Polaris Point are the vendors that come from liberation so why move for that one day let the military come down to us were there already so we're already working on that too so and we're looking at ending the festivities by the end of July yeah but yes we want to we want to put this rules and regulations together as soon as we can so I mean even without it being stipulated now in this bill we're willing to ask the Governor or Lt. Governor our to appoint some members of your cabinet that are from Revenue and Tax and maybe asks the Public Auditor and they'll ask the office of the Attorney General to see if they can send some people are away.

**SENATOR AMANDA SHELTON:** Thank you!





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**SENATOR JOSE "PEDO" TERLAJE:** Thank you very much! You know we got like one, two, three, four more speakers can we forego because all the things that need to be said on this briefing maybe we'll absorb that already so if we can forego the and end this briefing.

**MAYOR MELISSA SAVARES:** Can I just say something?

**SENATOR JOSE "PEDO" TERLAJE:** Go ahead my favorite.

**MAYOR MELISSA SAVARES:** I'm Melissa Savares mayor of Dededo and president of the Mayor's Council thank you Mr. Chair and sponsor of this bill Senator Moylan thank you Senator Shelton and Senator Marsh Taitano for sticking it out here liberation is sixty days that's all it is and we close we open and close there's a certain time we're not overnighing we're not going 24/7 sixty days only and we end secondly is the money that comes in from the bids that's it that's all we get we don't get money generated by the vendors in the middle of the week or what we only collect the money from the bids and then the vendors go out and get their licenses the money that we get from those bids is what hooks up the utilities what cleans pays somebody to clean up the facilities every day Peggy Denny's digging through trash we have to buy those trash bags and help you know generate the five the the material that she needs do that with her team we pay for the truck of course trash removal the utilities the security all the needs that we have on the carnival grounds so after that you know it's up to the vendors they go get their their health certificate sanitary permits whatever permits business licenses they need and they pay their GRT but that money that comes in from all the bids is what helps us operate liberation thank you.

**SENATOR JOSE "PEDO" TERLAJE :** Thank you Mayor thank you everyone for your input and the committee would take your testimony under advisement and we thank everyone for their participation this community will continue to receive testimony 10 days after today via email as [senatorpedo@senatorjpterlaje.com](mailto:senatorpedo@senatorjpterlaje.com) and your testimony you can send your testimony to my office at Bridge Point Bldg. Suite 202 140 Aspinall Avenue this Information Briefing is adjourned the time now is 8:15pm.



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### III. FINDINGS & RECOMMENDATIONS

The committee finds the in the best interest of the public and the Mayors' Council of Guam, financial reporting requirements should be mandated in law. The Mayors' Council does not disagree and asks for the assistance of the Department of Revenue and Taxation as well as the Office of Public Accountability be included in the committee to tasked with drafting rules and regulations for the "Games of Chance" at the Liberation Festivities this year and prospectively in the future.

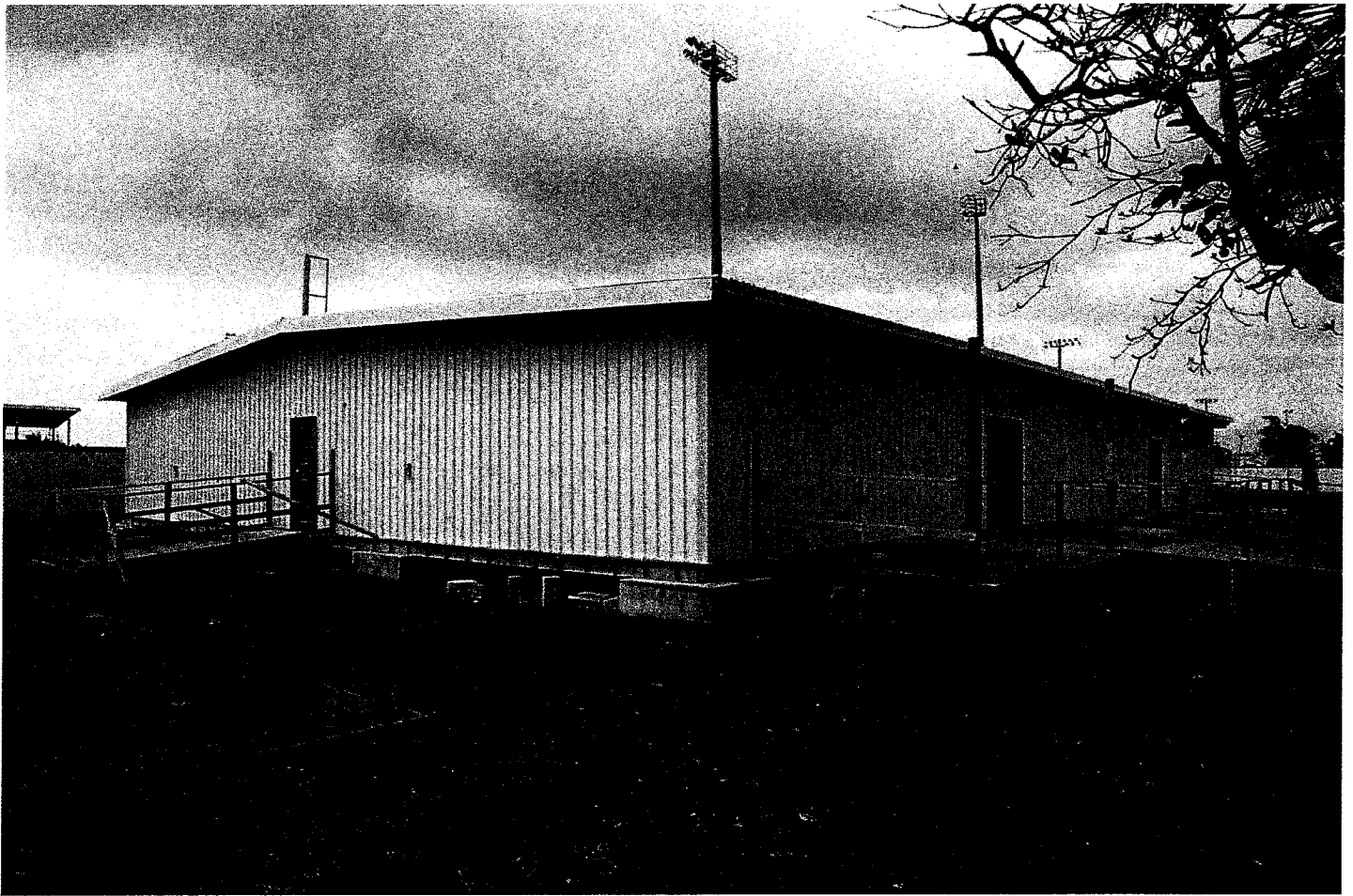


[https://www.postguam.com/forum/editorial/ag-archbishop-have-given-their-stance-on-gambling-others-should/article\\_34e347ac-3010-11e9-8e89-b31fe6907dd3.html](https://www.postguam.com/forum/editorial/ag-archbishop-have-given-their-stance-on-gambling-others-should/article_34e347ac-3010-11e9-8e89-b31fe6907dd3.html)

Editorial

## AG, archbishop have given their stance on gambling. Others should listen

The Guam Daily Post Feb 15, 2019 Updated Feb 15, 2019



**GAMBLING:** This building, which was built to house a pop-up casino at the Paseo de Susana but was unable to open because of a 2017 ban on gambling at fairs, remains at the public site in this Jan. 29 photo. David Castro/The Guam Daily Post

In recent days, our community has heard the loud voices of those who promote the re-legalization of the past practice of betting money at the annual Liberation Day carnival.

We've heard from among the most vocal that somehow this will make the carnival more lively – and financially viable.

Sen. Telenia Nelson, who had recently introduced legislation that would have removed the mayors' role from the carnival activities, has backed down in a way. She has withdrawn the measure – leaving the mayors as the authority and oversight of the Guam Island Fair Committee, including all Liberation Day festivities, although she still doesn't support gambling at the carnival.

While these recent developments have been a disappointment to many island residents who don't agree with the gambling activities openly practiced in various forms on Guam, there are still community leaders who haven't wavered in their stance.

### **Byrnes: 'A step in the right direction'**

Archbishop Michael Byrnes issued a statement Monday that, in addition to its support of the 2017 elimination of casino gambling at the Liberation Day carnival, the Archdiocese of Agaña strongly urges local authorities and the community in general to make "an honest examination of other forms of highly addictive gambling locally and their propensity to harm our people."

"Eliminating casino gaming from last year's Liberation carnival activities was a step in the right direction for a community which places great worth in things such as faith, family and culture," Byrnes stated. "However, more measures are needed to reverse a growing culture of recklessness and obsession in our island."

Gambling enterprises that entice patrons to spend their money into the late evening and early morning hours are especially harmful, the archbishop said. "Imagine the continuous loss of money that would otherwise be used to pay groceries, utilities and other basic goods for individuals and families," Byrnes stated.

Byrnes made special mention of Attorney General Leevin Camacho, who, the archbishop said, has made "efforts declaring gambling machines illegal on Guam and lament that they have continued to exist for many years."

### **AG position 'has not changed'**

"The position of the Office of the Attorney General has not changed in the decade-long question of whether gaming devices are legal or not. The office firmly maintains that gambling devices cannot and should not be licensed on Guam. We will continue to take whatever action is necessary to see that the law is upheld and gambling devices are not licensed," Camacho said recently.



The Supreme Court of Guam is expected to decide soon whether to allow the continued operation of gambling machines or to banish them from the island completely.

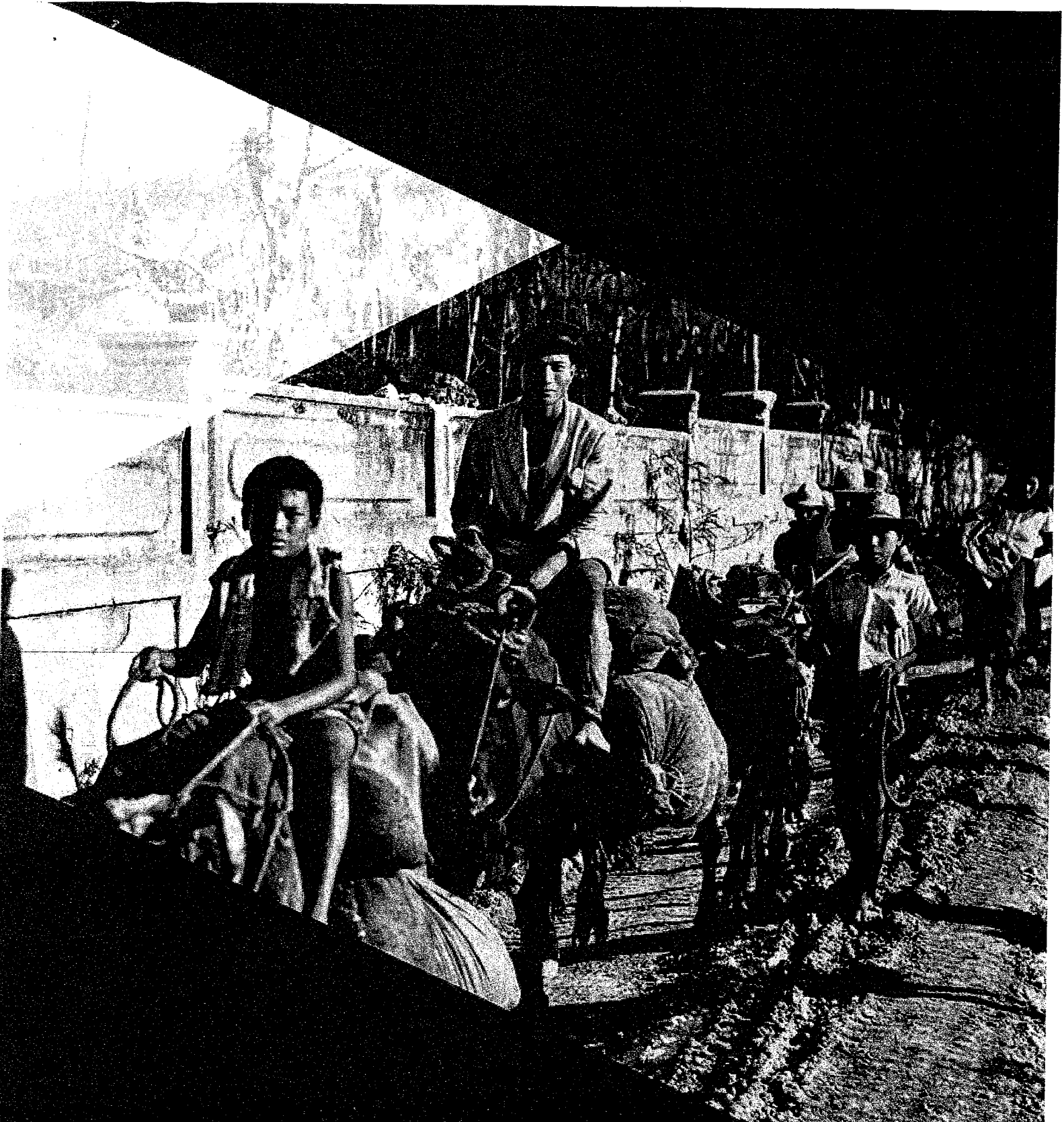
Byrnes said, "We pray for wisdom and good judgment to fill the justices."

Given that certain elected officials' actions have recently become soft on, if not supportive of, gambling, the community may have to look to other public figures to take a stand against this source of corrosion in homes and on our island.

"Highly addictive elements or pastimes in our community that endanger the livelihood of individuals and families do not only affect the persons directly gambling – they harm the entire community," Byrnes stated.

Archbishop Byrnes and Attorney General Camacho, thank you for speaking up.

We hope others in power will hear you and listen.



*Guam Liberation Historical Society*  
**ANNUAL REPORT**  
2013-2014





# AGUEDA IGLESIAS JOHNSTON

**A woman ahead of her time, the founder of Liberation Day, and a true patriot. What didn't she do?**

## TEACHER, COMMUNITY LEADER

Agueda Iglesias Johnston (1892-1977) was an educator, civic leader, patriot, and a woman of great internal strength and fortitude. Her commitment to Guam and its people earned her place in the history books not only as one of Guam's foremost educators, but as a great Guamanian leader. She also exhibited a loyalty to democracy and freedom that few could match during the 3.5 years of Japanese occupation on Guam.

Born on December 12, 1892 in Hagåtña, Guam, she was only six years old when Guam became a possession of the U.S. Her schooling started in Guam's public elementary schools. She then attended the United States Naval Government High School and eventually the Guam Normal School for Teachers. Johnston began teaching at the age of sixteen. In 1925, she became the principal of Guam's first junior high school, the Alifan Grammar School. After eleven years as principal she then became the first principal of George Washington Senior High School. She served as principal from 1936 until the outbreak of World War II. Two months after the occupation of the island, Japanese officials introduced and required Japanese culture and language be taught at UWHHS. Johnston was tasked with overseeing the new introduction of forced classes for students. After the liberation of the island, Agueda continued her position as principal of the High School. In 1946, she went on to become the Superintendent of Education, a position she held for seven years.

As a civic leader, Johnston served the community in many ways. She was a founding member of the Guam Women's Club. She was also a member of the Guam Board of Education, the Guam Chapter of the American Red Cross and the Guam Memorial Board of Trustees. She founded the Guam Girl Scouts and was instrumental in the elderly service organization, Servicio Para El Manantín (SPENAV). She was the president of the Guam Association of Retired Persons, and a founding member of the Guam Fine Arts and Historical Society. When the Guam Museum was founded in 1922, she assumed the responsibility of managing and caring for the collection of Chamorro cultural and historical artifacts. Indeed, throughout her adult life, she was active in studying and supporting the preservation of the Chamorro culture. Agueda, what didn't she do?

In 1914 at the age of nineteen, Johnston married her English teacher, Army Lieutenant William Gordon Johnston. Together they had seven children: Cynthia, Margaret, Herbert, Joseph, Maria, Thomas, and Elaine.



AGUEDA IGLESIAS JOHNSTON

When the Americans were forced to surrender to the Japanese, Johnston's husband William, was rounded up with approximately 750 other Americans and sent to Kofu, Japan, as prisoners of war. William Johnston never returned. He died in captivity, leaving Agueda to raise her seven children.

The war brought out a hidden strength in Johnston. She was a born civic leader, but now she was also a patriot. During the Japanese occupation, she helped raise the morale of the Chamorro people by passing on hidden information in soap bars about the progress of the war obtained from secret radios.

In fact, Johnston put herself in jeopardy when she provided food, clothing, and reading material to George Tweed, the US Navy radioman for whom the Japanese were aggressively hunting. Johnston was suspected of aiding Tweed. As a result, she, along with her daughter Cynthia, was taken to the police station where she was interrogated, beaten and whipped. She knew that several others had been tortured and some even killed for aiding the US Navy men, but she never revealed what she knew. She vowed that she would die before telling them anything. Eventually she was freed, but this was the time she learned of her husband's tragic death.

## ESTABLISHED LIBERATION DAY

After the war, Johnston convinced the US military leaders to support a celebration to commemorate the American liberation of the island from the Japanese. This celebration continues to this day as one of Guam's holidays - Liberation Day, which is celebrated on July 21st.

Although Johnston passed away on December 30, 1977, at the age of 85, her legacy as an educator, civic leader and patriot lives on.

Agueda Johnston was responsible for the Liberation Day celebration that has now gone on to include the carnival, and the many memories we celebrate during the month of Liberation.



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# Goals & Looking Ahead

## MEMORIAL INFORMATION, MAPPING AND EDUCATIONAL BROCHURES

**Manenggon Massacre & Concentration Camp Site**  
YLIG YONA

**Tinta/Faha Massacre Site**  
MERIZO

**Chaguñan Massacre Site, Mataguac**  
YIGO

**Fena Cave Massacre Site, Old Agat Cemetery**  
AGAT

**Sumay Memorial Site, Old Sumay Cemetery**  
NAVAL BASE

**Asan Bay Overlook Memorial, War in the Pacific NHP**  
ASAN BAY OVERLOOK

**Asan Landing Memorial, Asan Memorial Beach Park**  
ASAN

- Acquisition and/or Preservation of property where massacre and memorial sites are located throughout Guam.
- Placement of Plaques and Renovation and Refurbishment of all Memorial Sites to include public access.
- Document, Copy or Collect, Archive and Preserve the WWII photos, recordings, newspapers, documents, and material from the various Military Branch Museums, the National Archives, and U.S. National Park Service related to Guam's Liberation and the rebuilding effort.
- Sponsor and assist the Guam and Chamorro Educational Facility with the WWII Exhibit.

## SOCIETY PURPOSE

The Guam Liberation Historical Society is a dynamic organization that is a trusted resource for preserving our identity and World War II history. It is highly valued for its historical resources, educational material, service advocacy and leadership.

The Society collects, preserves, and tells the story of Guam's World War II past through exhibits, collections, historic sites, memorials, events, and educational programs. Using the power of history to transform lives, the Society preserves our past, shares our stories, stories and connects people with history.

**PRESERVING:** The Guam Liberation Historical Society preserves through its village mayors offices its collections, records and sites so future generations may learn from them. The Guam Liberation Historical Society also promotes its historical sites and works with history and heritage organizations on preservation projects.

**SHARING:** The Guam Liberation Historical Society shares its resources, collections, and knowledge of history with the public through its historical sites, programs, exhibits, memorials, and events. The Guam Liberation Historical Society encourages the public to share their knowledge, feedback, and experiences with the Society to improve its services for the community.

**CONNECTING:** The Society invites the public to explore Guam's World War II history through diverse exhibits, memorials, programs and events held during the Liberation Day Season. Through its preservation of its historic sites, the society connects the public to history where it happened.

## SOCIETY FOUNDING MEMBERS

Mr. Paul M. McDonald	Ms. Carol S. Layman
Mrs. Melissa A. S. Cruz	Mr. Ivan C. Diaz
Mr. Robert R.D. Hollander	Mr. Louise C. Divan
Mrs. Helen Aguirre	Mrs. Anne M. Mckinnon
Mr. Jorge P. Padilla	Mr. Joan A. Cruz

**Executive Director:** Th. Bill M. Hollander

**Administrative Assistant:** Debra A. Leon Guerrero



**ANGEL SABLAN**  
2013 Chairman of Festivities

## 2013 CHAIRMAN'S MESSAGE

For your work is the 2013 Chamorro Day Festival, a final report. We recognize and give thanks to all those who participated in the planning and implementation of the 2013 month-long festivities. From government agencies to private businesses, both large and small, the US military forces, corporate sponsors and the average citizens of Guam, we owe a tremendous debt of thanks for your continued support. It takes more than a village to have the Liberation carnival, parade and the many memorials that are now a part of Liberation Month. Our sincerest and most heartfelt tin Dagla'le Na Sa Yflos Mlase.

We would not have been as successful in our efforts if it were not for your many sacrifices, dedication and hard work. We look forward to continuing success and working together for years to come.

*[With Gratitude]*

**ANGEL SABLAN**  
2013 Chairman of Festivities



**ROBERT HOFMANN**  
2014 Chairman of Festivities

## 2014 CHAIRMAN'S MESSAGE

Each Liberation Day, celebrated on July 21st, our island community focuses its attention to mark this historic event and remember and honor the courage and sacrifice of those who died so that we might have the many freedoms that we enjoy today.

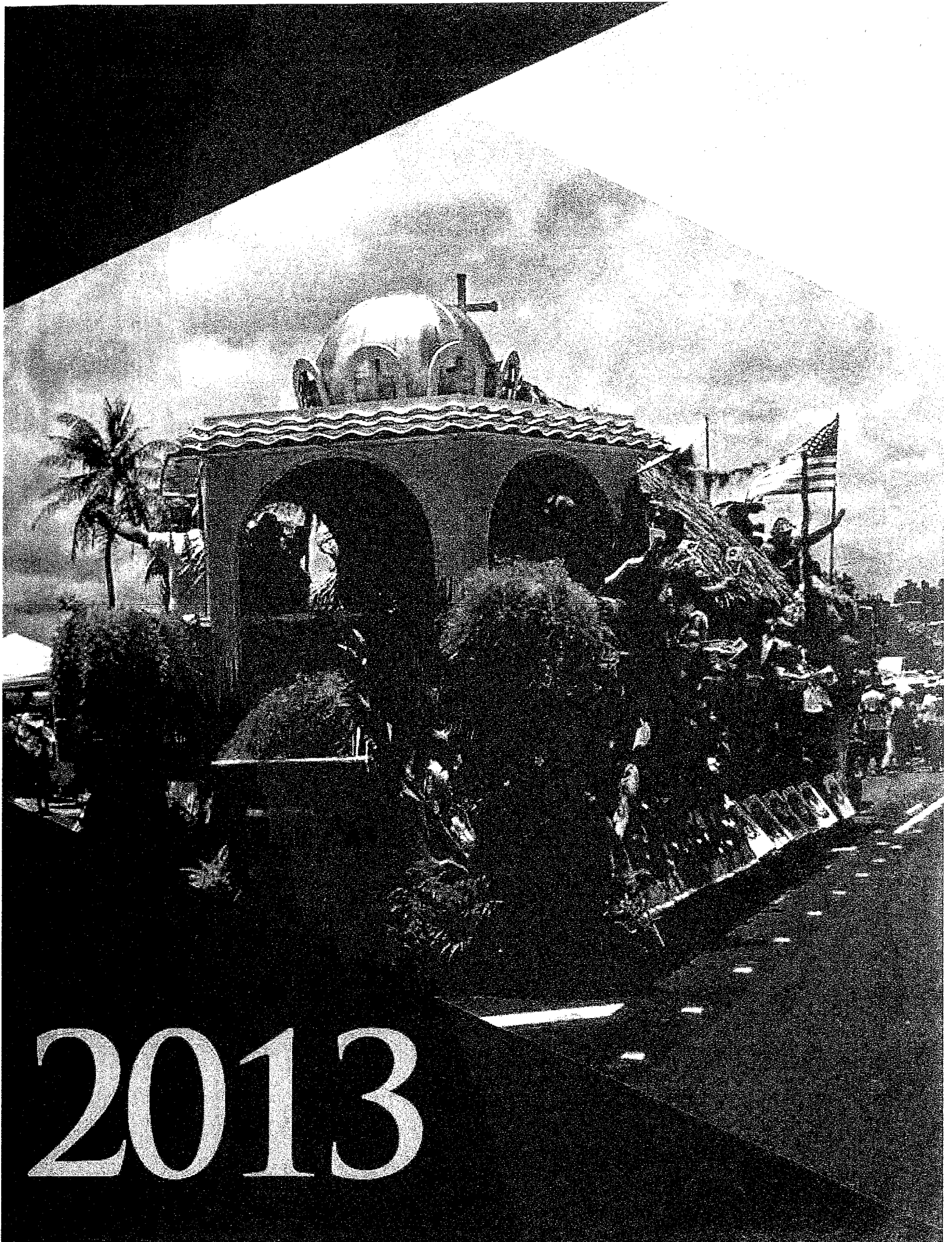
This Platinum Celebration's theme of "Generations of Service & Sacrifice" (Chamorro Translation: Meggai Na Hinmision Sa Bision Yon Sakrifisia) honors the generations of families who have answered the call to military service and those who have given the best full measure of devotion to their nation. We also honor our military families who are left behind while their soldier, sailor, marine, and airman are away. We pay special tribute to those families that serve our country in the home front in their own unique way and the sacrifices they make.

We reflect my Guam has blossomed into a paradise that no one could have imagined 70 years ago. We stand in awe and admiration for those that have sacrificed to keep the spirit of the Chamorro alive. There is nothing we can say or do that will bring back our loved ones that we lost during the occupation of Guam. There is no ceremony that will ever completely do justice to their memories. There is no way we would be able to walk in their shoes, but as we celebrate Liberation Day, we gather as a people of all races and creeds to let the sacrifices of our occupation and their families know that they are not alone. As we reflect on where we came from 70 years ago, we offer our deepest gratitude to those whose service and sacrifice have made our peace and freedom possible.

This day is bright with the memory of those who declared that life and liberty are your gift to every human being. We pray that the good Lord help us to continue a good work begun so long ago. To make our vision clear and our will strong that only in human solidarity will we find liberty, and justice only in the honor that belongs to every life on earth. Turn our hearts toward the family of nations to understand the ways of others, to offer friendship and to find safety only in the common good of all. Bless our wonderful island and help us to be good and do good; to live selflessly, remembering the example that the veterans/liberators and manamko both living and dead, laid down for us. God Bless Guam, God Bless You. Happy Liberation Day!

**ROBERT HOFMANN**  
2014 Chairman of Festivities





2013



# 69<sup>TH</sup> LIBERATION

## STORIES OF COURAGE AND FAITH

### THEME: STORIES OF COURAGE AND FAITH

(Hamparo Translation: Estorimo Aninmagan Hinangge Sila)

This year's theme honors the many brave and courageous acts of heroism, patriotism and sacrifice our liberators faced and our survivors endured and the belief and trust in a higher power to get through hard times.

### PARADE FLOAT/ENTRY WINNERS (2013)

#### Village Category

- 1st Place: Santa Rita
- 2nd Place: Inarajan
- 3rd Place: Asan/Mona

#### Government of Guam Category

- 1st: Guam International Airport Authority
- 2nd: Port Authority of Guam
- 3rd: Department of Land Management

#### Civic/Community/Non-Profit Category

- 1st: Mr. CG-Simanan MP
- 2nd: Archdiocese of Agaña
- 3rd: Junior Dance Group

Number of Parade Entries: 68

Carnival Location: Linao, Hagåtña

Number of Carnival Floats: 77

Carnival Operation:

May 20, 2013 to July 28, 2013

#### Special Events:

Interpol Truck Donation, Tribal Theater Concert, PBS Character Meet and Greet, Town of Summerville of Okla. Commercial High School of Korea Concert, Parker School Concert, Balin 9 Concert

#### Visiting Liberator:

At: Mallison Hwy, CGAP

#### Top 3 Winners:

- 1st: (PR) Jo Rallo G. Gawan
- 2nd: (PR) Jo Gecorcial Tolutiao
- 3rd: (PR) Gilman P. Sison/San Charles
- 3rd: (PR) Plan Perez





**EALANI LOBATON**

## 2013 LIBERATION QUEEN *Of Santa Rita* **EALANI LOBATON**

The beautiful Ealani Lobaton is the daughter of Melissa & Andre Lobaton of Santa Rita. She is a graduate of Notre Dame High School and is currently a nursing major. She volunteers her time at the Queen Memorial Hospital's Chapel of Services and partakes in numerous 5Ks and casual cleanups. In her spare time, she enjoys taking photographs and exercising. Her favorite places are Oahu and the beautiful scenic beaches.



### ROYAL PRINCESS

## ROCHELLE PAULINO

*Maunaloa*

This lovely 21-year-old is the daughter of Rachel Garcia Paulino and Jamie D'S Paulino of Maunaloa. She is a graduate of Southern High School. She enjoys arts and crafts and is an avid reader of mystery and island novels. She

is currently attending Guam Community College. She was sponsored by the INABAJO'S MAYOR'S OFFICE.



### PRINCESS

## CIERRA RAPHAEL

*Pago*

Blacksmith Cierra Raphael is the daughter of Anthony and Cierra Raphael of Pago. She is a graduate of Santa Rita High School and is currently a nursing major. She enjoys participating in various sports and is an avid reader of mystery and island novels. She

is currently attending Guam Community College. She was sponsored by the YAGO MAYOR'S OFFICE.



### PRINCESS

## RICHONNE VENESIA LUZANTA

*Agaña*

This lovely 20-year-old is the daughter of Veronica Luzanta and Richard Luzanta of Agaña. She is a graduate of Guam High School. She enjoys participating in various sports and is an avid reader of mystery and island novels. She

is currently attending the University of Guam. She was sponsored by the AGAÑA MAYOR'S OFFICE.



### PRINCESS

## GEMMA LYNN DATUIN

*Manila*

Gemma Lynn Datuin is the daughter of Gemma and Datuin of Manila. She is a graduate of Santa Rita High School and is currently a nursing major. She enjoys participating in various sports and is an avid reader of mystery and island novels. She

is currently attending the University of Guam. She was sponsored by the MANILA MAYOR'S OFFICE.



### PRINCESS

## SAMANTHA PEREZ TORRES

*Tamuning*

This beautiful 18-year-old is the daughter of Samantha Perez and Clayton Torres of Tamuning. She is a graduate of Santa Rita High School. She enjoys participating in various sports and is an avid reader of mystery and island novels. She

is currently attending the University of Guam. She was sponsored by the TAMUNING, TUMON, AND HAGON MAYOR'S OFFICE.



### PRINCESS

## VICTORIA DIAZ

*Maunaloa*

This lovely young lady is the daughter of Victoria and Diaz of Maunaloa. She is a graduate of Santa Rita High School and is currently a nursing major. She enjoys participating in various sports and is an avid reader of mystery and island novels. She

is currently attending the University of Guam. She was sponsored by the MAUNALO'A MAYOR'S OFFICE.



### PRINCESS

## ANNA MARIA BLAS FEGURGUR

*Agaña*

This beautiful 19-year-old is the daughter of Anna Maria Blas and Fegurgur of Agaña. She is a graduate of Santa Rita High School. She enjoys participating in various sports and is an avid reader of mystery and island novels. She

is currently attending the University of Guam. She was sponsored by the AGAÑA MAYOR'S OFFICE.



### PRINCESS

## KIMBERLY FAIRFIELD

*Pago*

This lovely young lady is the daughter of Kimberly and Fairfield of Pago. She is a graduate of Santa Rita High School and is currently a nursing major. She enjoys participating in various sports and is an avid reader of mystery and island novels. She

is currently attending the University of Guam. She was sponsored by the YAGO MAYOR'S OFFICE.



### PRINCESS

## REBECCA ASUNCION

*San Juan*

This beautiful 19-year-old is the daughter of Rebecca and Asuncion of San Juan. She is a graduate of Santa Rita High School. She enjoys participating in various sports and is an avid reader of mystery and island novels. She

# 2013 GRAND MARSHAL

June 26, 2013, Hagåtña, Guam – The Mayors' Council of Guam and the Guam Liberation Historical Society are pleased to announce the selection of this year's 69th Liberation Parade Grand Marshal.

Each year, a distinguished member of the island community is honored as the Liberation Parade Grand Marshal, a practice that has become a yearly tradition. The grand marshal typically is a survivor of World War II, one who exemplifies the year's theme, and is the embodiment of all people – young and old alike – who carry both struggle and perseverance with them.

Yago Vice Mayor Anthony Sanchez, chairperson of the Grand Marshal Selection Committee, shares, "This year the committee has chosen the theme – 'Stories of Courage and Faith' – it is a way of honoring those who have sacrificed an immense amount to bring us to a point of freedom, their heroism, and their bravery. It is a small way to pay respect to the countless men, women and children who endured a torturous passing. It also becomes a minute way to give homage as we reflect on the endurance, perseverance and faith embodied by those who survived such atrocities."

MCDC Executive Director and Overall Chairperson Angel Subban asserts, "Together with the Mayors and Vice Mayors of Guam and the Guam Liberation Historical Society, we are pleased to announce and honor Mayor Ignacio "Buck" Cruz as this year's Grand Marshal. Mayor Cruz is the epitome of the men, women and children who hold many stories of courage and faith – living through a defining period in Guam's history and is a part of Guam's greatest generation."

**GRAND MARSHAL:** Hon. Mayor/Commissioner - Ignacio "Buck" Cruz  
**VILLAGE:** Merizo  
**DOB:** 07/20/1927  
**NOMINATED BY:** Guam Liberation Historical Society

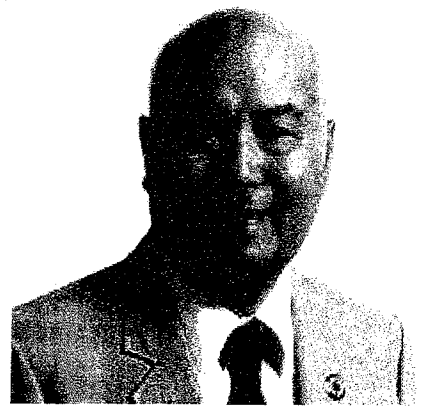
## BACKGROUND

THE HONORABLE IGNACIO "BUCK" CRUZ, THE MAYOR OF MERIZO.

The Honorable Ignacio "Buck" Cruz, is a municipal leader, the retired Mayor of Merizo, a former US Marine, and an educator. He is a native son who has unselfishly contributed years of valuable service to his home village of Merizo and the island of Guam.

The son of Ramon Parilla Cruz and Justa Santiago Cruz, Mayor Cruz is the youngest of six children. Born in the village of Merizo in 1927, Mayor Cruz had the experience of attending Japanese school during the island's occupation in World War II. He later attended the University of Guam where he majored in Psychology and Sociology. Prior to graduating with honors, Mayor Cruz was a model student who was listed in the Who's Who Among Students and Universities and Colleges in America.

Mayor Cruz worked as a teacher prior to enlisting in the United States Marine Corps in 1951. While in the Marine Corps, he enrolled in a number of professional military courses including the staff



IGNACIO "BUCK" CRUZ

Non-Commissioned Officer School and the Officers Basic Extension Course. Having been a Marine Corps Drill Instructor, Mayor Cruz also holds the distinction of attaining the rank of Master Gunnery Sergeant, the highest enlisted rank in the United States Marine Corps. As mayor of the village of Merizo, he also served as Chairman of the Merizo Municipal Planning Council, Foundation and as a Notary Public in and for the Territory of Guam. Mayor Cruz is a Knight of Columbus in the 1th Degree and, in the past, has served as a parochial school teacher. He has occupied leadership positions in a number of civic organizations. He served as president of the Guam Club of Women, the Guam Society of Norfolk, and the Hafa Adai Club of Okinawa. In addition, he chaired the Board of Directors for the Guam Senior Citizens Division and the Guam Environmental Protection Agency as well as the Merizo Elementary School PTA, the Merizo Water Festival and the Boy Scouts Troop Committee of Merizo. Mayor Cruz has also represented the island of Guam in national and international conferences. In 1985, he was the Guam representative to the United Nations Conference in Bangkok for the 3rd Asian and Pacific Ministerial Conference on Social Welfare and Social Development. In 1986, he represented Guam in the American Society on Aging 36th Anniversary Meeting in San Francisco and the Pacific Gerontological Society's Conference on Aging in Hawaii.

After years of distinguished and dedicated service, Mayor Cruz chose to step down and retire in 2000. His achievements and a given to the community have resulted in great benefit to the people of Merizo and to the island of Guam. He is a role model, a leader and a great representative of Guam.

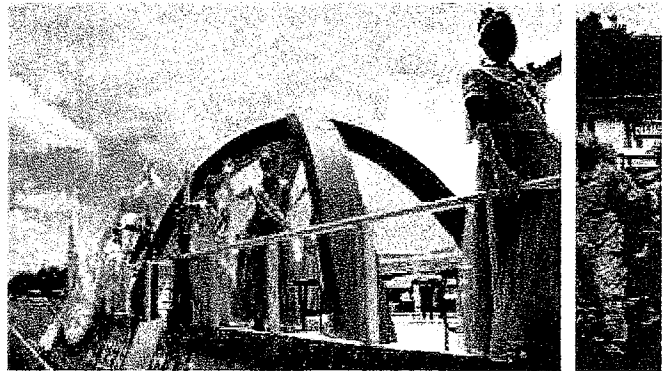
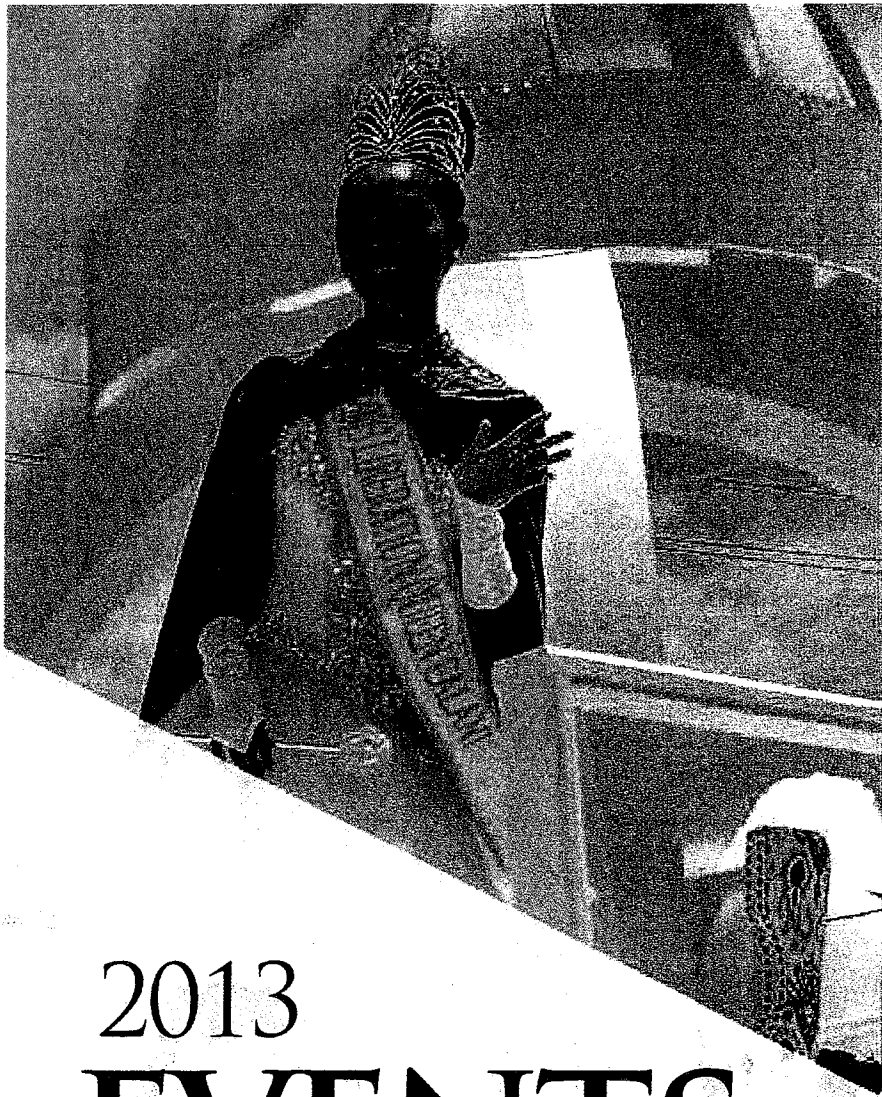
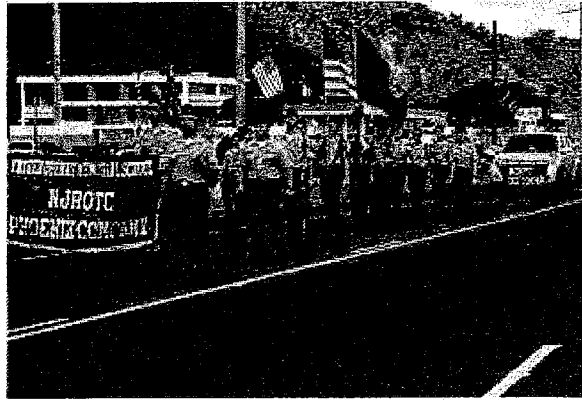
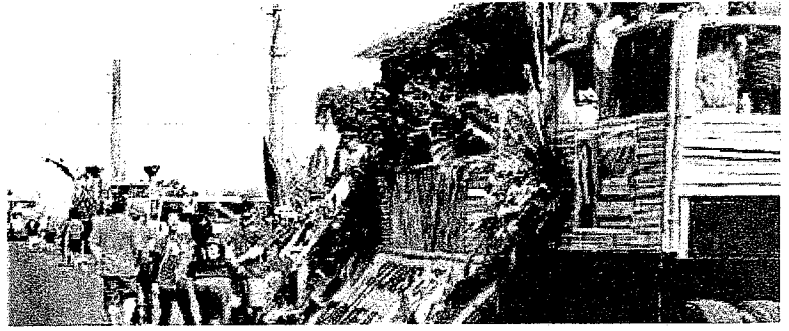
He has been happily married to his wife Maria for the last 60 years. Together they have one son, Steven and one daughter, Lolani. Mayor Cruz and his family also have 1 grandchild and 2 great grandchildren.

## FORMER OFFICE

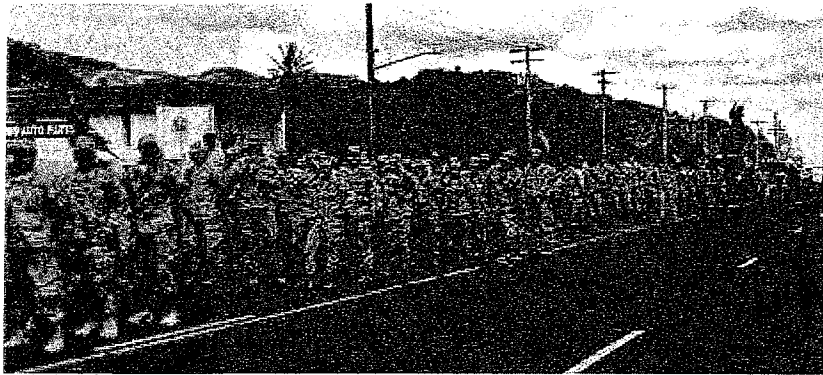
\* Ignacio "Buck" S. Cruz, Commissioner Mayor, 2001-2008

\* Ignacio "Buck" S. Cruz, Commissioner, 1979-1981

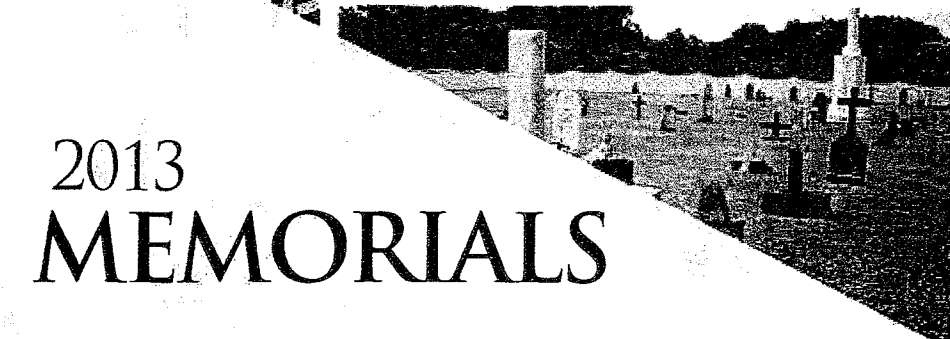
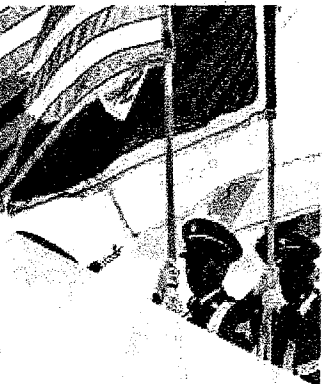




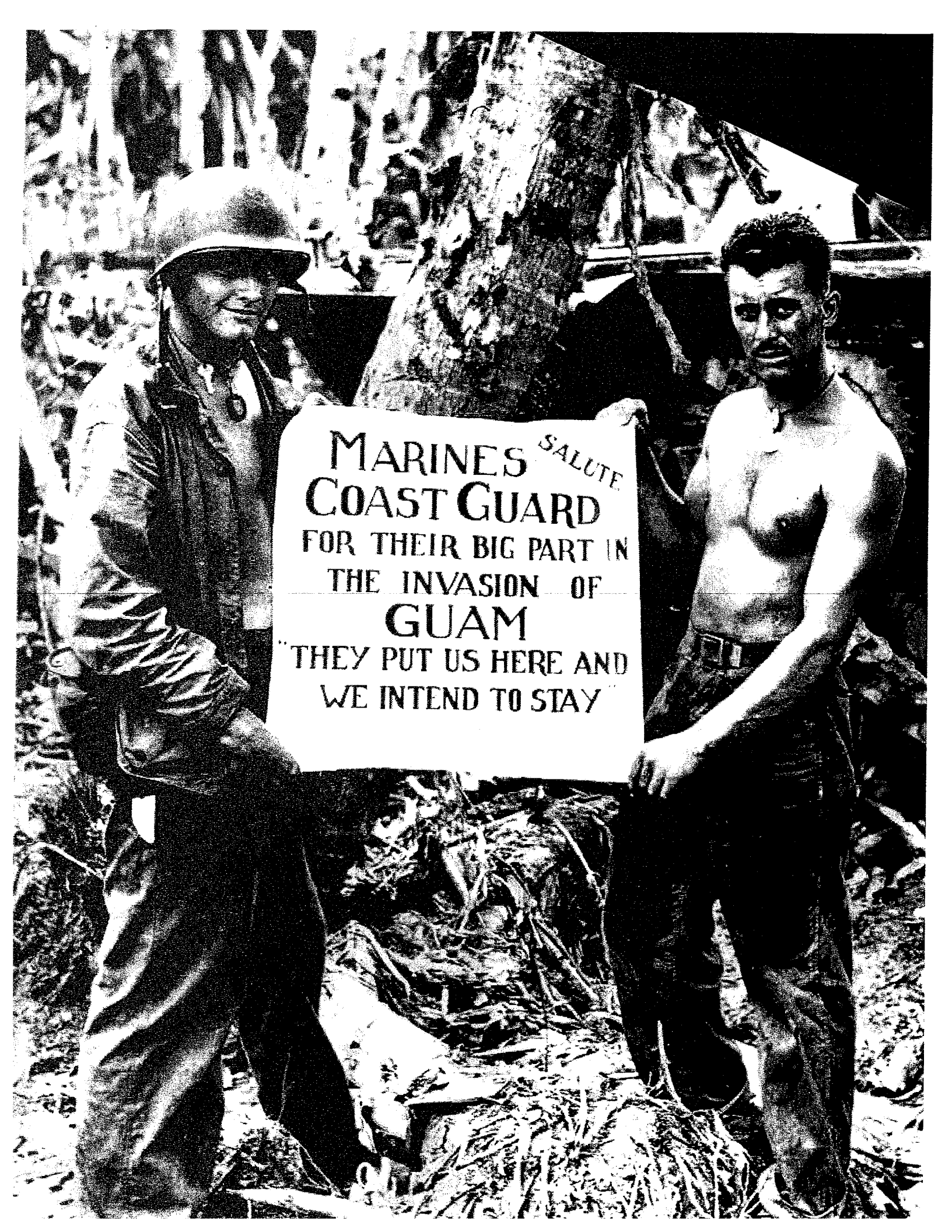
# 2013 EVENTS





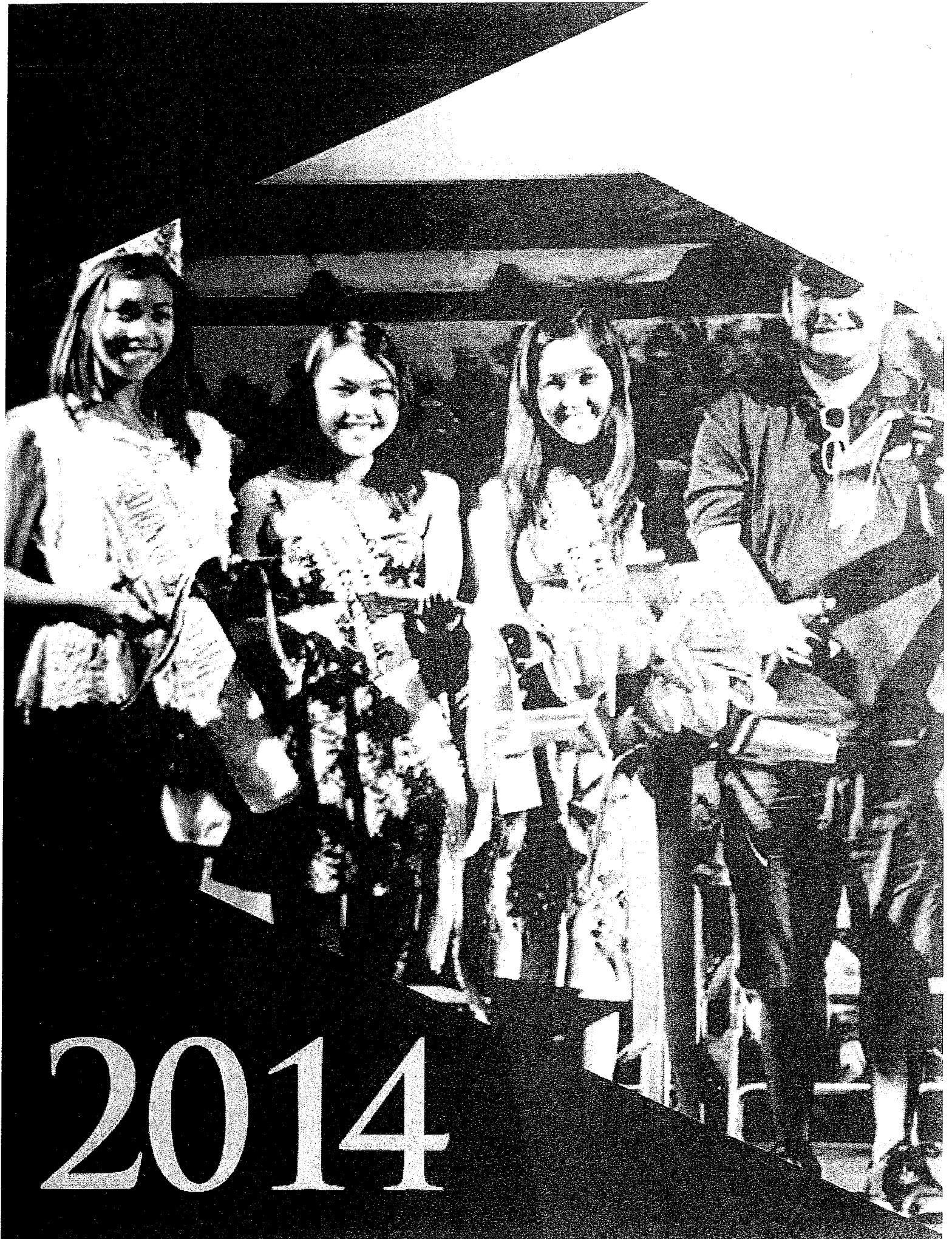


# 2013 MEMORIALS



**MARINES** *SALUTE*  
**COAST GUARD**  
FOR THEIR BIG PART IN  
THE INVASION OF  
**GUAM**  
"THEY PUT US HERE AND  
WE INTEND TO STAY"





2014

*Generations of Service and Sacrifice*



1944 - 2014

**Guam Liberation**

# 70<sup>TH</sup> LIBERATION

## A PLATINUM CELEBRATION

**THEME: GENERATIONS OF SERVICE & SACRIFICE**

*Umanoru Translution: Magsuag Ni Umanoru Sarbida Yu Sakrifisin*

This year's theme honors the generations of families who have answered the call to military service (i.e. grandfather to son to granddaughter - three generations) and those who have given the best full measure of devotion to their nation. We also honor our military families who are left behind while their soldier, sailor, marine, and airman are away. We pay special tribute to those families that serve our country in the home front in their own unique way and the sacrifices they make.

### PARADE FLOAT/ENTRY WINNERS (2014)

#### Village Category

1st Place: Santa Rita

2nd Place: Agat

3rd Place: Titiola

#### Government of Guam Category

1st: Department of Public Works

2nd: Port Authority of Guam

3rd: Guam Power Authority

#### Corporate/Community/Non-Profit Category

1st: Vietnam Veterans of America Chapter 698

2nd: LaFunda Inc.

3rd: Agana Heights Athletic Center (Naval Hospital Guam)

#### Business

1st: US Secure Solutions (Guam) Inc.

2nd: Mid Pacific Distribution

3rd: Guam Regional Medical City

Number of Parade Entries: 75

Parade Location: Pura, Durgada

Number of Parade Floats: 67

Parade Operation

May 17, 2014 to August 19, 2014

#### Special Events:

AK Battle of the Bands

Global Radio National High School Pop Dance

U.S. Marine Corps Band

#### Visiting Liberators:

Mr. Tom Spry Sr. USMC, H&S Company

3rd Amphibious Corps, 3rd Wave, Agate Casey Co.

Mr. Gerald A. Blanton, USMC, H&S Company

3rd Amphibious Corps, 3rd Wave, Agate Casey Co.

Mr. William Mays, USMC, Guam Point

Mr. Gene Bell, USMC, 3rd Marine Division

Mr. Alfred K. Newman, USMC, Code Talker Navajo

1st Battalion, 3rd Marine Division

Mr. William Toledo, USMC, Code Talker Navajo

3rd Marine Division, 2nd Regiment, 3rd Battalion

Mr. James Patchman, USMC, 3rd Marine Amphibious Corps

Signal Battalion, 1st Provisional Brigade

Mr. Robert Smith, USMC

#### Top 3 Winners:

\$15,000.00 Battle of the Bands

\$10,000.00 Tom Mazon

\$7,000.00 LaFunda Inc.

\$500.00 J. W. Lee





**BILLI-JO GUZMAN**

## 2014 LIBERATION QUEEN *Of Santa Rita* **BILLI-JO GUZMAN**

This lovely 18-year-old is the daughter of Trudi-In and Lupa Guzman-Malinos. Billi-Jo is a recent graduate of Southern High School. Her future goals are to graduate a degree in Fine Arts Photography and traveling the world. She is a member of the Sanctuary Youth Group- "Youth Enriching Sanctuary". Billi-Jo is sponsored by the SANTA RITA MAYOR'S OFFICE.



### ROYAL PRINCESS

## SAMANTHA SHAY MAZZEI

*Barro Colorado*

This lovely 19-year-old is the daughter of Thomas and Therese Mazzei. Her future goal is to receive a degree in education and to become a prominent educator for children. Samantha is sponsored by the BARRIO CADA MAYOR'S OFFICE and the BARRIO CADA MUNICIPAL PLANNING DEPT.



### PRINCESS

## REBEKAH THERESE NAUTIA DELGADO

*Mangrove*

This lovely 17-year-old is the daughter of Flavio and Patricia Delgado. Rebekah is currently enrolled with the Family Church of Christ and is a member of the church's Administrative Assistant. Her future goal is to graduate a degree in the Catholic Church and move forward. Rebekah is an active member of the church's Santa Teresa and volunteers her time in her church, youth group, and in the "Mangrove Mage". Rebekah is sponsored by the ATAMBAO MAYOR'S OFFICE.



### PRINCESS

## ANGELIKA CILEEN GOMBAR

*Agua*

This lovely 18-year-old is the daughter of Angel and Gombar Gombar. Angelika recently graduated from Alpha Christian Home School. She volunteers her time at the Hagatna Library and partakes in the Annual Carol Choir. Angelika is sponsored by VICTIMS ADVOCATE REACHING OUT (V.A.R.O.) and the CHALAN PAGO-ORDOT MAYOR'S OFFICE.



### PRINCESS

## ASIA NICOLE NEDEDOG

*Agua*

This lovely 19-year-old is the daughter of John Gublerog and Irene Nededog. Asia Nicole is currently enrolled in the University of the Pacific and is a member of the church's Holy Spirit. Her future goal is to graduate a degree in nursing and become a Registered Nurse. She is an active member of the church's Holy Spirit and volunteers her time in her church, youth group, and in the "Agua". Asia Nicole is sponsored by the AGUA MAYOR'S OFFICE.



### PRINCESS

## JAELEEN MARIF MESA

*Agua*

This lovely 17-year-old is the daughter of Alvin and Mary Mesa. Her future goal is to graduate a degree in Community College and to work towards a career in the field of Computer and Management and her future goal is to graduate a degree in the field of Computer and Management and to work towards a career in the field of Computer and Management. She is currently a member of the church's Holy Spirit and volunteers her time in her church, youth group, and in the "Agua". Jaeleen is sponsored by the AGUA MAYOR'S OFFICE.



### PRINCESS

## BRIANNA ROSE TENORIO

*Mangrove*

This lovely 17-year-old is the daughter of Brian and Rose Tenorio. Brianna is currently enrolled in the University of the Pacific and is a member of the church's Holy Spirit. Her future goal is to graduate a degree in nursing and become a Registered Nurse. She is an active member of the church's Holy Spirit and volunteers her time in her church, youth group, and in the "Mangrove Mage". Brianna is sponsored by the MANGROVE MAYOR'S OFFICE.



# 2014 GRAND MARSHAL

## GRAND MARSHAL

Hon. Mayor/Commissioner Jaime D.S. Paulino

## VILLAGE

Inarajan

## NOMINATED BY

Guam Liberation Historical Society



JAIME D.S. PAULINO

## BACKGROUND

The Honorable Jaime D.S. Paulino, Sr., 77-yrs-old, is a U.S. Navy Retiree and Vietnam Veteran. He is the son of the late Jesus D. Paulino who was an officer and member of the post-WW2 Guam Militia. Jaime enlisted in the U.S. Navy in 1956 and served on several ships and at various U.S. Naval Bases throughout the Pacific area to include a year-long tour in Vietnam before retiring as a Chief Petty Officer in 1976. Since his retirement Jaime has served the people of Guam in various jobs to include the Veteran's Administration Office at the University of Guam, the Suruhani's Office and as the Mayor of Inarajan. He is married to the former Asuncion Rabauta Jesus.

Jaime has four sons and a daughter-in-law who served or currently serves in the U.S. Armed Forces. Jaime Jr. and his wife Rachael served in the U.S. Army Reserve in the Military Police Corps with the 368th MP Company. Rachael retired as a Master Sergeant after serving over 20 years to include year long deployments to Hawaii and Japan in support of Operation Enduring Freedom. Glenn serves as a Lieutenant Colonel in the U.S. Army and is currently stationed at Fort George G. Meade in Maryland supporting the Department of Defense Global Information Systems. He has deployed multiple times to include the first Gulf War, Haiti and Iraq. Gerald served in the U.S. Army and deployed to Haiti and Kosovo in support of U.S. military operations in those regions. He left the service as a Captain and currently works as an Information Technology Auditor in Arizona. Joel served as a medical doctor in the U.S. Air Force with tours in Biloxi, Mississippi and Kadena, Okinawa. He left the military as a Major and currently lives and practices medicine at his clinic in Arizona. Jaime's grandson, Timothy Paul Unpingco Paulino, is the third-generation of the Jaime Paulino family serving in our nation's armed forces. Timothy is currently serving his first tour in the U.S. Army as a wheeled vehicle mechanic at Fort Polk, Louisiana. Timothy is also the grandson of the late Senator Tony Unpingco.

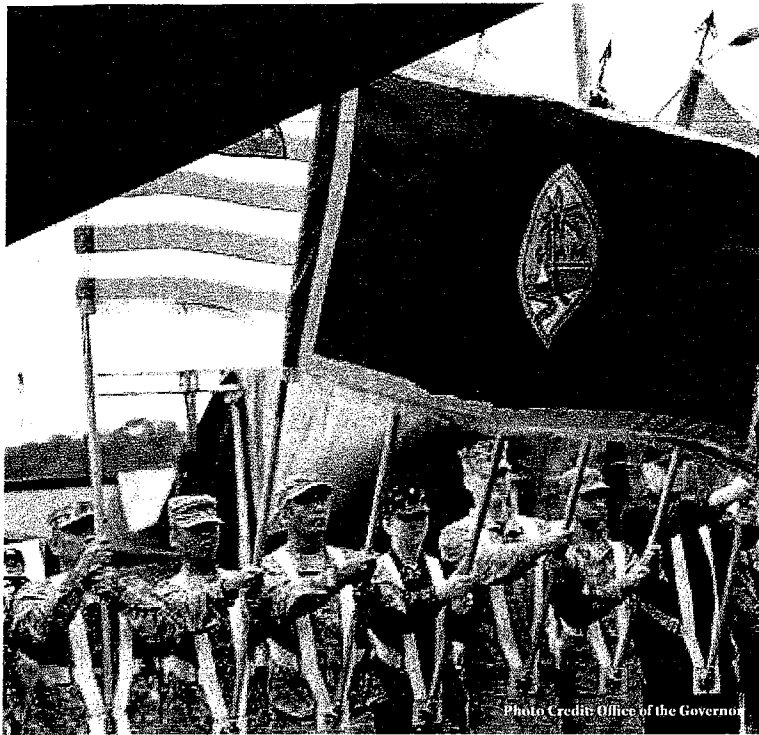


Photo Credit: Office of the Governor



Photo Credit: Office of the Governor

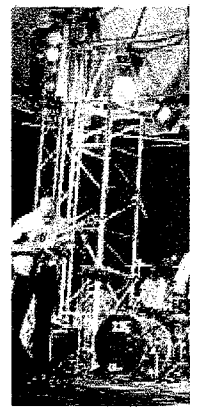


Photo Credit: Office of the Governor



Photo Credit: Office of the Governor



Photo Credit: Office of the Governor



Photo Credit: Office of the Governor

# 2014 EVENTS





Photo Credit: Office of the Governor



Photo Credit: Office of the Governor



Photo Credit: Office of the Governor



Photo Credit: Office of the Governor

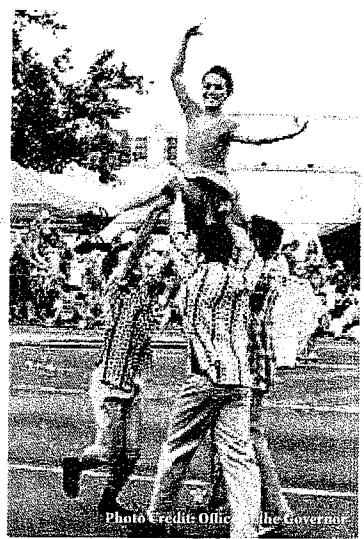
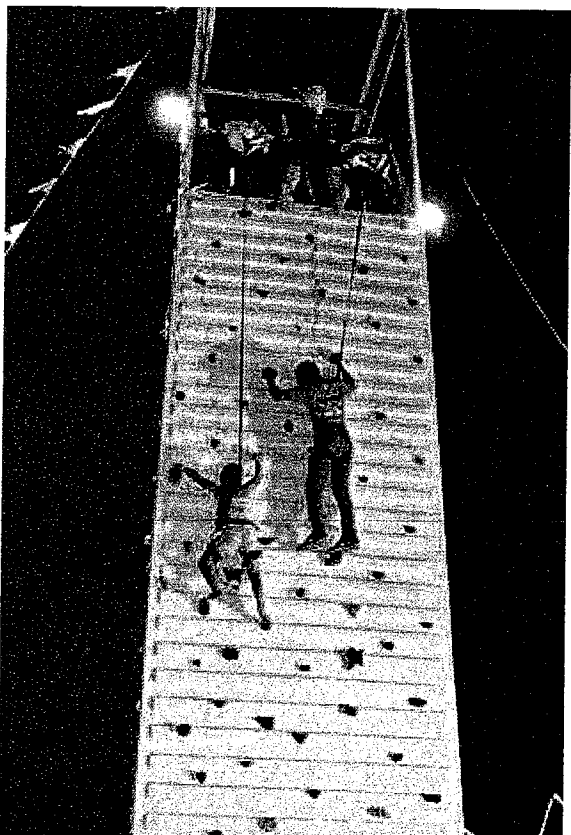


Photo Credit: Office of the Governor



Photo Credit: Office of the Governor



Photo Credit: Office of the Governor

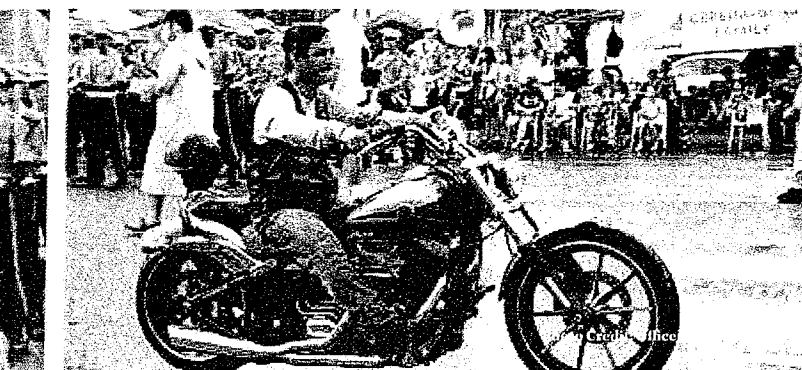


Photo Credit: Office of the Governor



# 2014 MEMORIALS



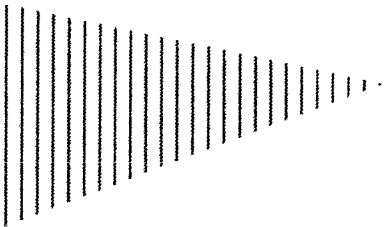
FINANCIALS



*Financial Statement*

**Guam Liberation Historical Society**  
(A Not-for-Profit Organization)

*Year ended December 31, 2013*  
*with Report of Independent Auditors*



Building a better  
working world

Guam Liberation Historical Society  
(A Not-for-Profit Organization)

Financial Statement

Year ended December 31, 2013

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---

Guam Liberation Historical Society  
(A Not-for-Profit Organization)

Statement of Cash receipts and Disbursements

Year ended December 31, 2013

Cash receipts:	
Concessions	\$ 1,079,151
Queen's raffle ticket sales	162,114
Sponsorships	43,982
Parade entry fees	<u>6,878</u>
Total cash receipts	<u>1,292,125</u>
Cash Disbursements:	
Carnival grounds preparation	405,437
Commissions	178,335
Donations	133,500
Utilities	81,390
Fireworks and light show	77,500
Travel and accommodation	62,311
Security services	56,662
Queen's coronation and floatation	55,201
Lavatory services	48,951
Advertising and promotions	41,821
Event sponsorships	37,366
Entertainment fees	34,238
Prizes	25,100
Food	10,448
Professional and legal fees	5,701
Bank charges	<u>549</u>
Total cash disbursements	<u>1,254,510</u>
Increase in cash	37,615
Cash at beginning of year	<u>---</u>
Cash at end of year	<u>\$ 37,615</u>

See accompanying notes.



Guam Liberation Historical Society  
(A Not-for-Profit Organization)

Notes to Financial Statement

Year ended December 31, 2013

**1. Organization and Summary of Significant Accounting Policies**

The Guam Liberation Historical Society (the Society), a not-for-profit association, was organized on March 11, 2013 in compliance with the laws of Guam.

The Society was appointed by the Mayors Council of Guam (MCOG) to administer the Guam Island Fair pursuant to Title 1, Section 1013 of the Guam Code Annotated (GCA). Guam Island Fair is the combined observance of Independence Day, July 4 and Liberation Day, July 21, into a month-long celebration with memorials, tributes, a parade and carnival, and the crowning of a Liberation Day Queen. These activities are sponsored, planned and arranged by the Society.

**Basis of Accounting**

The Society prepares its financial statement using the cash receipts and disbursements basis of accounting, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

Under that basis, the only asset recognized is cash, and no liabilities are recognized. All transactions are recognized as either cash receipts or disbursements, and noncash transactions are not recognized in the financial statement.

**Cash**

The Society considers cash to represent cash in a bank account. As of December 31, 2013, cash was maintained with a financial institution subject to depository insurance with the Federal Deposit Insurance Corporation.

**Subsequent Events**

The Society has evaluated subsequent events through December 30, 2015. It is also the date that the financial statement was available to be issued.

**2. Commissions**

Commission of \$116,000 was paid during the year ended December 31, 2013 to the MCOG pursuant to Title 1, Section 1013.1 of the GCA, which entitles the MCOG to 50% of the net proceeds from the Guam Island Fair Festivities.

Guam Liberation Historical Society  
(A Not-for-Profit Organization)

Notes to Financial Statement, continued

**2. Commissions, continued**

Liberation Day Queen candidates and sponsors were also paid commissions during the year ended December 31, 2013 amounting to \$62,335 based on a percentage of ticket sales as follows:

<u>Ticket Sales in Excess of \$1,000</u>	<u>Candidate's Share</u>	<u>Sponsor's Share</u>
\$1,001 to \$4,999	15%	15%
\$5,000 to \$9,999	20%	20%
\$10,000 and above	25%	25%

**3. Donations**

Donation of \$116,000 was paid during the year ended December 31, 2013 to a non-profit organization pursuant to Title 1, Section 1013.2 of the GCA, which provides that 50% of the net proceeds from Guam Island Fair Festivities be donated to a charity or worthy public cause.

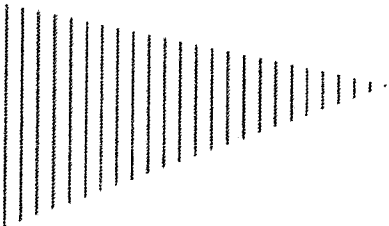
**4. Income Tax**

The Society applied for a tax-exempt status under Section 501(c)(3) of the Internal Revenue Code on February 4, 2015 and the approval is pending as of the date that the financial statement was available to be issued.

*Financial Statements*

**Guam Liberation Historical Society**  
(A Not-for-Profit Organization)

*Years ended December 31, 2014 and 2013  
with Report of Independent Auditors*



Building a better  
working world



Guam Liberation Historical Society  
(A Not-for-Profit Organization)

Financial Statements

Years ended December 31, 2014 and 2013

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Guam Liberation Historical Society  
(A Not-for-Profit Organization)

Statements of Cash receipts and Disbursements

	Year ended December 31,	
	<u>2014</u>	<u>2013</u>
Cash receipts:		
Concessions	\$615,587	\$1,079,151
Queen's raffle ticket sales	81,352	162,114
Sponsorships	37,000	43,982
Parade entry fees	<u>6,600</u>	<u>6,878</u>
Total cash receipts	<u>740,539</u>	<u>1,292,125</u>
Cash Disbursements:		
Carnival grounds preparation	301,485	405,437
Utilities	102,783	81,390
Fireworks and light show	60,000	77,500
Advertising and promotions	57,405	41,821
Security services	49,848	56,662
Queen's coronation and floatation	47,028	55,201
Donations	26,577	133,500
Prizes	26,500	25,100
Event sponsorships	25,681	37,366
Travel and accommodation	21,992	62,311
Entertainment fees	18,411	34,238
Professional and legal fees	8,640	5,701
Office expenses	7,402	---
Commissions	5,546	178,335
Lavatory services	4,282	48,951
Food	2,564	10,448
Bank charges	<u>100</u>	<u>549</u>
Total cash disbursements	<u>766,244</u>	<u>1,254,510</u>
(Decrease) increase in cash	( 25,705)	37,615
Cash at beginning of year	<u>37,615</u>	<u>---</u>
Cash at end of year	<u>\$ 11,910</u>	<u>\$ 37,615</u>

*See accompanying notes.*

Guam Liberation Historical Society  
(A Not-for-Profit Organization)

Notes to Financial Statements

Years ended December 31, 2014 and 2013

**1. Organization and Summary of Significant Accounting Policies**

The Guam Liberation Historical Society (the Society), a not-for-profit association, was organized on March 11, 2013 in compliance with the laws of Guam.

The Society was appointed by the Mayors Council of Guam (MCOG) to administer the Guam Island Fair pursuant to Title 1, Section 1013 of the Guam Code Annotated (GCA). Guam Island Fair is the combined observance of Independence Day, July 4 and Liberation Day, July 21, into a month-long celebration with memorials, tributes, a parade and carnival, and the crowning of a Liberation Day Queen. These activities are sponsored, planned and arranged by the Society.

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Under that basis, the only asset recognized is cash, and no liabilities are recognized. All transactions are recognized as either cash receipts or disbursements, and noncash transactions are not recognized in the financial statements.

**Cash**

The Society considers cash to represent cash in a bank account. As of December 31, 2014 and 2013, cash was maintained with a financial institution subject to depository insurance with the Federal Deposit Insurance Corporation.

**Subsequent Events**

The Society has evaluated subsequent events through December 30, 2015. It is also the date that the financial statements were available to be issued.



Guam Liberation Historical Society  
(A Not-for-Profit Organization)

Notes to Financial Statements, continued

**2. Commissions**

Commissions of \$0 and \$116,000 were paid during the years ended December 31, 2014 and 2013 to the MCOG pursuant to Title 1, Section 1013.1 of the GCA, which entitles the MCOG to 50% of the net proceeds from the Guam Island Fair Festivities. Liberation Day Queen candidates and sponsors were also paid commissions in 2014 and 2013 amounting to \$5,546 and \$62,335, respectively based on a percentage of ticket sales as follows:

2014

<u>Ticket Sales in Excess of \$1,500</u>	<u>Candidate's Share</u>	<u>Sponsor's Share</u>
\$1,501 to \$14,999	15%	15%
\$15,000 to \$29,000	20%	20%
\$30,000 and above	25%	25%

2013

<u>Ticket Sales in Excess of \$1,000</u>	<u>Candidate's Share</u>	<u>Sponsor's Share</u>
\$1,001 to \$4,999	15%	15%
\$5,000 to \$9,999	20%	20%
\$10,000 and above	25%	25%

**3. Donations**

Donations of \$0 and \$116,000 were paid in 2014 and 2013 to a non-profit organization pursuant to Title 1, Section 1013.2 of the GCA, which provides that 50% of the net proceeds from Guam Island Fair Festivities be donated to a charity or worthy public cause.

**4. Income Tax**

The Society applied for a tax-exempt status under Section 501(c)(3) of the Internal Revenue Code on February 4, 2015 and the approval is pending as of the date that the financial statements were available to be issued.



# SI YU'OS MA'ASE

69<sup>TH</sup> LIBERATION

The 69<sup>TH</sup> Liberation Festivities were sponsored in part through the generosity of:

## FREEDOM SPONSORS

The Station of K-AM, The Guam Visitor's Bureau, K'Omara, BOSS/OTA, "One Nation", Alcohol Free Campaign, GFA, LifeGuan, The Bank of Guam, Marianas Variety, The Pacific Island Club and The Mayor's Council of Guam.

## INDEPENDENCE SPONSORS

Sorenson Media Group, FISH, SPP, ZG and Uweh K. Kwit Spore, Atkins Kraft Toward Texas, Bank Pacific, Pines Brothers Inc., Hotel Santa Fe, and the Guam Power Authority.

## LIBERTY SPONSORS

Jones & Gutierrez Co., Inc., Bank of Hawaii, P.H.B., Ken Microscopic, Inc., GPS Secure Solutions, Coast 500, PBS Guam Channel 32, and AAHP's ProSound.

## SPECIAL THANKS:

Governor Eddie Baza Calvo and Lt. Governor Ray Tenorio, First Lady Christine Calvo, 69th Liberation Queen Lahan Lapan and Royal Court, their families & sponsors, 2013 Grand Marshal, Ret. Mayor Ignacio "Buck" Cruz, and the War Sacrifice tour Mamiakosi, Mr. William Marx visiting Liberator, The Military Representatives from the Marine Corps, Navy, Air Force, Coast Guard, Guam National Air & Army Guard.

Director Raymond Elias & Staff of the Department of Parks and Recreation, Office of Homeland Security Staff led by Ambassador Constantino & Rick Sanchez BAC, Team Members: Lt. Archelo Quintana, Guam Police Dept. CPT/CAPI Volunteers, GASA Airport Police, DPH Park Rangers, Mr. Alan Muna, Dept. of Public Works, Chief Mike Quintana & Officers, DPH QR Patrol Division & Patrols, Guam Fire Department's - EMT's, Department of Public Works' Staff and Management, Superior Court Probation (DOR, Initiative, DOR's S.O.B.E. Team, Department of Agriculture, Chamorro Village Staff and Management, Mr. Ed Van Nicholas, Director, Joseph Arturo Chirinos, the Office of Public Accountability, The National Park Service, Department of Justice, and the Guam Power Authority who helped to place Guam and U.S. flags on poles along the parade route.

Parade Chairperson Mayor Melvin Sacares and the District Mayor's Office Staff, assisted by Jesse Blay & Vincent Pangliman, from Mayors Office, Michael Cruz, Hagatña, Mayor's Office, John Peter Cruz, Linafan, Mayors

Office, Order Chahin Hugo Mayor Jesse Cogan, Our Parade float judges: Eliza Cruz, Francisco Agudo, Jennie Agnon, and Michael Camatacano, Coordinator Chairperson, Agaña Heights Mayor Paul McDonald, Route and Judges Chair, Sinajani Vice Mayor Rudy Inarte and staff, T.T.T. M.E.S. Chairperson Mayor Robert Hufmann and T.E.A.M. Sanjana, Governor's Chairperson Mayor Rudy Matamoros & Vice Mayor Anthony Sanchez and the Vice Mayor's Office Staff, Barrigada Vice Mayor Jessie Bautista & Staff, Miramichi Chairperson, Asian Micra Mayor Jeana Margaret Blay & staff and Unesco Committee Chairperson, Agat Mayor Gerald S. Tayaana and Barrigada Mayor John E. Blay.

The many private and family contributions to the masses, costumes, site visits and memorials of Manenggon, Tula' Italia, Chugulin, Pona Caye, and the Asian Bay.

Mr. Penny Denny & the Bluecicle Program & volunteer army of recyclers, Ret. Angelo Lintano, Tim' Olan, US Army & Northwest Special Operations Parachute Demonstration Team, Mr. Joaquin Flores and the staff of Freedom Air, Red Inn Guam and the Allied Flag Company in the Philippines, The Bank of Guam - Aloha Branch for hosting the ticket counting, Music Equivalizer, StayWell KBBros, Mobu Angina for hosting the satellite stations, The Best Equipment Rental, Pacific Trucking, Mex. Bambi E. Arana and Mr. Frank Thurman for helping with the Queens float, Mr. Jeff Sanchez at ShesPro's Pyrotechnic, and Janz Media for the spectacular fireworks, C.M.I. Queen of Royal Court, Lorraine Gonzalez, McDonald's Guam, Pacific, Wm. McCreary, S.T.A.M.E., Golf Resort, Agaña, Trucking, AAHP's ProSound, The Lanes, Sanchez de Alana Catered Dishes, JPT Rental, RMC & Snow, All right and LM Radio station & print media for helping to celebrate the 69th Liberty and Festivities.

All the carnival vendors, all the nightly performers, Artists, Musicians, Variety Acts & entertainers, All parade participants marching on a float, companies and others. All those who bought raffle tickets in support of our festivities, All veterans & non-profit groups who helped at the inauguration event, and all the volunteers who helped organize this year's celebration. THANK YOU!



# & THANK YOU!

## 70<sup>TH</sup> LIBERATION

The 70<sup>TH</sup> Liberation Festivities were sponsored in part through the generosity of:

### OUR LEGACY SPONSORS:

The Stations of KUSA, AK Guam - Celebrating 100 Years, Sorotom Media Group, "One Nation", Alcohol Free Campaign, The Bank of Guam, The Guam Regional Medical City, The Marianas Variety, TGA TeleGuam, Jones and Guerrero Company, HP&E, and F&E, Cherry Media Vision, United Airlines, and the Pacific Islands Club.

### OUR KEYSTONE SPONSORS:

The Guam Premier Outlets, The Guam Visitors Bureau, The Guam Department of Parks and Recreation, Bank Pacific, PDS Guam, Papp Brothers Inc., and the Guam Power Authority.

### OUR CORNERSTONE SPONSORS:

Bank of Hawaii, DLR, Ken Micromesa, Inc., Court 360, Payless Supermarkets, Dial Road To Owen Baker International, First Hawaiian Bank, McDonald's of Guam and the Estate of Juan Santos Carrasco.

### SPECIAL THANKS:

Governor Eddie Bata Cullen and Lt. Governor Ray Inopaca, First Lady Christine Cullen, 70th Liberation Guam Bill in Guam and Royal Court their families & sponsors, 2014 Grand Marshal - Tim Mason Jarrie D.S. Pudiño and the War Survivors (our Abnankis) Visiting Liberator - Tom Spey Sr. USMC, H&S Company 3rd Amphibious Corps, 3rd Wave, Agut w/ Easy Co. 22nd of March, Gerald A. Hanson, USMC, H&S Company 3rd Amphibious Corps, 3rd Wave, Agut w/ Easy Co. 22nd of March, William Mays, USMC, Guam Point, July 21, 1944, Gene Bell, USMC, 3rd Marine Division, Alfred K. Newman, USMC, Code Talker, Navajo, 1st Battalion, July 31, 1944, 3rd Marine Division, William Fobels USMC, Code Talker, Navajo, 3rd Marine Division, 4th Regiment, 3rd Battalion, James Hutchison USMC, 3rd Marine Amphibious Corps, Signal Battalion, 1st Pre-Signal Brigade, Robert Smith, USMC, The Military Representatives from the Marine Corps, Navy, Air Force, Coast Guard, Guam National Air & Army Guard.

The Department of Parks and Recreation, The Office of Guam Land Security, The Guam Police Dept. and GPD CAPS, Volunteers, GAA, Airport Police, DWR Park Rangers, Guam Department of Corrections, and DEDS GR Parade Division & Purposes, Guam Fire Department's, E.M.P.S., Department of Public

Works - Staff and Management, Superior Court Probation/DCC, Inmates, DCC & S.D.C.T. Team, Department of Agriculture, Chamorro Village Staff and Management, The Office of Public Accountability, The National Parks Service, Department of Interior and the Guam Power Authority who helped in place Guam and U.S. flags on poles along the parade route.

Parade Chairperson Mayor Melissa Sacaras and the Dededo Mayor's Office Staff, assisted by Vice Chairman Raymond Blas, DPM Director, Concussion Chairperson, Paul McDonald, Raffle and Judges Chair, Sinajani Vice Mayor Rudy Infante and staff, EL F.E.M.B.S. Chairperson Mayor Robert Hoffmann and T.E.A.M. Sinajani Grounds Chairperson Mayor Rudy Mutanque & Vice Mayor Anthony Sanchez and the Yigo Mayors Office staff, Barrigada Vice Mayor Jessie Barista & Staff, Memorials Chairperson Jess Alg & staff and Queens Committee Chairpersons, Agut Mayor Carol S. Jayama and Barrigada Mayor June U. Blas.

The many private and family contributions to the masses, rosaries, site visits and memorials of Mueenggan, Tinta/Faba, Sumay, Chogutan, Fena Cave, Asan Bay, Guam and Arlington Cemetery, Virginia.

Ms. Peggy Denny & the Bicyclo Program & volunteer army of recyclers, The Bank of Guam - Main Branch for hosting the ticket counting, Music Amplifier, StayWell, Killoys, Mobil Anigua for hosting the satellite stations, Fair Fast Equipment Rental, Pacific Trucking, Ab. Jeffery Popotree and Belissima Florals & Events, Mr. Jeff Sanchez of ShowPro PyroTechnics and Jirox Media for the spectacular fireworks, Foremost, CocaCola, McDonald's Guam, Pacific War Museum, Angon's Trucking, AAMP's ProSound, JCI Rental, All AM and FM Radio stations & print media for helping us celebrate the 70th Liberation festivities.

All the Carnival vendors, all the nightly performers, Artists, Musicians, Variety Acts & Entertainers, All parade participants: marching units, floats, companies and entries, All those who bought raffle tickets in support of our festivities, All artisans & non-profit groups who helped at the numerous events, and all the volunteers who helped organize this year's celebration.

THANK YOU!









GUAM LIBERATION  
HISTORICAL SOCIETY

P.O. Box 786 Hagatna, Gu 96932  
Phone: 472-6940 | Fax: 477-8777



**GUAM ISLAND FAIR/LIBERATION DAY  
COMMITTEE FUND**

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**FINANCIAL STATEMENT  
AND  
INDEPENDENT AUDITORS' REPORT**

---

**YEARS ENDED DECEMBER 31, 2012 AND 2011**

## **INDEPENDENT AUDITORS' REPORT**

The Executive Committee  
Guam Island Fair/Liberation Day Committee:

### **Report on the Financial Statements**

We have audited the accompanying financial statement of the Guam Island Fair/Liberation Day Committee Fund, which comprises the statements of deposits, disbursements and changes in cash as of December 31, 2012 and 2011 and for the years then ended, and the related notes to the financial statement.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the cash basis of accounting described in Note 1 to the financial statement; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditors' Responsibility***

Our responsibility is to express an opinion on this financial statement based on our audits. We conducted our audits 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 statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Opinion***

In our opinion, the financial statement referred to above presents fairly, in all material respects, the cash position of the Guam Island Fair/Liberation Day Committee Fund as of December 31, 2012 and 2011 and its cash deposits and disbursements for the years then ended, in accordance with the cash basis of accounting described in Note 1 to the financial statement.

### ***Basis of Accounting***

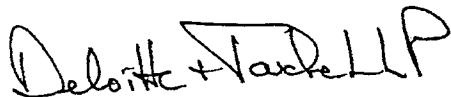
We draw attention to Note 1 of the financial statement, which describes the basis of accounting. The financial statement is prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

### ***Emphasis-of-Matter***

As discussed in Note 1 to the financial statement, the financial statement referred to above presents only the cash position and cash deposits and disbursements of the Guam Island Fair/Liberation Day Committee Fund and is not intended to present fairly the financial position and results of operations of the Mayors' Council of Guam in conformity with accounting principles generally accepted in the United States of America.

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 21, 2013 on our consideration of the Guam Island Fair/Liberation Day Committee Fund's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Guam Island Fair/Liberation Day Committee Fund's internal control over financial reporting and compliance.



November 21, 2013



**GUAM ISLAND FAIR/LIBERATION DAY  
COMMITTEE FUND**

Statements of Deposits, Disbursements and Changes in Cash  
Years Ended December 31, 2012 and 2011

	2012	2011
Deposits:		
Concessions	\$ 458,413	\$ 431,924
Ticket sales	117,974	51,600
Sponsorships	18,300	49,500
Parade fees	-	4,900
Others	2,185	-
Unclassified	-	5,240
Total deposits	<u>596,872</u>	<u>543,164</u>
Disbursements:		
Materials, supplies and equipment	88,126	36,673
Commissions	87,741	13,851
Fireworks and light show	55,000	25,800
Travel and accommodation	50,928	35,299
Power and installation	41,131	30,000
Entertainment	39,813	43,088
Donations	39,000	-
Security services	37,418	32,144
Equipment rental	33,087	14,450
Carnival stage and lighting	30,800	20,500
Carnival and parade sound system	29,015	33,350
Prizes	27,036	36,051
Lavatory services	25,665	20,226
Food	18,575	9,273
Queen's coronation materials and designer fees	17,000	9,050
Queen's float materials and designer fees	13,641	24,504
Other services	13,305	10,200
Event sponsorships	10,000	9,150
Advertising and promotions	8,307	5,000
Printing	7,100	4,010
Carnival clean up	4,072	15,900
Permits and licenses	35	10,475
Miscellaneous	8,758	6,418
Unclassified	-	9,429
Total disbursements	<u>685,553</u>	<u>454,841</u>
(Deficiency) excess of deposits (under) over disbursements	(88,681)	88,323
Cash at beginning of year	<u>106,050</u>	<u>17,727</u>
Cash at end of year	<u>\$ 17,369</u>	<u>\$ 106,050</u>

See accompanying notes to the financial statement.

**GUAM ISLAND FAIR/LIBERATION DAY  
COMMITTEE FUND**

Notes to the Financial Statement  
Years Ended December 31, 2012 and 2011

**(1) Organization and Summary of Significant Accounting Policies**

**Organization**

Liberation Day, July 21, is the official Government of Guam holiday marking the anniversary of Guam's deliverance from Japanese occupation in 1944 and the inauguration of civil government in 1950. Title 1, Section 1012 of the Guam Code Annotated (GCA) combines the observance of Independence Day, July 4, and Liberation Day into a month-long celebration with memorials, tributes, a parade and carnival, and the crowning of a Liberation Day Queen. These activities are sponsored, planned, and arranged by the Liberation Day Committee. The Governor can either appoint a committee or designate a civic organization to administer these tasks.

The Mayors' Council of Guam (MCOG) was appointed to spearhead and take overall responsibility for the planning, coordinating and executing the Guam Island Fair/Liberation Day Festivities.

The accompanying financial statement relates solely to the activities of the Guam Island Fair/Liberation Day Committee Fund (the Fund) established under the MCOG and does not incorporate any other activities of the MCOG that may be accounted for by the MCOG.

**Accounting Policies**

The accompanying statements of deposits and disbursements and changes in cash have been prepared on the cash basis of accounting. Deposits are recognized when cash is received and disbursements are recorded when cash is disbursed.

**Cash**

The Fund considers cash to represent cash in a bank account. As of December 31, 2012 and 2011, cash was maintained with a financial institution subject to depository insurance with the Federal Deposit Insurance Corporation.

**Subsequent Events**

The Fund has identified November 21, 2013 as the date the financial statement is available to be issued and the date through which subsequent events have been evaluated. The Fund has not identified any subsequent events that required adjustment to, or disclosure in, the financial statement as of December 31, 2012.

**GUAM ISLAND FAIR/LIBERATION DAY  
COMMITTEE FUND**

Notes to the Financial Statement  
Years Ended December 31, 2012 and 2011

**(2) Commissions**

Commissions of \$87,741 and \$13,851 were paid during the years ended December 31, 2012 and 2011, respectively. Of this amount, \$38,000 and \$0 were paid during 2012 and 2011, respectively, to the MCOG pursuant to Title 1, Section 1013.1 of the GCA, which entitles the MCOG to 50% of the net proceeds from Liberation Day Festivities; and, \$49,741 and \$13,851 were paid to Liberation Day Queen candidates and sponsors during 2012 and 2011, respectively, based on a percentage of ticket sales as follows:

<u>Ticket Sales in Excess of \$1,000</u>	<u>Candidate's Share</u>	<u>Sponsor's Share</u>
\$1,001 to \$4,999	15%	15%
\$5,000 to \$9,999	20%	20%
\$10,000 and above	25%	25%

**(3) Donations**

Donations of \$39,000 and \$0 were paid during the years ended December 31, 2012 and 2011, respectively, to a non-profit organization pursuant to Title 1, Section 1013.2 of the GCA, which provides that 50% of the of the net proceeds from Liberation Day Festivities be donated to a charity or worthy public cause.



*Financial Statement*

**Guam Liberation Historical Society**  
(A Not-for-Profit Organization)

*Year ended December 31, 2013*  
*with Report of Independent Auditors*



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Guam Liberation Historical Society  
(A Not-for-Profit Organization)

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## Report of Independent Auditors

The Executive Committee  
Guam Liberation Historical Society

We have audited the accompanying financial statement of the Guam Liberation Historical Society (a not-for-profit organization), which comprises the statement of cash receipts and disbursements for the year ended December 31, 2013, and the related notes to the financial statement.

### Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of the financial statement in accordance with the cash basis of accounting described in Note 1; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statement that is free of material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



**Opinion**

In our opinion, the financial statement referred to above presents fairly, in all material respects, the cash receipts and disbursements of the Guam Liberation Historical Society for the year ended December 31, 2013, in accordance with the cash basis of accounting described in Note 1.

**Cash Basis of Accounting**

As described in Note 1 to the financial statement, which describes the basis of accounting, this financial statement is prepared on the cash basis of accounting, which is a basis of accounting other than U.S. generally accepted accounting principles. Our opinion is not modified with respect to this matter.

*Ernst & Young LLP*

December 30, 2015

Guam Liberation Historical Society  
(A Not-for-Profit Organization)

Statement of Cash receipts and Disbursements

Year ended December 31, 2013

Cash receipts:	
Concessions	\$ 1,079,151
Queen's raffle ticket sales	162,114
Sponsorships	43,982
Parade entry fees	<u>6,878</u>
Total cash receipts	<u>1,292,125</u>
Cash Disbursements:	
Carnival grounds preparation	405,437
Commissions	178,335
Donations	133,500
Utilities	81,390
Fireworks and light show	77,500
Travel and accommodation	62,311
Security services	56,662
Queen's coronation and floatation	55,201
Lavatory services	48,951
Advertising and promotions	41,821
Event sponsorships	37,366
Entertainment fees	34,238
Prizes	25,100
Food	10,448
Professional and legal fees	5,701
Bank charges	<u>549</u>
Total cash disbursements	<u>1,254,510</u>
Increase in cash	37,615
Cash at beginning of year	<u>---</u>
Cash at end of year	<u>\$ 37,615</u>

*See accompanying notes.*

Guam Liberation Historical Society  
(A Not-for-Profit Organization)

Notes to Financial Statement

Year ended December 31, 2013

**1. Organization and Summary of Significant Accounting Policies**

The Guam Liberation Historical Society (the Society), a not-for-profit association, was organized on March 11, 2013 in compliance with the laws of Guam.

The Society was appointed by the Mayors Council of Guam (MCOG) to administer the Guam Island Fair pursuant to Title 1, Section 1013 of the Guam Code Annotated (GCA). Guam Island Fair is the combined observance of Independence Day, July 4 and Liberation Day, July 21, into a month-long celebration with memorials, tributes, a parade and carnival, and the crowning of a Liberation Day Queen. These activities are sponsored, planned and arranged by the Society.

**Basis of Accounting**

The Society prepares its financial statement using the cash receipts and disbursements basis of accounting, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

Under that basis, the only asset recognized is cash, and no liabilities are recognized. All transactions are recognized as either cash receipts or disbursements, and noncash transactions are not recognized in the financial statement.

**Cash**

The Society considers cash to represent cash in a bank account. As of December 31, 2013, cash was maintained with a financial institution subject to depository insurance with the Federal Deposit Insurance Corporation.

**Subsequent Events**

The Society has evaluated subsequent events through December 30, 2015. It is also the date that the financial statement was available to be issued.

**2. Commissions**

Commission of \$116,000 was paid during the year ended December 31, 2013 to the MCOG pursuant to Title 1, Section 1013.1 of the GCA, which entitles the MCOG to 50% of the net proceeds from the Guam Island Fair Festivities.



Guam Liberation Historical Society  
(A Not-for-Profit Organization)

Notes to Financial Statement, continued

**2. Commissions, continued**

Liberation Day Queen candidates and sponsors were also paid commissions during the year ended December 31, 2013 amounting to \$62,335 based on a percentage of ticket sales as follows:

<u>Ticket Sales in Excess of \$1,000</u>	<u>Candidate's Share</u>	<u>Sponsor's Share</u>
\$1,001 to \$4,999	15%	15%
\$5,000 to \$9,999	20%	20%
\$10,000 and above	25%	25%

**3. Donations**

Donation of \$116,000 was paid during the year ended December 31, 2013 to a non-profit organization pursuant to Title 1, Section 1013.2 of the GCA, which provides that 50% of the net proceeds from Guam Island Fair Festivities be donated to a charity or worthy public cause.

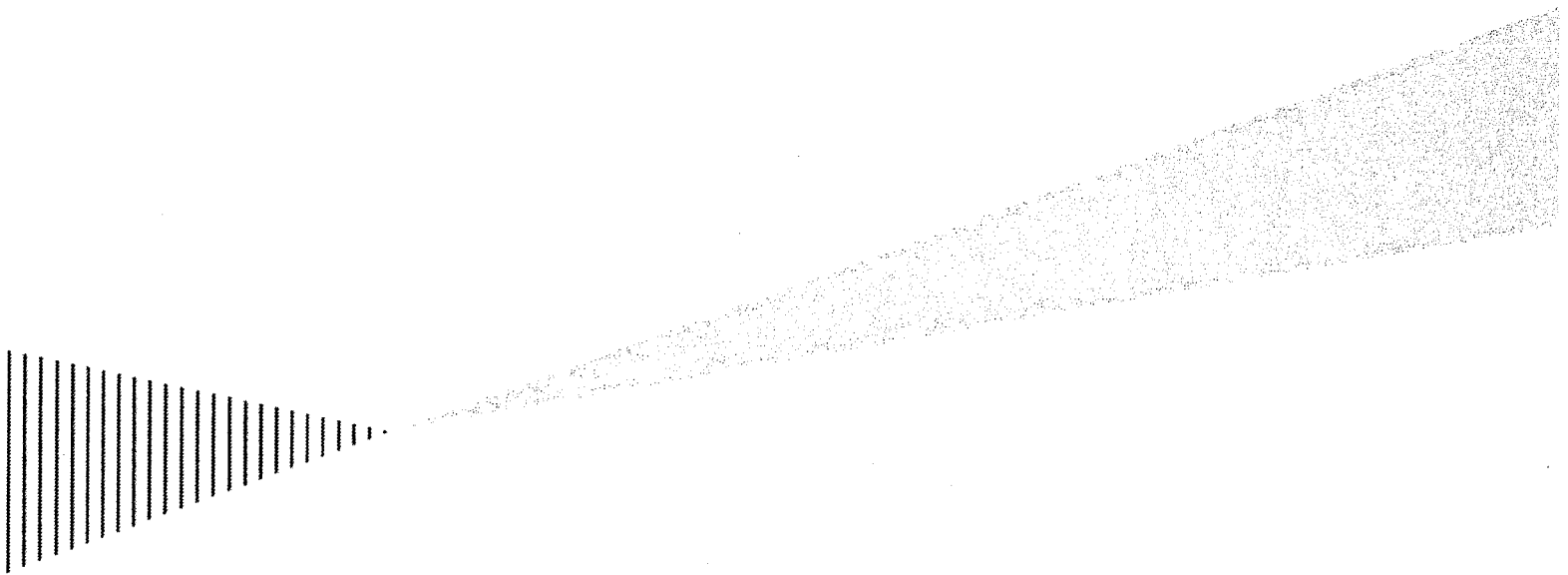
**4. Income Tax**

The Society applied for a tax-exempt status under Section 501(c)(3) of the Internal Revenue Code on February 4, 2015 and the approval is pending as of the date that the financial statement was available to be issued.

*Financial Statement*

**Guam Liberation Historical Society**  
(A Not-for-Profit Organization)

*Year ended December 31, 2013*  
*with Report of Independent Auditors*



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Guam Liberation Historical Society  
(A Not-for-Profit Organization)

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## Report of Independent Auditors

The Executive Committee  
Guam Liberation Historical Society

We have audited the accompanying financial statement of the Guam Liberation Historical Society (a not-for-profit organization), which comprises the statement of cash receipts and disbursements for the year ended December 31, 2013, and the related notes to the financial statement.

### Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of the financial statement in accordance with the cash basis of accounting described in Note 1; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statement that is free of material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion, the financial statement referred to above presents fairly, in all material respects, the cash receipts and disbursements of the Guam Liberation Historical Society for the year ended December 31, 2013, in accordance with the cash basis of accounting described in Note 1.

**Cash Basis of Accounting**

As described in Note 1 to the financial statement, which describes the basis of accounting, this financial statement is prepared on the cash basis of accounting, which is a basis of accounting other than U.S. generally accepted accounting principles. Our opinion is not modified with respect to this matter.

*Ernst + Young LLP*

December 30, 2015

Guam Liberation Historical Society  
(A Not-for-Profit Organization)

Statement of Cash receipts and Disbursements

Year ended December 31, 2013

Cash receipts:	
Concessions	\$ 1,079,151
Queen's raffle ticket sales	162,114
Sponsorships	43,982
Parade entry fees	<u>6,878</u>
Total cash receipts	<u>1,292,125</u>
Cash Disbursements:	
Carnival grounds preparation	405,437
Commissions	178,335
Donations	133,500
Utilities	81,390
Fireworks and light show	77,500
Travel and accommodation	62,311
Security services	56,662
Queen's coronation and floatation	55,201
Lavatory services	48,951
Advertising and promotions	41,821
Event sponsorships	37,366
Entertainment fees	34,238
Prizes	25,100
Food	10,448
Professional and legal fees	5,701
Bank charges	<u>549</u>
Total cash disbursements	<u>1,254,510</u>
Increase in cash	37,615
Cash at beginning of year	<u>---</u>
Cash at end of year	<u>\$ 37,615</u>

*See accompanying notes.*

Guam Liberation Historical Society  
(A Not-for-Profit Organization)

Notes to Financial Statement

Year ended December 31, 2013

**1. Organization and Summary of Significant Accounting Policies**

The Guam Liberation Historical Society (the Society), a not-for-profit association, was organized on March 11, 2013 in compliance with the laws of Guam.

The Society was appointed by the Mayors Council of Guam (MCOG) to administer the Guam Island Fair pursuant to Title 1, Section 1013 of the Guam Code Annotated (GCA). Guam Island Fair is the combined observance of Independence Day, July 4 and Liberation Day, July 21, into a month-long celebration with memorials, tributes, a parade and carnival, and the crowning of a Liberation Day Queen. These activities are sponsored, planned and arranged by the Society.

**Basis of Accounting**

The Society prepares its financial statement using the cash receipts and disbursements basis of accounting, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

Under that basis, the only asset recognized is cash, and no liabilities are recognized. All transactions are recognized as either cash receipts or disbursements, and noncash transactions are not recognized in the financial statement.

**Cash**

The Society considers cash to represent cash in a bank account. As of December 31, 2013, cash was maintained with a financial institution subject to depository insurance with the Federal Deposit Insurance Corporation.

**Subsequent Events**

The Society has evaluated subsequent events through December 30, 2015. It is also the date that the financial statement was available to be issued.

**2. Commissions**

Commission of \$116,000 was paid during the year ended December 31, 2013 to the MCOG pursuant to Title 1, Section 1013.1 of the GCA, which entitles the MCOG to 50% of the net proceeds from the Guam Island Fair Festivities.



Guam Liberation Historical Society  
(A Not-for-Profit Organization)

Notes to Financial Statement, continued

**2. Commissions, continued**

Liberation Day Queen candidates and sponsors were also paid commissions during the year ended December 31, 2013 amounting to \$62,335 based on a percentage of ticket sales as follows:

<u>Ticket Sales in Excess of \$1,000</u>	<u>Candidate's Share</u>	<u>Sponsor's Share</u>
\$1,001 to \$4,999	15%	15%
\$5,000 to \$9,999	20%	20%
\$10,000 and above	25%	25%

**3. Donations**

Donation of \$116,000 was paid during the year ended December 31, 2013 to a non-profit organization pursuant to Title 1, Section 1013.2 of the GCA, which provides that 50% of the net proceeds from Guam Island Fair Festivities be donated to a charity or worthy public cause.

**4. Income Tax**

The Society applied for a tax-exempt status under Section 501(c)(3) of the Internal Revenue Code on February 4, 2015 and the approval is pending as of the date that the financial statement was available to be issued.

*Financial Statements*

**Guam Liberation Historical Society**  
(A Not-for-Profit Organization)

*Years ended December 31, 2014 and 2013  
with Report of Independent Auditors*



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Guam Liberation Historical Society  
(A Not-for-Profit Organization)

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Years ended December 31, 2014 and 2013

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## Report of Independent Auditors

The Executive Committee  
Guam Liberation Historical Society

We have audited the accompanying financial statements of the Guam Liberation Historical Society (a not-for-profit organization), which comprises the statements of cash receipts and disbursements for the years ended December 31, 2014 and 2013, and the related notes to the financial statements.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting described in Note 1; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of these financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free of material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in 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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



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**Opinion**

In our opinion, the financial statements referred to above presents fairly, in all material respects, the cash receipts and disbursements of the Guam Liberation Historical Society for the years ended December 31, 2014 and 2013, in accordance with the cash basis of accounting described in Note 1.

**Cash Basis of Accounting**

As described in Note 1 to the financial statements, which describes the basis of accounting, these financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than U.S. generally accepted accounting principles. Our opinion is not modified with respect to this matter.

*Ernst + Young LLP*

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December 30, 2015

Guam Liberation Historical Society  
(A Not-for-Profit Organization)

Statements of Cash receipts and Disbursements

	Year ended December 31,	
	<u>2014</u>	<u>2013</u>
Cash receipts:		
Concessions	\$615,587	\$1,079,151
Queen's raffle ticket sales	81,352	162,114
Sponsorships	37,000	43,982
Parade entry fees	<u>6,600</u>	<u>6,878</u>
Total cash receipts	<u>740,539</u>	<u>1,292,125</u>
Cash Disbursements:		
Carnival grounds preparation	301,485	405,437
Utilities	102,783	81,390
Fireworks and light show	60,000	77,500
Advertising and promotions	57,405	41,821
Security services	<u>49,848</u>	<u>56,662</u>
Queen's coronation and floatation	47,028	55,201
Donations	26,577	133,500
Prizes	26,500	25,100
Event sponsorships	25,681	37,366
Travel and accommodation	21,992	62,311
Entertainment fees	18,411	34,238
Professional and legal fees	8,640	5,701
Office expenses	7,402	---
Commissions	5,546	178,335
Lavatory services	4,282	48,951
Food	2,564	10,448
Bank charges	<u>100</u>	<u>549</u>
Total cash disbursements	<u>766,244</u>	<u>1,254,510</u>
(Decrease) increase in cash	( 25,705)	37,615
Cash at beginning of year	<u>37,615</u>	<u>---</u>
Cash at end of year	<u>\$ 11,910</u>	<u>\$ 37,615</u>

*See accompanying notes.*

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Guam Liberation Historical Society  
(A Not-for-Profit Organization)

Notes to Financial Statements

Years ended December 31, 2014 and 2013

**1. Organization and Summary of Significant Accounting Policies**

The Guam Liberation Historical Society (the Society), a not-for-profit association, was organized on March 11, 2013 in compliance with the laws of Guam.

The Society was appointed by the Mayors Council of Guam (MCOG) to administer the Guam Island Fair pursuant to Title 1, Section 1013 of the Guam Code Annotated (GCA). Guam Island Fair is the combined observance of Independence Day, July 4 and Liberation Day, July 21, into a month-long celebration with memorials, tributes, a parade and carnival, and the crowning of a Liberation Day Queen. These activities are sponsored, planned and arranged by the Society.

**Basis of Accounting**

The Society prepares its financial statements using the cash receipts and disbursements basis of accounting, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

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Under that basis, the only asset recognized is cash, and no liabilities are recognized. All transactions are recognized as either cash receipts or disbursements, and noncash transactions are not recognized in the financial statements.

**Cash**

The Society considers cash to represent cash in a bank account. As of December 31, 2014 and 2013, cash was maintained with a financial institution subject to depository insurance with the Federal Deposit Insurance Corporation.

**Subsequent Events**

The Society has evaluated subsequent events through December 30, 2015. It is also the date that the financial statements were available to be issued.

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Guam Liberation Historical Society  
(A Not-for-Profit Organization)

Notes to Financial Statements, continued

**2. Commissions**

Commissions of \$0 and \$116,000 were paid during the years ended December 31, 2014 and 2013 to the MCOG pursuant to Title 1, Section 1013.1 of the GCA, which entitles the MCOG to 50% of the net proceeds from the Guam Island Fair Festivities. Liberation Day Queen candidates and sponsors were also paid commissions in 2014 and 2013 amounting to \$5,546 and \$62,335, respectively based on a percentage of ticket sales as follows:

2014

<u>Ticket Sales in Excess of \$1,500</u>	<u>Candidate's Share</u>	<u>Sponsor's Share</u>
\$1,501 to \$14,999	15%	15%
\$15,000 to \$29,000	20%	20%
\$30,000 and above	25%	25%

2013

---

<u>Ticket Sales in Excess of \$1,000</u>	<u>Candidate's Share</u>	<u>Sponsor's Share</u>
\$1,001 to \$4,999	15%	15%
\$5,000 to \$9,999	20%	20%
\$10,000 and above	25%	25%

**3. Donations**

Donations of \$0 and \$116,000 were paid in 2014 and 2013 to a non-profit organization pursuant to Title 1, Section 1013.2 of the GCA, which provides that 50% of the net proceeds from Guam Island Fair Festivities be donated to a charity or worthy public cause.

**4. Income Tax**

The Society applied for a tax-exempt status under Section 501(c)(3) of the Internal Revenue Code on February 4, 2015 and the approval is pending as of the date that the financial statements were available to be issued.



**MAYORS' COUNCIL OF GUAM**

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**INDEPENDENT AUDITORS' REPORT ON  
COMPLIANCE AND ON INTERNAL CONTROL**

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**YEAR ENDED SEPTEMBER 30, 2016**

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING  
STANDARDS**

The Executive Officers  
Mayors' Council of Guam

We have audited, in accordance with the 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, the financial statements of the Mayors' Council of Guam, which comprise the statement of cash deposits and disbursements and changes in cash for the year ended September 30, 2016 and the related notes to the financial statements, and have issued our report thereon dated April 24, 2017.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Mayors' Council of Guam's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Mayors' Council of Guam's internal control. Accordingly, we do not express an opinion on the effectiveness of the Mayors' Council of Guam's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did not identify any deficiencies in internal control during the course of the audit.



## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Mayors' Council of Guam's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests did not disclose instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Deloitte + Stark LLP". The signature is written in a cursive, stylized font.

April 24, 2017

**MAYORS' COUNCIL OF GUAM**

Unresolved Prior Year Findings  
Year Ended September 30, 2016

Unresolved Prior Year Findings

As of September 30, 2016, there are no unresolved prior audit findings.



**MAYORS' COUNCIL OF GUAM**

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**FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REPORT**

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**YEARS ENDED SEPTEMBER 30, 2016 AND 2015**

## **Independent Auditors' Report**

The Executive Officers  
Mayors' Council of Guam

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the Mayors' Council of Guam, which comprise the statements of cash deposits and disbursements and changes in cash for the years ended September 30, 2016 and 2015, and the related notes to the financial statements.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting described in Note 1 to the financial statements; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditors' Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the cash deposits and disbursements and changes in cash of the Mayors' Council of Guam for the years ended September 30, 2016 and 2015 on the basis of accounting described in Note 1 to the financial statements.

# **Deloitte**

***Basis of Accounting***

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

## ***Emphasis of Matter***

### ***Reporting Entity***

As discussed in Note 1, the financial statements referred to above present only the activities of the Non-Appropriated Funds and the Senior Center Operations Program and are not intended to present fairly the financial position and results of operations of other activities of the Mayors' Council of Guam in conformity with the cash basis of accounting. Our opinion is not modified with respect to this matter.

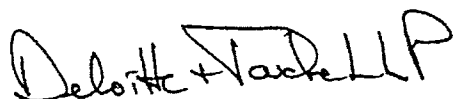
## ***Other Matters***

### ***Financial Information***

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary combining statements of cash deposits and disbursements and changes in cash on pages 7 through 11 and the supplementary statements of cash deposits and disbursements and changes in cash on pages 12 through 30 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated April 24, 2017, on our consideration of the Mayors' Council of Guam's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Mayors' Council of Guam's internal control over financial reporting and compliance.



April 24, 2017

# MAYORS' COUNCIL OF GUAM

## Statements of Cash Deposits and Disbursements and Changes in Cash Years Ended September 30, 2016 and 2015

	2016	2015
Deposits:		
Senior Center operations - bingo and fundraising	\$ 358,132	\$ 353,049
Host Community Premium	327,342	286,180
Grants	245,875	53,500
Fundraising	158,186	144,561
Flea and night markets	132,199	150,792
Liberation Day proceeds	124,648	11,392
Fiesta proceeds	119,969	75,437
Donations	101,515	105,550
Others	77,235	94,981
Program registrations	52,370	47,820
Sponsorships	18,934	11,894
Unclassified	-	5,399
Total deposits	<u>1,716,405</u>	<u>1,340,555</u>
Disbursements:		
Supplies and materials	231,317	206,311
Food and catering	208,169	217,800
Community projects and construction	192,584	160,286
Prizes and awards	157,475	93,904
Fiestas	143,580	105,755
Liberation Day	105,195	17,128
Equipment, parts, rental and furnitures	91,816	103,572
Sponsorships	78,426	61,624
Community and MCOG events	64,331	28,586
Repairs and maintenance	44,089	39,219
Humanitarian assistance	40,305	34,616
Stipend fee and per diem	35,750	38,114
Grants distribution	31,583	-
Donations	24,530	24,814
Taxes, licenses and permit	19,889	14,975
Transportation, travel and accomodation	15,013	52,011
Flea market	12,376	11,479
Contractual services	9,390	15,714
Uniforms	5,290	22,525
Bonus and incentives	4,500	7,078
Community programs	4,295	8,984
Others	46,683	47,281
Unclassified	-	498
Total disbursements	<u>1,566,586</u>	<u>1,312,274</u>
Excess of deposits over disbursements	149,819	28,281
Cash at beginning of year	<u>767,263</u>	<u>738,982</u>
Cash at end of year	<u>\$ 917,082</u>	<u>\$ 767,263</u>

See accompanying notes to financial statements.



## **MAYORS' COUNCIL OF GUAM**

### **Notes to Financial Statements Years Ended September 30, 2016 and 2015**

#### **(1) Summary of Significant Accounting Policies**

##### **Organization**

The Mayors' Council of Guam (the Council or MCOG) was established through the enactment of Public Law 14-27, signed into law on May 26, 1977. The Council is comprised of the nineteen (19) Mayors and the seven (7) Vice Mayors of the following municipalities: Agana Heights, Agat, Asan-Maina, Barrigada, Chalan Pago-Ordot, Dededo, Hagatna, Inarajan, Mangilao, Merizo, Mongmong-Toto-Maite, Piti, Santa Rita, Sinajana, Talofofo, Tamuning-Tumon-Harmon, Umatac, Yigo and Yona.

Public Law 30-68 granted individual Mayors the authority to sponsor and approve concessions, festivals, fiestas, or other village events associated with the promotion of the Chamorro culture, tradition, heritage and tourism. The Mayor and the Municipal Planning Council (MPC) of each village are authorized to raise funds through advertising by commercial enterprises on the walls of their sports facilities; and raising funds through fund-raising efforts, to include approving concessionaire activities within each Municipality as approved by its MPC, soliciting corporate sponsorships and to accept contributions that are solely beneficial to the sports facilities or village. Funds generated will be deposited in the MPC Funds of each village and will be used for the operation and maintenance of village facilities and to fund special projects identified by the MPCs. Authority to establish the non-appropriated funds is granted through the 5 GCA § 40135.

In February 2012, the MCOG entered into a Memorandum of Understanding (MOU) with the Government of Guam Department of Public Health and Social Services, Division of Senior Citizens for the MCOG to manage and operate the Senior Center Operations Program. As of September 30, 2016 and 2015, twelve Senior Centers are managed by the MCOG which consist of Agana Heights, Agat, Astumbo, Dededo, Inarajan, Mangilao, Merizo, Santa Rita, Sinajana, Tamuning, Yigo and Yona/Talafofo Senior Centers.

The accompanying financial statements relate solely to the activities of the MCOG and the nineteen municipalities' non-appropriated funds, including the Senior Center Operations Program, and do not incorporate any other activities of the MCOG and the nineteen municipalities.

##### **Basis of Accounting**

The accompanying statements of cash deposits and disbursements are prepared on the cash basis of accounting. Revenues are recognized when cash is received and expenses are recorded when cash is disbursed. The cash basis differs from accounting principles generally accepted in the United States of America primarily because receipts/revenues are recognized when received rather than when earned and disbursements/expenses are recognized when paid rather than when the obligation is incurred.

##### **Cash**

The MCOG considers cash to represent cash in banks. At September 30, 2016 and 2015, the carrying amount of the MCOG's cash balances were \$917,082 and \$767,263, respectively, and the corresponding bank balances were \$929,375 and \$789,241, respectively, which are maintained in a financial institution subject to Federal Deposit Insurance Corporation (FDIC) insurance. As of September 30, 2016 and 2015, bank deposits in the amount of \$701,575 and \$623,328, respectively, were FDIC insured.

## MAYORS' COUNCIL OF GUAM

### Notes to Financial Statements Years Ended September 30, 2016 and 2015

#### (1) Summary of Significant Accounting Policies, Continued

##### Cash, Continued

As of September 30, 2016 and 2015, \$106,241 and \$109,011, respectively, in cash is restricted for Senior Center operations and related activities.

##### Reclassifications

Certain 2015 balances have been reclassified to conform to the 2016 financial statement presentation.

##### Subsequent Events

The MCOG has considered subsequent events through April 24, 2017, the date on which the financial statements are available to be issued. The MCOG has not identified any subsequent events that required adjustment to or disclosure in the financial statements as of September 30, 2016.

#### (2) Grant Support

The MCOG receives grants from the Guam Visitors Bureau (GVB), the Humatak Foundation, the Guam Liberation Historical Society (GLHS), the Guam Island Fair (GIF) and Guam Preservation Trust (GPT) to support village mayors in their various community programs, projects and events.

The following information summarizes the MCOG's grant activity for villages fiestas/festivals during the years ended September 30, 2016 and 2015:

<u>Source</u>	<u>2016</u>	<u>2015</u>
GVB	\$ 226,875	\$ 46,500
Humatak Foundation	16,000	-
GLHS	3,000	-
GPT	-	5,000
GIF	-	2,000
	<u>\$ 245,875</u>	<u>\$ 53,500</u>

#### (3) Commitments

In 2016, MCOG received a \$200,000 GVB grant which was distributed to all villages. The rules of the grant state that the fund shall be used for the improvement, refurbishment, restoration, repair, and/or maintenance of one park or attraction per village, including village murals. It also states that funds cannot be spent on consumables for hosting such as food, drink related items, paper products, entertainment, travel, logistics and the like. Upon completion of the listed project, all remaining unspent funds shall be spent according to these rules and regulations until exhausted.

**MAYORS' COUNCIL OF GUAM**

Notes to Financial Statements  
Years Ended September 30, 2016 and 2015

(3) Commitments, continued

The following villages have committed to allocate an amount equal to unused grant proceeds from fiscal year 2017 Non-Appropriated Funds to comply with the underlying grant purposes:

<u>Village</u>	<u>2016</u>
Agat	\$ 1,667
Barrigada	3,897
Dededo	5,813
Hagatna	4,213
Inarajan	144
Santa Rita	526
Sinajana	5,901
Talofofo	4,285
Umatac	2,007
Yigo	<u>7,954</u>
	\$ <u>36,407</u>

# MAYORS' COUNCIL OF GUAM

## Supplementary Combining Statement of Cash Deposits and Disbursements and Changes in Cash Year Ended September 30, 2016

	Non- Appropriated Funds	Senior Center Operations Program	Total
Deposits:			
Senior Center operations - bingo and fundraising	\$ -	\$ 358,132	\$ 358,132
Host Community Premium	327,342	-	327,342
Grants	245,875	-	245,875
Fundraising	158,186	-	158,186
Flea and night markets	132,199	-	132,199
Liberation Day proceeds	124,648	-	124,648
Fiesta proceeds	119,969	-	119,969
Donations	101,515	-	101,515
Program registrations	52,370	-	52,370
Sponsorships	18,934	-	18,934
Others	68,279	8,956	77,235
Total deposits	<u>1,349,317</u>	<u>367,088</u>	<u>1,716,405</u>
Disbursements:			
Supplies and materials	112,357	118,960	231,317
Food and catering	136,977	71,192	208,169
Community projects	192,584	-	192,584
Prizes and awards	53,896	103,579	157,475
Fiestas	143,580	-	143,580
Liberation Day	105,195	-	105,195
Equipment, parts, rental and furnitures	79,683	12,133	91,816
Sponsorships	78,426	-	78,426
Community and MCOG events	61,614	2,717	64,331
Repairs and maintenance	35,877	8,212	44,089
Humanitarian assistance	35,947	4,358	40,305
Stipend fee and per diem	35,750	-	35,750
Grants distribution	31,583	-	31,583
Donations	22,882	1,648	24,530
Taxes, licenses and permit	13,847	6,042	19,889
Transportation, travel and accomodation	1,206	13,807	15,013
Flea market	12,376	-	12,376
Contractual services	4,077	5,313	9,390
Uniforms	3,621	1,669	5,290
Bonus and incentives	4,500	-	4,500
Community programs	4,295	-	4,295
Others	40,787	5,896	46,683
Total disbursements	<u>1,211,060</u>	<u>355,526</u>	<u>1,566,586</u>
Excess (deficiency) of deposits over (under) disbursements	138,257	11,562	149,819
Cash transfers	14,332	(14,332)	-
Cash at beginning of year	658,252	109,011	767,263
Cash at end of year	<u>\$ 810,841</u>	<u>\$ 106,241</u>	<u>\$ 917,082</u>

See Accompanying Independent Auditors' Report.



# MAYORS' COUNCIL OF GUAM

## NON-APPROPRIATED FUNDS

### Supplementary Combining Statement of Cash Deposits and Disbursements and Changes in Cash Year Ended September 30, 2016

	MCOG Revolving Fund	Agana Heights	Agat	Asan- Maina	Barrigada	Chalan Pago- Ordot	Dededo	Hagatna	Inarajan	Mangilao	Merizo	MongMong- Toto-Malte	Piti	Santa Rita	Sinajana	Talefofo	Tamuning- Tumon- Harmon	Umatac	Vigo	Yona	Eliminations	Total
Deposits:																						
Civil weddings	\$ 4,250	\$ -	\$ 1,050	\$ 150	\$ 850	\$ 700	\$ 2,200	\$ -	\$ -	\$ 1,700	\$ -	\$ -	\$ -	\$ 250	\$ 50	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 11,200
Christmas collections	16,225	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	16,225
Donations	-	-	9,648	3,370	2,470	1,525	7,500	230	3,550	350	44,438	-	600	4,303	3,830	334	-	690	17,473	1,204	-	101,515
Dues	17,505	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	690	17,473	1,204	-	17,505
Fiesta proceeds:																						
Concessions	-	-	5,900	451	10,000	-	-	-	2,800	3,065	1,566	-	-	-	-	3,055	-	8,481	-	-	-	35,318
Sponsorships	-	-	37,118	-	-	-	-	-	-	-	-	-	-	-	-	1,300	-	-	-	-	-	38,418
Ticket sales	-	-	1,675	-	-	-	-	-	-	1,430	19,026	-	-	-	-	-	-	14,015	-	-	-	36,146
Others	-	-	5,091	-	-	-	-	-	-	225	4,771	-	-	-	-	-	-	-	-	-	-	10,087
Flea and night markets	-	-	7,410	-	-	-	108,220	-	-	12,925	-	-	-	-	-	-	-	-	3,644	-	-	132,199
Fundraising	-	-	11,935	2,703	-	102	11,126	-	851	-	-	-	-	37,854	91,792	-	-	898	925	-	-	158,186
Grants:																						
GVB	200,000	-	20,526	10,526	10,526	10,526	10,527	10,526	10,526	12,401	15,526	-	10,526	13,026	15,526	13,026	-	10,526	10,526	10,526	(168,417)	226,875
Others	-	-	-	-	-	-	-	-	-	-	-	-	-	1,000	-	-	-	16,000	1,000	1,000	-	19,000
Host Community Premium	-	-	-	-	-	163,671	-	-	163,671	-	-	-	-	-	-	-	-	-	-	-	-	327,342
Humanitarian assistance loan repayments	-	-	-	-	-	-	-	-	-	-	-	-	-	1,200	-	-	-	-	-	-	-	1,200
Liberation Day proceeds:																						
Donations	-	-	-	1,300	-	-	2,000	-	-	-	-	-	-	3,479	-	-	-	-	-	-	-	6,779
Others	-	-	2,115	-	966	-	-	-	-	-	-	-	-	-	225	-	-	-	-	-	-	3,306
Prizes	-	-	-	500	-	-	-	-	-	-	-	-	-	1,500	-	-	-	-	-	-	-	2,000
Ticket sales	108,654	-	-	-	595	638	-	-	1,494	-	-	-	-	1,182	-	-	-	-	-	-	-	112,563
Maintenance services	-	-	-	-	-	-	-	-	-	-	5,000	-	-	-	-	-	-	-	-	-	-	5,000
Others	-	-	1,276	286	191	540	2,110	-	396	450	-	761	-	450	103	-	-	-	280	-	-	6,843
Program registrations	-	-	2,000	-	-	-	-	-	-	-	-	-	-	-	50,370	-	-	-	-	-	-	52,370
Reimbursements and refunds	-	-	-	-	-	-	2,366	-	-	-	3,200	-	-	1,674	-	-	-	-	-	-	-	7,240
Senior Center operations	-	-	3,066	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,066
Sponsorships	-	-	13,444	-	-	-	-	-	-	-	-	-	-	-	5,490	-	-	-	-	-	-	18,934
Total deposits	346,634	-	122,254	19,286	25,598	177,702	146,049	10,756	183,288	32,546	93,527	761	11,126	65,918	167,386	17,715	-	50,610	33,848	12,730	(168,417)	1,349,317

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM**

**NON-APPROPRIATED FUNDS**

**Supplementary Combining Statement of Cash Deposits and Disbursements and Changes in Cash, Continued  
Year Ended September 30, 2016**

	MCOG Revolving Fund	Agana Heights	Agat	Asan- Maina	Barrigada	Chalan Pago- Ordot	Dededo	Hagatna	Inarajan	Mangilao	Merizo	MongMong- Toto-Maite	Piti	Santa Rita	Sinajana	Talofofo	Tamuning- Tumon- Harmon	Umatac	Yigo	Yona	Eliminations	Total
Disbursements:																						
Bank charges	-	-	514	156	-	-	264	181	224	266	354	-	-	-	131	167	-	225	418	36	-	2,936
Civil weddings	7,400	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7,400
Bonus and incentives	-	-	-	-	-	-	-	-	4,200	300	-	-	-	-	-	-	-	-	-	-	-	4,500
Community and employee events	-	-	10,587	1,781	2,143	925	6,585	-	3,385	1,713	-	-	432	8,867	-	-	-	1,974	3,650	-	-	42,042
Community programs	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,295	-	-	-	-	-	-	4,295
Community projects and construction	-	-	10,159	11,026	6,629	35,419	4,714	-	56,355	15,740	11,357	-	10,526	10,000	-	-	-	8,519	1,543	10,597	-	192,584
Contractual services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,677	-	-	-	400	-	-	4,077
Donations	-	-	2,988	275	1,500	-	6,407	-	2,604	900	1,220	761	-	5,808	-	300	-	-	119	-	-	22,882
Equipment and parts	-	-	3,402	-	2,139	-	18,849	6,313	19,383	4,319	283	-	248	3,669	7,882	5,200	-	-	2,271	-	-	73,958
Equipment rental	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,121	-	-	604	-	-	5,725
Facility use refunds	-	-	2,240	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,240
Fiestas:																						
Advertising and promotions	-	-	2,250	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,250
Candidate commission	-	-	5,855	-	-	-	-	-	-	392	5,735	-	-	-	-	-	-	6,783	-	-	-	18,765
Entertainment and sound system	-	-	7,550	-	-	-	-	-	-	450	8,100	-	-	-	-	3,050	-	14,250	3,535	-	-	36,935
Food and catering	-	-	-	-	-	-	-	-	-	155	2,615	-	-	-	-	-	-	-	-	-	-	2,770
Contractual services	-	-	-	-	-	-	-	-	-	2,000	-	-	-	-	-	-	-	-	-	-	-	2,000
Others	-	-	9,696	-	-	-	-	-	-	900	6,635	-	-	-	-	1,295	-	1,726	2,136	-	-	21,988
Prizes	-	-	6,655	-	-	-	-	-	-	2,289	19,025	-	-	-	-	-	-	5,700	-	-	-	33,669
Supplies and materials	-	-	17,159	-	-	-	-	-	-	708	2,229	-	-	-	-	-	-	5,107	-	-	-	25,203
Flea market	-	-	-	-	-	-	12,376	-	-	-	-	-	-	-	-	-	-	-	-	-	-	12,376
Food and catering	8,241	-	12,511	1,689	4,601	12,573	16,577	-	9,119	4,176	10,586	-	-	2,387	50,012	297	-	-	3,758	450	-	136,977
Fundraising expenses	-	-	-	1,774	-	-	-	-	-	-	-	-	-	-	-	-	-	3,572	-	-	-	5,346
Grants distribution	200,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	31,583
Humanitarian assistance	950	-	2,443	-	-	-	12,200	-	9,200	-	1,000	-	-	5,545	3,259	1,350	-	-	-	-	(168,417)	35,947
Liberation Day expenses:																						
Contractual services	15,800	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	15,800
Coronation	14,414	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	14,414
Food	2,624	-	881	28	-	-	-	-	-	-	-	-	-	2,068	-	-	-	-	-	-	-	5,601
Net proceeds share	19,547	-	-	-	-	-	-	-	-	-	-	-	-	150	-	-	-	-	-	-	-	19,697
Others	-	-	1,200	1,483	2,434	-	2,150	-	-	529	-	-	-	605	-	350	-	500	150	1,000	-	10,401
Prizes	14,900	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	14,900
Supplies and materials	9,140	-	1,000	-	-	-	3,750	-	3,431	-	-	-	-	1,087	-	-	-	-	-	-	-	18,408
Travel and transportation	5,974	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,974
MCOG events	19,572	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	19,572
Others	500	-	2,477	175	410	1,513	1,306	-	3,467	321	2,148	-	-	2,073	43	85	-	350	2,589	500	-	17,957
Prizes and awards	-	-	18,225	-	-	-	-	-	19,413	-	-	-	-	13,115	3,143	-	-	-	-	-	-	53,896
Reimbursements	-	-	-	-	-	-	-	-	-	-	4,408	-	-	-	500	-	-	-	-	-	-	4,908
Rental	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Repairs and maintenance	-	-	468	1,188	1,544	-	16,444	-	3,701	5,907	435	-	65	2,049	1,001	2,310	-	258	507	-	-	35,877
Sponsorships	-	-	-	-	-	-	17,723	-	43,329	-	4,180	-	-	-	12,394	800	-	-	-	-	-	78,426
Stipend fee and per diem	-	-	1,525	-	-	-	2,850	-	-	-	-	-	-	-	31,375	-	-	-	-	-	-	35,750
Supplies and materials	-	-	17,674	953	4,003	3,696	17,317	-	6,666	2,362	2,900	-	-	7,697	35,520	3,264	-	-	10,206	99	-	112,357
Taxes, licenses and permit	-	-	468	-	-	-	943	-	434	1,175	-	-	-	1,773	8,844	-	-	-	210	-	-	13,847
Travel and accommodations	-	-	-	-	-	-	-	-	1,206	-	-	-	-	-	-	-	-	-	-	-	-	1,206
Uniforms	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,621	-	-	-	-	-	-	3,621
<b>Total disbursements</b>	<b>319,062</b>	<b>-</b>	<b>137,927</b>	<b>20,528</b>	<b>25,403</b>	<b>54,126</b>	<b>140,455</b>	<b>6,494</b>	<b>186,117</b>	<b>44,202</b>	<b>83,210</b>	<b>761</b>	<b>11,271</b>	<b>66,893</b>	<b>165,697</b>	<b>23,589</b>	<b>-</b>	<b>48,964</b>	<b>32,096</b>	<b>12,682</b>	<b>(168,417)</b>	<b>1,211,060</b>
Excess (deficiency) of deposits over (under) disbursements	27,572	-	(15,673)	(1,242)	195	123,576	5,594	4,262	(2,829)	(11,656)	10,317	-	(145)	(975)	1,689	(5,874)	-	1,646	1,752	48	-	138,257
Cash transfers	-	-	14,332	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	14,332
Cash at beginning of year	12,312	-	4,421	1,776	18,167	415,914	56,101	17,386	72,398	15,316	5,814	-	6,221	4,535	16,825	5,834	-	-	3,232	-	-	658,252
Cash at end of year	\$ 39,884	\$ -	\$ 3,080	\$ 534	\$ 18,362	\$ 539,490	\$ 61,695	\$ 21,648	\$ 69,569	\$ 3,660	\$ 16,131	\$ -	\$ 8,076	\$ 3,560	\$ 18,514	\$ (40)	\$ -	\$ 1,646	\$ 4,984	\$ 48	\$ -	\$ 810,841

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM**

**SENIOR CENTER OPERATIONS PROGRAM**  
**Supplementary Combining Statement of Cash Deposits and Disbursements and Changes in Cash**  
**Year Ended September 30, 2016**

	Agana Heights	Agat	Astumbo	Dededo	Inarajan	Mangilao	Merizo	Santa Rita	Sinajana	Tamuning- Tumon- Harmon	Yigo	Yona	Total
Deposits:													
Bingo and fundraising	\$ 9,915	\$ 66,142	\$ 11,342	\$ 22,469	\$ 5,778	\$ 49,178	\$ 3,618	\$ 76,235	\$ 28,789	\$ 29,526	\$ 17,550	\$ 37,590	\$ 358,132
Others	2,167	-	-	-	76	823	-	5,597	-	293	-	-	8,956
<b>Total deposits</b>	<b>12,082</b>	<b>66,142</b>	<b>11,342</b>	<b>22,469</b>	<b>5,854</b>	<b>50,001</b>	<b>3,618</b>	<b>81,832</b>	<b>28,789</b>	<b>29,819</b>	<b>17,550</b>	<b>37,590</b>	<b>367,088</b>
Disbursements:													
Bank charges	-	496	36	36	36	15	36	158	-	36	36	100	985
Communications	-	-	-	-	-	-	-	-	-	892	-	631	1,523
Community events	-	200	-	-	-	2,517	-	-	-	-	-	-	2,717
Contractual services	-	-	-	-	-	-	-	-	5,013	300	-	-	5,313
Donations	-	348	-	-	-	-	-	100	1,000	-	200	-	1,648
Equipment and parts	2,280	2,142	353	1,842	-	1,607	-	1,078	-	600	1,300	931	12,133
Food and catering	2,322	12,615	669	8,346	1,798	2,606	3,829	6,579	10,562	7,790	9,933	4,143	71,192
Humanitarian assistance	355	690	-	338	-	1,100	300	900	-	-	-	675	4,358
Others	-	773	-	-	-	-	99	-	-	-	300	497	1,669
Prizes and awards	775	14,260	-	3,600	250	14,360	-	60,869	-	-	-	9,465	103,579
Repairs and maintenance	275	1,884	-	-	-	1,960	-	1,980	-	376	-	1,737	8,212
Supplies and materials	6,544	16,556	10,159	15,766	375	7,809	2,921	11,947	9,295	22,685	6,343	8,560	118,960
Taxes, licenses and permit	100	1,549	100	100	-	1,183	-	2,600	100	110	100	100	6,042
Transportation	431	640	-	-	-	-	896	-	-	556	-	807	3,330
Travel and accommodation	-	-	-	-	638	8,804	-	1,035	-	-	-	-	10,477
Uniforms	-	-	-	2,112	-	-	-	225	1,051	-	-	-	3,388
<b>Total disbursements</b>	<b>13,082</b>	<b>52,153</b>	<b>11,317</b>	<b>32,140</b>	<b>3,097</b>	<b>41,961</b>	<b>8,081</b>	<b>87,471</b>	<b>27,021</b>	<b>33,345</b>	<b>18,212</b>	<b>27,646</b>	<b>355,526</b>
Excess (deficiency) of deposits over (under) disbursements	(1,000)	13,989	25	(9,671)	2,757	8,040	(4,463)	(5,639)	1,768	(3,526)	(662)	9,944	11,562
Cash transfers	-	(14,332)	-	-	-	-	-	-	-	-	-	-	(14,332)
Cash at beginning of year	2,667	21,473	987	13,314	3,830	17,203	7,034	10,082	9,884	10,181	5,230	7,126	109,011
Cash at end of year	\$ 1,667	\$ 21,130	\$ 1,012	\$ 3,643	\$ 6,587	\$ 25,243	\$ 2,571	\$ 4,443	\$ 11,652	\$ 6,655	\$ 4,568	\$ 17,070	\$ 106,241

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MCOG REVOLVING FUND**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
Deposits:		
Grants - GVB	\$ 200,000	\$ -
Liberation Day - Raffle Sales	108,654	-
Dues	17,505	12,685
Christmas collections	16,225	15,897
Civil weddings	<u>4,250</u>	<u>5,000</u>
Total deposits	<u>346,634</u>	<u>33,582</u>
Disbursements:		
Grants distribution	200,000	-
Liberation Day:		
Net proceeds share	19,547	-
Contractual services	15,800	-
Prizes	14,900	-
Coronation	14,414	-
Supplies and materials	9,140	-
Travel and transportation	5,974	-
Food	2,624	-
MCOG events - Christmas Party	19,572	17,222
Food	8,241	6,881
Civil weddings	7,400	5,000
Humanitarian	950	-
Others	<u>500</u>	<u>679</u>
Total disbursements	<u>319,062</u>	<u>29,782</u>
Excess of deposits over disbursements	27,572	3,800
Cash at beginning of year	<u>12,312</u>	<u>8,512</u>
Cash at end of year	<u><u>\$ 39,884</u></u>	<u><u>\$ 12,312</u></u>

See Accompanying Independent Auditors' Report.



**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF AGANA HEIGHTS**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	2016			2015
	NAF	Senior Center	Total	
Deposits:				
Senior Center operations:				
Bingo	\$ -	\$ 9,915	\$ 9,915	\$ 10,091
Others	-	2,167	2,167	-
Total deposits	-	12,082	12,082	10,091
Disbursements:				
Supplies and materials	-	6,544	6,544	6,037
Food and catering	-	2,322	2,322	1,091
Equipment and parts	-	2,280	2,280	2,322
Bonus and incentive	-	775	775	-
Transportation	-	431	431	225
Humanitarian assistance	-	355	355	100
Repairs and maintenance	-	275	275	2,290
Taxes, licenses and permit	-	100	100	100
Prizes	-	-	-	80
Others	-	-	-	70
Total disbursements	-	13,082	13,082	12,315
Deficiency of deposits under disbursements	-	(1,000)	(1,000)	(2,224)
Cash at beginning of year	-	2,667	2,667	4,891
Cash at end of year	\$ -	\$ 1,667	\$ 1,667	\$ 2,667

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF AGAT**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	2016			
	NAF	Senior Center	Total	2015
<b>Deposits:</b>				
Senior Center operations:				
Bingo - night	\$ 3,066	\$ 35,353	\$ 38,419	\$ 26,387
Bingo - day	-	30,789	30,789	28,629
Fiesta - Mango Festival:				
Sponsorships	37,118	-	37,118	4,800
Concessions	5,900	-	5,900	7,055
Ticket sales	1,675	-	1,675	3,459
Others	5,091	-	5,091	4,795
Grants	20,526	-	20,526	12,500
Fundraising	11,935	-	11,935	6,839
Sponsorship	13,444	-	13,444	-
Donations	9,648	-	9,648	7,405
Flea and night markets	7,410	-	7,410	8,690
Liberation Day proceeds	2,115	-	2,115	2,117
Program registrations	2,000	-	2,000	-
Civil weddings	1,050	-	1,050	500
Others	1,276	-	1,276	719
Unclassified	-	-	-	999
<b>Total deposits</b>	<b>122,254</b>	<b>66,142</b>	<b>188,396</b>	<b>114,894</b>
<b>Disbursements:</b>				
Fiestas:				
Supplies and materials	17,159	-	17,159	6,089
Entertainment and sound system	7,550	-	7,550	8,695
Prizes	6,655	-	6,655	5,700
Candidate commission	5,855	-	5,855	-
Advertising and promotions	2,250	-	2,250	2,050
Others	9,696	-	9,696	4,468
Supplies and materials	17,674	16,556	34,230	30,149
Prizes and awards	18,225	14,260	32,485	23,239
Food and catering	12,511	12,615	25,126	17,544
Community events	10,587	200	10,787	-
Community projects	10,159	-	10,159	6,964
Equipment and parts	3,402	2,142	5,544	1,915
Donations	2,988	348	3,336	675
Humanitarian assistance	2,443	690	3,133	3,450
Liberation Day expense	3,081	-	3,081	775
Repairs and maintenance	468	1,884	2,352	488
Facility use refund	2,240	-	2,240	1,500
Taxes, licenses and permits	468	1,549	2,017	1,081
Program facilitator stipend	1,525	-	1,525	-
Bank charges	514	496	1,010	849
Transportation	-	640	640	2,001
Others	2,477	773	3,250	923
Unclassified	-	-	-	498
<b>Total disbursements</b>	<b>137,927</b>	<b>52,153</b>	<b>190,080</b>	<b>119,053</b>
<b>Deficiency of deposits under disbursements</b>	<b>(15,673)</b>	<b>13,989</b>	<b>(1,684)</b>	<b>(4,159)</b>
Cash transfers	14,332	(14,332)	-	-
Cash at beginning of year	4,421	21,473	25,894	30,053
Cash at end of year	\$ 3,080	\$ 21,130	\$ 24,210	\$ 25,894

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF ASAN-MAINA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
<b>Deposits:</b>		
Grant - GVB	\$ 10,526	\$ -
Donations	3,370	4,003
Luncheon hosting	2,703	450
Liberation Day proceeds:		
Donation	1,300	3,750
Prize	500	-
Fiesta proceeds: Sales and vendor concessions	451	
Civil weddings	150	-
Reimbursement	-	500
Others	286	555
	<u>19,286</u>	<u>9,258</u>
Total deposits		
	<u>19,286</u>	<u>9,258</u>
<b>Disbursements:</b>		
Community projects	11,026	-
Community and employee events	1,781	510
Fundraising expenses	1,774	-
Food and catering	1,689	1,301
Liberation Day	1,511	3,293
Repairs and maintenance	1,188	537
Supplies and materials	953	1,177
Donation	275	48
Bank charges	156	281
Others	175	541
	<u>20,528</u>	<u>7,688</u>
Total disbursements		
	<u>20,528</u>	<u>7,688</u>
Excess (deficiency) of deposits over (under) disbursements	(1,242)	1,570
Cash at beginning of year	<u>1,776</u>	<u>206</u>
Cash at end of year	<u>\$ 534</u>	<u>\$ 1,776</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF BARRIGADA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
Deposits:		
Grant - GVB	\$ 10,526	\$ -
Fiesta concessions	10,000	10,000
Donations	2,470	3,270
Liberation Day proceeds:		
Commission	966	906
Ticket sales	595	-
Prizes	-	500
Civil weddings	850	650
Sponsorship	-	760
Others	<u>191</u>	<u>143</u>
Total deposits	<u>25,598</u>	<u>16,229</u>
Disbursements:		
Community projects	6,629	-
Food	4,601	5,081
Supplies and materials	4,003	4,220
Liberation Day	2,434	2,190
Community events	2,143	2,801
Equipment and parts	2,139	895
Repairs and maintenance	1,544	1,936
Donation	1,500	650
Sponsorship	-	2,500
Office	-	525
Others	<u>410</u>	<u>1,120</u>
Total disbursements	<u>25,403</u>	<u>21,918</u>
Excess (deficiency) of deposits over (under) disbursements	195	(5,689)
Cash at beginning of year	<u>18,167</u>	<u>23,856</u>
Cash at end of year	<u>\$ 18,362</u>	<u>\$ 18,167</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF CHALAN PAGO - ORDOT**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	2016			
	NAF			
	Host Community			
	MPC Fund	Benefit	Total	2015
Deposits:				
Host Community Premium	\$ -	\$ 163,671	\$ 163,671	\$ 143,090
Grant - GVB	10,526	-	10,526	-
Donations	1,525	-	1,525	1,370
Civil weddings	700	-	700	150
Liberation Day ticket sales	638	-	638	450
Interest from savings account	540	-	540	514
Fundraising	102	-	102	70
Others	-	-	-	50
Total deposits	14,031	163,671	177,702	145,694
Disbursements:				
Community projects	10,626	24,793	35,419	3,276
Food and catering	10,290	2,283	12,573	5,741
Materials and supplies	-	3,696	3,696	994
Entertainment services	-	800	800	425
Community events	-	925	925	100
Rental	-	150	150	185
Liberation Day	-	-	-	5,713
Sponsorships	-	-	-	500
Others	-	563	563	235
Total disbursements	20,916	33,210	54,126	17,169
Excess (deficiency) of deposits over (under) disbursements	(6,885)	130,461	123,576	128,525
Cash at beginning of year	7,057	408,857	415,914	287,389
Cash at end of year	\$ 172	\$ 539,318	\$ 539,490	\$ 415,914

See Accompanying Independent Auditors' Report.



**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF DEDEDO**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	2016				2015
	NAF	Senior Center		Total	
		Astumbo	Dededo		
<b>Deposits:</b>					
Flea markets	\$ 108,220	\$ -	\$ -	\$ 108,220	\$ 126,510
Senior Center operations	-	11,342	22,469	33,811	39,817
Fundraising	11,126	-	-	11,126	-
Grant: GVB	10,527	-	-	10,527	-
Donations	7,500	-	-	7,500	6,317
Reimbursements and refunds	2,366	-	-	2,366	3,200
Civil weddings	2,200	-	-	2,200	2,300
Liberation Day proceeds	2,000	-	-	2,000	-
Program registrations	-	-	-	-	6,545
Fiesta gaming proceeds	-	-	-	-	1,000
Others	2,110	-	-	2,110	277
<b>Total deposits</b>	<b>146,049</b>	<b>11,342</b>	<b>22,469</b>	<b>179,860</b>	<b>185,966</b>
<b>Disbursements:</b>					
Supplies and materials	17,317	10,159	15,766	43,242	31,182
Food and catering	16,577	669	8,346	25,592	30,493
Equipment and parts	18,849	353	1,842	21,044	18,102
Sponsorships	17,723	-	-	17,723	20,551
Repairs and maintenance	16,444	-	-	16,444	9,086
Humanitarian assistance	12,200	-	338	12,538	11,150
Flea market	12,376	-	-	12,376	11,479
Community programs and events	6,585	-	-	6,585	9,134
Donations	6,407	-	-	6,407	5,346
Liberation Day	5,900	-	-	5,900	-
Community projects and construction	4,714	-	-	4,714	12,690
Prizes and awards	-	-	3,600	3,600	3,598
Stipend fee	2,850	-	-	2,850	2,550
Uniforms	-	-	2,112	2,112	-
Taxes and licenses	943	100	100	1,143	757
Bank charges	264	36	36	336	143
Others	1,306	-	-	1,306	5,400
<b>Total disbursements</b>	<b>140,455</b>	<b>11,317</b>	<b>32,140</b>	<b>183,912</b>	<b>171,661</b>
<b>Excess (deficiency) of deposits over (under) disbursements</b>	<b>5,594</b>	<b>25</b>	<b>(9,671)</b>	<b>(4,052)</b>	<b>14,305</b>
<b>Cash at beginning of year</b>	<b>56,101</b>	<b>987</b>	<b>13,314</b>	<b>70,402</b>	<b>56,097</b>
<b>Cash at end of year</b>	<b>\$ 61,695</b>	<b>\$ 1,012</b>	<b>\$ 3,643</b>	<b>\$ 66,350</b>	<b>\$ 70,402</b>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF HAGATNA**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
Deposits:		
Grant - GVB	\$ 10,526	\$ -
Donation	<u>230</u>	<u>30</u>
Total deposits	<u>10,756</u>	<u>30</u>
Disbursements:		
Equipment and parts	6,313	-
Bank charges	<u>181</u>	<u>158</u>
Total disbursements	<u>6,494</u>	<u>158</u>
Excess (deficiency) of deposits over (under) disbursements	4,262	(128)
Cash at beginning of year	<u>17,386</u>	<u>17,514</u>
Cash at end of year	<u>\$ 21,648</u>	<u>\$ 17,386</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF INARAJAN**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	2016					
	NAF					
	MPC Fund	Host Community Benefit	Senior Center	Total		2015
Deposits:						
Host Community Premium	\$ -	\$ 163,671	\$ -	\$ 163,671	\$	143,090
Grant - GVB	10,526	-	-	10,526		-
Senior Center operations:						
Bingo	-	-	5,778	5,778		5,852
Others	-	-	76	76		-
Donations	3,550	-	-	3,550		670
Fiesta concessions	2,800	-	-	2,800		1,900
Liberation: Raffle sales	1,494	-	-	1,494		-
Fundraisings	851	-	-	851		3,088
Civil weddings	-	-	-	-		50
Others	275	121	-	396		1,029
Total deposits	19,496	163,792	5,854	189,142		155,679
Disbursements:						
Community projects and construction	10,163	46,192	-	56,355		93,217
Sponsorships	-	43,329	-	43,329		25,675
Prizes	695	18,718	-	19,413		7,900
Equipment and parts	-	19,383	-	19,383		23,256
Food and catering	259	8,860	1,798	10,917		10,537
Humanitarian assistance	200	9,000	-	9,200		6,900
Supplies and materials	732	5,934	375	7,041		7,283
Bonus	-	4,200	250	4,450		3,475
Repairs and maintenance	265	3,436	-	3,701		6,567
Liberation Day	-	3,431	-	3,431		-
Community events	-	3,385	-	3,385		1,818
Donations	505	2,099	-	2,604		7,793
Travel and transportation	1,206	-	638	1,844		5,419
Taxes, licenses and permits	134	300	-	434		344
Bank charges	36	188	36	260		252
Contractual services	-	-	-	-		3,928
Fiestas	-	-	-	-		647
Others	230	3,237	-	3,467		2,316
Total disbursements	14,425	171,692	3,097	189,214		207,327
Excess (deficiency) of deposits over (under) disbursements	5,071	(7,900)	2,757	(72)		(51,648)
Cash at beginning of year	6,644	65,754	3,830	76,228		127,876
Cash at end of year	\$ 11,715	\$ 57,854	\$ 6,587	\$ 76,156	\$	76,228

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF MANGILAO**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	2016			
	NAF	Senior Center	Total	2015
Deposits:				
Senior Center operations:				
Bingo and fundraisings	\$ -	\$ 49,178	\$ 49,178	\$ 32,926
Refund and reimbursements	-	-	-	3,163
Others	-	823	823	331
Reimbursements and refunds	-	-	-	25,442
Flea and night markets	12,925	-	12,925	13,067
Grants - GVB	12,401	-	12,401	7,000
Fiesta proceeds:				
Concessions	3,065	-	3,065	3,250
Ticket sales and fundraising	1,430	-	1,430	2,130
Others	225	-	225	556
Civil weddings	1,700	-	1,700	1,060
Donations	350	-	350	11,332
Fundraising	-	-	-	4,266
Others	450	-	450	-
Total deposits	<u>32,546</u>	<u>50,001</u>	<u>82,547</u>	<u>104,523</u>
Disbursements:				
Community projects	15,740	-	15,740	37,621
Bonus and incentives	300	10,990	11,290	6,400
Supplies and materials	2,362	7,809	10,171	8,799
Travel and accommodation	-	8,804	8,804	15,915
Repairs and maintenance	5,907	1,960	7,867	2,528
Food and catering	4,176	2,606	6,782	15,404
Equipment and parts	4,319	1,607	5,926	12,091
Fiestas:				
Prizes	2,289	-	2,289	950
Contractual services	2,000	-	2,000	4,800
Supplies and materials	708	-	708	1,975
Entertainment	450	-	450	-
Commission	392	-	392	1,071
Food and catering	155	-	155	64
Others	500	-	500	255
Employee and Senior Center events	1,713	2,517	4,230	2,219
Prizes	-	3,370	3,370	1,100
Taxes, licenses and permits	1,175	1,183	2,358	1,047
Humanitarian assistance	-	1,100	1,100	400
Donations	900	-	900	4,266
Liberation Day	529	-	529	2,077
Entertainment	300	-	300	525
Bank charges	266	15	281	170
Transportation	-	-	-	375
Others	21	-	21	1,776
Total disbursements	<u>44,202</u>	<u>41,961</u>	<u>86,163</u>	<u>121,828</u>
Excess (deficiency) of deposits over (under) disbursements	(11,656)	8,040	(3,616)	(17,305)
Cash at beginning of year	<u>15,316</u>	<u>17,203</u>	<u>32,519</u>	<u>49,824</u>
Cash at end of year	<u>\$ 3,660</u>	<u>\$ 25,243</u>	<u>\$ 28,903</u>	<u>\$ 32,519</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF MERIZO**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	2016					
	NAF					
	MPC Fund	Cemetery Fund	Senior Center	Total		2015
Deposits:						
Donations	\$ 44,438	\$ -	\$ -	\$ 44,438	\$	20,080
Fiesta proceeds:						
Ticket sales	19,026	-	-	19,026		15,446
Fiesta concessions	1,566	-	-	1,566		10,650
Fundraising	4,771	-	-	4,771		-
Grants:						
GVB FestPac	10,526	-	-	10,526		-
GVB Fiestan Tasi	2,500	-	-	2,500		5,000
GVB Gupot Chamorro	2,500	-	-	2,500		5,000
Maintenance services	-	5,000	-	5,000		2,500
Senior Center operations: Bingo	-	-	3,618	3,618		4,932
Reimbursements and refunds	1,000	2,200	-	3,200		400
Unclassified	-	-	-	-		4,400
Total deposits	<u>86,327</u>	<u>7,200</u>	<u>3,618</u>	<u>97,145</u>		<u>68,408</u>
Disbursements:						
Fiestas:						
Prizes	19,025	-	-	19,025		14,750
Entertainment	8,100	-	-	8,100		3,700
Candidate commission	5,735	-	-	5,735		8,935
Food and catering	2,615	-	-	2,615		6,274
Supplies and materials	2,229	-	-	2,229		5,585
Others	6,635	-	-	6,635		3,821
Food and catering	10,236	350	3,829	14,415		11,578
Community projects	11,357	-	-	11,357		660
Supplies and materials	2,900	-	2,921	5,821		5,276
Reimbursement	3,907	501	-	4,408		-
Sponsorships	2,780	1,400	-	4,180		5,420
Humanitarian assistance	400	600	300	1,300		3,400
Donations	1,220	-	-	1,220		-
Transportation	-	-	896	896		244
Repairs and maintenance	435	-	-	435		1,820
Bank charges	318	36	36	390		201
Equipment and parts	283	-	-	283		6,987
Utilities	-	-	-	-		560
Taxes	-	-	-	-		100
Others	1,937	211	99	2,247		2,836
Total disbursements	<u>80,112</u>	<u>3,098</u>	<u>8,081</u>	<u>91,291</u>		<u>82,147</u>
Excess (deficiency) of deposits over (under) disbursements	6,215	4,102	(4,463)	5,854		(13,739)
Cash at beginning of year	5,191	623	7,034	12,848		26,587
Cash at end of year	\$ 11,406	\$ 4,725	\$ 2,571	\$ 18,702	\$	12,848

See Accompanying Independent Auditors' Report.



**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF MONGMONG-TOTO-MAITE**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
Deposits:		
Community events	\$ 761	\$ 704
Civil weddings	<u>-</u>	<u>350</u>
Total deposits	761	1,054
Disbursements:		
Donations	<u>761</u>	<u>1,054</u>
Excess of deposits over disbursements	-	-
Cash at beginning of year	<u>-</u>	<u>-</u>
Cash at end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF PITI**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
Deposits:		
Grant - GVB	\$ 10,526	\$ -
Donations	600	2,410
Others	<u>-</u>	<u>411</u>
Total deposits	<u>11,126</u>	<u>2,821</u>
Disbursements:		
Community construction projects	10,526	-
Employee events	432	-
Equipment and parts	248	139
Repairs and maintenance	65	3,027
Food	-	473
Prizes	<u>-</u>	<u>225</u>
Total disbursements	<u>11,271</u>	<u>3,864</u>
Deficiency of deposits under disbursements	(145)	(1,043)
Cash at beginning of year	<u>8,221</u>	<u>9,264</u>
Cash at end of year	<u><u>\$ 8,076</u></u>	<u><u>\$ 8,221</u></u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF SANTA RITA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	2016			
	NAF	Senior Center	Total	2015
<b>Deposits:</b>				
Senior Center operations:				
Bingo and fundraisings	\$ -	\$ 76,235	\$ 76,235	\$ 106,111
Others	-	5,597	5,597	5,054
Fundraising - Mayor's bingo fundraisers	37,854	-	37,854	27,215
Grants - GVB	10,526	-	10,526	3,000
Liberation Day proceeds:				
Grant - Sumay Memorial Day	3,500	-	3,500	3,000
Sponsorship payout	3,479	-	3,479	-
Prize - float competition	1,500	-	1,500	1,500
Ticket and shirt sales	1,182	-	1,182	75
Donations	4,303	-	4,303	2,381
Reimbursements and refunds	1,674	-	1,674	2,706
Humanitarian assistance loan repayments	1,200	-	1,200	550
Civil weddings	250	-	250	450
Sponsorships	-	-	-	4,000
Fiesta concessions - Cockfight proceeds	-	-	-	1,480
Others	450	-	450	402
<b>Total deposits</b>	<b>65,918</b>	<b>81,832</b>	<b>147,750</b>	<b>157,924</b>
<b>Disbursements:</b>				
Prizes and awards	13,115	60,869	73,984	39,319
Supplies and materials	7,697	11,947	19,644	29,062
Community construction projects	10,000	-	10,000	-
Food and catering	2,387	6,579	8,966	9,480
Community events	8,867	-	8,867	5,019
Humanitarian assistance	5,545	900	6,445	3,850
Donations	5,808	100	5,908	3,651
Equipment and parts	3,669	1,078	4,747	16,178
Taxes, licenses and fees	1,773	2,600	4,373	4,710
Repairs and maintenance	2,049	1,980	4,029	5,433
Liberation Day	3,910	-	3,910	2,630
Travel and accommodations	-	1,035	1,035	25,018
Uniforms	-	225	225	1,247
Bank charges	-	158	158	80
Communication	-	-	-	1,414
Bonus and incentives	-	-	-	628
Entertainment	-	-	-	610
Others	2,073	-	2,073	2,923
<b>Total disbursements</b>	<b>66,893</b>	<b>87,471</b>	<b>154,364</b>	<b>151,252</b>
Excess (deficiency) of deposits over (under) disbursements	(975)	(5,639)	(6,614)	6,672
Cash at beginning of year	4,535	10,082	14,617	7,945
Cash at end of year	\$ 3,560	\$ 4,443	\$ 8,003	\$ 14,617

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF SINAJANA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	2016			2015
	NAF	Senior Center	Total	
<b>Deposits:</b>				
Fundraisings - Bingo	\$ 91,792	\$ -	\$ 91,792	\$ 102,800
Program registrations	50,370	-	50,370	41,275
Senior Center operations - Bingo	-	28,789	28,789	33,011
Grants - GVB	15,526	-	15,526	5,000
Sponsorships	5,490	-	5,490	7,134
Donations	3,830	-	3,830	10,575
Liberation Day proceeds	225	-	225	-
Civil weddings	50	-	50	-
Others	103	-	103	1,547
<b>Total deposits</b>	<b>167,386</b>	<b>28,789</b>	<b>196,175</b>	<b>201,342</b>
<b>Disbursements:</b>				
Food	50,012	10,562	60,574	71,192
Supplies and materials	35,520	9,295	44,815	38,105
Stipend and bonus	31,375	-	31,375	31,298
Sponsorships	12,394	-	12,394	18,051
Taxes and licenses	8,844	100	8,944	6,293
Contractual services	3,677	5,013	8,690	8,489
Equipment and parts	7,882	-	7,882	13,425
Uniforms	3,621	1,051	4,672	3,948
Community programs	4,295	-	4,295	1,795
Humanitarian assistance	3,259	-	3,259	2,871
Prizes	3,143	-	3,143	14,552
Repairs and maintenance	1,001	-	1,001	2,181
Donations	-	1,000	1,000	-
Refunds	500	-	500	700
Bank charges	131	-	131	148
Fuel and transportation	43	-	43	1,243
Per diem	-	-	-	4,266
<b>Total disbursements</b>	<b>165,697</b>	<b>27,021</b>	<b>192,718</b>	<b>218,557</b>
<b>Excess (deficiency) of deposits over (under) disbursements</b>	<b>1,689</b>	<b>1,768</b>	<b>3,457</b>	<b>(17,215)</b>
<b>Cash at beginning of year</b>	<b>16,825</b>	<b>9,884</b>	<b>26,709</b>	<b>43,924</b>
<b>Cash at end of year</b>	<b>\$ 18,514</b>	<b>\$ 11,652</b>	<b>\$ 30,166</b>	<b>\$ 26,709</b>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF TALOFOFO**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
Deposits:		
Grants: GVB	\$ 13,026	\$ 5,000
Fiesta:		
Concessions	3,055	2,100
Sponsorships	1,300	1,300
Donations	334	4,530
Fundraisings	-	283
Prizes	-	250
Civil weddings	-	50
Others	-	50
Total deposits	<u>17,715</u>	<u>13,563</u>
Disbursements:		
Equipment and parts	5,200	-
Equipment rental	5,121	1,700
Banana festival:		
Entertainment	3,050	2,400
Permit fees	535	460
Others	760	712
Supplies and materials	3,264	1,435
Repairs and maintenance	2,310	921
Humanitarian assistance	1,350	695
Sponsorships	800	2,054
Liberation Day	350	150
Donations	300	200
Food and catering	297	600
Bank charges	167	36
Others	85	1,180
Total disbursements	<u>23,589</u>	<u>12,543</u>
Excess (deficiency) of deposits over (under) disbursements	(5,874)	1,020
Cash at beginning of year	<u>5,834</u>	<u>4,814</u>
Cash at end of year	<u>\$ (40)</u>	<u>\$ 5,834</u>

See Accompanying Independent Auditors' Report.



**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF TAMUNING-TUMON-HARMON**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	2016			
	NAF	Senior Center	Total	2015
Deposits:				
Senior Center operations: Bingo	\$ -	\$ 29,526	\$ 29,526	\$ 29,605
Others	-	293	293	555
Total deposits	-	29,819	29,819	30,160
Disbursements:				
Supplies and materials	-	22,685	22,685	25,120
Food and catering	-	7,790	7,790	13,064
Equipment	-	600	600	4,106
Janitorial services	-	300	300	980
Repairs and maintenance	-	376	376	803
Prizes	-	-	-	581
Communication	-	892	892	281
Taxes	-	110	110	100
Transportation	-	556	556	95
Bank charges	-	36	36	45
Others	-	-	-	526
Total disbursements	-	33,345	33,345	45,701
Deficiency of deposits under disbursements	-	(3,526)	(3,526)	(15,541)
Cash at beginning of year	-	10,181	10,181	25,722
Cash at end of year	\$ -	\$ 6,655	\$ 6,655	\$ 10,181

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF UMATAC**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	<u>2016</u>	<u>2015</u>
Deposits:		
Grants:		
Humatak Foundation	\$ 16,000	\$ -
GVB	10,526	6,000
Guam Preservation Trust	-	5,000
Fiestas:		
Ticket sales	14,015	-
Concessions	8,481	5,516
Fundraising	898	-
Donations	690	4,400
Others	-	200
Total deposits	<u>50,610</u>	<u>21,116</u>
Disbursements:		
Fiestas:		
Entertainment	10,750	10,800
Candidate commission	6,783	-
Prizes	5,700	2,000
Supplies and materials	5,107	2,016
Sounds and lighting	3,500	4,007
Others	1,726	1,518
Community projects	8,519	-
Fundraising	3,572	-
Other community events	1,974	-
Liberation Day	500	150
Repairs and maintenance	258	100
Bank charges	225	58
Donation	-	700
Others	350	300
Total disbursements	<u>48,964</u>	<u>21,649</u>
Excess (deficiency) of deposits over (under) disbursements	1,646	(533)
Cash at beginning of year	<u>-</u>	<u>533</u>
Cash at end of year	<u>\$ 1,646</u>	<u>\$ -</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF YIGO**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	2016			2015
	NAF	Senior Center	Total	
<b>Deposits:</b>				
Bingo proceeds	\$ -	\$ 17,550	\$ 17,550	\$ 18,938
Donations	17,473	-	17,473	25,777
<b>Grants:</b>				
GVB	10,526	-	10,526	-
Guam Liberation Historical Society	1,000	-	1,000	-
Flea/night market	3,644	-	3,644	2,525
Fundraising	925	-	925	1,965
Commission	280	-	280	147
Civil weddings	-	-	-	590
Others	-	-	-	529
<b>Total deposits</b>	<b>33,848</b>	<b>17,550</b>	<b>51,398</b>	<b>50,471</b>
<b>Disbursements:</b>				
Supplies and materials	10,206	6,343	16,549	12,616
Food and catering	3,758	9,933	13,691	14,114
<b>Citrus festival:</b>				
Entertainment	3,535	-	3,535	-
Sponsorship	765	-	765	-
Others	1,371	-	1,371	-
Community programs and events	3,650	-	3,650	10,503
Equipment and parts	2,271	1,300	3,571	1,929
Community projects	1,543	-	1,543	-
Equipment rental	604	-	604	1,678
Repairs and maintenance	507	-	507	2,252
Bank charges	418	36	454	195
Contractual services	400	-	400	-
Donations	119	200	319	606
Taxes and permits	210	100	310	124
Liberation Day	150	-	150	150
Transportation	-	-	-	1,425
Sponsorships	-	-	-	1,063
Uniforms	-	-	-	840
Humanitarian assistance	-	-	-	100
Prizes	-	-	-	60
Others	2,589	300	2,889	4,236
<b>Total disbursements</b>	<b>32,096</b>	<b>18,212</b>	<b>50,308</b>	<b>51,891</b>
<b>Excess (deficiency) of deposits over (under) disbursements</b>	<b>1,752</b>	<b>(662)</b>	<b>1,090</b>	<b>(1,420)</b>
<b>Cash at beginning of year</b>	<b>3,232</b>	<b>5,230</b>	<b>8,462</b>	<b>9,882</b>
<b>Cash at end of year</b>	<b>\$ 4,984</b>	<b>\$ 4,568</b>	<b>\$ 9,552</b>	<b>\$ 8,462</b>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF YONA**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2016 and 2015

	2016			2015
	NAF	Senior Center	Total	
Deposits:				
Senior Center operations:				
Fundraising	\$ -	\$ 21,173	\$ 21,173	\$ -
Daily bingo	-	16,417	16,417	16,750
Grants				
Guam Visitor's Bureau	10,526	-	10,526	-
Liberation	1,000	-	1,000	-
Donations	1,204	-	1,204	1,000
Total deposits	<u>12,730</u>	<u>37,590</u>	<u>50,320</u>	<u>17,750</u>
Disbursements:				
Community projects and construction	10,597	-	10,597	-
Bonus and gifts	-	9,465	9,465	50
Supplies and materials	99	8,560	8,659	6,981
Food and catering	450	4,143	4,593	3,226
Repairs and maintenance	-	1,737	1,737	1,567
Liberation expenses	1,000	-	1,000	-
Equipment and parts	-	931	931	549
Transportation	-	807	807	1,294
Humanitarian assistance	-	675	675	-
Communication	-	631	631	456
Bank charges	36	100	136	14
Taxes	-	100	100	319
Fiesta expenses	-	-	-	100
Others	500	497	997	161
Total disbursements	<u>12,682</u>	<u>27,646</u>	<u>40,328</u>	<u>14,717</u>
Excess of deposits over disbursements	48	9,944	9,992	3,033
Cash at beginning of year	-	7,126	7,126	4,093
Cash at end of year	<u>\$ 48</u>	<u>\$ 17,070</u>	<u>\$ 17,118</u>	<u>\$ 7,126</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM**

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**INDEPENDENT AUDITORS' REPORT ON  
COMPLIANCE AND ON INTERNAL CONTROL**

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**YEAR ENDED SEPTEMBER 30, 2015**



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL  
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

The Executive Officers  
Mayors' Council of Guam

We have audited, in accordance with the 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, the financial statements of the Mayors' Council of Guam, which comprise the statement of cash deposits and disbursements and changes in cash for the year ended September 30, 2015 and the related notes to the financial statements, and have issued our report thereon dated March 30, 2016.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Mayors' Council of Guam's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Mayors' Council of Guam's internal control. Accordingly, we do not express an opinion on the effectiveness of the Mayors' Council of Guam's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did not identify any deficiencies in internal control, during the course of the audit.

## **Compliance and Other Matters**

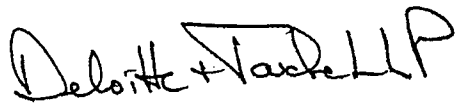
As part of obtaining reasonable assurance about whether the Mayors' Council of Guam's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Responses as items 2015-1 and 2015-2.

## **Mayors' Council of Guam's Responses to Findings**

The Mayors' Council of Guam's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Responses. The Mayors' Council of Guam's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on them.

## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink, appearing to read "Deloitte + Touche LLP", is written over a horizontal line.

March 30, 2016

## MAYORS' COUNCIL OF GUAM

### Schedule of Findings and Responses Year Ended September 30, 2015

Finding No.: 2015-1

Area: Compliance with Applicable Procurement Regulations

Criteria: Procurement rules and regulations applicable to non-appropriated funds (NAF) should be clearly defined.

Condition: During fiscal year 2015, the Mayors' Council of Guam and the nineteen municipalities have demonstrated continued commitment to obtain comparative prices for their NAF disbursements. While substantial improvements were evident relative to procurement procedures, the Mayors' Council of Guam is yet to complete a uniform procurement policy.

Cause: The cause of the above condition is the absence of formal procurement rules and regulations governing NAF.

Effect: The effect of the above condition is that NAF purchases are not consistently subjected to procurement rules and regulations.

Recommendation: We recommend the Mayors' Council of Guam continue with its initiative to develop a procurement policy governing NAF that will consistently and uniformly be used by all NAF activities.

Prior Year Status: The absence of formal procurement rules and regulations governing NAF was reported as a finding in the audits of the Mayors' Council of Guam for fiscal years 2011 to 2014.

Auditee Response and Corrective Action Plan: This finding has already been addressed and corrected. A uniform policy "Standard Operating Procedures for Appropriated Funds and Non-Appropriated Funds" have been completed and unanimously adopted by the Mayors' Council of Guam in January 2016. This uniform policy is now in use at 19 villages.

## MAYORS' COUNCIL OF GUAM

### Schedule of Findings and Responses, Continued Year Ended September 30, 2015

Finding No.: 2015-2

Area: Monitoring of Non-Profit Organizations and Senior Centers

Criteria: Policies and procedures should be in place to monitor non-profit organizations (NPO) or other entities utilizing the municipalities' facilities. These policies and procedures should be documented and be readily available to all districts for their guidance.

Condition: The Mayors' Council of Guam had developed policies and procedures (a) to verify validity of NPOs that utilize facilities under the jurisdiction of the Mayors' offices; and (b) to determine whether NPO's are in compliance with Department of Revenue and Taxation filings. However, such policies and procedures appear to have not been consistently provided to all nineteen districts.

Further, the Mayors' offices involvement relative to Senior Center operations and associated monitoring procedures are not clearly defined and documented. Formal accounting and financial reporting policies and procedures for the Senior Centers are currently not in place.

Cause: The existence of formal policies and procedures relative to monitoring of non-profit organizations is not known to all districts. Also, the above condition is due to the absence of uniform and formal monitoring procedures for the Senior Centers.

Effect: The effect of the above condition is that associated risks and legal liabilities may not be minimized.

Recommendation: We recommend the Mayors' Council of Guam continue to work with the nineteen districts in promulgating policies and procedures to monitor non-profit organizations. Further, we recommend that formal monitoring policies and procedures for Senior Centers' operations be established and be provided to appropriate districts for their guidance and consideration.

Auditee Response and Corrective Action Plan: The recommendation of promulgating policies and procedures to monitor non-profit organizations has already been addressed and corrected. The same "Standard Operating Procedures for Appropriated Funds and Non-Appropriated Funds" incorporates as section on Non-Profit organizations and how the districts should complete a checklist form to ensure that these non-profit entities are genuine and in good standing with the Department of Revenue and Taxation. Formal monitoring policies and procedures for Senior Centers are already incorporated in the annual Memorandum of Understanding forged between the Department of Public Health and the Mayors' Council of Guam. Policies of revenue collection and expenditures are addressed in the "Standard Operating Procedures for Appropriated Funds and Non-Appropriated Funds" that currently are in use since January 2016 as these funds are also categorized as non-appropriated funds.

## MAYORS' COUNCIL OF GUAM

### Unresolved Prior Year Findings Year Ended September 30, 2015

#### Unresolved Prior Year Findings

As of September 30, 2015, the status of prior audit findings is as follows:

Finding No. 2014-1 – Partially corrected.

Finding No. 2014-2 – Partially Corrected.

Finding No. 2013-1 – Corrected.

Finding No. 2013-2 – Partially corrected.

Finding No. 2013-3 – Partially Corrected.

Finding No. 2012-1 – Corrected.

Finding No. 2012-2 – Partially corrected.

Finding No. 2012-3 – Partially Corrected.

Finding No. 2011-01 – Corrected.

Finding No. 2011-02 – Partially corrected.

Finding No. 2011-03 – Partially Corrected.

Finding No. 2010-01 – Corrected.

Finding No. 2010-02 – Partially corrected.

Finding No. 2010-03 – Partially Corrected.



**MAYORS' COUNCIL OF GUAM**

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**FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REPORT**

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**YEARS ENDED SEPTEMBER 30, 2015 AND 2014**

## **Independent Auditors' Report**

The Executive Officers  
Mayors' Council of Guam

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the Mayors' Council of Guam, which comprise the statements of cash deposits and disbursements and changes in cash for the years ended September 30, 2015 and 2014, and the related notes to the financial statements.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting described in Note 1 to the financial statements; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditors' Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Basis for Qualified Opinion***

We are unable to verify the classification of \$49,201 of deposits and \$13,010 of disbursements for the year ended September 30, 2014.

### ***Qualified Opinion***

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion paragraph, the financial statements referred to above present fairly, in all material respects, the cash deposits and disbursements and changes in cash of the Mayors' Council of Guam for the years ended September 30, 2015 and 2014 on the basis of accounting described in Note 1 to the financial statements.

### ***Basis of Accounting***

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

### ***Emphasis of Matter***

#### ***Reporting Entity***

As discussed in Note 1, the financial statements referred to above present only the activities of the Non-Appropriated Funds and the Senior Center Operations Program and are not intended to present fairly the financial position and results of operations of other activities of the Mayors' Council of Guam in conformity with the cash basis of accounting. Our opinion is not modified with respect to this matter.

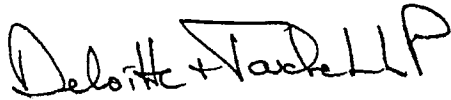
### ***Other Matters***

#### ***Financial Information***

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary combining statements of cash deposits and disbursements and changes in cash on pages 7 through 10 and the supplementary statements of cash deposits and disbursements and changes in cash on pages 11 through 30 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated March 30, 2016, on our consideration of the Mayors' Council of Guam's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Mayors' Council of Guam's internal control over financial reporting and compliance.

A handwritten signature in black ink, appearing to read "Deloitte + Stach LLP". The signature is stylized and cursive.

March 30, 2016

# MAYORS' COUNCIL OF GUAM

## Statements of Cash Deposits and Disbursements and Changes in Cash Years Ended September 30, 2015 and 2014

	2015	2014
Deposits:		
Senior Center operations - bingo and fundraising	\$ 353,049	\$ 309,826
Host Community Premium	286,180	556,168
Flea and night markets	150,792	137,272
Fundraising	144,561	106,269
Donations	105,550	50,496
Fiesta proceeds	75,437	99,530
Grants	53,500	39,250
Program registrations	47,820	47,540
Sponsorships	11,894	28,455
Liberation Day proceeds	11,392	16,744
Facility use	-	10,820
Others	94,981	158,425
Unclassified	5,399	49,201
Total deposits	1,340,555	1,609,996
Disbursements:		
Food and catering	217,800	153,708
Supplies and materials	206,311	168,337
Fiestas	105,755	102,705
Equipment, parts, rental and furnitures	103,572	94,659
Construction	102,522	76,998
Prizes	93,904	59,212
Sponsorships	61,624	73,392
Community projects	57,764	40,460
Transportation, travel and accomodation	52,011	73,631
Repairs and maintenance	39,219	30,319
Stipend fee and per diem	38,114	-
Humanitarian assistance	34,616	39,225
Donations	24,814	28,415
Uniforms	22,525	-
Office and MCOG events	17,222	26,276
Liberation Day	17,128	15,398
Contractual services	15,714	6,066
Flea market	11,479	16,015
Community events	11,364	14,581
Community programs	8,984	41,281
Bonus and incentives	7,078	11,627
Senior Center operations	-	2,570
Others	62,256	104,817
Unclassified	498	7,834
Total disbursements	1,312,274	1,187,526
Excess of deposits over disbursements	28,281	422,470
Cash at beginning of year	738,982	316,512
Cash at end of year	\$ 767,263	\$ 738,982

See accompanying notes to financial statements.



## MAYORS' COUNCIL OF GUAM

### Notes to Financial Statements Years Ended September 30, 2015 and 2014

#### (1) Summary of Significant Accounting Policies

##### Organization

The Mayors' Council of Guam (the Council or MCOG) was established through the enactment of Public Law 14-27, signed into law on May 26, 1977. The Council is comprised of the nineteen (19) Mayors and the seven (7) Vice Mayors of the following municipalities: Agana Heights, Agat, Asan-Maina, Barrigada, Chalan Pago-Ordot, Dededo, Hagatna, Inarajan, Mangilao, Merizo, Mongmong-Toto-Maite, Piti, Santa Rita, Sinajana, Talofofo, Tamuning-Tumon-Harmon, Umatac, Yigo and Yona.

Public Law 30-68 granted individual Mayors the authority to sponsor and approve concessions, festivals, fiestas, or other village events associated with the promotion of the Chamorro culture, tradition, heritage and tourism. The Mayor and the Municipal Planning Council (MPC) of each village are authorized to raise funds through advertising by commercial enterprises on the walls of their sports facilities; and raising funds through fund-raising efforts, to include approving concessionaire activities within each Municipality as approved by its MPC, soliciting corporate sponsorships and to accept contributions that are solely beneficial to the sports facilities or village. Funds generated will be deposited in the MPC Funds of each village and will be used for the operation and maintenance of village facilities and to fund special projects identified by the MPCs. Authority to establish the non-appropriated funds is granted through the 5 GCA § 40135.

In February 2012, the MCOG entered into a Memorandum of Understanding (MOU) with the Government of Guam Department of Public Health and Social Services, Division of Senior Citizens for the MCOG to manage and operate the Senior Center Operations Program. As of September 30, 2015 and 2014, twelve Senior Centers are managed by the MCOG which consist of Agana Heights, Agat, Astumbo, Dededo, Inarajan, Mangilao, Merizo, Santa Rita, Sinajana, Tamuning, Yigo and Yona/Talafofo Senior Centers.

The accompanying financial statements relate solely to the activities of the MCOG and the nineteen municipalities' non-appropriated funds, including the Senior Center Operations Program, and do not incorporate any other activities of the MCOG and the nineteen municipalities.

##### Basis of Accounting

The accompanying statements of cash deposits and disbursements are prepared on the cash basis of accounting. Revenues are recognized when cash is received and expenses are recorded when cash is disbursed. The cash basis differs from accounting principles generally accepted in the United States of America primarily because receipts/revenues are recognized when received rather than when earned and disbursements/expenses are recognized when paid rather than when the obligation is incurred.

##### Cash

The MCOG considers cash to represent cash in banks. At September 30, 2015 and 2014, the carrying amount of the MCOG's cash balances were \$767,263 and \$738,982, respectively, and the corresponding bank balances were \$789,241 and \$740,001, respectively, which are maintained in a financial institution subject to Federal Deposit Insurance Corporation (FDIC) insurance. As of September 30, 2015 and 2014, bank deposits in the amount of \$789,241 and \$740,001, respectively, were FDIC insured.

As of September 30, 2015 and 2014, \$109,011 and \$135,582, respectively, in cash is restricted for Senior Center operations and related activities.

## MAYORS' COUNCIL OF GUAM

### Notes to Financial Statements Years Ended September 30, 2015 and 2014

#### (1) Summary of Significant Accounting Policies, Continued

##### Reclassifications

Certain 2014 balances have been reclassified to conform to the 2015 financial statement presentation.

##### Subsequent Events

The MCOG has considered subsequent events through March 30, 2016, the date on which the financial statements are available to be issued. The MCOG has not identified any subsequent events that required adjustment to or disclosure in the financial statements as of September 30, 2015.

#### (2) Grant Support

The MCOG receives grants from the Guam Visitors Bureau (GVB), the Guam Island Fair (GIF) and Guam Preservation Trust (GPT) to support village mayors in their various community programs, projects and events.

The following information summarizes the MCOG's grant activity for villages fiestas/festivals during the years ended September 30, 2015 and 2014:

<u>Source</u>	<u>2015</u>	<u>2014</u>
GVB	\$ 46,500	\$ 39,250
GIF	2,000	-
GPT	<u>5,000</u>	<u>-</u>
	\$ <u>53,500</u>	\$ <u>39,250</u>

# MAYORS' COUNCIL OF GUAM

## Supplementary Combining Statement of Cash Deposits and Disbursements and Changes in Cash Year Ended September 30, 2015

	Non- Appropriated Funds	Senior Center Operations Program	Total
Deposits:			
Senior Center operations - bingo and fundraising	\$ -	\$ 353,049	\$ 353,049
Host Community Premium	286,180	-	286,180
Flea and night markets	150,792	-	150,792
Fundraising	144,561	-	144,561
Donations	96,056	9,494	105,550
Fiesta proceeds	75,437	-	75,437
Grants	53,500	-	53,500
Program registrations	47,820	-	47,820
Sponsorships	11,894	-	11,894
Liberation Day proceeds	11,392	-	11,392
Others	80,358	14,623	94,981
Unclassified	4,400	999	5,399
Total deposits	962,390	378,165	1,340,555
Disbursements:			
Food and catering	112,443	105,357	217,800
Supplies and materials	86,869	119,442	206,311
Fiestas	105,755	-	105,755
Equipment, parts, rental and furnitures	78,016	25,556	103,572
Construction	102,522	-	102,522
Prizes	33,646	60,258	93,904
Sponsorships	61,624	-	61,624
Community projects	57,764	-	57,764
Transportation, travel and accomodation	3,075	48,936	52,011
Repairs and maintenance	31,302	7,917	39,219
Stipend fee and per diem	38,114	-	38,114
Humanitarian assistance	32,316	2,300	34,616
Donations	23,314	1,500	24,814
Uniforms	16,176	6,349	22,525
Office and MCOG events	17,222	-	17,222
Liberation Day	16,603	525	17,128
Contractual services	13,159	2,555	15,714
Flea market	11,479	-	11,479
Community events	11,364	-	11,364
Community programs	8,984	-	8,984
Bonus and incentives	-	7,078	7,078
Others	45,293	16,963	62,256
Unclassified	498	-	498
Total disbursements	907,538	404,736	1,312,274
Excess (deficiency) of deposits over (under) disbursements	54,852	(26,571)	28,281
Cash at beginning of year	603,400	135,582	738,982
Cash at end of year	\$ 658,252	\$ 109,011	\$ 767,263

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM**  
**NON-APPROPRIATED FUNDS**  
**Supplementary Combining Statement of Cash Deposits and Disbursements and Changes in Cash**  
**Year Ended September 30, 2015**

	MCOG Revolving Fund	Agana Heights	Agat	Asan- Maina	Barrigada	Chalan Pago- Ordot	Dededo	Hagatna	Inarajan	Mangilao	Merizo	MongMong- Toto-Maite	Piti	Santa Rita	Sinajana	Talofefo	Tamuning- Tumon- Harmon	Umatac	Yigo	Yona	Total
Deposits:																					
Civil weddings	\$ 5,000	\$ -	\$ 500	\$ -	\$ 650	\$ 150	\$ 2,300	\$ -	\$ 50	\$ 1,060	\$ -	\$ 350	\$ -	\$ 450	\$ -	\$ 50	\$ -	\$ -	\$ 590	\$ -	\$ 11,150
Commission	-	-	-	-	961	-	-	-	-	-	-	-	-	-	-	-	-	-	147	-	1,108
Christmas collections	15,897	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	15,897
Donations	-	-	7,405	4,003	3,270	1,370	6,317	30	670	11,332	20,080	-	2,410	2,381	1,773	4,530	-	4,400	25,085	1,000	96,056
Dues	12,685	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	12,685
Fiesta proceeds:																					
Concessions	-	-	7,055	-	10,000	-	-	-	1,900	3,250	10,650	-	-	1,480	-	2,100	-	5,516	-	-	41,951
Others	-	-	4,795	-	-	-	1,000	-	-	556	-	-	-	-	-	-	-	-	-	-	8,351
Sponsorships	-	-	4,800	-	-	-	-	-	-	-	-	-	-	-	-	1,300	-	-	-	-	6,100
Ticket sales	-	-	3,459	-	-	-	-	-	-	2,130	15,446	-	-	-	-	-	-	-	-	-	21,035
Flea and night markets	-	-	8,680	-	-	-	126,510	-	-	13,067	-	-	-	-	-	-	-	-	2,525	-	150,792
Fundraising	-	-	6,839	-	-	70	-	-	3,088	4,266	-	-	-	27,215	102,800	283	-	-	-	-	144,561
Grants:																					
GVB	-	-	12,500	-	-	-	-	-	-	5,000	10,000	-	-	3,000	5,000	5,000	-	6,000	-	-	46,500
Others	-	-	-	-	-	-	-	-	-	2,000	-	-	-	-	-	-	-	5,000	-	-	7,000
Host Community Premium	-	-	-	-	-	143,090	-	-	143,080	-	-	-	-	-	-	-	-	-	-	-	286,180
Humanitarian assistance loan repayments	-	-	-	-	-	-	-	-	-	-	-	-	-	550	-	-	-	-	-	-	550
Liberation Day proceeds:																					
Donations	-	-	1,629	3,750	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,379
Others	-	-	388	-	-	-	-	-	-	-	-	-	-	3,000	-	-	-	-	-	-	3,388
Prizes	-	-	100	-	500	-	-	-	-	-	-	-	-	1,500	-	-	-	-	-	-	2,100
Ticket sales	-	-	-	-	-	450	-	-	-	-	-	-	-	75	-	-	-	-	-	-	525
Maintenance services	-	-	-	-	-	-	-	-	-	-	2,500	-	-	-	-	-	-	-	-	-	2,500
Others	-	-	719	1,005	88	564	277	-	674	-	-	704	411	402	1,547	50	-	200	529	-	7,170
Prizes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	250	-	-	-	-	250
Program registrations	-	-	-	-	-	-	6,545	-	-	-	-	-	-	-	41,275	-	-	-	-	-	47,820
Reimbursements and refunds	-	-	-	500	-	-	-	-	-	25,442	400	-	-	2,706	-	-	-	-	-	-	29,048
Senior Center operations:																					
Sponsorships	-	-	-	-	760	-	-	-	-	-	-	-	-	4,000	7,134	-	-	-	-	-	11,894
Unclassified	-	-	-	-	-	-	-	-	-	-	4,400	-	-	-	-	-	-	-	-	-	4,400
<b>Total deposits</b>	<b>33,582</b>	<b>-</b>	<b>58,679</b>	<b>9,258</b>	<b>16,229</b>	<b>145,694</b>	<b>142,949</b>	<b>30</b>	<b>149,472</b>	<b>68,103</b>	<b>63,476</b>	<b>1,054</b>	<b>2,821</b>	<b>46,759</b>	<b>159,529</b>	<b>13,563</b>	<b>-</b>	<b>21,116</b>	<b>28,876</b>	<b>1,000</b>	<b>962,390</b>

See Accompanying Independent Auditors' Report.

## MAYORS' COUNCIL OF GUAM

## NON-APPROPRIATED FUNDS

Supplementary Combining Statement of Cash Deposits and Disbursements and Changes in Cash, Continued  
Year Ended September 30, 2015

	MCOG Revolving Fund	Agana Helights	Agat	Asan- Maina	Barrigada	Chalan Pago- Ordot	Dededo	Hagatna	Inarajan	Mangilao	Merizo	MongMong- Toto-Maite	Piti	Santa Rita	Sinajana	Tafelofa	Tamuning- Tumon- Harmon	Umatac	Yigo	Yona	Total
Disbursements:																					
Bank charges	-	-	319	281	-	-	71	158	216	118	165	-	-	-	148	36	-	58	122	14	1,706
Civil weddings	5,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,000
Communications	-	-	-	-	-	-	-	-	-	-	-	-	-	1,414	-	-	-	-	-	-	1,414
Community events	-	-	-	-	888	100	-	-	1,818	-	-	-	225	5,019	-	-	-	-	3,314	-	11,364
Community programs	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,795	-	-	-	7,189	-	8,984
Community projects	-	-	6,964	-	-	-	9,134	-	3,385	37,621	660	-	-	-	-	-	-	-	-	-	57,764
Contractual services	-	-	-	-	-	-	2,317	-	3,828	-	-	-	-	-	6,814	-	-	-	-	-	13,159
Construction	-	-	-	-	-	-	12,690	-	89,832	-	-	-	-	-	-	-	-	-	-	-	102,522
Donations	-	-	-	48	650	-	5,346	-	7,793	4,266	-	1,054	-	2,701	-	200	-	700	556	-	23,314
Equipment and furnitures	-	-	1,328	-	895	-	17,947	-	23,256	6,554	6,987	-	139	4,178	13,125	-	-	-	1,829	-	76,338
Equipment rental	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,678	-	1,678
Employee events	-	-	-	510	-	-	-	-	-	2,219	-	-	-	-	-	-	-	-	-	-	2,219
Entertainment services	-	-	-	-	-	425	-	-	-	525	-	-	-	280	-	-	-	-	-	-	1,210
Facility use refunds	-	-	1,500	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,500
Fiestas:																					
Advertising and promotions	-	-	2,050	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,050
Candidate commission	-	-	-	-	-	-	-	-	-	1,071	8,935	-	-	-	-	-	-	-	-	-	10,006
Entertainment and sound system	-	-	8,895	-	-	-	-	-	-	-	3,700	-	-	-	-	2,400	-	14,807	-	-	29,602
Food and catering	-	-	-	-	-	-	-	-	-	64	6,274	-	-	-	-	-	-	-	-	-	6,338
Other services	-	-	-	-	-	-	-	-	-	4,800	-	-	-	-	-	-	-	-	-	-	4,800
Others	-	-	4,488	-	635	-	-	-	647	255	3,821	-	-	-	-	1,172	-	1,518	-	-	12,516
Prizes	-	-	5,700	-	-	-	-	-	-	950	14,750	-	-	-	-	-	-	2,000	-	100	23,500
Supplies and materials	-	-	6,089	-	1,278	-	-	-	-	1,975	5,585	-	-	-	-	-	-	2,016	-	-	16,943
Flea market	-	-	-	-	-	-	11,479	-	-	-	-	-	-	-	-	-	-	-	-	-	11,479
Food and catering	6,881	-	5,826	1,301	5,081	5,741	17,514	-	5,980	4,523	8,752	-	473	3,317	43,126	600	-	-	2,879	449	112,443
Fuel and gas	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,243	201	-	-	-	-	1,444
Host community benefit program	-	-	-	-	-	3,276	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,276
Humanitarian assistance	-	-	3,150	-	-	-	10,000	-	6,900	200	3,400	-	-	3,400	2,871	2,395	-	-	-	-	32,316
Liberation Day	-	-	250	3,293	2,190	5,713	-	-	-	2,077	-	-	-	2,630	-	150	-	150	150	-	16,603
Office	-	-	-	-	525	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	525
MCOG events	17,222	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	17,222
Others	679	-	724	541	1,120	235	1,989	-	2,216	180	2,561	-	-	1,222	-	741	-	300	2,736	-	15,244
Other services	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	238	-	-	-	-	238
Prizes and awards	-	-	1,420	-	-	-	-	-	11,375	-	-	-	-	6,724	14,127	-	-	-	-	-	33,646
Reimbursements	-	-	-	-	-	-	-	-	-	-	-	-	-	-	700	-	-	-	-	-	700
Rental	-	-	-	-	-	185	-	-	-	-	-	-	-	-	-	-	-	-	-	-	185
Repairs and maintenance	-	-	-	537	1,936	-	6,769	-	6,567	2,528	1,820	-	3,027	2,809	2,181	921	-	100	1,617	490	31,302
Sponsorships	-	-	175	-	2,500	500	20,551	-	11,310	-	5,420	-	-	-	18,051	2,054	-	-	1,063	-	61,624
Stipend fee and per diem	-	-	-	-	-	-	2,550	-	-	-	-	-	-	-	35,564	-	-	-	-	-	38,114
Supplies and materials	-	-	14,718	1,177	4,220	994	8,639	-	1,582	1,448	3,151	-	-	11,315	30,733	1,435	-	-	7,457	-	86,869
Taxes, licenses and permit	-	-	-	-	-	-	557	-	207	458	-	-	-	2,023	6,293	-	-	-	24	-	9,562
Travel and accommodations	-	-	-	-	-	-	-	-	3,075	-	-	-	-	-	-	-	-	-	-	-	3,075
Unclassified	-	-	498	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	498
Uniforms	-	-	-	-	-	-	-	-	13,281	-	2,125	-	-	-	770	-	-	-	-	-	16,176
Utilities	-	-	-	-	-	-	-	-	-	560	-	-	-	-	-	-	-	-	-	-	560
Total disbursements	29,782	-	63,874	7,688	21,918	17,169	127,553	158	193,368	71,832	78,666	1,054	3,864	47,012	177,641	12,543	-	21,849	30,714	1,053	907,538
Excess (deficiency) of deposits over (under) disbursements	3,800	-	(4,995)	1,570	(5,889)	128,525	15,396	(128)	(43,896)	(3,729)	(15,190)	-	(1,043)	(253)	(18,112)	1,020	-	(533)	(1,839)	(53)	54,852
Cash at beginning of year	8,512	-	9,416	206	23,856	287,389	40,705	17,514	116,294	19,045	21,004	-	9,264	4,788	34,937	4,814	-	533	5,070	53	603,400
Cash at end of year	\$ 12,312	\$ -	\$ 4,421	\$ 1,776	\$ 18,167	\$ 415,914	\$ 56,101	\$ 17,386	\$ 72,398	\$ 15,316	\$ 5,814	\$ -	\$ 8,221	\$ 4,535	\$ 16,825	\$ 5,834	\$ -	\$ -	\$ 3,232	\$ -	\$ 658,252

See Accompanying Independent Auditors' Report.



**MAYORS' COUNCIL OF GUAM**

**SENIOR CENTER OPERATIONS PROGRAM**  
**Supplementary Combining Statement of Cash Deposits and Disbursements and Changes in Cash**  
**Year Ended September 30, 2015**

	Agana Heights	Agat	Astumbo	Dededo	Inarajan	Mangilao	Merizo	Santa Rita	Sinajana	Tamuning- Tumon- Harmon	Yigo	Yona	Total
Deposits:													
Bingo and fundraising	\$ 10,091	\$ 55,016	\$ 17,687	\$ 22,130	\$ 5,852	\$ 32,926	\$ 4,932	\$ 106,111	\$ 33,011	\$ 29,605	\$ 18,938	\$ 16,750	\$ 353,049
Donations	-	-	-	-	-	-	-	-	8,802	-	692	-	9,494
Others	-	-	-	-	355	331	-	5,054	-	555	1,965	-	8,260
Reimbursements	-	-	-	3,200	-	3,163	-	-	-	-	-	-	6,363
Unclassified	-	999	-	-	-	-	-	-	-	-	-	-	999
<b>Total deposits</b>	<b>10,091</b>	<b>56,015</b>	<b>17,687</b>	<b>25,330</b>	<b>6,207</b>	<b>36,420</b>	<b>4,932</b>	<b>111,165</b>	<b>41,813</b>	<b>30,160</b>	<b>21,595</b>	<b>16,750</b>	<b>378,165</b>
Disbursements:													
Bank charges	-	530	36	36	36	52	36	80	-	45	73	-	924
Bonus and incentives	-	-	-	-	-	6,400	-	628	-	-	-	50	7,078
Communications	-	-	-	-	-	-	-	-	-	281	-	456	737
Contractual services	-	-	-	-	-	-	-	-	1,575	980	-	-	2,555
Donations	-	500	-	-	-	-	-	950	-	-	50	-	1,500
Entertainment	-	-	-	-	-	-	-	350	-	-	-	-	350
Equipment and parts	2,322	587	155	-	-	5,537	-	12,000	300	4,106	-	549	25,556
Food and catering	1,091	11,718	6,534	6,445	4,557	10,881	2,826	6,163	28,066	13,064	11,235	2,777	105,357
Humanitarian assistance	100	300	650	500	-	200	-	450	-	-	100	-	2,300
Liberation Day	-	525	-	-	-	-	-	-	-	-	-	-	525
Others	70	199	155	3,256	100	1,596	275	1,701	-	526	1,500	161	9,539
Prizes and awards	80	21,819	500	3,098	-	1,100	-	32,595	425	581	60	-	60,258
Repairs and maintenance	2,290	488	-	-	-	-	-	2,624	-	803	635	1,077	7,917
Supplies and materials	6,037	15,431	11,955	10,588	5,701	7,351	-	17,747	7,372	25,120	5,159	6,981	119,442
Taxes, licenses and permit	100	1,081	100	100	137	589	100	2,687	-	100	100	319	5,413
Transportation	225	2,001	-	-	2,344	375	244	-	-	95	1,425	1,294	8,003
Travel and accommodation	-	-	-	-	-	15,915	-	25,018	-	-	-	-	40,933
Uniforms	-	-	-	-	1,064	-	-	1,247	3,178	-	840	-	6,349
<b>Total disbursements</b>	<b>12,315</b>	<b>55,179</b>	<b>20,085</b>	<b>24,023</b>	<b>13,959</b>	<b>49,996</b>	<b>3,481</b>	<b>104,240</b>	<b>40,916</b>	<b>45,701</b>	<b>21,177</b>	<b>13,664</b>	<b>404,736</b>
Excess (deficiency) of deposits over (under) disbursements	(2,224)	836	(2,398)	1,307	(7,752)	(13,576)	1,451	6,925	897	(15,541)	418	3,086	(26,571)
Cash at beginning of year	4,891	20,637	3,385	12,007	11,582	30,779	5,583	3,157	8,987	25,722	4,812	4,040	135,582
Cash at end of year	\$ 2,667	\$ 21,473	\$ 987	\$ 13,314	\$ 3,830	\$ 17,203	\$ 7,034	\$ 10,082	\$ 9,884	\$ 10,181	\$ 5,230	\$ 7,126	\$ 109,011

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MCOG REVOLVING FUND**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Deposits:		
Christmas collections	\$ 15,897	\$ 13,647
Dues	12,685	10,140
Civil weddings	5,000	5,850
Sponsorships	-	30,000
Contributions	-	2,000
Donations	-	800
	<u>33,582</u>	<u>62,437</u>
Total deposits		
Disbursements:		
MCOG events:		
Christmas Party	17,222	17,235
Manamko events hosting	-	9,041
Food	6,881	8,366
Civil weddings	5,000	5,350
Liberation Day	-	10,000
Sponsorship	-	10,000
Others	679	231
	<u>29,782</u>	<u>60,223</u>
Total disbursements		
Excess of deposits over disbursements	3,800	2,214
Cash at beginning of year	<u>8,512</u>	<u>6,298</u>
Cash at end of year	<u>\$ 12,312</u>	<u>\$ 8,512</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF AGANA HEIGHTS**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014

	2015			2014
	NAF	Senior Center	Total	
Deposits:				
Senior Center operations:				
Bingo	\$ -	\$ 10,091	\$ 10,091	\$ -
Unclassified	-	-	-	8,371
Total deposits	-	10,091	10,091	8,371
Disbursements:				
Supplies and materials	-	6,037	6,037	2,853
Equipment and parts	-	2,322	2,322	772
Repairs and maintenance	-	2,290	2,290	-
Food and catering	-	1,091	1,091	1,200
Transportation	-	225	225	225
Humanitarian assistance	-	100	100	-
Taxes, licenses and permit	-	100	100	100
Prizes	-	80	80	-
Others	-	70	70	-
Total disbursements	-	12,315	12,315	5,150
Excess (deficiency) of deposits over (under) disbursements	-	(2,224)	(2,224)	3,221
Cash at beginning of year	-	4,891	4,891	1,670
Cash at end of year	\$ -	\$ 2,667	\$ 2,667	\$ 4,891

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF AGAT**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014

	2015			2014
	NAF	Senior Center	Total	
<b>Deposits:</b>				
Senior Center operations:				
Bingo - day	\$ -	\$ 28,629	\$ 28,629	\$ 35,636
Bingo - night	-	26,387	26,387	13,273
Fiesta - Mango Festival:				
Concessions	7,055	-	7,055	5,830
Ticket sales	3,459	-	3,459	28,749
Sponsorships	4,800	-	4,800	3,500
Others	4,795	-	4,795	12,434
Grants	12,500	-	12,500	7,500
Flea and night markets	8,690	-	8,690	11,991
Donations	7,405	-	7,405	9,887
Fundraising	6,839	-	6,839	-
Liberation Day proceeds:				
Candidate fundraising	1,629	-	1,629	-
Prizes	100	-	100	5,000
Others	388	-	388	-
Civil weddings	500	-	500	200
Facility use	-	-	-	2,650
Others	719	-	719	13,522
Unclassified	-	999	999	-
<b>Total deposits</b>	<b>58,879</b>	<b>56,015</b>	<b>114,894</b>	<b>150,172</b>
<b>Disbursements:</b>				
Fiestas:				
Entertainment and sound system	8,695	-	8,695	6,200
Supplies and materials	6,089	-	6,089	10,778
Prizes	5,700	-	5,700	9,751
Advertising and promotions	2,050	-	2,050	2,815
Candidate commission	-	-	-	5,111
Others	4,468	-	4,468	5,140
Supplies and materials	14,718	15,431	30,149	32,829
Prizes and awards	1,420	21,819	23,239	5,839
Food and catering	5,826	11,718	17,544	22,858
Community projects	6,964	-	6,964	4,600
Humanitarian assistance	3,150	300	3,450	4,216
Transportation	-	2,001	2,001	4,247
Equipment and parts	1,328	587	1,915	3,902
Facility use refund	1,500	-	1,500	1,670
Taxes, licenses and permits	-	1,081	1,081	1,048
Bank charges	319	530	849	-
Liberation Day:				
Candidate sponsorship	-	525	525	-
Float	150	-	150	350
Mass and reception	100	-	100	5,048
Donations	-	500	500	2,076
Repairs and maintenance	-	488	488	2,783
Sponsorships	175	-	175	10,739
Other services	-	-	-	1,120
Fuel	-	-	-	2,562
Others	724	199	923	2,809
Unclassified	498	-	498	-
<b>Total disbursements</b>	<b>63,874</b>	<b>55,179</b>	<b>119,053</b>	<b>148,491</b>
<b>Excess (deficiency) of deposits over (under) disbursements</b>	<b>(4,995)</b>	<b>836</b>	<b>(4,159)</b>	<b>1,681</b>
Cash at beginning of year	9,416	20,637	30,053	28,372
Cash at end of year	\$ 4,421	\$ 21,473	\$ 25,894	\$ 30,053

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF ASAN-MAINA**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Deposits:		
Donations	\$ 4,003	\$ 150
Liberation Day proceeds: Donation	3,750	3,450
Reimbursement	500	-
Luncheon hosting	450	-
Facility use	-	4,020
Civil weddings	-	100
Others	555	250
	<u>9,258</u>	<u>7,970</u>
Total deposits		
Disbursements:		
Liberation Day	3,293	3,022
Food and catering	1,301	2,983
Supplies and materials	1,177	1,027
Repairs and maintenance	537	593
Employee events	510	528
Bank charges	281	189
Donation	48	150
Others	541	810
	<u>7,688</u>	<u>9,302</u>
Total disbursements		
Excess (deficiency) of deposits over (under) disbursements	1,570	(1,332)
Cash at beginning of year	<u>206</u>	<u>1,538</u>
Cash at end of year	<u>\$ 1,776</u>	<u>\$ 206</u>

See Accompanying Independent Auditors' Report.



**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF BARRIGADA**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014

	2015	2014
Deposits:		
Fiesta concessions	\$ 10,000	\$ 7,000
Donations	3,270	650
Commission	961	274
Sponsorship	760	-
Civil weddings	650	500
Liberation Day proceeds:		
Prizes	500	-
Ticket sales	-	1,473
Facility use	-	2,700
Others	88	1,300
Total deposits	<u>16,229</u>	<u>13,897</u>
Disbursements:		
Food	5,081	4,498
Supplies and materials	4,220	1,418
Sponsorship	2,500	2,300
Liberation Day	2,190	780
Repairs and maintenance	1,936	1,472
Fiestas	1,913	488
Equipment and parts	895	884
Community events	888	2,971
Donation	650	-
Office	525	1,156
Ticket sales remittance	-	1,448
Community projects	-	179
Bank charges	-	88
Others	1,120	-
Total disbursements	<u>21,918</u>	<u>17,682</u>
Deficiency of deposits under disbursements	(5,689)	(3,785)
Cash at beginning of year	<u>23,856</u>	<u>27,641</u>
Cash at end of year	<u>\$ 18,167</u>	<u>\$ 23,856</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF CHALAN PAGO - ORDOT**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014

	2015			
	NAF			
		Host Community		
	MPC Fund	Benefit	Total	2014
Deposits:				
Host Community Premium	\$ -	\$ 143,090	\$ 143,090	\$ 278,084
Donations	1,370	-	1,370	475
Interest from savings account	514	-	514	-
Liberation Day ticket sales	450	-	450	-
Civil weddings	150	-	150	350
Fundraising	70	-	70	185
Reimbursements	-	-	-	800
Program registrations	-	-	-	150
Others	50	-	50	-
Total deposits	2,604	143,090	145,694	280,044
Disbursements:				
Food and catering	5,741	-	5,741	3,909
Liberation Day	5,713	-	5,713	-
Host community benefit program	-	3,276	3,276	9,041
Materials and supplies	994	-	994	2,492
Sponsorships	500	-	500	335
Entertainment services	425	-	425	100
Rental	185	-	185	351
Community events	100	-	100	1,325
Others	235	-	235	-
Total disbursements	13,893	3,276	17,169	17,553
Excess (deficiency) of deposits over (under) disbursements	(11,289)	139,814	128,525	262,491
Cash at beginning of year	18,347	269,042	287,389	24,898
Cash at end of year	\$ 7,058	\$ 408,856	\$ 415,914	\$ 287,389

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF DEDEDO**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014

	2015				2014
	NAF	Senior Center		Total	
		Astumbo	Dededo		
<b>Deposits:</b>					
Flea markets	\$ 126,510	\$ -	\$ -	\$ 126,510	\$ 111,155
Senior Center operations	-	17,687	22,130	39,817	37,722
Program registrations	6,545	-	-	6,545	3,140
Donations	6,317	-	-	6,317	254
Reimbursements and refunds	-	-	3,200	3,200	1,655
Civil weddings	2,300	-	-	2,300	1,850
Fiesta gaming proceeds	1,000	-	-	1,000	-
Program income	-	-	-	-	15,000
Facility use	-	-	-	-	6,800
Others	277	-	-	277	705
<b>Total deposits</b>	<b>142,949</b>	<b>17,687</b>	<b>25,330</b>	<b>185,966</b>	<b>178,281</b>
<b>Disbursements:</b>					
Supplies and materials	8,639	11,955	10,588	31,182	24,638
Food and catering	17,514	6,534	6,445	30,493	34,481
Sponsorships	20,551	-	-	20,551	21,914
Equipment and parts	17,947	155	-	18,102	30,595
Construction	12,690	-	-	12,690	-
Flea market	11,479	-	-	11,479	16,015
Humanitarian assistance	10,000	650	500	11,150	18,073
Community programs and projects	9,134	-	-	9,134	8,336
Repairs and maintenance	6,769	-	-	6,769	6,396
Donations	5,346	-	-	5,346	334
Prizes and awards	-	500	3,098	3,598	451
Stipend fee	2,550	-	-	2,550	-
Contractual services	2,317	-	-	2,317	3,350
Taxes and licenses	557	100	100	757	36
Bank charges	71	36	36	143	108
Grant	-	-	-	-	973
Senior Center operations	-	-	-	-	370
Others	1,989	155	3,256	5,400	7,086
<b>Total disbursements</b>	<b>127,553</b>	<b>20,085</b>	<b>24,023</b>	<b>171,661</b>	<b>173,156</b>
<b>Excess (deficiency) of deposits over (under) disbursements</b>	<b>15,396</b>	<b>(2,398)</b>	<b>1,307</b>	<b>14,305</b>	<b>5,125</b>
Cash at beginning of year	40,705	3,385	12,007	56,097	50,972
Cash at end of year	\$ 56,101	\$ 987	\$ 13,314	\$ 70,402	\$ 56,097

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF HAGATNA**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Deposits:		
Donation	\$ 30	\$ -
Cockfighting proceeds	-	600
Facility use	-	100
Total deposits	<u>30</u>	<u>700</u>
Disbursements:		
Bank charges	<u>158</u>	<u>231</u>
Total disbursements	<u>158</u>	<u>231</u>
Excess (deficiency) of deposits over (under) disbursements	(128)	469
Cash at beginning of year	<u>17,514</u>	<u>17,045</u>
Cash at end of year	<u>\$ 17,386</u>	<u>\$ 17,514</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF INARAJAN**

**Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014**

	2015					
	NAF					
	MPC Fund	Host Community Benefit	Senior Center	Total		2014
Deposits:						
Host Community Premium	\$ -	\$ 143,090	\$ -	\$ 143,090	\$	278,084
Senior Center operations:						
Bingo	-	-	5,852	5,852		11,048
Others	-	-	-	-		1,068
Fundraisings	3,088	-	-	3,088		1,241
Fiesta concessions	1,900	-	-	1,900		2,100
Donations	670	-	-	670		-
Civil weddings	50	-	-	50		-
Reimbursements and refunds	-	-	-	-		154
Others	59	615	355	1,029		11
Total deposits	5,767	143,705	6,207	155,679		293,706
Disbursements:						
Community projects:						
Construction	-	89,832	-	89,832		76,998
Rhino beetle	-	3,385	-	3,385		-
Equipment and parts	-	23,256	-	23,256		48,492
Uniforms	-	13,281	1,084	14,365		-
Sponsorships	-	11,310	-	11,310		11,070
Food and catering	1,047	4,933	4,557	10,537		4,785
Prizes	300	7,600	-	7,900		6,190
Donations	-	7,793	-	7,793		5,614
Supplies and materials	395	1,187	5,701	7,283		9,381
Humanitarian assistance	-	6,900	-	6,900		1,500
Repairs and maintenance	1,140	5,427	-	6,567		4,290
Travel and transportation	-	3,075	2,344	5,419		3,637
Contractual services	-	3,928	-	3,928		-
Bonus	175	3,300	-	3,475		2,200
Community events	1,818	-	-	1,818		1,116
Fiestas	-	647	-	647		901
Taxes, licenses and permits	7	200	137	344		490
Bank charges	104	112	36	252		99
Liberation Day	-	-	-	-		6,250
Others	124	2,092	100	2,316		4,203
Total disbursements	5,110	188,258	13,959	207,327		187,216
Excess (deficiency) of deposits over (under) disbursements	657	(44,553)	(7,752)	(51,648)		106,490
Cash at beginning of year	5,987	110,307	11,582	127,876		21,386
Cash at end of year	\$ 6,644	\$ 65,754	\$ 3,830	\$ 76,228	\$	127,876

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF MANGILAO**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014

	2015			2014
	NAF	Senior Center	Total	
<b>Deposits:</b>				
Senior Center operations:				
Bingo and fundraisings	\$ -	\$ 32,926	\$ 32,926	\$ 31,308
Refund and reimbursements	-	3,163	3,163	7,717
Others	-	331	331	-
Reimbursements and refunds	25,442	-	25,442	32,922
Flea and night markets	13,067	-	13,067	11,411
Donations	11,332	-	11,332	1,800
Grants	7,000	-	7,000	5,000
Fiesta proceeds:				
Concessions	3,250	-	3,250	3,044
Ticket sales and fundraising	2,130	-	2,130	9,105
Others	556	-	556	-
Fundraising	4,266	-	4,266	5,501
Civil weddings	1,060	-	1,060	500
Facility use	-	-	-	250
Others	-	-	-	400
<b>Total deposits</b>	<b>68,103</b>	<b>36,420</b>	<b>104,523</b>	<b>108,958</b>
<b>Disbursements:</b>				
Community projects	37,621	-	37,621	30,234
Travel and accommodation	-	15,915	15,915	8,272
Food and catering	4,523	10,881	15,404	3,571
Equipment and parts	6,554	5,537	12,091	1,331
Fiestas:				
Contractual services	4,800	-	4,800	3,500
Supplies and materials	1,975	-	1,975	77
Commission	1,071	-	1,071	3,630
Prizes	950	-	950	1,587
Food and catering	64	-	64	190
Entertainment	-	-	-	544
Others	255	-	255	415
Supplies and materials	1,448	7,351	8,799	9,962
Bonus and incentives	-	6,400	6,400	250
Donations	4,266	-	4,266	2,751
Repairs and maintenance	2,528	-	2,528	3,030
Employee events	2,219	-	2,219	5,655
Liberation Day	2,077	-	2,077	650
Prizes	-	1,100	1,100	-
Taxes, licenses and permits	458	589	1,047	2,605
Entertainment	525	-	525	1,360
Humanitarian assistance	200	200	400	2,876
Transportation	-	375	375	-
Bank charges	118	52	170	-
Refunds	-	-	-	2,751
Sponsorships	-	-	-	1,103
Others	180	1,596	1,776	1,544
<b>Total disbursements</b>	<b>71,832</b>	<b>49,996</b>	<b>121,828</b>	<b>87,888</b>
Excess (deficiency) of deposits over (under) disbursements	(3,729)	(13,576)	(17,305)	21,070
Cash at beginning of year	19,045	30,779	49,824	28,754
Cash at end of year	\$ 15,316	\$ 17,203	\$ 32,519	\$ 49,824

See Accompanying Independent Auditors' Report.



**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF MERIZO**

**Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014**

	2015					
	NAF					
	MPC Fund	Cemetery Fund	Senior Center	Total		2014
Deposits:						
Fiesta proceeds:						
Ticket sales	\$ 15,446	\$ -	\$ -	\$ 15,446	\$	27,292
Fiesta concessions	10,650	-	-	10,650		7,236
Donations	20,080	-	-	20,080		10,600
Grants:						
GVB Fiestan Tasi	5,000	-	-	5,000		5,000
GVB Gupot Chamorro	5,000	-	-	5,000		3,750
Senior Center operations: Bingo	-	-	4,932	4,932		3,624
Maintenance services	-	2,500	-	2,500		2,500
Reimbursements and refunds	-	400	-	400		1,000
Unclassified	4,400	-	-	4,400		17,570
Total deposits	60,576	2,900	4,932	68,408		78,572
Disbursements:						
Fiestas:						
Prizes	14,750	-	-	14,750		15,200
Candidate commission	8,935	-	-	8,935		5,958
Food and catering	6,274	-	-	6,274		6,436
Supplies and materials	5,585	-	-	5,585		5,218
Entertainment	3,700	-	-	3,700		3,300
Others	3,821	-	-	3,821		5,200
Food and catering	8,752	-	2,826	11,578		10,500
Equipment and parts	6,987	-	-	6,987		-
Sponsorships	5,120	300	-	5,420		4,940
Humanitarian assistance	-	3,400	-	3,400		3,100
Supplies and materials	3,151	-	-	3,151		6,984
Uniforms	-	2,125	-	2,125		-
Repairs and maintenance	1,820	-	-	1,820		676
Community projects	660	-	-	660		2,689
Utilities	-	560	-	560		408
Transportation	-	-	244	244		-
Bank charges	129	36	36	201		108
Taxes	-	-	100	100		193
Prizes and awards	-	-	-	-		7,225
Reimbursements	-	-	-	-		949
Others	2,561	-	275	2,836		1,743
Total disbursements	72,245	6,421	3,481	82,147		80,827
Excess (deficiency) of deposits over (under) disbursements	(11,669)	(3,521)	1,451	(13,739)		(2,255)
Cash at beginning of year	16,860	4,144	5,583	26,587		28,842
Cash at end of year	\$ 5,191	\$ 623	\$ 7,034	\$ 12,848	\$	26,587

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF MONGMONG-TOTO-MAITE**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Deposits:		
Civil weddings	\$ 350	\$ 350
Others	<u>704</u>	<u>837</u>
Total deposits	1,054	1,187
Disbursements:		
Donations	<u>1,054</u>	<u>1,187</u>
Excess of deposits over disbursements	-	-
Cash at beginning of year	<u>-</u>	<u>-</u>
Cash at end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF PITI**

**Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014**

	<u>2015</u>	<u>2014</u>
Deposits:		
Donations	\$ 2,410	\$ 140
Rent	-	8,400
Facility use	-	1,300
Others	<u>411</u>	<u>-</u>
Total deposits	<u>2,821</u>	<u>9,840</u>
Disbursements:		
Repairs and maintenance	3,027	1,058
Food	473	5,374
Community events: Prizes	225	350
Equipment and parts	139	-
Donations	-	1,450
Employee events	-	525
Contractual services	-	465
Supplies and materials	-	36
Others	<u>-</u>	<u>125</u>
Total disbursements	<u>3,864</u>	<u>9,383</u>
Excess (deficiency) of deposits over (under) disbursements	(1,043)	457
Cash at beginning of year	<u>9,264</u>	<u>8,807</u>
Cash at end of year	<u>\$ 8,221</u>	<u>\$ 9,264</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF SANTA RITA**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014

	2015			2014
	NAF	Senior Center	Total	
<b>Deposits:</b>				
Senior Center operations:				
Bingo and fundraisings	\$ -	\$ 106,111	\$ 106,111	\$ 88,417
Others	-	5,054	5,054	3,446
Fundraising - Mayor's bingo fundraisers	27,215	-	27,215	33,024
Liberation Day proceeds:				
Sumay Memorial Day	3,000	-	3,000	3,000
Prize - float competition	1,500	-	1,500	2,000
Ticket sales	75	-	75	1,821
Sponsorships	4,000	-	4,000	-
Grants - GVB - Back to Sumay	3,000	-	3,000	3,000
Reimbursements and refunds	2,706	-	2,706	726
Donations	2,381	-	2,381	1,901
Fiesta concessions - Cockfight proceeds	1,480	-	1,480	320
Humanitarian assistance loan repayments	550	-	550	1,000
Civil weddings	450	-	450	100
Facility use	-	-	-	1,250
Senior Center operations - Reimbursements	-	-	-	195
Others	402	-	402	624
<b>Total deposits</b>	<b>46,759</b>	<b>111,165</b>	<b>157,924</b>	<b>140,824</b>
<b>Disbursements:</b>				
Prizes and awards	6,724	32,595	39,319	34,915
Supplies and materials	11,315	17,747	29,062	21,874
Travel and accommodations	-	25,018	25,018	54,334
Equipment	4,178	12,000	16,178	1,606
Food and catering	3,317	6,163	9,480	5,158
Repairs and maintenance	2,809	2,624	5,433	5,824
Community events - Back to Sumay Day	5,019	-	5,019	8,012
Taxes, licenses and fees	2,023	2,687	4,710	4,027
Humanitarian assistance	3,400	450	3,850	6,400
Donations	2,701	950	3,651	2,369
Liberation Day	2,630	-	2,630	2,801
Communication	1,414	-	1,414	232
Uniforms	-	1,247	1,247	-
Bonus and incentives	-	628	628	2,625
Entertainment	260	350	610	-
Bank charges	-	80	80	47
Sponsorships	-	-	-	1,010
Facility use refund	-	-	-	400
Fuel and gas	-	-	-	51
Others	1,222	1,701	2,923	5,235
<b>Total disbursements</b>	<b>47,012</b>	<b>104,240</b>	<b>151,252</b>	<b>156,920</b>
Excess (deficiency) of deposits over (under) disbursements	(253)	6,925	6,672	(16,096)
Cash at beginning of year	4,788	3,157	7,945	24,041
Cash at end of year	\$ 4,535	\$ 10,082	\$ 14,617	\$ 7,945

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF SINAJANA**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014

	2015			
	NAF	Senior Center	Total	2014
Deposits:				
Fundraisings - Bingo	\$ 102,800	\$ -	\$ 102,800	\$ 57,656
Program registrations	41,275	-	41,275	44,250
Senior Center operations - Bingo	-	33,011	33,011	25,386
Donations	1,773	8,802	10,575	20,091
Sponsorships	7,134	-	7,134	-
Grants - GVB	5,000	-	5,000	-
Rental	-	-	-	1,300
Others	1,547	-	1,547	747
Total deposits	159,529	41,813	201,342	149,430
Disbursements:				
Food	43,126	28,066	71,192	28,983
Supplies and materials	30,733	7,372	38,105	29,002
Stipend and bonus	31,298	-	31,298	22,627
Sponsorships	18,051	-	18,051	15,281
Prizes	14,127	425	14,552	4,592
Equipment and parts	13,125	300	13,425	4,842
Contractual services	6,914	1,575	8,489	2,251
Taxes and licenses	6,293	-	6,293	3,869
Per diem	4,266	-	4,266	-
Uniforms	770	3,178	3,948	-
Humanitarian assistance	2,871	-	2,871	1,765
Repairs and maintenance	2,181	-	2,181	90
Community programs	1,795	-	1,795	967
Fuel and transportation	1,243	-	1,243	-
Refunds	700	-	700	775
Bank charges	148	-	148	126
Others	-	-	-	504
Total disbursements	177,641	40,916	218,557	115,674
Excess (deficiency) of deposits over (under) disbursements	(18,112)	897	(17,215)	33,756
Cash at beginning of year	34,937	8,987	43,924	10,168
Cash at end of year	\$ 16,825	\$ 9,884	\$ 26,709	\$ 43,924

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF TALOFOFO**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014

	2015	2014
Deposits:		
Grants: GVB - Banana Festival	\$ 5,000	\$ 5,000
Donations	4,530	430
Fiesta:		
Concessions	2,100	2,025
Sponsorships	1,300	-
Fundraisings	283	798
Prizes	250	1,050
Civil weddings	50	50
Sponsorships and registrations - golf tournament	-	4,805
Others	50	-
Total deposits	<u>13,563</u>	<u>14,158</u>
Disbursements:		
Sponsorships	2,054	4,700
Banana festival:		
Entertainment	2,400	3,100
Permit fees	460	-
Others	712	1,685
Funeral	1,700	-
Supplies and materials	1,435	1,365
Repairs and maintenance	921	548
Humanitarian assistance	695	1,045
Food and catering	600	511
Other services	238	1,100
Fuel and gas	201	-
Donations	200	300
Liberation Day	150	388
Bank charges	36	36
Others	741	100
Total disbursements	<u>12,543</u>	<u>14,878</u>
Excess (deficiency) of deposits over (under) disbursements	1,020	(720)
Cash at beginning of year	<u>4,814</u>	<u>5,534</u>
Cash at end of year	<u><u>\$ 5,834</u></u>	<u><u>\$ 4,814</u></u>

See Accompanying Independent Auditors' Report.



**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF TAMUNING-TUMON-HARMON**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014

	2015			2014
	NAF	Senior Center	Total	
Deposits:				
Senior Center operations: Bingo	\$ -	\$ 29,605	\$ 29,605	\$ 25,465
Others	-	555	555	-
Unclassified	-	-	-	18,595
Total deposits	-	30,160	30,160	44,060
Disbursements:				
Supplies and materials	-	25,120	25,120	11,428
Food and catering	-	13,064	13,064	5,301
Equipment	-	4,106	4,106	75
Janitorial services	-	980	980	-
Repairs and maintenance	-	803	803	-
Prizes	-	581	581	-
Communication	-	281	281	-
Taxes	-	100	100	100
Transportation	-	95	95	-
Bank charges	-	45	45	36
Donations	-	-	-	7,784
Community projects	-	-	-	2,758
Fundraising	-	-	-	827
Facility use refunds	-	-	-	600
Others	-	526	526	-
Total disbursements	-	45,701	45,701	28,909
Excess (deficiency) of deposits over (under) disbursements	-	(15,541)	(15,541)	15,151
Cash at beginning of year	-	25,722	25,722	10,571
Cash at end of year	\$ -	\$ 10,181	\$ 10,181	\$ 25,722

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF UMATAC**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014

	<u>2015</u>	<u>2014</u>
Deposits:		
Grants:		
GVB	\$ 6,000	\$ 10,000
Guam Preservation Trust	5,000	-
Fiesta concessions	5,516	-
Donations	4,400	-
Others	200	-
Unclassified	-	217
	<u>21,116</u>	<u>10,217</u>
Total deposits		
Disbursements:		
Fiestas:		
Entertainment	10,800	1,500
Sounds and lighting	4,007	865
Prizes	2,000	-
Supplies and materials	2,016	738
Others	1,518	-
Unclassified	-	5,184
Donation	700	3,750
Others	300	-
Liberation Day	150	-
Repairs and maintenance	100	-
Bank charges	58	-
Unclassified	-	300
	<u>21,649</u>	<u>12,337</u>
Total disbursements		
Deficiency of deposits under disbursements	(533)	(2,120)
Cash at beginning of year	<u>533</u>	<u>2,653</u>
Cash at end of year	<u>\$ -</u>	<u>\$ 533</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF YIGO**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014

	2015			2014
	NAF	Senior Center	Total	
<b>Deposits:</b>				
Donations	\$ 25,085	\$ 692	\$ 25,777	\$ 6,870
Bingo proceeds	-	18,938	18,938	15,446
Flea/night market	2,525	-	2,525	2,715
Civil weddings	590	-	590	1,662
Commission	147	-	147	456
Reimbursements	-	-	-	540
Facility use	-	-	-	97
Others	529	1,965	2,494	3,775
Unclassified	-	-	-	1,667
<b>Total deposits</b>	<b>28,876</b>	<b>21,595</b>	<b>50,471</b>	<b>33,228</b>
<b>Disbursements:</b>				
Food and catering	2,879	11,235	14,114	5,641
Supplies and materials	7,457	5,159	12,616	4,850
Community programs and events	7,189	-	7,189	5,062
Community events: Chaguan Memorial	3,314	-	3,314	1,923
Repairs and maintenance	1,617	635	2,252	2,303
Equipment and parts	1,929	-	1,929	1,472
Equipment rental	1,678	-	1,678	688
Transportation	-	1,425	1,425	1,810
Sponsorships	1,063	-	1,063	-
Uniforms	-	840	840	-
Donations	556	50	606	650
Bank charges	122	73	195	42
Liberation Day	150	-	150	769
Taxes and permits	24	100	124	218
Humanitarian assistance	-	100	100	-
Prizes	-	60	60	-
Bonus and incentives	-	-	-	3,452
Fundraising	-	-	-	100
Others	2,736	1,500	4,236	2,894
Unclassified	-	-	-	1,186
<b>Total disbursements</b>	<b>30,714</b>	<b>21,177</b>	<b>51,891</b>	<b>33,060</b>
<b>Excess (deficiency) of deposits over (under) disbursements</b>	<b>(1,838)</b>	<b>418</b>	<b>(1,420)</b>	<b>168</b>
<b>Cash at beginning of year</b>	<b>5,070</b>	<b>4,812</b>	<b>9,882</b>	<b>9,714</b>
<b>Cash at end of year</b>	<b>\$ 3,232</b>	<b>\$ 5,230</b>	<b>\$ 8,462</b>	<b>\$ 9,882</b>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF YONA**

Supplementary Statement of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2015 and 2014

	2015			
	NAF	Senior Center	Total	2014
<b>Deposits:</b>				
Senior Center operations: Bingo	\$ -	\$ 16,750	\$ 16,750	\$ 21,065
Donations	1,000	-	1,000	98
Unclassified	-	-	-	2,781
Total deposits	<u>1,000</u>	<u>16,750</u>	<u>17,750</u>	<u>23,944</u>
<b>Disbursements:</b>				
Supplies and materials	-	6,981	6,981	8,198
Food and catering	449	2,777	3,226	3,479
Repairs and maintenance	490	1,077	1,567	1,256
Transportation	-	1,294	1,294	1,106
Equipment and parts	-	549	549	-
Communication	-	456	456	560
Taxes	-	319	319	219
Festivals:				
Prizes	100	-	100	250
Printing	-	-	-	982
Bonus and gifts	-	50	50	5,300
Bank charges	14	-	14	61
Humanitarian assistance	-	-	-	250
Others	-	161	161	1,080
Unclassified	-	-	-	4,718
Total disbursements	<u>1,053</u>	<u>13,664</u>	<u>14,717</u>	<u>27,459</u>
Excess (deficiency) of deposits over (under) disbursements	(53)	3,086	3,033	(3,515)
Cash at beginning of year	<u>53</u>	<u>4,040</u>	<u>4,093</u>	<u>7,608</u>
Cash at end of year	<u>\$ -</u>	<u>\$ 7,126</u>	<u>\$ 7,126</u>	<u>\$ 4,093</u>

See Accompanying Independent Auditors' Report.

11-4-13

**RECEIVED**

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MAYORS' COUNCIL  
OF GUAM

**DISTRIBUTED**

19 Districts

11/5/13

**MAYORS' COUNCIL OF GUAM  
NON-APPROPRIATED FUNDS**

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**STATEMENTS OF CASH DEPOSITS AND  
DISBURSEMENTS  
AND INDEPENDENT AUDITORS' REPORT**

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**YEARS ENDED SEPTEMBER 30, 2012 AND 2011**



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## **Independent Auditors' Report**

The Executive Officers  
Mayors' Council of Guam

We have audited the accompanying statements of cash deposits and disbursements and changes in cash of the Mayors' Council of Guam Non-Appropriated Funds (the Fund) for the years ended September 30, 2012 and 2011. These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements based on our audits.

Except as discussed in the third paragraph below, we conducted our audits 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

We were unable to verify the classification of \$59,119 of deposits and \$37,567 of disbursements for the year ended September 30, 2012 and the classification of \$125,614 of deposits and \$118,225 of disbursements for the year ended September 30, 2011.

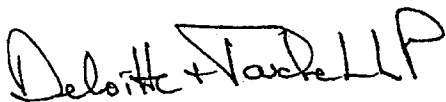
As discussed in note 1 to the financial statements, the Fund's financial statements referred to above were prepared on the cash basis, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America, and is not intended to present fairly the financial position and results of operations of the Fund in conformity with accounting principles generally accepted in the United States of America.

In our opinion, except for the effect of such adjustments, if any, as might have been determined to be necessary had we been able to determine the classification of certain deposits and disbursements for the years ended September 30, 2012 and 2011, such financial statements present fairly, in all material respects, the cash deposits and disbursements of the Mayors' Council of Guam Non-Appropriated Funds for the years ended September 30, 2012 and 2011, on the basis of accounting described in note 1.



In accordance with *Government Auditing Standards*, we have also issued our report dated October 23, 2013, on our consideration of the Mayors' Council of Guam Non-appropriated Funds' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary combining statements of cash deposits and disbursements and changes in cash on pages 4 through 6 and the supplementary statements of cash deposits and disbursements and changes on cash on pages 7 through 25 are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to determine the classification of certain deposits and disbursements for the years ended September 30, 2012 and 2011, the supplementary combining statements of cash deposits and disbursements and changes in cash and supplementary statements of cash deposits and disbursements and changes in cash are fairly stated in all material respects in relation to the financial statements as a whole.

A handwritten signature in black ink that reads "Deloitte + Touche LLP". The signature is stylized, with the "D" and "T" being particularly prominent.

October 23, 2013

# MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS

## Statements of Cash Deposits and Disbursements and Changes in Cash Years Ended September 30, 2012 and 2011

	2012	2011
Deposits:		
Flea and night markets	\$ 134,220	\$ 124,654
Senior Center operations	82,080	-
Program registrations	75,305	64,910
Grants:		
GVB	41,750	52,500
GovGuam	16,628	81,047
Others	5,537	2,000
Fiesta proceeds	62,547	51,499
Liberation Day proceeds:		
Liberation Day sponsor's commission	38,000	-
Candidate sponsor's commission	10,286	8,075
Others	4,900	3,820
Donations	45,890	32,236
Ticket sales	40,750	37,411
Facility use	25,214	19,938
Fundraising	25,139	17,123
Others	51,297	74,125
Unclassified	8,460	-
Total deposits	<u>668,003</u>	<u>569,338</u>
Disbursements:		
Fiesta expenses	99,978	128,834
Sponsorships	49,362	44,930
Community programs	44,616	56,455
Senior Center operations expenses	38,387	-
Community projects	36,382	128,554
Food	33,913	26,829
Contractual services	32,178	47,740
Repairs and maintenance	31,569	26,359
Supplies and materials	30,410	25,034
Donations	23,719	18,198
Humanitarian assistance	22,179	25,868
Equipment	18,324	30,264
Flea market expenses	17,281	33,053
Office events	16,310	22,560
Community events	10,363	6,455
Grants:		
Liberation Day Committee Fund	-	20,000
Others - GVB branding initiatives	-	4,000
Others	46,251	136,600
Unclassified	33,567	-
Total disbursements	<u>584,789</u>	<u>781,733</u>
Excess (deficiency) of deposits over (under) disbursements	83,214	(212,395)
Cash at beginning of year	<u>141,983</u>	<u>354,378</u>
Cash at end of year	<u>\$ 225,197</u>	<u>\$ 141,983</u>

See accompanying notes to financial statements.

# MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS

Notes to Financial Statements  
Years Ended September 30, 2012 and 2011

## (1) Summary of Significant Accounting Policies

### Organization

The Mayors' Council of Guam (the Council or MCOG) was established through the enactment of Public Law 14-27, signed into law on May 26, 1977. The Council is comprised of the nineteen (19) Mayors and the five (5) Vice Mayors of the following municipalities: Agana Heights, Agat, Asan-Maina, Barrigada, Chalan Pago-Ordot, Dededo, Hagatna, Inarajan, Mangilao, Merizo, Mongmong-Toto-Maite, Piti, Santa Rita, Sinajana, Talofofo, Tamuning-Tumon-Harmon, Umatac, Yigo and Yona.

Public Law 30-68 granted individual Mayors the authority to sponsor and approve concessions, festivals, fiestas, or other village events associated with the promotion of the Chamorro culture, tradition, heritage and tourism. The Mayor and the Municipal Planning Council (MPC) of each village are authorized to raise funds through advertising by commercial enterprises on the walls of their sports facilities; and raising funds through fund-raising efforts, to include approving concessionaire activities within each Municipality as approved by its MPC, soliciting corporate sponsorships and to accept contributions that are solely beneficial to the sports facilities or village. Funds generated will be deposited in the MPC Funds of each village and will be used for the operation and maintenance of village facilities and to fund special projects identified by the MPCs. Authority to establish the non-appropriated funds is granted through the 5 GCA § 40135.

The accompanying financial statements relate solely to the activities of the Council and the nineteen municipalities' non-appropriated funds (the Fund) and do not incorporate any other activities of the Council and the nineteen municipalities.

### Accounting Policies

The accompanying statements of cash deposits and disbursements are prepared on the cash basis of accounting. Revenues are recognized when cash is received and expenses are recorded when cash is disbursed.

### Cash

The Fund considers cash to represent cash in banks. At September 30, 2012 and 2011, the carrying amount of the Fund's cash balances were \$225,197 and \$141,983, respectively, and the corresponding bank balances were \$224,836 and \$147,106, respectively. The Fund's cash in bank balance of \$224,836 and \$147,106 as of September 30, 2012 and 2011, respectively, are maintained in a financial institution subject to Federal Deposit Insurance Corporation (FDIC) insurance. As of September 30, 2012 and 2011, bank deposits in the amount of \$224,836 and \$147,106, respectively, were FDIC insured.

As of September 30, 2012, \$44,253 in cash is restricted for Senior Center operations and related activities.

### Reclassifications

Certain 2011 balances have been reclassified to conform to the 2012 financial statement presentation.

# MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS

Notes to Financial Statements  
Years Ended September 30, 2012 and 2011

## (1) Summary of Significant Accounting Policies, Continued

### Subsequent Events

The Fund has considered subsequent events through October \_\_, 2013, the date on which the financial statements are available to be issued. The Fund has not identified any subsequent events that required adjustment to or disclosure in the financial statement as of September 30, 2012.

## (2) Grant Support

The Fund receives grants from the Guam Visitors Bureau (GVB) and the Government of Guam (GovGuam) to support village mayors in their various community programs, projects and events.

The following information summarizes the Fund's grant activity during the years ended September 30, 2012 and 2011:

<u>Source</u>	<u>2012</u>	<u>2011</u>
GVB:		
Village fiestas/festivals	\$ 41,750	\$ 52,500
GovGuam – Department of Youth Affairs:		
Summer camp programs	15,628	47,047
Liberation day festivities	-	34,000
	<u>6,537</u>	<u>2,000</u>
Others	\$ <u>63,915</u>	\$ <u>135,547</u>

## (3) Senior Center Operations

In February 2012, the Council entered into a Memorandum of Understanding (MOU) with the Government of Guam Department of Public Health and Social Services, Division of Senior Citizens for the Council to manage and operate the Senior Center Operations Program. For the year ended September 30, 2012, senior center operations deposits to the Fund of \$82,080 represent proceeds from bingo card sales and other bingo related activities.

## (4) Liberation Day Commission

The Council was appointed to spearhead and take overall responsibility for the planning, coordinating and executing of the 2012 and 2011 Guam Island Fair/Liberation Day Festivities. As the sponsoring organization, the Council is entitled to 50% of the net proceeds from the Liberation Day Festivities. During the years ended September 30, 2012 and 2011, the Council received \$38,000 and \$0, respectively, in sponsor's commission.

## MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS

Supplementary Combining Statements of Cash Deposits  
and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	MCOG Revolving Fund	Agana Heights	Agat	Asan- Maina	Barrigada	Chalan Pago- Ordot	Dededo
Deposits:							
Civil weddings	\$ 8,200	\$ -	\$ 1,050	\$ -	\$ 600	\$ 1,600	\$ 1,400
Commission	-	-	-	-	634	-	-
Contributions	4,221	-	-	-	-	-	-
Donations	5,000	-	1,900	-	3,600	150	-
Dues	9,960	-	-	-	-	-	-
Facility use	-	-	2,850	800	-	1,250	14,794
Fiesta proceeds:							
Concessions	-	-	18,610	-	12,000	-	-
Sponsorships	-	-	3,000	-	-	-	-
Ticket sales	-	-	6,274	-	-	-	-
Others	-	-	4,131	-	-	-	-
Flea and night markets	-	-	11,017	-	-	-	110,460
Fundraising	800	-	3,612	-	-	-	-
Grants:							
DYA - Summer Camp assistance	-	-	5,628	-	-	-	10,000
GVB	-	-	7,500	-	-	-	-
GovGuam	-	-	-	-	-	-	-
MCOG	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	3,507
Liberation Day proceeds:							
Liberation Day sponsor's commission	38,000	-	2,252	2,252	2,252	2,252	2,252
Candidate sponsor's commission	-	-	5,571	-	-	-	1,836
Others	-	-	400	-	-	-	-
Maintenance services	-	-	-	-	-	-	-
Others	544	-	4	990	1,298	-	1,495
Program registrations	-	-	2,050	-	-	6,780	-
Reimbursements	-	-	-	-	-	-	-
Senior Center operations	-	-	-	-	-	-	30,522
Ticket sales	-	-	-	-	-	10,335	-
Unclassified	-	-	5,647	-	-	-	-
Total deposits	66,725	-	81,496	4,042	20,384	22,367	176,266
Disbursements:							
Bank charges	978	-	103	-	-	-	36
Civil weddings	8,450	-	-	-	-	-	-
Communications	-	-	-	-	-	-	-
Community events	-	-	1,443	-	-	2,996	-
Community programs	-	-	2,843	-	-	3,920	-
Community projects	-	-	6,259	-	753	-	17,250
Concession refund	-	-	-	-	-	-	-
Contractual services	-	-	-	-	-	-	2,545
Donations	7,000	-	300	-	-	50	9,490
Equipment	-	-	100	-	2,327	-	3,472
Facility use refunds	-	-	-	-	-	-	-
Fiesta expenses	-	-	25,327	-	125	-	-
Flea market expenses	-	-	-	-	-	-	16,331
Food	9,255	-	1,276	-	630	-	6,734
Fuel	-	-	-	-	-	-	-
Grants:							
Municipalities	5,000	-	-	-	-	-	-
Liberation Day Committee Fund	-	-	-	-	-	-	-
Others - GVB branding initiatives	-	-	-	-	-	-	-
Humanitarian assistance	-	-	2,000	-	-	-	9,900
Liberation Day commission net proceeds share:							
Municipalities	38,284	-	-	-	-	-	-
Nonprofit organizations	4,504	-	-	-	-	-	-
Liberation Day expenses	-	-	-	-	634	-	654
Office events	15,400	-	-	-	10	-	-
Office expenses	-	-	-	-	-	-	-
Others	1,543	-	6,495	-	1,021	1,000	3,329
Prizes	-	-	-	-	-	-	-
Reimbursements	-	-	-	-	-	150	-
Rental	-	-	-	-	-	-	-
Repairs and maintenance	-	-	2,029	-	78	-	21,254
Salaries and wages	-	-	-	-	-	-	-
Senior Center operations expenses	560	-	-	-	-	-	11,095
Sponsorships	4,625	-	2,480	-	-	12,695	17,966
Sports activities	-	-	-	-	-	-	-
Supplies and materials	-	-	2,224	-	554	-	5,312
Travel	-	-	-	-	746	-	-
Unclassified	-	-	22,617	3,463	-	-	-
Utilities	-	-	-	-	-	-	-
Total disbursements	95,599	-	75,496	3,463	6,878	20,811	125,368
Excess (deficiency) of deposits over (under) disbursements	(28,874)	-	6,000	579	13,506	1,556	50,898
Cash at beginning of year	48,724	-	5,035	980	6,239	3,985	7,308
Cash at end of year	\$ 19,850	\$ -	\$ 11,035	\$ 1,559	\$ 19,745	\$ 5,541	\$ 58,206

See accompanying independent auditors' report.

## MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS

Supplementary Combining Statements of Cash Deposits  
and Disbursements and Changes in Cash, Continued  
Years Ended September 30, 2012 and 2011

	Hagatna	Inarajan	Mangilao	Merizo	MongMong- Toto-Maite	Piti	Santa Rita
Deposits:							
Civil weddings	\$ 100	\$ -	\$ 1,800	\$ -	\$ -	\$ -	\$ 250
Commission	-	-	-	-	-	-	-
Contributions	-	-	-	-	-	-	-
Donations	-	3,600	300	3,500	-	2,900	201
Dues	-	-	-	-	-	-	-
Facility use	-	-	1,900	-	-	-	750
Fiesta proceeds:							
Concessions	-	1,530	300	3,422	-	-	4,550
Sponsorships	-	-	-	-	-	-	-
Ticket sales	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
Flea and night markets	-	-	12,743	-	-	-	-
Fundraising	-	476	1,784	3,812	-	-	13,212
Grants:							
DYA - Summer Camp assistance	-	-	-	-	-	-	-
GVB	-	-	5,000	10,000	-	-	8,000
GovGuam	-	-	-	-	-	-	-
MCOG	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-
Liberation Day proceeds:							
Liberation Day sponsor's commission	2,252	2,252	2,252	2,252	-	2,252	2,252
Candidate sponsor's commission	-	-	-	-	-	-	2,726
Others	-	-	1,000	-	-	-	2,000
Maintenance services	-	-	-	6,000	-	-	-
Others	-	767	68	4,644	456	71	1,442
Program registrations	-	-	-	-	-	-	-
Reimbursements	-	4,742	-	-	-	-	-
Senior Center operations	-	7,561	-	-	-	-	5,991
Ticket sales	-	-	-	26,538	-	197	-
Unclassified	-	-	-	-	-	-	-
Total deposits	<u>2,352</u>	<u>20,928</u>	<u>27,147</u>	<u>60,168</u>	<u>456</u>	<u>5,420</u>	<u>41,374</u>
Disbursements:							
Bank charges	116	36	-	-	-	15	108
Civil weddings	-	-	1,000	-	-	-	-
Communications	-	-	-	-	-	-	419
Community events	-	-	-	-	-	2,669	3,255
Community programs	-	2,920	-	6,054	-	-	488
Community projects	-	-	5,000	395	-	-	1,754
Concession refund	-	-	1,500	-	-	-	-
Contractual services	-	-	-	-	-	-	-
Donations	-	500	-	1,950	456	500	1,190
Equipment	-	290	2,089	-	-	-	2,185
Facility use refunds	-	-	-	-	-	-	-
Fiesta expenses	-	6,705	5,180	35,135	-	128	5,776
Flea market expenses	-	-	950	-	-	-	-
Food	-	-	2,575	-	-	-	927
Fuel	-	-	-	-	-	-	100
Grants:							
Municipalities	-	-	-	-	-	-	-
Liberation Day Committee Fund	-	-	-	-	-	-	-
Others - GVB branding initiatives	-	-	-	-	-	-	-
Humanitarian assistance	-	554	2,211	3,121	-	48	1,495
Liberation Day commission net proceeds share:							
Municipalities	-	-	-	-	-	-	-
Nonprofit organizations	-	-	-	-	-	-	-
Liberation Day expenses	-	-	627	-	-	-	1,063
Office events	-	-	-	-	-	-	-
Office expenses	-	-	-	-	-	-	-
Others	-	110	-	-	-	-	3,474
Prizes	-	-	-	-	-	-	2,600
Reimbursements	-	-	-	-	-	-	1,935
Rental	-	-	-	-	-	-	-
Repairs and maintenance	-	-	3,929	255	-	759	1,381
Salaries and wages	-	-	-	-	-	-	-
Senior Center operations expenses	-	4,346	-	-	-	-	3,988
Sponsorships	-	2,096	580	-	-	-	2,430
Sports activities	-	-	-	-	-	-	-
Supplies and materials	-	4,262	2,373	4,090	-	-	959
Travel	-	-	-	-	-	-	-
Unclassified	-	-	-	-	-	-	387
Utilities	-	-	-	317	-	-	-
Total disbursements	<u>116</u>	<u>21,819</u>	<u>28,014</u>	<u>51,317</u>	<u>456</u>	<u>4,119</u>	<u>35,914</u>
Excess (deficiency) of deposits over (under) disbursements	<u>2,236</u>	<u>(891)</u>	<u>(867)</u>	<u>8,851</u>	<u>-</u>	<u>1,301</u>	<u>5,460</u>
Cash at beginning of year	<u>9,914</u>	<u>5,934</u>	<u>12,033</u>	<u>14,368</u>	<u>-</u>	<u>4,006</u>	<u>1,749</u>
Cash at end of year	<u>\$ 12,150</u>	<u>\$ 5,043</u>	<u>\$ 11,166</u>	<u>\$ 23,219</u>	<u>\$ -</u>	<u>\$ 5,307</u>	<u>\$ 7,209</u>

See accompanying independent auditors' report.



## MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS

Supplementary Combining Statements of Cash Deposits  
and Disbursements and Changes in Cash, Continued  
Years Ended September 30, 2012 and 2011

								Total	
	Sinajana	Talofofo	Tamuning- Tumon- Harmon	Umatac	Yigo	Yona	Eliminations	2012	2011
Deposits:									
Civil weddings	\$ 400	\$ -	\$ 2,300	\$ -	\$ -	\$ 50	\$ (9,900)	\$ 7,850	\$ 2,300
Commission	-	-	-	-	-	-	-	634	1,195
Contributions	-	-	-	-	-	-	-	4,221	4,799
Donations	-	6,531	5,238	-	11,950	1,020	-	45,890	32,236
Dues	-	-	-	-	-	-	-	9,960	10,844
Facility use	-	20	2,550	-	-	300	-	25,214	19,938
Fiesta proceeds:									
Concessions	-	5,140	-	-	-	370	-	45,922	51,499
Sponsorships	-	-	-	-	-	-	-	3,000	-
Ticket sales	-	-	-	-	-	3,220	-	9,494	-
Others	-	-	-	-	-	-	-	4,131	-
Flea and night markets	-	-	-	-	-	-	-	134,220	124,654
Fundraising	-	-	-	-	-	1,443	-	25,139	17,123
Grants:									
DYA - Summer Camp assistance	-	-	-	-	-	-	-	15,628	-
GVB	-	-	5,000	6,250	-	-	-	41,750	52,500
GovGuam	-	-	-	-	-	1,000	-	1,000	81,047
MCOG	-	-	-	-	-	5,000	(5,000)	-	-
Others	-	30	-	-	-	2,000	-	5,537	2,000
Liberation Day proceeds:									
Liberation Day sponsor's commission	2,252	2,252	2,252	2,252	2,252	2,252	(38,284)	38,000	-
Candidate sponsor's commission	-	-	153	-	-	-	-	10,286	8,075
Others	-	-	1,500	-	-	-	-	4,900	3,820
Maintenance services	-	-	-	-	-	-	-	6,000	3,900
Others	2,500	-	441	-	1,716	1,454	-	17,890	46,675
Program registrations	38,000	-	-	-	28,475	-	-	75,305	64,910
Reimbursements	-	-	-	-	-	-	-	4,742	4,412
Senior Center operations	11,291	-	20,796	-	-	5,919	-	82,080	-
Ticket sales	-	3,680	-	-	-	-	-	40,750	37,411
Unclassified	850	-	-	313	1,175	475	-	8,460	-
Total deposits	55,293	17,653	40,230	8,815	45,568	24,503	(53,184)	668,003	569,338
Disbursements:									
Bank charges	-	-	-	-	365	24	-	1,781	364
Civil weddings	450	-	-	-	-	-	(9,900)	-	-
Communications	-	-	-	-	-	-	-	419	657
Community events	-	-	-	-	-	-	-	10,363	6,455
Community programs	5,331	-	-	-	23,060	-	-	44,616	56,455
Community projects	-	-	4,971	-	-	-	-	36,382	128,554
Concession refund	-	-	-	-	-	-	-	1,500	-
Contractual services	22,472	-	4,911	-	-	2,250	-	32,178	47,740
Donations	100	711	-	-	1,472	-	-	23,719	18,198
Equipment	998	-	469	-	6,394	-	-	18,324	30,264
Facility use refunds	-	-	450	-	-	-	-	450	-
Fiesta expenses	-	9,768	-	5,300	400	6,134	-	99,978	128,834
Flea market expenses	-	-	-	-	-	-	-	17,281	33,053
Food	9,167	620	2,035	-	694	-	-	33,913	26,829
Fuel	-	-	-	-	-	-	-	100	-
Grants:									
Municipalities	-	-	-	-	-	-	(5,000)	-	-
Liberation Day Committee Fund	-	-	-	-	-	-	-	-	20,000
Others - GVB branding initiatives	-	-	-	-	-	-	-	-	4,000
Humanitarian assistance	2,750	-	-	-	-	100	-	22,179	25,868
Liberation Day commission net proceeds share:									
Municipalities	-	-	-	-	-	-	(38,284)	-	-
Nonprofit organizations	-	-	-	-	-	-	-	4,504	-
Liberation Day expenses	-	1,000	-	-	-	-	-	3,978	5,303
Office events	-	-	-	-	900	-	-	16,310	22,560
Office expenses	-	-	-	-	-	-	-	-	23,015
Others	2,500	400	1,250	-	1,950	500	-	23,572	82,555
Prizes	-	-	-	-	-	-	-	2,600	214
Reimbursements	-	-	-	-	-	-	-	2,085	670
Rental	-	-	-	-	-	-	-	-	3,661
Repairs and maintenance	548	-	-	-	1,336	-	-	31,569	26,359
Salaries and wages	-	-	2,108	-	-	-	-	2,108	1,200
Senior Center operations expenses	3,989	-	8,490	-	-	5,919	-	38,387	-
Sponsorships	1,525	1,410	3,255	-	300	-	-	49,362	44,930
Sports activities	-	-	-	-	-	-	-	-	17,015
Supplies and materials	2,361	490	1,012	598	4,153	2,022	-	30,410	25,034
Travel	-	-	-	-	2,091	-	-	2,837	485
Unclassified	-	-	-	2,900	-	4,200	-	33,567	-
Utilities	-	-	-	-	-	-	-	317	1,461
Total disbursements	52,191	14,399	28,951	8,798	43,115	21,149	(53,184)	584,789	781,733
Excess (deficiency) of deposits over (under) disbursements	3,102	3,254	11,279	17	2,453	3,354	-	83,214	(212,395)
Cash at beginning of year	138	1,576	704	15	19,275	-	-	141,983	354,378
Cash at end of year	\$ 3,240	\$ 4,830	\$ 11,983	\$ 32	\$ 21,728	\$ 3,354	\$ -	\$ 225,197	\$ 141,983

See accompanying independent auditors' report.

**MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS  
MCOG REVOLVING FUND**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	2012	2011
Deposits:		
Liberation Day proceeds	\$ 38,000	\$ 3,820
Dues	9,960	10,844
Civil weddings	8,200	2,000
Donations	5,000	-
Contributions	4,221	4,799
Fundraising	800	4,543
Grants:		
DYA - Summer camp assistance	-	47,047
DYA - Liberation day	-	34,000
Others	544	100
Total deposits	<u>66,725</u>	<u>107,153</u>
Disbursements:		
Liberation day commission net proceeds share:		
Municipalities	38,284	-
Non-profit organizations	4,504	-
MCOG events	15,400	15,590
Food	9,255	6,688
Civil weddings	8,450	2,100
Donations	7,000	12,099
Grants:		
Municipalities	5,000	-
DYA - Liberation Day	-	20,000
DYA - Summer Camp assistance:		
Dededo Mayor's office	-	17,896
Sinajana Mayor's office	-	15,000
Agat Mayor's office	-	14,151
GVB - Branding initiatives	-	8,000
Sponsorships	4,625	15,194
Bank fees	978	-
Senior Center operations expenses	560	-
Community projects	-	4,408
Humanitarian assistance	-	773
Others	1,543	4,926
Total disbursements	<u>95,599</u>	<u>136,825</u>
Deficiency of deposits under disbursements	(28,874)	(29,672)
Cash at beginning of year	<u>48,724</u>	<u>78,396</u>
Cash at end of year	<u>\$ 19,850</u>	<u>\$ 48,724</u>

See accompanying independent auditors' report.

**MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS  
MUNICIPALITY OF AGAT**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	2012	2011
Deposits:		
Fiesta - Mango Festival:		
Concessions	\$ 18,610	\$ 22,220
Sponsorships	3,000	-
Ticket sales	6,274	-
Others	4,131	-
Grants:		
GVB - Mango festival	7,500	20,000
DYA - Summer camp assistance	5,628	14,151
GVB - Back to Sumay	-	5,000
Flea and night markets	11,017	12,201
Liberation Day proceeds:		
Candidate sponsor's commission	5,571	5,863
Liberation Day net proceeds share	2,252	-
Prizes	400	-
Fundraising	3,612	-
Facility use	2,850	1,000
Donations	1,900	3,703
Civil weddings	1,050	250
Program registrations	2,050	4,130
Others	4	820
Unclassified	5,647	-
Total deposits	<u>81,496</u>	<u>89,338</u>
Disbursements:		
Fiesta expenses:		
Entertainment and sound system	6,475	5,700
Prizes	5,375	6,600
Supplies and materials	4,675	12,929
Candidate commission	3,683	3,329
Advertising and promotions	2,960	3,600
Others	2,159	7,771
Community projects	6,259	930
Sponsorships	2,480	3,771
Community programs	2,843	9,273
Supplies and materials	2,224	465
Repairs and maintenance	2,029	3,312
Humanitarian assistance	2,000	3,400
Community events	1,443	-
Food	1,276	55
Donations	300	692
Equipment	100	150
Bank charges	103	15
Contractual services	-	1,450
Liberation day expenses	-	1,338
Others	6,495	25,024
Unclassified	22,617	-
Total disbursements	<u>75,496</u>	<u>89,804</u>
Excess (deficiency) of deposits over (under) disbursements	6,000	(466)
Cash at beginning of year	5,035	5,501
Cash at end of year	<u>\$ 11,035</u>	<u>\$ 5,035</u>

See accompanying independent auditors' report.

**MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS  
MUNICIPALITY OF ASAN-MAINA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Deposits:		
Liberation Day net proceeds share	\$ 2,252	\$ -
Facility use	800	-
Donations	-	2,000
Others	<u>990</u>	<u>132</u>
Total deposits	<u>4,042</u>	<u>2,132</u>
Disbursements:		
Supplies and materials	-	2,240
Community projects	-	400
Sponsorships	-	200
Bank charges	-	36
Others	-	205
Unclassified	<u>3,463</u>	<u>-</u>
Total disbursements	<u>3,463</u>	<u>3,081</u>
Excess (deficiency) of deposits over (under) disbursements	579	(949)
Cash at beginning of year	<u>980</u>	<u>1,929</u>
Cash at end of year	<u><u>\$ 1,559</u></u>	<u><u>\$ 980</u></u>

See accompanying independent auditors' report.

**MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS  
MUNICIPALITY OF BARRIGADA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	2012	2011
Deposits:		
Fiesta concessions	\$ 12,000	\$ 5,212
Donations	3,600	1,200
Liberation Day net proceeds share	2,252	-
Commission	634	1,085
Civil weddings	600	-
Others	1,298	233
Total deposits	<u>20,384</u>	<u>7,730</u>
Disbursements:		
Equipment	2,327	2,247
Community projects	753	70
Travel	746	285
Liberation Day expenses	634	269
Food	630	217
Supplies and materials	554	812
Fiesta expenses	125	1,456
Repairs and maintenance	78	918
Office events	10	-
Sponsorships	-	220
Others	1,021	559
Total disbursements	<u>6,878</u>	<u>7,053</u>
Excess of deposits over disbursements	13,506	677
Cash at beginning of year	<u>6,239</u>	<u>5,562</u>
Cash at end of year	<u><u>\$ 19,745</u></u>	<u><u>\$ 6,239</u></u>

See accompanying independent auditors' report.

**MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS  
MUNICIPALITY OF CHALAN PAGO - ORDOT**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	2012	2011
Deposits:		
Fundraising - Liberation Queen candidate	\$ 10,335	\$ -
Program registrations	6,780	11,105
Liberation Day proceeds - Commission	2,252	-
Civil weddings	1,600	-
Facility use	1,250	750
Donations	150	50
	<u>22,367</u>	<u>11,905</u>
Total deposits		
Disbursements:		
Sponsorships	12,695	-
Community programs	3,920	7,120
Community events	2,996	184
Reimbursements	150	-
Donations	50	1,050
Others	1,000	2,606
	<u>20,811</u>	<u>10,960</u>
Total disbursements		
Excess of deposits over disbursements	1,556	945
Cash at beginning of year	<u>3,985</u>	<u>3,040</u>
Cash at end of year	<u>\$ 5,541</u>	<u>\$ 3,985</u>

See accompanying independent auditors' report.



**MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS  
MUNICIPALITY OF DEDEDO**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Deposits:		
Flea markets	\$ 110,460	\$ 106,275
Senior Center operations	30,522	-
Facility use	14,794	13,700
Grants:		
DYA - Summer Camp assistance	10,000	17,896
Others	3,507	-
Liberation Day proceeds:		
Liberation Day net proceeds share	2,252	-
Candidate sponsor's commission	1,836	-
Civil weddings	1,400	1,000
Fiesta concessions	-	849
Donations	-	100
Program registrations	-	4,275
Others	1,495	35
Total deposits	<u>176,266</u>	<u>144,130</u>
Disbursements:		
Repairs and maintenance	21,254	7,255
Sponsorships	17,966	13,798
Community projects	17,250	97,276
Flea market expenses	16,331	27,678
Senior Center operations expenses	11,095	-
Humanitarian assistance	9,900	15,200
Donations	9,490	246
Food	6,734	3,204
Supplies and materials	5,312	2,266
Equipment	3,472	22,160
Contractual services	2,545	7,530
Liberation Day expenses	654	2,596
Bank charges	36	36
Sports activities	-	17,015
Community programs	-	12,160
Fiesta expenses	-	300
Office expenses	-	23,015
Community events	-	5,139
Rental	-	3,661
Others	3,329	18,429
Total disbursements	<u>125,368</u>	<u>278,964</u>
Excess (deficiency) of deposits over (under) disbursements	50,898	(134,834)
Cash at beginning of year	<u>7,308</u>	<u>142,142</u>
Cash at end of year	<u><u>\$ 58,206</u></u>	<u><u>\$ 7,308</u></u>

See accompanying independent auditors' report. 12

**MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS  
MUNICIPALITY OF HAGATNA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Deposits:		
Liberation Day net proceeds share	\$ 2,252	\$ -
Civil weddings	100	
Facility use	<u>-</u>	<u>768</u>
Total deposits	<u>2,352</u>	<u>768</u>
Disbursements:		
Bank charges	116	36
Community projects	<u>-</u>	<u>10,667</u>
Total disbursements	<u>116</u>	<u>10,703</u>
Excess (deficiency) of deposits over (under) disbursements	2,236	(9,935)
Cash at beginning of year	<u>9,914</u>	<u>19,849</u>
Cash at end of year	<u><u>\$ 12,150</u></u>	<u><u>\$ 9,914</u></u>

See accompanying independent auditors' report.

**MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS**  
**MUNICIPALITY OF INARAJAN**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Deposits:		
Senior Center operations: Bingo	\$ 7,561	\$ -
Reimbursements	4,742	4,412
Donations	3,600	100
Liberation Day proceeds: Commission	2,252	-
Fiesta concessions	1,530	1,800
Fundraisings	476	4,077
Grants:		
GVB - Fiesta	-	3,750
Others	-	2,000
Others	767	697
Total deposits	<u>20,928</u>	<u>16,836</u>
Disbursements:		
Fiesta expenses	6,705	4,651
Senior Center operations expenses	4,346	-
Supplies and materials	4,262	-
Community programs	2,920	5,088
Sponsorships	2,096	1,700
Humanitarian assistance	554	1,181
Donations	500	-
Equipment	290	-
Bank charges	36	124
Community events	-	838
Others	110	2,617
Total disbursements	<u>21,819</u>	<u>16,199</u>
(Deficiency) excess of deposits (under) over disbursements	(891)	637
Cash at beginning of year	<u>5,934</u>	<u>5,297</u>
Cash at end of year	<u>\$ 5,043</u>	<u>\$ 5,934</u>

See accompanying independent auditors' report.

**MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS  
MUNICIPALITY OF MANGILAO**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Deposits:		
Flea and night markets	\$ 12,743	\$ 6,178
Grants: GVB - Fiesta	5,000	5,000
Liberation Day proceeds:		
Liberation Day net proceeds share	2,252	-
Prizes - Float Contest	1,000	-
Facility use	1,900	-
Civil weddings	1,800	300
Fundraising	1,784	-
Donations	300	350
Fiesta concessions	300	-
Others	68	13,197
	<u>27,147</u>	<u>25,025</u>
Total deposits		
Disbursements:		
Fiesta expenses	5,180	7,715
Community projects	5,000	5,850
Repairs and maintenance	3,929	600
Food	2,575	1,140
Supplies and materials	2,373	3,348
Humanitarian assistance	2,211	500
Equipment	2,089	1,250
Concession refunds	1,500	-
Civil weddings	1,000	-
Flea market expenses	950	5,375
Liberation Day expenses	627	100
Sponsorships	580	2,060
Communication	-	657
Utilities	-	409
Prizes	-	214
Office events	-	1,970
Others	-	1,888
	<u>28,014</u>	<u>33,076</u>
Total disbursements		
Deficiency of deposits under disbursements	(867)	(8,051)
Cash at beginning of year	<u>12,033</u>	<u>20,084</u>
Cash at end of year	<u>\$ 11,166</u>	<u>\$ 12,033</u>

See accompanying independent auditors' report.

**MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS  
MUNICIPALITY OF MERIZO**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	2012	2011
Deposits:		
Ticket sales	\$ 26,538	\$ 21,690
Grants:		
GVB Fiestan Tasi	5,000	5,000
GVB Gupot Chamorro	5,000	5,000
Maintenance services	6,000	3,900
Fundraising	3,812	4,503
Donations	3,500	-
Fiesta concessions	3,422	7,957
Liberation Day net proceeds share	2,252	-
Civil weddings	-	50
Others	4,644	5,678
Total deposits	<u>60,168</u>	<u>53,778</u>
Disbursements:		
Fiesta expenses:		
Prizes	15,500	16,900
Others	5,397	3,326
Candidate commission	4,645	4,498
Food	3,828	5,749
Entertainment	3,400	13,205
Supplies and materials	2,365	3,423
Community programs	6,054	492
Supplies and materials	4,090	2,264
Humanitarian assistance	3,121	2,100
Donations	1,950	2,125
Community projects	395	2,194
Utilities	317	581
Repairs and maintenance	255	-
Food	-	4,373
Sponsorships	-	1,162
Equipment	-	748
Others	-	410
Total disbursements	<u>51,317</u>	<u>63,550</u>
Excess (deficiency) of deposits over (under) disbursements	8,851	(9,772)
Cash at beginning of year	<u>14,368</u>	<u>24,140</u>
Cash at end of year	<u>\$ 23,219</u>	<u>\$ 14,368</u>

See accompanying independent auditors' report.

**MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS  
MUNICIPALITY OF MONGMONG-TOTO-MAITE**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Deposits:		
Others	\$ 456	\$ 486
Disbursements:		
Donations	<u>456</u>	<u>486</u>
Excess of deposits over disbursements	-	-
Cash at beginning of year	<u>-</u>	<u>-</u>
Cash at end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See accompanying independent auditors' report.

**MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS  
MUNICIPALITY OF PITI**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Deposits:		
Donations	\$ 2,900	\$ 2,400
Liberation Day proceeds - Commission	2,252	-
Ticket sales	197	451
Facility use	-	50
Others	<u>71</u>	<u>3,804</u>
Total deposits	<u>5,420</u>	<u>6,705</u>
Disbursements:		
Community events	2,669	-
Repairs and maintenance	759	-
Donations	500	-
Fiesta expenses	128	-
Humanitarian assistance	48	-
Bank charges	15	-
Contractual services	-	2,000
Community programs	-	700
Food	-	401
Supplies and materials	-	111
Others	<u>-</u>	<u>495</u>
Total disbursements	<u>4,119</u>	<u>3,707</u>
Excess of deposits over disbursements	1,301	2,998
Cash at beginning of year	<u>4,006</u>	<u>1,008</u>
Cash at end of year	<u><u>\$ 5,307</u></u>	<u><u>\$ 4,006</u></u>

See accompanying independent auditors' report.



**MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS  
MUNICIPALITY OF SANTA RITA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	2012	2011
Deposits:		
Fundraising:		
Mayor's bingo fundraisers	\$ 7,932	\$ -
Little Miss Santa Rita	5,280	-
Senior Center operations:		
Manamku bingo	3,453	-
Bingo donations	2,538	-
Grants:		
GVB - Fiesta	5,000	5,000
GVB - Back to Sumay	3,000	-
Liberation Day proceeds:		
Ticket sales commission	2,726	2,212
Commission	2,252	-
Prize - float competition	2,000	-
Fiesta concessions - Cockfight proceeds	4,550	6,200
Facility use	750	670
Civil weddings	250	100
Donations	201	2,450
Program registrations	-	2,300
Others	1,442	1,370
Total deposits	<u>41,374</u>	<u>20,302</u>
Disbursements:		
Fiesta expenses	5,776	7,076
Senior Center operations expenses	3,988	-
Community events - Back to Sumay Day	3,255	-
Prizes - Little Miss Santa Rita	2,600	-
Sponsorships	2,430	280
Equipment	2,185	1,523
Reimbursements	1,935	670
Community projects	1,754	3,449
Humanitarian assistance	1,495	-
Repairs and maintenance	1,381	1,328
Donations	1,190	200
Liberation Day expenses	1,063	-
Supplies and materials	959	1,596
Food	927	513
Community programs	488	-
Communication	419	-
Bank charges	108	-
Fuel	100	-
Others	3,474	5,906
Unclassified	387	-
Total disbursements	<u>35,914</u>	<u>22,541</u>
Excess (deficiency) of deposits over (under) disbursements	5,460	(2,239)
Cash at beginning of year	<u>1,749</u>	<u>3,988</u>
Cash at end of year	<u>\$ 7,209</u>	<u>\$ 1,749</u>

See accompanying independent auditors' report.

**MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS  
MUNICIPALITY OF SINAJANA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Deposits:		
Program registrations	\$ 38,000	\$ 28,000
Senior Center operations - Bingo	11,291	-
Liberation Day net proceeds share	2,252	-
Civil weddings	400	-
Grants - DYA summer camp assistance	-	15,000
Facility use	-	3,000
Others	2,500	308
Unclassified	850	-
	<u>55,293</u>	<u>46,308</u>
Total deposits		
Disbursements:		
Contractual services	22,472	27,350
Food	9,167	4,618
Community programs	5,331	2,475
Senior Center operations expenses	3,989	-
Humanitarian assistance	2,750	860
Supplies and materials	2,361	5,186
Sponsorships	1,525	3,427
Equipment	998	600
Repairs and maintenance	548	665
Civil weddings	450	-
Donations	100	20
Others	2,500	969
	<u>52,191</u>	<u>46,170</u>
Total disbursements		
Excess of deposits over disbursements	3,102	138
Cash at beginning of year	<u>138</u>	<u>-</u>
Cash at end of year	<u>\$ 3,240</u>	<u>\$ 138</u>

See accompanying independent auditors' report.

**MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS  
MUNICIPALITY OF TALOFOFO**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Deposits:		
Donations	\$ 6,531	\$ -
Fiesta concessions	5,140	1,050
Ticket sales	3,680	15,270
Liberation Day net proceeds share	2,252	-
Facility use	20	-
Others	<u>30</u>	<u>8,790</u>
Total deposits	<u>17,653</u>	<u>25,110</u>
Disbursements:		
Banana festival expenses:		
Prizes	3,650	-
Entertainment	2,750	-
Commission	1,341	7,916
Others	2,027	12,690
Sponsorships	1,410	-
Liberation Day expenses	1,000	1,000
Donations	711	830
Food	620	892
Supplies and materials	490	-
Community projects	-	800
Contractual services	-	520
Humanitarian assistance	-	354
Community events	-	294
Others	<u>400</u>	<u>3,047</u>
Total disbursements	<u>14,399</u>	<u>28,343</u>
Excess (deficiency) of deposits over (under) disbursements	3,254	(3,233)
Cash at beginning of year	<u>1,576</u>	<u>4,809</u>
Cash at end of year	<u><u>\$ 4,830</u></u>	<u><u>\$ 1,576</u></u>

See accompanying independent auditors' report.

**MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS  
MUNICIPALITY OF TAMUNING-TUMON-HARMON**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Deposits:		
Senior Center operations	\$ 20,796	\$ -
Grants - GVB	5,000	4,000
Donations	5,238	-
Liberation Day proceeds:		
Liberation Day net proceeds share	2,252	-
Prizes	1,500	-
Candidate sponsor's commission	153	-
Facility use	2,550	-
Civil weddings	2,300	-
Others	441	6,440
Total deposits	<u>40,230</u>	<u>10,440</u>
Disbursements:		
Senior Center operations expenses	8,490	-
Community projects	4,971	2,010
Contractual services	4,911	2,315
Sponsorships	3,255	988
Repairs and maintenance	2,108	4,699
Food	2,035	3,486
Supplies and materials	1,012	1,080
Equipment	469	-
Facility use refunds	450	-
Utilities	-	471
Travel	-	200
Donations	-	100
Others	1,250	658
Total disbursements	<u>28,951</u>	<u>16,007</u>
Excess (deficiency) of deposits over (under) disbursements	11,279	(5,567)
Cash at beginning of year	<u>704</u>	<u>6,271</u>
Cash at end of year	<u>\$ 11,983</u>	<u>\$ 704</u>

See accompanying independent auditors' report.

**MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS  
MUNICIPALITY OF UMATAAC**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Deposits:		
Grants:		
GVB - Discovery Day 2012	\$ 5,000	\$ -
GVB - Discovery Day 2011	1,250	3,750
Liberation Day net proceeds share	2,252	-
Fiesta concessions	-	6,211
Fundraising	-	4,000
Others	-	1,500
Unclassified	<u>313</u>	<u>-</u>
Total deposits	<u>8,815</u>	<u>15,461</u>
Disbursements:		
Fiesta expenses - entertainment	5,300	-
Supplies and materials	598	-
Contractual services	-	6,575
Sponsorships	-	250
Others	-	9,336
Unclassified	<u>2,900</u>	<u>-</u>
Total disbursements	<u>8,798</u>	<u>16,161</u>
Excess (deficiency) of deposits over (under) disbursements	17	(700)
Cash at beginning of year	<u>15</u>	<u>715</u>
Cash at end of year	<u>\$ 32</u>	<u>\$ 15</u>

See accompanying independent auditors' report.

**MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS  
MUNICIPALITY OF YIGO**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Deposits:		
Donations	\$ 11,950	\$ 19,883
Program registrations	28,475	15,100
Liberation Day net proceeds share	2,252	-
Civil weddings	-	700
Commission	-	110
Others	1,716	2,385
Unclassified	<u>1,175</u>	<u>-</u>
Total deposits	<u>45,568</u>	<u>38,178</u>
Disbursements:		
Community programs and events	23,060	19,147
Equipment	6,394	146
Supplies and materials	4,153	5,666
Travel	2,091	-
Donations	1,472	350
Repairs and maintenance	1,336	2,225
Office events	900	5,000
Food	694	1,242
Fiesta expenses	400	-
Bank charges	365	-
Sponsorships	300	1,880
Humanitarian assistance	-	1,500
Salaries and wages	-	1,200
Community projects	-	500
Others	<u>1,950</u>	<u>5,480</u>
Total disbursements	<u>43,115</u>	<u>44,336</u>
Excess (deficiency) of deposits over (under) disbursements	2,453	(6,158)
Cash at beginning of year	<u>19,275</u>	<u>25,433</u>
Cash at end of year	<u><u>\$ 21,728</u></u>	<u><u>\$ 19,275</u></u>

See accompanying independent auditors' report.

**MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS  
MUNICIPALITY OF YONA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2012 and 2011

	<u>2012</u>	<u>2011</u>
Deposits:		
Grants:		
MCOG - Cultural Festival	\$ 5,000	\$ -
Guam Island Fair - Manenggon Memorial Mass	2,000	-
GVB - Manenggon Memorial Mass	1,000	-
Senior Center operations	5,919	-
Fiesta proceeds:		
Ticket sales	3,220	-
Concessions	370	-
Liberation Day net proceeds share	2,252	-
Fundraising	1,443	-
Donations	1,020	-
Facility use	300	-
Civil weddings	50	-
Others	1,454	700
Unclassified	475	-
	<u>24,503</u>	<u>700</u>
Total deposits		
	<u>24,503</u>	<u>700</u>
Disbursements:		
Senior Center operations expenses	5,919	-
Festival expenses:		
Entertainment	3,500	-
Prizes	1,500	-
Commission	591	-
Supplies	543	-
Contractual services	2,250	-
Supplies and materials	2,022	-
Humanitarian assistance	100	-
Bank charges	24	117
Repairs and maintenance	-	5,357
Equipment	-	1,440
Others	500	-
Unclassified	4,200	-
	<u>21,149</u>	<u>6,914</u>
Total disbursements		
	<u>21,149</u>	<u>6,914</u>
Excess (deficiency) of deposits over (under) disbursements	3,354	(6,214)
Cash at beginning of year	-	6,214
Cash at end of year	<u>\$ 3,354</u>	<u>\$ -</u>

See accompanying independent auditors' report.



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**MAYORS' COUNCIL OF GUAM  
NON-APPROPRIATED FUNDS**

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**INDEPENDENT AUDITORS' REPORT ON  
COMPLIANCE AND ON INTERNAL CONTROL**

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**YEAR ENDED SEPTEMBER 30, 2012**

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

The Executive Officers  
Mayors' Council of Guam

We have audited the financial statements of the Mayors' Council of Guam Non-Appropriated Funds (the Fund) as of and for the year ended September 30, 2012, and have issued our report thereon dated October 23, 2013, which report was qualified as we were unable to verify the classification of certain deposits and disbursements. 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.

**Internal Control Over Financial Reporting**

Management of the Fund is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Fund's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Fund's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and responses, we identified a deficiency in internal control over financial reporting that we consider to be a material weakness.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and responses as item 2012-1 to be a material weakness.

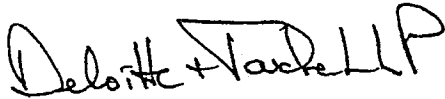
## Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Fund's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and responses as items 2012-2 and 2012-3.

We noted certain matters that we reported to the management of the Fund in a separate letter dated October 23, 2013.

The Fund's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. We did not audit the Fund's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the Mayors' Council of Guam, management, others within the organization and the Office of Public Accountability – Guam and is not intended to be and should not be used by anyone other than these specified parties. However, this report is also a matter of public record.

A handwritten signature in black ink that reads "Deloitte + Tuck LLP". The signature is stylized, with the "D" and "T" being particularly large and prominent.

October 23, 2013

**MAYORS' COUNCIL OF GUAM  
NON-APPROPRIATED FUNDS**

**Schedule of Findings and Responses  
Year Ended September 30, 2012**

Finding No.: 2012-1  
Area: Accounting and Financial Reporting Policies and Procedures

Criteria: Formal accounting and financial reporting policies and procedures should be in place. The establishment and standardization of accounting and financial reporting policies and procedures can provide management with increased assurance that accounting and financial reporting policies and procedures are understood and consistently followed. Written financial reporting policies and procedures minimize disruption caused by turnover and also assists new employees in their job performance. Such policies and procedures should be documented and be readily accessible by relevant personnel.

Condition: Formal accounting and financial reporting policies and procedures are currently not in place. In addition, a process of classifying and summarizing receipts and disbursements transactions to provide accurate financial statement reporting is not in place. The Mayors' Council of Guam has established a Task Force to develop a non-appropriated fund policy that will be adhered to and implemented by all nineteen districts. Currently, the Task Force is in the process of developing uniform accounting and financial reporting policies and procedures.

Cause: The cause of the above condition is the absence of uniform and formal accounting and financial reporting policies and procedures governing non-appropriated funds.

Effect: The effect of the above condition is the potential negative perceptions associated with lack of accountability and transparency on non-appropriated funds.

Recommendation: We recommend the Mayors' Council of Guam continue with its initiative to develop formal accounting and financial reporting policies and procedures governing non-appropriated funds. These policies and procedures should include but not be limited to: (a) cash receipts; (b) cash disbursements; (c) document filing; (e) record-retention; and (f) financial reporting, among others.

Further, we also recommend that the Mayors' Council of Guam continue to serve as a resource center for municipalities on accounting and financial reporting non-appropriated fund related matters.

Prior Year Status: The absence of formal accounting and financial reporting policies and procedures was reported as a finding in the audits of the Fund for 2011 and 2010.

Auditee Response and Corrective Action Plan:

Name of Contact Person: Angel R. Sablan, Executive Director

Response and Corrective Action: We agree with the recommendations set forth by the auditors.

The task force that is in place comprised of Mayors and Vice Mayors (inclusive of new Mayors) continues to develop a Non-Appropriated Fund Policy and will be completed by November 30, 2013. This policy will include procedures relating to: a) cash receipts; b) cash disbursements; c) documents filing; d) records retention; and e) financial reporting, inclusive of website posting, among others.

**MAYORS' COUNCIL OF GUAM  
NON-APPROPRIATED FUNDS**

Schedule of Findings and Responses  
Year Ended September 30, 2012

Finding No.: 2012-1, Continued  
Area: Accounting and Financial Reporting Policies and Procedures

Proposed Completion Date: November 30, 2013

We have set aside contractual money in our approved FY2014 budget to employ the services of an accounting firm or to establish a permanent FTE position within the Council to assist the Council in standardizing financial reporting, in training Administrative Assistants on an as needed basis or to perform accounting functions for the Council and or the Mayors offices if needed, and, to serve as a resource center for municipalities on accounting and financial reporting of non-appropriated fund related matters.

Proposed Completion Date: December 31, 2013

**MAYORS' COUNCIL OF GUAM  
NON-APPROPRIATED FUNDS**

Schedule of Findings and Responses  
Year Ended September 30, 2012

Finding No.: 2012-2  
Area: Compliance with Applicable Procurement Regulations

Criteria: Procurement rules and regulations applicable to non-appropriated funds (NAF) should be clearly defined.

Condition: Disbursements from non-appropriated funds were not subjected to procurement procedures. The Mayors' Council of Guam had established a Task Force to research and to clarify procurement regulations applicable to NAF. Currently, the Task Force is in the process of developing a uniform procurement policy.

Cause: The cause of the above condition is the absence of formal procurement rules and regulations governing non-appropriated funds.

Effect: The effect of the above condition is that NAF purchases are not subjected to procurement rules and regulations.

Recommendation: We recommend the Mayors' Council of Guam continue with its initiative to develop a procurement policy governing NAF that will consistently and uniformly be used by all NAF activities.

Prior Year Status: The absence of formal procurement rules and regulations governing non-appropriated funds was reported as a finding in the audits of the Fund for 2011 and 2010.

Auditee Response and Corrective Action Plan:

Name of Contact Person: Angel R. Sablan, Executive Director

Response and Corrective Action: We agree with the recommendations set forth by the auditors.

We have already initiated dialogue with Senator Tina Muna-Barnes, Oversight Chairperson for the Mayors' Council of Guam to review existing statute(s) on procurement that govern Non-appropriated funds. Notwithstanding the fact that we have established a Task Force to develop Procurement Rules and Regulations (among other things), we will research the NAF Rules and Regulations adopted by the Department of Education and develop a policy that will be consistently and uniformly used by all 19 districts, absent any further passage of laws from the Guam Legislature. We will continue to develop a procurement policy governing NAF that will be consistently and uniformly be used by all NAF activities.

Proposed Completion Date: December 31, 2013

**MAYORS' COUNCIL OF GUAM  
NON-APPROPRIATED FUNDS**

Schedule of Findings and Responses  
Year Ended September 30, 2012

Finding No.: 2012-3  
Area: Monitoring of Non-Profit Organizations

Criteria: Policies and procedures should be in place to monitor non-profit organizations or other entities utilizing the municipalities' facilities.

Condition: A formal process to monitor non-profit organizations and other entities utilizing the municipalities' facilities is not in place. The Task Force established by the Mayors' Council of Guam is also in the process of developing policies and procedures dealing with non-profit organizations that utilize facilities under the jurisdiction of the Mayors' Offices.

Cause: The cause of the above condition is the lack of associated formal policies and procedures.

Effect: The effect of the above condition is that associated risks and legal liabilities may not be minimized.

Recommendation: We recommend the Mayors' Council of Guam continue with its initiative to establish formal policies and procedures to monitor non-profit organizations or other entities utilizing municipality facilities. Such policies and procedures should include determining whether non-profit organizations are legal and are in compliance with Division of Revenue and Taxation filings. Further, we recommend that associated risks and liabilities be evaluated and legal advice be sought as deemed necessary.

Prior Year Status: The absence of formal policies and procedures to monitor non-profit organizations and other entities utilizing municipalities facilities was reported as a finding in the audits of the Fund for 2011 and 2010.

Auditee Response and Corrective Action Plan:

Name of Contact Person: Angel R. Sablan, Executive Director

Response and Corrective Action: We agree with the recommendations set forth by the auditors.

The Task Force that was established to develop policy for the Non-Appropriated Funds will also develop a policy and procedures dealing with Non-profit organizations that utilize facilities under the jurisdiction of the Mayor's Offices for their own programs and or events. We would also implement a checklist of items that have to be met or completed by an organization requesting to use village facilities including liability coverage. We have already established a template to be used by all villages involving the use of community facilities by non-profit organizations. We have also established communications with the Compliance branch of the Department of Revenue and Taxation to cross-check on the legal status of non-profit organizations seeking assistance from the Mayor's Council of Guam.

Proposed Completion Date: November 30, 2013



**MAYORS' COUNCIL OF GUAM  
NON-APPROPRIATED FUNDS**

Unresolved Prior Year Findings  
Year Ended September 30, 2012

Unresolved Prior Year Findings

As of September 30, 2012, the status of prior audit findings is as follows:

Finding No. 2011-01 – Not corrected. See corrective action plan to Finding No. 2012-1.

Finding No. 2011-02 – Not corrected. See corrective action plan to Finding No. 2012-2.

Finding No. 2011-03 – Not corrected. See corrective action plan to Finding No. 2012-3.

Finding No. 2010-01 – Not corrected. See corrective action plan to Finding No. 2012-1.

Finding No. 2010-02 – Not corrected. See corrective action plan to Finding No. 2012-2.

Finding No. 2010-03 – Not corrected. See corrective action plan to Finding No. 2012-3.

**MAYORS' COUNCIL OF GUAM  
NON-APPROPRIATED FUNDS**

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**STATEMENTS OF CASH DEPOSITS AND  
DISBURSEMENTS  
AND INDEPENDENT AUDITORS' REPORT**

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**FOR THE YEARS ENDED SEPTEMBER 30, 2011 AND 2010**

## **Independent Auditors' Report**

The Executive Officers  
Mayors' Council of Guam

We have audited the accompanying statements of cash deposits and disbursements and changes in cash of the Mayors' Council of Guam Non-Appropriated Funds (the Fund) for the years ended September 30, 2011 and 2010. These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits 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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

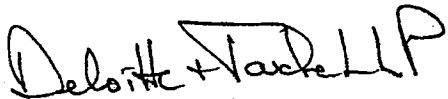
We were unable to verify the classification of \$125,614 of deposits and \$118,225 of disbursements for the year ended September 30, 2011 and the classification of \$204,952 of deposits and \$86,048 of disbursements for the year ended September 30, 2010.

As discussed in Note 1 to the financial statement, the financial statements referred to above were prepared on the basis of cash deposits and disbursements of the Fund, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America and is not intended to present fairly the financial position and results of operations of the Fund in conformity with accounting principles generally accepted in the United States of America.

In our opinion, except for the effect of such adjustments, if any, as might have been determined to be necessary had we been able to determine the classification of certain deposits and disbursements for the years ended September 30, 2011 and 2010, such financial statements present fairly, in all material respects, the cash deposits and disbursements of the Mayors' Council of Guam Non-Appropriated Funds for the years ended September 30, 2011 and 2010, on the basis of accounting described in note 1.

Our audit was conducted for the purpose of forming an opinion on the statement of cash deposits and disbursements of the Fund taken as a whole. The accompanying schedule on pages 4 through 6 is presented for purposes of additional analysis and is not a required part of the financial statements of the Fund. This schedule is the responsibility of the Fund's management. Such information has been subjected to the auditing procedures applied in our audit of the financial statements and, in our opinion except for the effects of such adjustments, if any, that might have been found to be necessary had we been able to determine the classification of certain deposits and disbursements, is fairly stated in all material respects when considered in related to the financial statements taken as a whole.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 4, 2013, on our consideration of the Mayors' Council of Guam Non-appropriated Funds' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

A handwritten signature in black ink that reads "Deloitte + Tuck LLP". The signature is written in a cursive, stylized font.

January 4, 2013

# MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS

## Statements of Cash Deposits and Disbursements and Changes in Cash Years Ended September 30, 2011 and 2010

	<u>2011</u>	<u>2010</u>
Deposits:		
Grants:		
GVB branding initiatives	\$ -	\$ 275,000
GVB other grants	52,500	5,750
GovGuam	81,047	53,259
Other sources	2,000	500
Flea and night markets	124,654	108,595
Program registrations	64,910	54,418
Ticket sales	42,210	46,751
Liberation day proceeds	6,032	92,900
Others	195,985	99,322
Unclassified	-	204,952
	<u>569,338</u>	<u>941,447</u>
Total deposits		
Disbursements:		
Community programs and projects	189,817	137,865
Fiesta expenses	114,472	129,917
Equipment, supplies and materials	53,623	56,835
Contractual services	47,740	30,077
Sponsorships	44,930	38,253
Flea and night markets expenses	33,053	18,286
Community and office events	29,015	27,332
Food	28,582	27,906
Repairs and maintenance	27,919	25,062
Humanitarian assistance	25,868	37,035
Grants	24,000	38,000
Office expenses	23,015	-
Others	139,699	104,599
Unclassified	-	86,048
	<u>781,733</u>	<u>757,215</u>
Total disbursements		
Excess (deficiency) of deposits over (under) disbursements	(212,395)	184,232
Cash at beginning of year	<u>354,378</u>	<u>170,146</u>
Cash at end of year	<u>\$ 141,983</u>	<u>\$ 354,378</u>

See accompanying notes to statements of cash deposits and disbursements and changes in cash.

## MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS

### Notes to Statements of Cash Deposits and Disbursements and Changes in Cash Years Ended September 30, 2011 and 2010

#### (1) Summary of Significant Accounting Policies

##### Organization

The Mayors' Council of Guam (the Council) was established through the enactment of Public Law 14-27, signed into law on May 26, 1977. The Council is comprised of the nineteen (19) Mayors and the five (5) Vice Mayors of the following municipalities: Agat, Asan-Maina, Barrigada, Chalan Pago-Ordot, Dededo, Hagatna, Inarajan, Mangilao, Merizo, Mongmong-Toto-Maite, Piti, Santa Rita, Sinajana, Talofofo, Tamuning-Tumon-Harmon, Umatac, Yigo and Yona.

Public Law 30-68 granted individual Mayors the authority to sponsor and approve concessions, festivals, fiestas, or other village events associated with the promotion of the Chamorro culture, tradition, heritage and tourism. The Mayor and the Municipal Planning Council (MPC) of each village are authorized to raise funds through advertising by commercial enterprises on the walls of their sports facilities, raising funds through fund-raising efforts, to include approving concessionaire activities within each Municipality as approved by its MPC, soliciting corporate sponsorships and to accept contributions that are solely beneficial to the sports facilities or village. Funds generated will be deposited in the MPC Funds of each village and will be used for the operation and maintenance of village facilities and to fund special projects identified by the MPCs. Authority to establish the non-appropriated funds is granted through the 5 GCA § 40135.

The accompanying financial statement relates solely to the activities of the Mayors' Council of Guam and the nineteen (19) municipalities' non-appropriated funds (the Fund) and do not incorporate any other activities of the Council and the nineteen municipalities.

##### Accounting Policies

The accompanying statement of cash deposits and disbursements is prepared on a cash basis of accounting. Revenues are recognized when cash is received and expenses are recorded when cash is disbursed.

##### Cash

The Fund considers cash to represent cash in banks. At September 30, 2011 and 2010, the carrying amount of the Fund's cash balances were \$141,983 and \$354,378, respectively, and the corresponding bank balances were \$147,106 and \$359,526, respectively. The Fund's cash balance in bank of \$147,106 and \$359,526 as of September 30, 2011 and 2010, respectively, is maintained in a financial institution subject to Federal Deposit Insurance Corporation (FDIC) insurance. As of September 30, 2011 and 2010, bank deposits in the amount of \$147,106 and \$359,526, respectively, were FDIC insured.

##### Grant Support

The Fund receives grants from the Guam Visitors Bureau (GVB) and the Government of Guam (GovGuam) to support village mayors in their various community programs, projects and events.

## MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS

### Notes to Statements of Cash Deposits and Disbursements and Changes in Cash Years Ended September 30, 2011 and 2010

#### (1) Summary of Significant Accounting Policies, Continued

##### Grant Support, Continued

The following information summarizes the Fund's grant activity during the years ended September 30, 2011 and 2010:

<u>Source</u>	<u>2011</u>	<u>2010</u>
GVB:		
Village fiestas/festivals	\$ 52,500	\$ 5,750
Branding initiatives	-	275,000
GovGuam – Department of Youth Affairs:		
Summer camp programs	47,047	53,259
Liberation day festivities	34,000	-
Others	<u>2,000</u>	<u>500</u>
	<u>\$135,547</u>	<u>\$334,509</u>

For the year ended September 30, 2010, the Council received \$275,000 from GVB, pursuant to Public Law 30-22, to support village mayors in the various community brand-building initiatives, and in appreciation for their important role in facilitating these initiatives. As of September 30, 2011, the remaining balance from the branding initiative grant is \$23,000.

##### Reclassifications

Certain 2010 balances have been reclassified to conform to the 2011 financial statement presentation.

##### Subsequent Events

The Fund has considered subsequent events through January 4, 2013, the date on which the financial statements are available to be issued. The Fund has not identified any subsequent events that required adjustment to or disclosure in the financial statement as of September 30, 2011.



## MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS

Supplementary Combining Statements of Cash Deposits  
and Disbursements and Changes in Cash  
Years Ended September 30, 2011 and 2010

	MCOG Revolving Fund	Agana Heights	Agat	Asan- Maina	Barrigada	Chalan Pago- Ordot	Dededo
Deposits:							
Civil weddings	\$ 2,000	\$ -	\$ 250	\$ -	\$ -	\$ -	\$ 1,000
Commission	-	-	5,863	-	1,085	-	-
Donations	-	-	3,703	2,000	1,200	50	100
Dues	10,844	-	-	-	-	-	-
Facility use	-	-	1,000	-	-	750	13,700
Fiesta concessions	-	-	22,220	-	5,212	-	849
Flea and night markets	-	-	12,201	-	-	-	106,275
Fundraisings	4,543	-	-	-	-	-	-
Grants:							
GVB branding initiatives	-	-	-	-	-	-	-
GVB other grants	-	-	25,000	-	-	-	-
GovGuam	81,047	-	14,151	-	-	-	17,896
Others	-	-	-	-	-	-	-
Liberation day proceeds	3,820	-	-	-	-	-	-
Maintenance services	-	-	-	-	-	-	-
Others	100	-	820	132	233	-	35
Program registrations	-	-	4,130	-	-	11,105	4,275
Reimbursements	-	-	-	-	-	-	-
Ticket sales	4,799	-	-	-	-	-	-
Unclassified	-	-	-	-	-	-	-
Total deposits	107,153	-	89,338	2,132	7,730	11,905	144,130
Disbursements:							
Bank charges	-	-	15	36	-	-	36
Civil weddings	2,100	-	-	-	-	-	-
Commission	-	-	-	-	-	-	-
Communication	-	-	-	-	-	-	-
Community events	-	-	-	-	-	184	5,139
Community programs	-	-	9,273	-	-	7,120	12,160
Community projects	4,408	-	930	400	70	-	97,276
Contractual services	-	-	1,450	-	-	-	7,530
Donations	12,099	-	692	-	-	1,050	246
Equipment	-	-	150	-	2,247	-	22,160
Flea market expenses	-	-	-	-	-	-	27,678
Fiesta expenses	-	-	39,929	-	1,456	-	300
Food	6,688	-	55	-	217	-	3,204
Grants:							
Municipalities - GovGuam grants	47,047	-	-	-	-	-	-
Municipalities - GVB branding initiatives	4,000	-	-	-	-	-	-
Liberation Day Committee Fund	20,000	-	-	-	-	-	-
Others - GVB branding initiatives	4,000	-	-	-	-	-	-
Humanitarian assistance	773	-	3,400	-	-	-	15,200
Liberation day proceeds expenses	-	-	-	-	-	-	-
Liberation day expenses	-	-	1,338	-	269	-	2,596
Office events	15,590	-	-	-	-	-	-
Office expenses	-	-	-	-	-	-	23,015
Others	4,926	-	25,024	205	559	2,606	18,429
Prizes	-	-	-	-	-	-	-
Reimbursements	-	-	-	-	-	-	-
Rental	-	-	-	-	-	-	3,661
Repairs and maintenance	-	-	3,312	-	918	-	7,255
Salaries and wages	-	-	-	-	-	-	-
Sponsorships	15,194	-	3,771	200	220	-	13,798
Sports activities	-	-	-	-	-	-	17,015
Supplies and materials	-	-	465	2,240	812	-	2,266
Ticket sales remittance	-	-	-	-	-	-	-
Travel	-	-	-	-	285	-	-
Unclassified	-	-	-	-	-	-	-
Utilities	-	-	-	-	-	-	-
Total disbursements	136,825	-	89,804	3,081	7,053	10,960	278,964
Excess (deficiency) of deposits over (under) disbursements	(29,672)	-	(466)	(949)	677	945	(134,834)
Cash at beginning of year	78,396	-	5,501	1,929	5,562	3,040	142,142
Cash at end of year	\$ 48,724	\$ -	\$ 5,035	\$ 980	\$ 6,239	\$ 3,985	\$ 7,308

See accompanying independent auditors' report.

## MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS

Supplementary Combining Statements of Cash Deposits  
and Disbursements and Changes in Cash, Continued  
Years Ended September 30, 2011 and 2010

	Hagatna	Inarajan	Mangilao	Merizo	MongMong- Toto-Maite	Piti	Santa Rita
Deposits:							
Civil weddings	\$ -	\$ -	\$ 300	\$ 50	\$ -	\$ -	\$ 100
Commission	-	-	-	-	-	-	-
Donations	-	100	350	-	-	2,400	2,450
Dues	-	-	-	-	-	-	-
Facility use	768	-	-	-	-	50	670
Fiesta concessions	-	1,800	-	7,957	-	-	6,200
Flea and night markets	-	-	6,178	-	-	-	-
Fundraisings	-	4,077	-	4,503	-	-	-
Grants:							
GVB branding initiatives	-	-	-	-	-	-	-
GVB other grants	-	3,750	5,000	10,000	-	-	5,000
GovGuam	-	-	-	-	-	-	-
Others	-	2,000	-	-	-	-	-
Liberation day proceeds	-	-	-	-	-	-	2,212
Maintenance services	-	-	-	3,900	-	-	-
Others	-	697	13,197	5,678	486	3,804	1,370
Program registrations	-	-	-	-	-	-	2,300
Reimbursements	-	4,412	-	-	-	-	-
Ticket sales	-	-	-	21,690	-	451	-
Unclassified	-	-	-	-	-	-	-
Total deposits	768	16,836	25,025	53,778	486	6,705	20,302
Disbursements:							
Bank charges	36	124	-	-	-	-	-
Civil weddings	-	-	-	-	-	-	-
Commission	-	-	-	-	-	-	-
Communication	-	-	657	-	-	-	-
Community events	-	838	-	-	-	-	-
Community programs	-	5,088	-	5,300	-	700	-
Community projects	10,667	-	5,850	2,194	-	-	3,449
Contractual services	-	-	-	-	-	2,000	-
Donations	-	-	-	2,125	486	-	200
Equipment	-	-	1,250	519	-	-	1,523
Flea market expenses	-	-	5,375	-	-	-	-
Fiesta expenses	-	4,651	7,715	40,655	-	-	7,076
Food	-	-	1,140	6,126	-	401	513
Grants:							
Municipalities - GovGuam grants	-	-	-	-	-	-	-
Municipalities - GVB branding initiatives	-	-	-	-	-	-	-
Liberation Day Committee Fund	-	-	-	-	-	-	-
Others - GVB branding initiatives	-	-	-	-	-	-	-
Humanitarian assistance	-	1,181	500	2,100	-	-	-
Liberation day proceeds expenses	-	-	-	-	-	-	-
Liberation day expenses	-	-	100	-	-	-	-
Office events	-	-	1,970	-	-	-	-
Office expenses	-	-	-	-	-	-	-
Others	-	2,617	1,888	410	-	495	5,906
Prizes	-	-	214	-	-	-	-
Reimbursements	-	-	-	-	-	-	670
Rental	-	-	-	-	-	-	-
Repairs and maintenance	-	-	600	1,560	-	-	1,328
Salaries and wages	-	-	-	-	-	-	-
Sponsorships	-	1,700	2,060	1,162	-	-	280
Sports activities	-	-	-	-	-	-	-
Supplies and materials	-	-	3,348	818	-	111	1,596
Ticket sales remittance	-	-	-	-	-	-	-
Travel	-	-	-	-	-	-	-
Unclassified	-	-	-	-	-	-	-
Utilities	-	-	409	581	-	-	-
Total disbursements	10,703	16,199	33,076	63,550	486	3,707	22,541
Excess (deficiency) of deposits over (under) disbursements	(9,935)	637	(8,051)	(9,772)	-	2,998	(2,239)
Cash at beginning of year	19,849	5,297	20,084	24,140	-	1,008	3,988
Cash at end of year	\$ 9,914	\$ 5,934	\$ 12,033	\$ 14,368	\$ -	\$ 4,006	\$ 1,749

See accompanying independent auditors' report.

## MAYORS' COUNCIL OF GUAM NON-APPROPRIATED FUNDS

Supplementary Combining Statements of Cash Deposits  
and Disbursements and Changes in Cash, Continued  
Years Ended September 30, 2011 and 2010

								Total	
	Sinajana	Talofofo	Tamuning-Tumon-Harmon	Umatac	Yigo	Yona	Eliminations	2011	2010
Deposits:									
Civil weddings	\$ -	\$ -	\$ -	\$ -	\$ 700	\$ -	\$ (2,100)	\$ 2,300	\$ -
Commission	-	-	-	-	110	-	-	7,058	5,075
Donations	-	-	-	-	19,883	-	-	32,236	22,383
Dues	-	-	-	-	-	-	-	10,844	9,945
Facility use	3,000	-	-	-	-	-	-	19,938	22,037
Fiesta concessions	-	1,050	-	6,211	-	-	-	51,499	29,298
Flea and night markets	-	-	-	-	-	-	-	124,654	108,595
Fundraisings	-	-	-	4,000	-	-	-	17,123	4,810
Grants:									
GVB branding initiatives	-	-	4,000	-	-	-	(4,000)	-	275,000
GVB other grants	-	-	-	3,750	-	-	-	52,500	5,750
GovGuam	15,000	-	-	-	-	-	(47,047)	81,047	53,259
Others	-	-	-	-	-	-	-	2,000	500
Liberation day proceeds	-	-	-	-	-	-	-	6,032	92,900
Maintenance services	-	-	-	-	-	-	-	3,900	3,850
Others	308	8,790	6,440	1,500	2,385	700	-	46,675	1,924
Program registrations	28,000	-	-	-	15,100	-	-	64,910	54,418
Reimbursements	-	-	-	-	-	-	-	4,412	-
Ticket sales	-	15,270	-	-	-	-	-	42,210	46,751
Unclassified	-	-	-	-	-	-	-	-	204,952
Total deposits	46,308	25,110	10,440	15,461	38,178	700	(53,147)	569,338	941,447
Disbursements:									
Bank charges	-	-	-	-	-	117	-	364	842
Civil weddings	-	-	-	-	-	-	(2,100)	-	-
Commission	-	8,916	-	-	-	-	-	8,916	-
Communication	-	-	-	-	-	-	-	657	395
Community events	-	294	-	-	-	-	-	6,455	11,922
Community programs	2,475	-	-	-	19,147	-	-	61,263	68,280
Community projects	-	800	2,010	-	500	-	-	128,554	69,585
Contractual services	27,350	520	2,315	6,575	-	-	-	47,740	30,077
Donations	20	830	100	-	350	-	-	18,198	19,825
Equipment	600	-	-	-	146	1,440	-	30,035	26,471
Flea market expenses	-	-	-	-	-	-	-	33,053	18,286
Fiesta expenses	-	12,690	-	-	-	-	-	114,472	129,917
Food	4,618	892	3,486	-	1,242	-	-	28,582	27,906
Grants:									
Municipalities - GovGuam grants	-	-	-	-	-	-	(47,047)	-	-
Municipalities - GVB branding initiatives	-	-	-	-	-	-	(4,000)	-	-
Liberation Day Committee Fund	-	-	-	-	-	-	-	20,000	-
Others - GVB branding initiatives	-	-	-	-	-	-	-	4,000	38,000
Humanitarian assistance	860	354	-	-	1,500	-	-	25,868	37,035
Liberation day proceeds expenses	-	-	-	-	-	-	-	-	11,120
Liberation day expenses	-	-	-	-	-	-	-	4,303	10,948
Office events	-	-	-	-	5,000	-	-	22,560	15,410
Office expenses	-	-	-	-	-	-	-	23,015	-
Others	969	3,047	658	9,336	5,480	-	-	82,555	28,167
Prizes	-	-	-	-	-	-	-	214	2,458
Reimbursements	-	-	-	-	-	-	-	670	4,031
Rental	-	-	-	-	-	-	-	3,661	705
Repairs and maintenance	665	-	4,699	-	2,225	5,357	-	27,919	25,062
Salaries and wages	-	-	-	-	1,200	-	-	1,200	-
Sponsorships	3,427	-	988	250	1,880	-	-	44,930	38,253
Sports activities	-	-	-	-	-	-	-	17,015	10,532
Supplies and materials	5,186	-	1,080	-	5,666	-	-	23,588	30,364
Ticket sales remittance	-	-	-	-	-	-	-	-	11,600
Travel	-	-	200	-	-	-	-	485	2,809
Unclassified	-	-	-	-	-	-	-	-	86,048
Utilities	-	-	471	-	-	-	-	1,461	1,167
Total disbursements	46,170	28,343	16,007	16,161	44,336	6,914	(53,147)	781,733	757,215
Excess (deficiency) of deposits over (under) disbursements	138	(3,233)	(5,567)	(700)	(6,158)	(6,214)	-	(212,395)	184,232
Cash at beginning of year	-	4,809	6,271	715	25,433	6,214	-	354,378	170,146
Cash at end of year	\$ 138	\$ 1,576	\$ 704	\$ 15	\$ 19,275	\$ -	\$ -	\$ 141,983	\$ 354,378

See accompanying independent auditors' report.

**MAYORS' COUNCIL OF GUAM  
NON-APPROPRIATED FUNDS**

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**INDEPENDENT AUDITORS' REPORT ON  
COMPLIANCE AND ON INTERNAL CONTROL**

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**YEAR ENDED SEPTEMBER 30, 2011**

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH  
GOVERNMENT AUDITING STANDARDS**

The Executive Officers  
Mayors' Council of Guam

We have audited the financial statements of the Mayors' Council of Guam Non-Appropriated Funds (the Fund) as of and for the year ended September 30, 2011, and have issued our report thereon dated January 4, 2013, which report was qualified as we were unable to verify the classification of certain deposits and disbursements. 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.

**Internal Control Over Financial Reporting**

Management of the Fund is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the Fund's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Fund's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and responses, we identified a deficiency in internal control over financial reporting that we consider to be a material weakness.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and responses as item 2011-1 to be a material weakness.

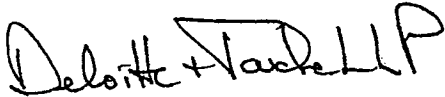
## Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Fund's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and responses as items 2011-02 and 2011-03.

We noted certain matters that we reported to the management of the Fund in a separate letter dated January 4, 2013.

The Fund's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. We did not audit the Fund's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the Mayors' Council of Guam, management, others within the organization and the Office of Public Accountability – Guam and is not intended to be and should not be used by anyone other than these specified parties. However, this report is also a matter of public record.



January 4, 2013

**MAYORS' COUNCIL OF GUAM  
NON-APPROPRIATED FUNDS**

Schedule of Findings and Responses  
Year Ended September 30, 2011

Finding No.: 2011-01  
Area: Accounting and Financial Reporting Policies and Procedures

Criteria: Formal accounting and financial reporting policies and procedures should be in place. The establishment and standardization of accounting and financial reporting policies and procedures can provide management with increased assurance that accounting and financial reporting policies and procedures are understood and consistently followed. In the event that there is turnover of key personnel, written financial reporting policies and procedures minimize disruption caused by turnover and also assists new employees in their job performance. Such policies and procedures should be documented and be readily accessible by relevant personnel.

Condition: Formal accounting and financial reporting policies and procedures are currently not in place. In addition, a process of classifying and summarizing receipts and disbursements transactions to provide accurate financial statement reporting is not in place. The Mayors' Council of Guam has established a Task Force to develop a non-appropriated fund policy that will be adhered to and implemented by all nineteen districts. Currently, the Task Force is in the process of developing uniform accounting and financial reporting policies and procedures.

Cause: The cause of the above condition is the absence of uniform and formal accounting and financial reporting policies and procedures governing non-appropriated funds.

Effect: The effect of the above condition is the potential negative perceptions associated with lack of accountability and transparency on non-appropriated funds.

Recommendation: We recommend the Mayors' Council of Guam continue with its initiative to develop formal accounting and financial reporting policies and procedures governing non-appropriated funds. These policies and procedures should include but not be limited to: (a) cash receipts; (b) cash disbursements; (c) document filing; (e) record-retention; and (f) financial reporting, among others.

Further, we also recommend that the Mayors' Council of Guam continue to serve as a resource center for municipalities on accounting and financial reporting non-appropriated fund related matters.

Auditee Response and Corrective Action Plan:

Name of Contact Person: Angel R. Sablan, Executive Director, Mayors' Council of Guam

Response and Corrective Action: We agree with the findings of the audit. We further agree to continue our corrective action by finalizing and implementing a "Standard Policy" to govern the accounting and financial reporting procedures to be used by all mayoral Offices to cover (a) cash receipts, (b) cash disbursements, (c) document filing, (d) record-retention, and (e) financial reporting, at the least.

We will also procure for the use of all offices a Quickbooks accounting software Multiple-user and engage the services of University of Guam Accounting Class students to assist in the training of this system.

Proposed Completion Date: We anticipate to complete the Standard Policy and installation of the Quickbooks system by March 29, 2013.



**MAYORS' COUNCIL OF GUAM  
NON-APPROPRIATED FUNDS**

Schedule of Findings and Responses  
Year Ended September 30, 2011

Finding No.: 2011-02  
Area: Compliance with Applicable Procurement Regulations

Criteria: Procurement rules and regulations applicable to non-appropriated funds (NAF) should be clearly defined.

Condition: Disbursements from non-appropriated funds were not subjected to procurement procedures. The Mayors' Council of Guam had established a Task Force to research and to clarify procurement regulations applicable to NAF. Currently, the Task Force is in the process of developing a uniform procurement policy.

Cause: The cause of the above condition is the absence of formal procurement rules and regulations governing non-appropriated funds.

Effect: The effect of the above condition is that NAF disbursements are not subjected to procurement rules and regulations.

Recommendation: We recommend the Mayors' Council of Guam continue with its initiative to develop a procurement policy governing NAF that will consistently and uniformly be used by all NAF activities.

Auditee Response and Corrective Action Plan:

Name of Contact Person: Angel R. Sablan, Executive Director, Mayors' Council of Guam

Response and Corrective Action: We agree with the findings of the audit. We will continue in our efforts to have the Guam Legislature define the "Procurement Authority" of the Mayors' Council of Guam and the individual mayoral offices with regards to the Non-Appropriated Funds. We will develop a procurement policy governing the NAF that will be consistently and uniformly used for all NAF activities and funds.

Proposed Completion Date: We anticipate to complete the Procurement Policy by March 29, 2013. We will continue the dialogue with the Guam Legislature and look forward to some legislative action on this matter before June 30, 2013.

**MAYORS' COUNCIL OF GUAM  
NON-APPROPRIATED FUNDS**

Schedule of Findings and Responses  
Year Ended September 30, 2011

Finding No.: 2011-03  
Area: Monitoring of Non-Profit Organizations

Criteria: Policies and procedures should be in place to monitor non-profit organizations or other entities utilizing the municipalities' facilities.

Condition: A formal process to monitor non-profit organizations and other entities utilizing the municipalities' facilities is not in place. The Task Force established by the Mayors' Council of Guam is also in the process of developing policies and procedures dealing with non-profit organizations that utilize facilities under the jurisdiction of the Mayors' Offices.

Cause: The cause of the above condition is the lack of associated formal policies and procedures.

Effect: The effect of the above condition is that associated risks and legal liabilities may not be minimized.

Recommendation: We recommend the Mayors' Council of Guam continue with its initiative to establish formal policies and procedures to monitor non-profit organizations or other entities utilizing municipality facilities. Such policies and procedures should include determining whether non-profit organizations are legal and are in compliance with Division of Revenue and Taxation filings. Further, we recommend that associated risks and liabilities be evaluated and legal advice be sought as deemed necessary.

Auditee Response and Corrective Action Plan:

Name of Contact Person: Angel R. Sablan, Executive Director, Mayors' Council of Guam

Response and Corrective Action: We agree with the audit findings. We will establish a formal policy and procedures to deal with and monitor non-profit organizations and other entities who wish to utilize the facilities under the jurisdiction of the Mayors' Council of Guam or individual mayoral offices. We will coordinate with the Department of Revenue and Taxation to obtain a listing of all valid and current duly registered nonprofit organizations that will be provided to all offices for their cross-checking and references whenever such is needed.

We shall also adopt a "standard HOLD HARMLESS form" for the use of all offices that must be agreed to by facility and equipment users. We shall continue to work with the Guam Legislature to assist our office in appropriating for legal services for the Mayors' Council of Guam.

Proposed Completion Date: We anticipate to work hand in hand with the new officers of the Council and any Task Force that is organized so that all the audit findings and corrective actions can be worked on simultaneously. We therefore, anticipate to also complete this corrective action by March 29, 2013.

**MAYORS' COUNCIL OF GUAM**

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**INDEPENDENT AUDITORS' REPORT ON  
COMPLIANCE AND ON INTERNAL CONTROL**

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**YEAR ENDED SEPTEMBER 30, 2014**

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING  
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL  
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

The Executive Officers  
Mayors' Council of Guam

We have audited, in accordance with the 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, the financial statements of the Mayors' Council of Guam as of and for the year ended September 30, 2014, which comprise the statement of cash deposits and disbursements and changes in cash for the year then ended and the related notes to the financial statements, and have issued our report thereon dated September 8, 2015.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Mayors' Council of Guam's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Mayors' Council of Guam's internal control. Accordingly, we do not express an opinion on the effectiveness of the Mayors' Council of Guam's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

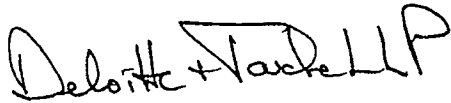
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did not identify any deficiencies in internal control, during the course of the audit.

## Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Mayors' Council of Guam's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings as items 2014-1 and 2014-2.

## Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Deloitte + Stadel LLP". The signature is stylized, with the "D" and "S" being particularly large and prominent.

September 8, 2015

## MAYORS' COUNCIL OF GUAM

Schedule of Findings  
Year Ended September 30, 2014

Finding No.: 2014-1  
Area: Compliance with Applicable Procurement Regulations

Criteria: Procurement rules and regulations applicable to non-appropriated funds (NAF) should be clearly defined.

Condition: During fiscal year 2014, the Mayors' Council of Guam and the nineteen municipalities have demonstrated continued commitment to obtain comparative prices for their NAF disbursements. While substantial improvements were evident relative to procurement procedures, the Mayors' Council of Guam is yet to complete a uniform procurement policy.

Cause: The cause of the above condition is the absence of formal procurement rules and regulations governing NAF.

Effect: The effect of the above condition is that NAF purchases are not consistently subjected to procurement rules and regulations.

Recommendation: We recommend the Mayors' Council of Guam continue with its initiative to develop a procurement policy governing NAF that will consistently and uniformly be used by all NAF activities.

Prior Year Status: The absence of formal procurement rules and regulations governing NAF was reported as a finding in the audits of the Fund for 2013, 2012 and 2011.

## MAYORS' COUNCIL OF GUAM

Schedule of Findings, Continued  
Year Ended September 30, 2014

Finding No.: 2014-2

Area: Monitoring of Non-Profit Organizations and Senior Centers

Criteria: Policies and procedures should be in place to monitor non-profit organizations (NPO) or other entities utilizing the municipalities' facilities. These policies and procedures should be documented and be readily available to all districts for their guidance.

Condition: The Mayors' Council of Guam had developed policies and procedures (a) to verify validity of NPOs that utilize facilities under the jurisdiction of the Mayors' offices; and (b) to determine whether NPO's are in compliance with Department of Revenue and Taxation filings. However, such policies and procedures appear to have not been consistently provided to all nineteen districts.

Further, the Mayors' offices involvement relative to Senior Center operations and associated monitoring procedures are not clearly defined and documented. Formal accounting and financial reporting policies and procedures for the Senior Centers are currently not in place.

Cause: The existence of formal policies and procedures relative to monitoring of non-profit organizations is not known to all districts. Also, the above condition is due to the absence of uniform and formal monitoring procedures for the Senior Centers.

Effect: The effect of the above condition is that associated risks and legal liabilities may not be minimized.

Recommendation: We recommend the Mayors' Council of Guam continue to work with the nineteen districts in promulgating policies and procedures to monitor non-profit organizations. Further, we recommend that formal monitoring policies and procedures for Senior Centers' operations be established and be provided to appropriate districts for their guidance and consideration.



## MAYORS' COUNCIL OF GUAM

Unresolved Prior Year Findings  
Year Ended September 30, 2014

### Unresolved Prior Year Findings

As of September 30, 2014, the status of prior audit findings is as follows:

Finding No. 2013-1 – Corrected.

Finding No. 2013-2 – Partially corrected.

Finding No. 2013-3 – Partially Corrected.

Finding No. 2012-1 – Corrected.

Finding No. 2012-2 – Partially corrected.

Finding No. 2012-3 – Partially Corrected.

Finding No. 2011-01 – Corrected.

Finding No. 2011-02 – Partially corrected.

Finding No. 2011-03 – Partially Corrected.

Finding No. 2010-01 – Corrected.

Finding No. 2010-02 – Partially corrected.

Finding No. 2010-03 – Partially Corrected.

**MAYORS' COUNCIL OF GUAM**

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**STATEMENTS OF CASH DEPOSITS AND DISBURSEMENTS  
AND INDEPENDENT AUDITORS' REPORT**

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**YEARS ENDED SEPTEMBER 30, 2014 AND 2013**

## **Independent Auditors' Report**

The Executive Officers  
Mayors' Council of Guam

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the Mayors' Council of Guam, which comprise the statements of cash deposits and disbursements and changes in cash for the years ended September 30, 2014 and 2013, and the related notes to the financial statements.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the cash basis of accounting described in Note 1 to the financial statements; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditors' Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Basis for Qualified Opinion***

We are unable to verify the classification of \$49,201 of deposits and \$13,010 of disbursements for the year ended September 30, 2014 and the classification of \$19,285 of deposits and \$22,420 of disbursements for the year ended September 30, 2013. Furthermore, there is continued non-compliance with procurement policies and procedures and a lack of a uniform policy.

### ***Qualified Opinion***

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion paragraph, the financial statements referred to above present fairly, in all material respects, the cash deposits and disbursements of the Mayors' Council of Guam for the years ended September 30, 2014 and 2013 on the basis of accounting described in Note 1 to the financial statements.

### ***Basis of Accounting***

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

### ***Emphasis of Matter***

#### ***Reporting Entity***

As discussed in Note 1, the financial statements referred to above present only the activities of the Non-Appropriated Funds and the Senior Center Operations Program and are not intended to present fairly the financial position and results of operations of other activities of the Mayors' Council of Guam in conformity with the cash basis of accounting. Our opinion is not modified with respect to this matter.

### ***Other Matters***

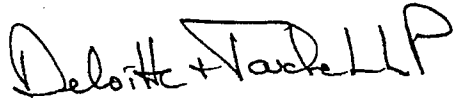
#### ***Financial Information***

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary combining statements of cash deposits and disbursements and changes in cash on pages 7 through 10 and the supplementary statements of cash deposits and disbursements and changes on cash on pages 11 through 30 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary combining statements of cash deposits and disbursements and changes in cash on pages 7 through 10 and the supplementary statements of cash deposits and disbursements and changes on cash on pages 11 through 30 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, supplementary combining statements of cash deposits and disbursements and changes in cash on pages 7 through 10 and the supplementary statements of cash deposits and disbursements and changes on cash on pages 11 through 30 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated September 8, 2015, on our consideration of the Mayors' Council of Guam's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Mayors' Council of Guam's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Deloitte + Touche LLP". The signature is stylized, with the "D" and "T" being particularly prominent.

September 8, 2015

# MAYORS' COUNCIL OF GUAM

## Statements of Cash Deposits and Disbursements and Changes in Cash Years Ended September 30, 2014 and 2013

	2014	2013
Deposits:		
Host Community Premium	\$ 556,168	\$ 46,246
Senior Center operations - bingo and fundraising	309,826	318,538
Flea and night markets	137,272	148,588
Others	158,425	107,092
Fundraising	106,269	39,995
Fiesta proceeds	99,530	103,875
Grants	39,250	36,000
Unclassified	49,201	15,058
Donations	50,496	34,095
Program registrations	47,540	-
Sponsorships	28,455	22,900
Facility use	10,820	21,399
Liberation Day proceeds:		
Liberation Day sponsor's commission	-	116,000
Candidate sponsor's commission	-	42,462
Others	16,744	43,716
Total deposits	1,609,996	1,095,964
Disbursements:		
Supplies and materials	168,337	125,094
Food and catering	153,708	138,029
Fiesta expenses	102,705	107,551
Equipment, parts, rental and furnitures	94,659	27,068
Construction	76,998	-
Sponsorships	73,392	48,321
Transportation, travel and accomodation	73,631	76,081
Prizes	59,212	-
Community projects	40,460	28,822
Humanitarian assistance	39,225	27,583
Community programs	41,281	14,648
Repairs and maintenance	30,319	55,764
Donations	28,415	29,434
Office and MCOG events	26,276	29,174
Unclassified	7,834	19,232
Flea market expenses	16,015	13,537
Liberation Day expenses	15,398	58,584
Community events	14,581	11,708
Bonus and incentives	11,627	26,232
Contractual services	6,066	35,367
Senior Center operations expenses	2,570	33,120
Others	104,817	99,300
Total disbursements	1,187,526	1,004,649
Excess of deposits over disbursements	422,470	91,315
Cash at beginning of year	316,512	225,197
Cash at end of year	\$ 738,982	\$ 316,512

See accompanying notes to financial statements.

## MAYORS' COUNCIL OF GUAM

### Notes to Financial Statements Years Ended September 30, 2014 and 2013

#### (1) Summary of Significant Accounting Policies

##### Organization

The Mayors' Council of Guam (the Council or MCOG) was established through the enactment of Public Law 14-27, signed into law on May 26, 1977. The Council is comprised of the nineteen (19) Mayors and the five (5) Vice Mayors of the following municipalities: Agana Heights, Agat, Asan-Maina, Barrigada, Chalan Pago-Ordot, Dededo, Hagatna, Inarajan, Mangilao, Merizo, Mongmong-Toto-Maite, Piti, Santa Rita, Sinajana, Talofofo, Tamuning-Tumon-Harmon, Umatac, Yigo and Yona.

Public Law 30-68 granted individual Mayors the authority to sponsor and approve concessions, festivals, fiestas, or other village events associated with the promotion of the Chamorro culture, tradition, heritage and tourism. The Mayor and the Municipal Planning Council (MPC) of each village are authorized to raise funds through advertising by commercial enterprises on the walls of their sports facilities; and raising funds through fund-raising efforts, to include approving concessionaire activities within each Municipality as approved by its MPC, soliciting corporate sponsorships and to accept contributions that are solely beneficial to the sports facilities or village. Funds generated will be deposited in the MPC Funds of each village and will be used for the operation and maintenance of village facilities and to fund special projects identified by the MPCs. Authority to establish the non-appropriated funds is granted through the 5 GCA § 40135.

In February 2012, the MCOG entered into a Memorandum of Understanding (MOU) with the Government of Guam Department of Public Health and Social Services, Division of Senior Citizens for the MCOG to manage and operate the Senior Center Operations Program. As of September 30, 2014 and 2013, twelve Senior Centers are managed by the MCOG which consist of Agana Heights, Agat, Astumbo, Dededo, Inarajan, Mangilao, Merizo, Santa Rita, Sinajana, Tamuning, Yigo and Yona/Talofofo Senior Centers.

The accompanying financial statements relate solely to the activities of the MCOG and the nineteen municipalities' non-appropriated funds, including the Senior Center Operations Program, and do not incorporate any other activities of the MCOG and the nineteen municipalities.

##### Accounting Policies

The accompanying statements of cash deposits and disbursements are prepared on the cash basis of accounting. Revenues are recognized when cash is received and expenses are recorded when cash is disbursed.

##### Cash

The MCOG considers cash to represent cash in banks. At September 30, 2014 and 2013, the carrying amount of the MCOG's cash balances were \$738,982 and \$316,512, respectively, and the corresponding bank balances were \$740,001 and \$322,957, respectively. The MCOG's cash in bank balance of \$740,001 and \$322,957 as of September 30, 2014 and 2013, respectively, are maintained in a financial institution subject to Federal Deposit Insurance Corporation (FDIC) insurance. As of September 30, 2014 and 2013, bank deposits in the amount of \$740,001 and \$322,957, respectively, were FDIC insured.

As of September 30, 2014 and 2013, \$136,642 and \$111,617, respectively, in cash is restricted for Senior Center operations and related activities.



## MAYORS' COUNCIL OF GUAM

### Notes to Financial Statements Years Ended September 30, 2014 and 2013

#### (1) Summary of Significant Accounting Policies, Continued

##### Reclassifications

Certain 2013 balances have been reclassified to conform to the 2014 financial statement presentation.

##### Subsequent Events

The MCOG has considered subsequent events through September 8, 2015, the date on which the financial statements are available to be issued. The MCOG has not identified any subsequent events that required adjustment to or disclosure in the financial statement as of September 30, 2014.

#### (2) Grant Support

The MCOG receives grants from the Guam Visitors Bureau (GVB) and the Government of Guam (GovGuam) to support village mayors in their various community programs, projects and events.

The following information summarizes the MCOG's grant activity during the years ended September 30, 2014 and 2013:

<u>Source</u>	<u>2014</u>	<u>2013</u>
GVB:		
Village fiestas/festivals	\$ 39,250	\$ 36,000
GovGuam - Department of Youth Affairs:		
Others	<u>10,000</u>	<u>-</u>
	\$ <u>49,250</u>	\$ <u>36,000</u>

#### (3) Liberation Day Commission

The Council was appointed to spearhead and take overall responsibility for the planning, coordinating and executing of the 2014 and 2013 Guam Island Fair/Liberation Day Festivities. As the sponsoring organization, the Council is entitled to 50% of the net proceeds from the Liberation Day Festivities. During the year ended September 30, 2013, the Council received \$116,000 in sponsor's commissions. Amounts due for the 2014 commissions have not been received as of September 30, 2014 and as such, not reflected in the accompanying financial statements.

# MAYORS' COUNCIL OF GUAM

## Supplementary Combining Statement of Cash Deposits and Disbursements and Changes in Cash Year Ended September 30, 2014

	Non- Appropriated Funds	Senior Center Operations Program	Total
Deposits:			
Host Community Premium	\$ 556,168	\$ -	\$ 556,168
Senior Center operations - bingo and fundraising	195	309,631	309,826
Flea and night markets	137,272	-	137,272
Others	140,618	17,807	158,425
Fundraising	106,269	-	106,269
Fiesta proceeds	99,530	-	99,530
Grants	39,250	-	39,250
Unclassified	29,500	19,701	49,201
Donations	44,570	5,926	50,496
Program registrations	47,540	-	47,540
Sponsorships	28,455	-	28,455
Facility use	10,820	-	10,820
Liberation Day proceeds:			
Others	16,744	-	16,744
Total deposits	1,256,931	353,065	1,609,996
Disbursements:			
Supplies and materials	64,149	104,188	168,337
Food and catering	86,201	67,507	153,708
Fiesta expenses	102,705	-	102,705
Equipment, parts, rental and furnitures	92,076	2,583	94,659
Construction	76,998	-	76,998
Sponsorships	73,392	-	73,392
Transportation, travel and accomodation	9,485	64,146	73,631
Prizes	22,248	36,964	59,212
Community projects	40,460	-	40,460
Humanitarian assistance	34,676	4,549	39,225
Community programs	35,133	6,148	41,281
Repairs and maintenance	28,683	1,636	30,319
Donations	26,331	2,084	28,415
Office and MCOG events	26,276	-	26,276
Unclassified	1,296	6,538	7,834
Flea market expenses	16,015	-	16,015
Liberation Day expenses	15,398	-	15,398
Community events	14,581	-	14,581
Bonus and incentives	-	11,627	11,627
Contractual services	4,831	1,235	6,066
Senior Center operations expenses	2,570	-	2,570
Others	85,982	18,835	104,817
Total disbursements	859,486	328,040	1,187,526
Excess of deposits over disbursements	397,445	25,025	422,470
Cash at beginning of year	204,895	111,617	316,512
Cash at end of year	\$ 602,340	\$ 136,642	\$ 738,982

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM**  
**NON-APPROPRIATED FUNDS**  
**Supplementary Combining Statement of Cash Deposits and Disbursements and Changes in Cash**  
**Year Ended September 30, 2014**

	MCOG Revolving Fund	Agana Heights	Agat	Asan- Maina	Barrigada	Chalan Pago- Ordot	Dededo	Hagatna	Inarajan	Mangilao	Merizo	MongMong- Toto-Maite	Piti	Santa Rita	Sinajana	Talofofo	Tamuning- Tumon- Harmon	Umatac	Yigo	Yona	Eliminations	Total
Deposits:																						
Civil weddings	\$ 5,850	\$ -	\$ 200	\$ 100	\$ 500	\$ 350	\$ 1,850	\$ -	\$ -	\$ 500	\$ -	\$ 350	\$ -	\$ 100	\$ -	\$ 50	\$ -	\$ -	\$ 1,662	\$ -	\$ -	\$ 11,512
Cockfighting proceeds	-	-	-	-	-	-	-	600	-	-	-	-	-	-	-	-	-	-	-	-	-	600
Commission	-	-	-	-	274	-	-	-	-	-	-	-	-	-	-	-	-	-	456	-	-	730
Contributions	2,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,000
Christmas collections	13,647	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	13,647
Donations	800	-	4,059	150	650	475	254	-	-	1,800	6,950	-	140	1,901	20,091	430	-	-	6,870	-	-	44,570
Dues	10,140	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	10,140
Facility use	-	-	-	4,020	-	-	6,800	-	-	-	-	-	-	-	-	-	-	-	-	-	-	10,820
Fiesta proceeds:																						
Concessions	-	-	5,830	-	7,000	-	-	-	2,100	3,044	7,236	-	-	320	-	2,025	-	-	-	-	-	27,555
Donations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Others	-	-	12,434	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	12,434
Sponsorships	-	-	3,500	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,500
Ticket sales	-	-	28,749	-	-	-	-	-	-	-	27,292	-	-	-	-	-	-	-	-	-	-	56,041
Flea and night markets	-	-	11,991	-	-	-	111,155	-	-	11,411	-	-	-	-	-	-	-	-	2,715	-	-	137,272
Fundraising	-	-	-	-	-	185	-	-	-	14,606	-	-	-	33,024	57,656	798	-	-	-	-	-	106,269
Grants:																						
DYA - Summer Camp assistance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
GVB	-	-	7,500	-	-	-	-	-	-	5,000	8,750	-	-	3,000	-	5,000	-	10,000	-	-	-	39,250
Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Host Community Premium	-	-	-	-	-	278,084	-	-	278,084	-	-	-	-	-	-	-	-	-	-	-	-	556,168
Humanitarian assistance loan repayments	-	-	-	-	-	-	-	-	-	-	-	-	-	1,000	-	-	-	-	-	-	-	1,000
Liberation Day proceeds:																						
Candidate sponsor's commission	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Donations	-	-	-	3,450	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,450
Liberation Day share of net proceeds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	-	-	-	-	3,000	-	-	-	-	-	-	-	3,000
Prizes	-	-	-	-	-	-	-	-	-	-	-	-	-	2,000	-	-	-	-	-	-	-	2,000
Sponsorships	-	-	5,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,000
Ticket sales	-	-	-	-	1,473	-	-	-	-	-	-	-	-	1,821	-	-	-	-	-	-	-	3,294
Maintenance services	-	-	-	-	-	-	-	-	-	-	2,500	-	-	-	-	-	-	-	-	-	-	2,500
Others	-	-	9,159	250	1,300	-	705	-	11	400	-	837	-	624	747	-	-	-	3,775	-	-	17,808
Prizes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,050	-	-	-	-	-	1,050
Program income	-	-	-	-	-	-	14,027	-	-	-	-	-	-	-	-	-	-	-	-	-	-	14,027
Program registrations	-	-	-	-	-	150	3,140	-	-	-	-	-	-	-	44,250	-	-	-	-	-	-	47,540
Reimbursements and refunds	10,000	-	2,650	-	2,700	800	1,655	100	154	33,172	1,000	-	1,300	1,976	-	-	-	-	397	-	-	55,904
Rent	-	-	-	-	-	-	-	-	-	-	-	-	8,400	-	1,300	-	-	-	-	-	-	9,700
Senior Center operations:																						
Bingo	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sponsorships	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Reimbursements	-	-	-	-	-	-	-	-	-	-	-	-	-	195	-	-	-	-	-	-	-	195
Sponsorships	20,000	-	-	-	-	-	-	-	-	-	3,650	-	-	-	-	4,805	-	-	-	-	-	28,455
Ticket sales	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unclassified	-	-	-	-	-	-	-	-	-	-	16,552	-	-	-	-	-	9,534	217	416	2,781	-	29,500
Total deposits	62,437	-	91,072	7,970	13,897	280,044	139,586	700	280,349	69,933	73,930	1,187	9,840	48,961	124,044	14,158	9,534	10,217	16,291	2,781	-	1,256,931

## MAYORS' COUNCIL OF GUAM

## NON-APPROPRIATED FUNDS

Supplementary Combining Statement of Cash Deposits and Disbursements and Changes in Cash, Continued  
Year Ended September 30, 2014

	MCUG Revolving Fund	Agana Heights	Agat	Asan- Maina	Barrigada	Chalan Pago- Ordot	Dededo	Hagatna	Inarajan	Mangilao	Merizo	MongMong- Toto-Maite	Piti	Santa Rita	Sinajana	Talofofo	Iamuning- Tumon- Harmon	Umatac	Yigo	Yona	Eliminations	Total
Disbursements:																						
Bank charges	-	-	-	189	88	-	36	231	54	-	72	-	-	-	79	36	9	-	15	61	-	870
Civil weddings	5,350	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,350
Communications	-	-	-	-	-	-	-	-	-	-	-	-	-	232	-	-	-	-	-	-	-	232
Community events	-	-	-	-	2,971	1,325	-	-	-	-	-	-	350	8,012	-	-	-	-	1,923	-	-	14,581
Community programs	-	-	-	-	-	-	8,336	-	1,116	-	-	-	-	-	23,594	-	-	-	2,087	-	-	35,133
Community projects	-	-	4,600	-	179	-	-	-	-	30,234	2,689	-	-	-	-	-	2,758	-	-	-	-	40,460
Concession refund	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contractual services	-	-	-	-	-	-	3,350	-	-	-	-	-	465	-	1,016	-	-	-	-	-	-	4,831
Construction	-	-	-	-	-	-	-	-	76,998	-	-	-	-	-	-	-	-	-	-	-	-	76,998
Donations	-	-	1,576	150	-	-	250	-	5,614	2,751	-	1,187	1,450	1,419	-	300	7,784	3,750	100	-	-	26,331
Equipment and furnitures	-	-	3,300	-	864	-	30,450	-	48,492	1,331	-	-	-	1,200	4,842	-	75	-	814	-	-	91,388
Equipment rental	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	688	-	-	688
Employee Events	-	-	-	528	-	-	-	-	-	-	-	-	525	-	-	-	-	-	-	-	-	1,053
Entertainment services	-	-	-	-	-	100	-	-	-	1,360	-	-	-	-	-	-	-	-	-	-	-	1,460
Facility use refunds	-	-	1,670	-	-	-	-	-	-	-	-	-	-	400	-	-	600	-	-	-	-	2,670
Fiesta expenses:																						
Advertising and promotions	-	-	2,815	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,815
Candidate commission	-	-	5,111	-	-	-	-	-	-	3,630	5,958	-	-	-	-	-	-	-	-	-	-	14,699
Entertainment and sound system	-	-	6,200	-	-	-	-	-	-	544	3,300	-	-	-	-	3,100	-	1,500	-	-	-	14,644
Food and catering	-	-	-	-	-	-	-	-	-	190	6,436	-	-	-	-	-	-	-	-	-	-	6,626
Other services	-	-	-	-	-	-	-	-	-	3,500	-	-	-	-	-	-	-	-	-	-	-	3,500
Others	-	-	5,140	-	488	-	-	-	901	415	5,200	-	-	-	-	1,685	-	-	-	982	-	14,811
Prizes	-	-	8,341	-	-	-	-	-	-	1,587	15,200	-	-	-	-	-	-	-	-	250	-	25,378
Supplies and materials	-	-	9,015	-	-	-	-	-	-	77	5,218	-	-	-	-	-	-	738	-	-	-	15,048
Unclassified	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,184	-	-	-	5,184
Flea market expenses	-	-	-	-	-	-	16,015	-	-	-	-	-	-	-	-	-	-	-	-	-	-	16,015
Food and catering	8,366	-	8,899	5,093	4,498	3,909	18,645	-	4,080	262	6,387	-	5,374	518	16,580	511	-	-	2,549	530	-	86,201
Fuel and gas	-	-	2,562	-	-	-	-	-	-	-	-	-	-	51	-	-	-	-	-	-	-	2,613
Fundraising	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	827	-	100	-	-	927
Grants - GVB branding initiatives	-	-	-	-	-	-	973	-	-	-	-	-	-	-	-	-	-	-	-	-	-	973
Host community benefit program	-	-	-	-	-	9,041	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	9,041
Humanitarian assistance	-	-	4,216	-	-	-	17,100	-	1,500	-	3,100	-	-	5,850	1,765	1,045	-	-	-	100	-	34,676
Liberation Day share of proceeds:																						
Municipalities	-	-	-	912	780	-	-	-	6,250	650	-	-	-	2,801	-	388	-	-	769	-	-	12,550
Nonprofit organizations	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Liberation Day expenses	10,000	-	5,398	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	15,398
Office events	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Office expenses	-	-	-	-	1,156	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,156
MCOG events	26,276	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	26,276
Others	231	-	1,578	810	-	-	5,841	-	2,573	1,544	1,503	-	125	2,455	504	100	-	865	2,516	-	-	20,645
Other refunds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other services	-	-	1,120	-	-	-	-	-	-	-	-	-	-	-	-	1,100	-	-	-	-	-	2,220
Prizes	-	-	5,839	-	-	-	-	-	6,190	-	-	-	-	5,627	4,592	-	-	-	-	-	-	22,248
Reimbursements	10,000	-	-	-	-	-	-	-	-	2,751	949	-	-	-	775	-	-	-	-	-	-	14,475
Rental	-	-	-	-	-	351	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	351
Repairs and maintenance	-	-	1,922	593	1,472	-	6,396	-	4,290	3,030	676	-	1,058	5,169	90	548	-	-	2,183	1,256	-	28,683
Senior Center operations expenses	-	-	-	-	-	-	370	-	2,200	-	-	-	-	-	-	-	-	-	-	-	-	2,570
Sponsorships	-	-	10,739	-	2,300	335	21,914	-	11,070	1,103	4,940	-	-	1,010	15,281	4,700	-	-	-	-	-	73,392
Supplies and materials	-	-	9,088	1,027	1,418	2,492	473	-	5,136	2,496	6,984	-	36	10,331	20,288	1,365	949	-	1,750	316	-	64,149
Taxes, licenses and permit	-	-	-	-	-	-	-	-	280	1,849	-	-	-	1,571	3,740	-	-	-	100	-	-	7,540
Ticket sales remittance	-	-	-	-	1,448	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,448
Travel and accommodations	-	-	-	-	-	-	-	-	2,550	-	-	-	-	6,935	-	-	-	-	-	-	-	9,485
Unclassified	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	300	886	110	-	1,296
Utilities	-	-	-	-	-	-	-	-	-	-	408	-	-	-	-	-	-	-	-	-	-	408
Total disbursements	60,223	-	99,129	9,302	17,682	17,553	130,149	231	179,294	59,304	69,020	1,187	9,383	53,581	93,146	14,878	13,002	12,337	16,480	3,605	-	859,486
Excess (deficiency) of deposits over (under) disbursements	2,214	-	(8,057)	(1,332)	(3,785)	262,491	9,437	469	101,055	10,629	4,910	-	457	(4,620)	30,898	(720)	(3,468)	(2,120)	(189)	(824)	-	397,445
Cash at beginning of year	6,298	-	17,473	1,538	27,641	24,898	31,268	17,045	14,179	8,416	16,094	-	8,807	9,408	4,039	5,534	3,468	2,653	5,259	877	-	204,895
Cash at end of year	\$ 8,512	\$ -	\$ 9,416	\$ 206	\$ 23,856	\$ 287,389	\$ 40,705	\$ 17,514	\$ 115,234	\$ 19,045	\$ 21,004	\$ -	\$ 9,264	\$ 4,788	\$ 34,937	\$ 4,814	\$ -	\$ 533	\$ 5,070	\$ 53	\$ -	\$ 602,340

See Accompanying Independent Auditors' Report.

MAYORS' COUNCIL OF GUAM

SENIOR CENTER OPERATIONS PROGRAM  
Supplementary Combining Statement of Cash Deposits and Disbursements and Changes in Cash  
Year Ended September 30, 2014

	Agana Heights	Agat	Astumbo	Dededo	Inarajan	Mangilao	Merizo	Santa Rita	Sinajana	Tamuning- Tumon- Harmon	Yigo	Yona	Total
Deposits:													
Bingo and fundraising	\$ -	\$ 48,909	\$ 20,372	\$ 17,350	\$ 12,289	\$ 31,308	\$ 3,624	\$ 88,417	\$ 25,386	\$ 25,465	\$ 15,446	\$ 21,065	\$ 309,631
Donations	-	5,828	-	-	-	-	-	-	-	-	-	98	5,926
Field trip/meal allowance	-	-	-	-	-	-	-	-	-	-	-	-	-
Others	-	4,363	-	-	1,068	-	-	3,446	-	-	-	-	8,877
Program income	-	-	124	849	-	-	-	-	-	-	-	-	973
Reimbursements	-	-	-	-	-	7,717	-	-	-	-	240	-	7,957
Unclassified	8,371	-	-	-	-	-	1,018	-	-	9,061	1,251	-	19,701
Total deposits	8,371	59,100	20,496	18,199	13,357	39,025	4,642	91,863	25,386	34,526	16,937	21,163	353,065
Disbursements:													
Bank charges	-	-	36	36	45	-	36	47	47	27	27	-	301
Bonus and incentives	-	-	-	-	-	250	-	2,625	-	-	3,452	5,300	11,627
Communications	-	-	-	-	-	-	-	-	-	-	-	560	560
Community programs and events	-	3,173	-	-	-	-	-	-	-	-	2,975	-	6,148
Contractual services	-	-	-	-	-	-	-	-	1,235	-	-	-	1,235
Donations	-	500	-	84	-	-	-	950	-	-	550	-	2,084
Employee events	-	-	-	-	-	5,655	-	-	-	-	-	-	5,655
Equipment and parts	772	602	145	-	-	-	-	406	-	-	658	-	2,583
Food and catering	1,200	13,959	7,987	7,849	705	3,309	4,113	4,640	12,403	5,301	3,092	2,949	67,507
Humanitarian assistance	-	-	373	600	-	2,876	-	550	-	-	-	150	4,549
Others	-	1,231	686	559	-	-	240	2,780	-	-	378	1,080	6,954
Prizes	-	-	400	51	-	-	7,225	29,288	-	-	-	-	36,964
Repairs and maintenance	-	861	-	-	-	-	-	655	-	-	120	-	1,636
Supplies and materials	2,853	23,741	15,039	9,126	4,245	7,466	-	11,543	8,714	10,479	3,100	7,882	104,188
Taxes, licenses and permit	100	1,048	17	19	210	756	193	2,456	129	100	118	219	5,365
Transportation	225	4,247	-	-	-	-	-	-	-	-	1,810	1,106	7,388
Travel	-	-	-	-	1,087	8,272	-	47,399	-	-	-	-	56,758
Unclassified	-	-	-	-	1,630	-	-	-	-	-	300	4,608	6,538
Total disbursements	5,150	49,362	24,683	18,324	7,922	28,584	11,807	103,339	22,528	15,907	16,580	23,854	328,040
Excess (deficiency) of deposits over (under) disbursements	3,221	9,738	(4,187)	(125)	5,435	10,441	(7,165)	(11,476)	2,858	18,619	357	(2,691)	25,025
Cash at beginning of year	1,670	10,899	7,572	12,132	7,207	20,338	12,748	14,633	6,129	7,103	4,455	6,731	111,617
Cash at end of year	\$ 4,891	\$ 20,637	\$ 3,385	\$ 12,007	\$ 12,642	\$ 30,779	\$ 5,583	\$ 3,157	\$ 8,987	\$ 25,722	\$ 4,812	\$ 4,040	\$ 136,642

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MCOG REVOLVING FUND**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	2014	2013
Deposits:		
Sponsorships	\$ 20,000	\$ 11,750
Christmas collections	13,647	-
Dues	10,140	10,880
Sponsorships	10,000	-
Civil weddings	5,850	6,450
Contributions	2,000	1,700
Donations	800	4,060
Liberation Day ticket sales	-	1,170
Liberation Day share of net proceeds	-	116,000
Total deposits	<u>62,437</u>	<u>152,010</u>
Disbursements:		
MCOG events:		
Christmas Party	17,235	-
Manamko events hosting	9,041	12,793
Mayoral inauguration	-	13,651
Others	-	2,730
Liberation expenses	10,000	-
Food	8,366	7,676
Civil weddings	5,350	6,950
Liberation Day commission net proceeds share:		
Municipalities	-	90,000
Non-profit organizations	-	5,000
Grants	-	14,000
Sponsorship expense	10,000	5,000
Donations	-	3,650
Liberation Day ticket sales remittance	-	1,170
Bank charges	-	162
Others	231	2,780
Total disbursements	<u>60,223</u>	<u>165,562</u>
Excess (deficiency) of deposits over (under) disbursements	2,214	(13,552)
Cash at beginning of year	<u>6,298</u>	<u>19,850</u>
Cash at end of year	<u>\$ 8,512</u>	<u>\$ 6,298</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF AGANA HEIGHTS**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	2014			
	NAF	Senior Center	Total	2013
Deposits:				
Senior Center operations:				
Bingo	\$ -	\$ -	\$ -	\$ 6,970
Others	-	-	-	2,810
Unclassified	-	8,371	8,371	-
Total deposits	-	8,371	8,371	9,780
Disbursements:				
Bank charges	-	-	-	-
Bonus and incentives	-	-	-	1,500
Communications	-	-	-	-
Contractual services	-	-	-	-
Donations	-	-	-	-
Equipment and parts	-	772	772	-
Food and catering	-	1,200	1,200	300
Humanitarian assistance	-	-	-	200
Others	-	-	-	-
Prizes	-	-	-	-
Repairs and maintenance	-	-	-	-
Supplies and materials	-	2,853	2,853	1,865
Taxes, licenses and permit	-	100	100	-
Transportation	-	225	225	726
Travel	-	-	-	-
Unclassified	-	-	-	3,519
Total disbursements	-	5,150	5,150	8,110
Excess (deficiency) of deposits over (under) disbursements	-	3,221	3,221	1,670
Cash at beginning of year	-	1,670	1,670	-
Cash at end of year	\$ -	\$ 4,891	\$ 4,891	\$ 1,670

See Accompanying Independent Auditors' Report.



MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF AGAT

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	2014			2013
	NAF	Senior Center	Total	
Deposits:				
Senior Center operations:				
Bingo - day	\$ -	\$ 35,636	\$ 35,636	\$ 32,963
Bingo - night	-	13,273	13,273	4,626
Fiesta - Mango Festival:				
Ticket sales	28,749	-	28,749	15,066
Sponsorships	3,500	-	3,500	6,000
Concessions	5,830	-	5,830	4,506
Others	12,434	-	12,434	6,292
Flea and night markets	11,991	-	11,991	15,000
Grants	7,500	-	7,500	8,000
Liberation Day proceeds:				
Ticket sales and fundraisings	-	-	-	12,351
Candidate sponsor's commission	-	-	-	5,057
Liberation Day share of net proceeds	-	-	-	5,000
Prizes	5,000	-	5,000	200
Sponsorships	-	-	-	3,000
Donations	4,059	5,828	9,887	4,976
Facility use	2,650	-	2,650	5,700
Civil weddings	200	-	200	400
Sponsorships	-	-	-	3,550
Fundraising	-	-	-	3,295
Program registrations	-	-	-	1,315
Others	9,159	4,363	13,522	7,854
Total deposits	91,072	59,100	150,172	145,151
Disbursements:				
Sponsorships	10,739	-	10,739	3,305
Fiesta expenses:				
Supplies and materials	9,015	1,763	10,778	10,577
Prizes	8,341	1,410	9,751	7,050
Entertainment and sound system	6,200	-	6,200	6,100
Candidate commission	5,111	-	5,111	1,966
Advertising and promotions	2,815	-	2,815	1,812
Others	5,140	-	5,140	5,918
Supplies and materials	9,088	23,741	32,829	19,590
Liberation Day expenses:				
Mass and reception	5,048	-	5,048	-
Float	350	-	350	-
Ticket sales remittance	-	-	-	14,278
Community projects	4,600	-	4,600	-
Food and catering	8,899	13,959	22,858	17,152
Humanitarian assistance	4,216	-	4,216	2,641
Prizes and gifts	5,839	-	5,839	1,475
Equipment and parts	3,300	602	3,902	7,710
Repairs and maintenance	1,922	861	2,783	2,747
Facility use refund	1,670	-	1,670	2,300
Donations	1,576	500	2,076	7,901
Other services	1,120	-	1,120	1,966
Transportation	-	4,247	4,247	1,502
Fuel	2,562	-	2,562	4,569
Other refunds	-	-	-	1,213
Rental	-	-	-	620
Bank charges	-	-	-	494
Taxes	-	1,048	1,048	126
Others	1,578	1,231	2,809	4,802
Total disbursements	99,129	49,362	148,491	127,814
Excess (deficiency) of deposits over (under) disbursements	(8,057)	9,738	1,681	17,337
Cash at beginning of year	17,473	10,899	28,372	11,035
Cash at end of year	\$ 9,416	\$ 20,637	\$ 30,053	\$ 28,372

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF ASAN-MAINA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	<u>2014</u>	<u>2013</u>
Deposits:		
Facility use	\$ 4,020	\$ 1,400
Liberation Day proceeds:		
Donation	3,450	-
Liberation Day share of net proceeds	-	5,000
Prize - float competition	-	1,000
Ticket sales	-	525
Donations	150	425
Civil weddings	100	-
Reimbursements	-	280
Fundraisings	-	59
Others	250	203
	<u>7,970</u>	<u>8,892</u>
Total deposits		
Disbursements:		
Food and catering	5,093	621
Supplies and materials	1,027	1,156
Liberation Day expenses	912	5,150
Repairs and maintenance	593	218
Employee events	528	-
Bank charges	189	46
Donation	150	-
Sponsorships	-	350
Others	810	330
Unclassified	-	1,042
	<u>9,302</u>	<u>8,913</u>
Total disbursements		
Deficiency of deposits under disbursements	(1,332)	(21)
Cash at beginning of year	<u>1,538</u>	<u>1,559</u>
Cash at end of year	<u>\$ 206</u>	<u>\$ 1,538</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF BARRIGADA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	2014	2013
Deposits:		
Fiesta concessions	\$ 7,000	\$ 11,000
Facility use	2,700	-
Liberation Day proceeds:		
Ticket sales	1,473	905
Liberation Day share of net proceeds	-	5,000
Candidate sponsor's commission	-	2,795
Donations	650	750
Civil weddings	500	500
Commission	274	-
Reimbursements and refunds	-	204
Others	1,300	300
Total deposits	<u>13,897</u>	<u>21,454</u>
Disbursements:		
Food	4,498	2,119
Community events	2,971	2,267
Sponsorship	2,300	-
Repairs and maintenance	1,472	2,095
Ticket sales remittance	1,448	905
Supplies and materials	1,418	762
Office expenses	1,156	15
Equipment and parts	884	1,549
Liberation Day expenses	780	568
Fiesta expenses	488	769
Community projects	179	2,509
Bank charges	88	-
Total disbursements	<u>17,682</u>	<u>13,558</u>
Excess (deficiency) of deposits over (under) disbursements	(3,785)	7,896
Cash at beginning of year	<u>27,641</u>	<u>19,745</u>
Cash at end of year	<u>\$ 23,856</u>	<u>\$ 27,641</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF CHALAN PAGO - ORDOT**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	2014			2013
	NAF	Host Community Benefit	Total	
<b>Deposits:</b>				
Host Community Premium	\$ 61,079	\$ 217,005	\$ 278,084	\$ -
Reimbursements	800	-	800	800
Civil weddings	350	-	350	400
Donations	475	-	475	200
Program registrations	150	-	150	150
Fundraising	185	-	185	-
Grants - GVB branding initiatives	-	-	-	14,000
Liberation Day proceeds:				
Liberation Day share of net proceeds	-	-	-	5,000
Candidate sponsor's commission	-	-	-	2,509
Others	-	-	-	50
<b>Total deposits</b>	<b>63,039</b>	<b>217,005</b>	<b>280,044</b>	<b>23,109</b>
<b>Disbursements:</b>				
Host community benefit program	-	9,041	9,041	-
Materials and supplies	2,492	-	2,492	-
Food and catering	3,909	-	3,909	1,610
Community events	1,325	-	1,325	-
Rental	351	-	351	605
Sponsorships	335	-	335	-
Entertainment services	100	-	100	200
Donations	-	-	-	326
Reimbursements	-	-	-	195
Others	-	-	-	816
<b>Total disbursements</b>	<b>8,512</b>	<b>9,041</b>	<b>17,553</b>	<b>3,752</b>
<b>Excess of deposits over disbursements</b>	<b>54,527</b>	<b>207,964</b>	<b>262,491</b>	<b>19,357</b>
<b>Cash at beginning of year</b>	<b>24,898</b>	<b>-</b>	<b>24,898</b>	<b>5,541</b>
<b>Cash at end of year</b>	<b>\$ 79,425</b>	<b>\$ 207,964</b>	<b>\$ 287,389</b>	<b>\$ 24,898</b>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF DEDEDO**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	2014				2013
	NAF	Senior Center		Total	
		Astumbo	Dededo		
<b>Deposits:</b>					
Flea markets	\$ 111,155	\$ -	\$ -	\$ 111,155	\$ 116,540
Senior Center operations	-	20,372	17,350	37,722	48,665
Program income	14,027	124	849	15,000	-
Facility use	6,800	-	-	6,800	7,300
Program registrations	3,140	-	-	3,140	-
Civil weddings	1,850	-	-	1,850	2,150
Reimbursements and refunds	1,655	-	-	1,655	2,149
Donations	254	-	-	254	-
Liberation Day share of net proceeds	-	-	-	-	5,000
Others	705	-	-	705	587
<b>Total deposits</b>	<b>139,586</b>	<b>20,496</b>	<b>18,199</b>	<b>178,281</b>	<b>182,391</b>
<b>Disbursements:</b>					
Food	18,645	7,987	7,849	34,481	21,048
Equipment	30,450	145	-	30,595	2,074
Supplies and materials	473	15,039	9,126	24,638	17,244
Sponsorships	21,914	-	-	21,914	17,631
Humanitarian assistance	17,100	373	600	18,073	11,100
Flea market expenses	16,015	-	-	16,015	13,537
Community programs and projects	8,336	-	-	8,336	21,100
Repairs and maintenance	6,396	-	-	6,396	28,396
Contractual services	3,350	-	-	3,350	2,940
Grant	973	-	-	973	-
Prizes and awards	-	400	51	451	-
Senior Center operations expenses	370	-	-	370	27,824
Donations	250	-	84	334	6,409
Bank charges	36	36	36	108	68
Taxes	-	17	19	36	176
Other services	-	-	-	-	3,811
Office expenses	-	-	-	-	3,393
Liberation Day expenses	-	-	-	-	3,300
Transportation rental	-	-	-	-	1,463
Facility use refund	-	-	-	-	450
Others	5,841	686	559	7,086	5,324
Unclassified	-	-	-	-	2,337
<b>Total disbursements</b>	<b>130,149</b>	<b>24,683</b>	<b>18,324</b>	<b>173,156</b>	<b>189,625</b>
<b>Excess (deficiency) of deposits over (under) disbursements</b>	<b>9,437</b>	<b>(4,187)</b>	<b>(125)</b>	<b>5,125</b>	<b>(7,234)</b>
Cash at beginning of year	31,268	7,572	12,132	50,972	58,206
Cash at end of year	\$ 40,705	\$ 3,385	\$ 12,007	\$ 56,097	\$ 50,972

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF HAGATNA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	<u>2014</u>	<u>2013</u>
Deposits:		
Cockfighting proceeds	\$ 600	\$ -
Facility use	100	-
Liberation Day share of net proceeds	<u>-</u>	<u>5,000</u>
Total deposits	<u>700</u>	<u>5,000</u>
Disbursements:		
Bank charges	<u>231</u>	<u>105</u>
Total disbursements	<u>231</u>	<u>105</u>
Excess of deposits over disbursements	469	4,895
Cash at beginning of year	<u>17,045</u>	<u>12,150</u>
Cash at end of year	<u><u>\$ 17,514</u></u>	<u><u>\$ 17,045</u></u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF INARAJAN**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	2014				2013
	NAF	Host Community Benefit	Senior Center	Total	
<b>Deposits:</b>					
Host Community Premium	\$ -	\$ 278,084	\$ -	\$ 278,084	\$ -
Senior Center operations:					
Bingo	-	-	11,048	11,048	11,089
Others	-	-	1,068	1,068	250
Fiesta concessions	2,100	-	-	2,100	4,000
Reimbursements and refunds	154	-	-	154	660
Liberation Day proceeds:					
Candidate sponsor's commission	-	-	-	-	8,299
Liberation Day share of net proceeds	-	-	-	-	5,000
Prize - float competition	-	-	-	-	1,500
Fundraisings	-	-	-	-	435
Donations	1,241	-	-	1,241	400
Civil weddings	-	-	-	-	100
Others	11	-	-	11	290
<b>Total deposits</b>	<b>3,506</b>	<b>278,084</b>	<b>12,116</b>	<b>293,706</b>	<b>32,023</b>
<b>Disbursements:</b>					
Construction	-	76,998	-	76,998	-
Equipment	-	48,492	-	48,492	-
Sponsorships	-	11,070	-	11,070	-
Supplies and materials	-	5,136	4,245	9,381	1,703
Liberation day expenses	6,250	-	-	6,250	2,835
Prizes	513	5,677	-	6,190	3,125
Donations	-	5,614	-	5,614	100
Food and catering	780	3,300	705	4,785	2,052
Repairs and maintenance	264	4,026	-	4,290	45
Travel and transportation	-	2,550	1,087	3,637	-
Senior Center operations expenses	2,200	-	-	2,200	4,405
Humanitarian assistance	-	1,500	-	1,500	-
Community programs	1,116	-	-	1,116	-
Fiesta expenses	-	901	-	901	-
Taxes, licenses and permits	280	-	210	490	330
Bank charges	36	18	45	99	78
Rental	-	-	-	-	426
Others	78	2,495	1,630	4,203	581
<b>Total disbursements</b>	<b>11,517</b>	<b>167,777</b>	<b>7,922</b>	<b>187,216</b>	<b>15,680</b>
<b>Excess (deficiency) of deposits over (under) disbursements</b>	<b>(8,011)</b>	<b>110,307</b>	<b>4,194</b>	<b>106,490</b>	<b>16,343</b>
<b>Cash at beginning of year</b>	<b>14,179</b>	<b>-</b>	<b>7,207</b>	<b>21,386</b>	<b>5,043</b>
<b>Cash at end of year</b>	<b>\$ 6,168</b>	<b>\$ 110,307</b>	<b>\$ 11,401</b>	<b>\$ 127,876</b>	<b>\$ 21,386</b>

See Accompanying Independent Auditors' Report.



**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF MANGILAO**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	2014			
	NAF	Senior Center	Total	2013
Deposits:				
Grants	\$ 5,000	\$ -	\$ 5,000	\$ 5,000
Senior Center operations:				
Bingo and fundraisings	-	31,308	31,308	45,286
Refund and reimbursements	-	7,717	7,717	-
Others	-	-	-	15,159
Fundraising	14,606	-	14,606	-
Flea and night markets	11,411	-	11,411	14,938
Reimbursements and refunds	32,922	-	32,922	750
Fiesta proceeds:				
Concessions	3,044	-	3,044	1,186
Ticket sales	-	-	-	7,758
Donations	-	-	-	500
Others	-	-	-	422
Donations	1,800	-	1,800	70
Civil weddings	500	-	500	1,300
Facility use	250	-	250	975
Liberation Day share of net proceeds	-	-	-	5,000
Others	400	-	400	6
Total deposits	<u>69,933</u>	<u>39,025</u>	<u>108,958</u>	<u>98,350</u>
Disbursements:				
Community projects	30,234	-	30,234	4,020
Supplies and materials	2,496	7,466	9,962	11,955
Travel	-	8,272	8,272	12,000
Employee events	-	5,655	5,655	-
Fiesta expenses:				
Commission	3,630	-	3,630	3,559
Other services	3,500	-	3,500	1,500
Prizes	1,587	-	1,587	950
Entertainment	544	-	544	900
Food and catering	190	-	190	462
Supplies and materials	77	-	77	2,050
Others	415	-	415	386
Food and catering	262	3,309	3,571	15,322
Repairs and maintenance	3,030	-	3,030	5,792
Humanitarian assistance	-	2,876	2,876	357
Donations	2,751	-	2,751	675
Refunds	2,751	-	2,751	-
Taxes	1,849	756	2,605	257
Entertainment	1,360	-	1,360	1,650
Equipment and parts	1,331	-	1,331	3,999
Sponsorships	1,103	-	1,103	3,341
Liberation Day expenses	650	-	650	1,100
Bonus and incentives	-	250	250	7,922
Transportation	-	-	-	828
Civil weddings	-	-	-	350
Bank charges	-	-	-	15
Others	1,544	-	1,544	1,372
Total disbursements	<u>59,304</u>	<u>28,584</u>	<u>87,888</u>	<u>80,762</u>
Excess of deposits over disbursements	10,629	10,441	21,070	17,588
Cash at beginning of year	8,416	20,338	28,754	11,166
Cash at end of year	<u>\$ 19,045</u>	<u>\$ 30,779</u>	<u>\$ 49,824</u>	<u>\$ 28,754</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF MERIZO**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	2014				2013
	Regular NAF	Cemetery Fund	Senior Center	Total	
<b>Deposits:</b>					
Fiesta proceeds:					
Ticket sales	\$ 27,292	\$ -	\$ -	\$ 27,292	\$ 24,790
Fiesta concessions	7,236	-	-	7,236	5,542
Others	-	-	-	-	700
Grants:					
GVB Fiestan Tasi	5,000	-	-	5,000	5,000
GVB Gupot Chamorro	3,750	-	-	3,750	5,000
Donations	6,950	-	-	6,950	8,650
Sponsorships	3,650	-	-	3,650	3,000
Senior Center operations:					
Bingo	-	-	3,624	3,624	10,198
Others	-	-	-	-	7,535
Maintenance services	-	2,500	-	2,500	2,400
Reimbursements and refunds	-	1,000	-	1,000	4,891
Liberation Day share of net proceeds	-	-	-	-	5,000
Others	-	-	-	-	1,100
Unclassified	16,552	-	1,018	17,570	-
Total deposits	<u>70,430</u>	<u>3,500</u>	<u>4,642</u>	<u>78,572</u>	<u>83,806</u>
<b>Disbursements:</b>					
Fiesta expenses:					
Prizes	15,200	-	-	15,200	15,725
Food and catering	6,436	-	-	6,436	5,130
Candidate commission	5,958	-	-	5,958	11,055
Supplies and materials	5,218	-	-	5,218	1,543
Entertainment	3,300	-	-	3,300	3,525
Others	5,200	-	-	5,200	7,373
Food and catering	5,187	1,200	4,113	10,500	8,708
Prizes and awards	-	-	7,225	7,225	-
Supplies and materials	6,984	-	-	6,984	4,429
Sponsorships	1,140	3,800	-	4,940	2,691
Humanitarian assistance	1,000	2,100	-	3,100	4,125
Community projects	2,689	-	-	2,689	1,193
Reimbursements	949	-	-	949	-
Repairs and maintenance	676	-	-	676	1,670
Utilities	-	408	-	408	1,363
Taxes	-	-	193	193	47
Bank charges	36	36	36	108	108
Bonus and incentives	-	-	-	-	1,575
Donations	-	-	-	-	1,200
Others	1,503	-	240	1,743	6,723
Total disbursements	<u>61,476</u>	<u>7,544</u>	<u>11,807</u>	<u>80,827</u>	<u>78,183</u>
Excess (deficiency) of deposits over (under) disbursements	8,954	(4,044)	(7,165)	(2,255)	5,623
Cash at beginning of year	7,906	8,188	12,748	28,842	23,219
Cash at end of year	<u>\$ 16,860</u>	<u>\$ 4,144</u>	<u>\$ 5,583</u>	<u>\$ 26,587</u>	<u>\$ 28,842</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF MONGMONG-TOTO-MAITE**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	<u>2014</u>	<u>2013</u>
Deposits:		
Civil weddings	\$ 350	\$ 300
Liberation Day proceeds:		
Liberation Day share of net proceeds	-	5,000
Candidate sponsor's commission	-	268
Others	<u>837</u>	<u>444</u>
Total deposits	1,187	6,012
Disbursements:		
Donations	<u>1,187</u>	<u>6,012</u>
Excess of deposits over disbursements	-	-
Cash at beginning of year	<u>-</u>	<u>-</u>
Cash at end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF PITI**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	<u>2014</u>	<u>2013</u>
Deposits:		
Rent	\$ 8,400	\$ -
Facility use	1,300	1,200
Donations	140	1,800
Liberation Day share of net proceeds	-	5,000
Others	-	-
	<u>-</u>	<u>-</u>
Total deposits	<u>9,840</u>	<u>8,000</u>
Disbursements:		
Food	5,374	147
Donations	1,450	600
Repairs and maintenance	1,058	767
Employee events	525	-
Contractual services	465	-
Community events:		
Prizes	350	700
Giveaways	-	1,812
Others	-	298
Supplies and materials	36	-
Liberation Day expenses	-	50
Fuel	-	41
Others	125	85
	<u>125</u>	<u>85</u>
Total disbursements	<u>9,383</u>	<u>4,500</u>
Excess of deposits over disbursements	457	3,500
Cash at beginning of year	<u>8,807</u>	<u>5,307</u>
Cash at end of year	<u>\$ 9,264</u>	<u>\$ 8,807</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF SANTA RITA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	2014			2013
	NAF	Senior Center	Total	
Deposits:				
Senior Center operations:				
Bingo and fundraisings	\$ -	\$ 88,417	\$ 88,417	\$ 68,531
Others	-	3,446	3,446	12,816
Fundraising - Mayor's bingo fundraisers	33,024	-	33,024	20,309
Liberation Day proceeds:				
Sumay Memorial Day	3,000	-	3,000	3,000
Prize - float competition	2,000	-	2,000	2,000
Ticket sales	1,821	-	1,821	720
Candidate sponsor's commission	-	-	-	5,000
Liberation Day share of net proceeds	-	-	-	5,000
Grants - GVB - Back to Sumay	3,000	-	3,000	3,000
Donations	1,901	-	1,901	523
Facility use	1,250	-	1,250	1,005
Humanitarian assistance loan repayments	1,000	-	1,000	3,300
Reimbursements and refunds	726	-	726	3,099
Fiesta concessions - Cockfight proceeds	320	-	320	5,500
Senior Center operations - Reimbursements	195	-	195	1,365
Civil weddings	100	-	100	250
Sponsorships	-	-	-	3,500
Others	624	-	624	496
Total deposits	<u>48,961</u>	<u>91,863</u>	<u>140,824</u>	<u>139,414</u>
Disbursements:				
Travel and accomodations	6,935	47,399	54,334	46,148
Prizes and awards	5,627	29,288	34,915	7,240
Supplies and materials	10,331	11,543	21,874	21,697
Community events - Back to Sumay Day	8,012	-	8,012	4,181
Humanitarian assistance	5,850	550	6,400	5,525
Repairs and maintenance	5,169	655	5,824	9,237
Food and catering	518	4,640	5,158	8,492
Taxes, licenses and fees	1,571	2,456	4,027	945
Liberation Day expenses	2,801	-	2,801	2,245
Bonus and incentives	-	2,625	2,625	9,120
Donations	1,419	950	2,369	1,661
Equipment	1,200	406	1,606	563
Sponsorships	1,010	-	1,010	450
Facility use refund	400	-	400	355
Communication	232	-	232	812
Fuel and gas	51	-	51	137
Bank charges	-	47	47	25
Senior Center operations expenses	-	-	-	891
Entertainment	-	-	-	600
Others	2,455	2,780	5,235	2,258
Total disbursements	<u>53,581</u>	<u>103,339</u>	<u>156,920</u>	<u>122,582</u>
Excess of deposits over disbursements	(4,620)	(11,476)	(16,096)	16,832
Cash at beginning of year	<u>9,408</u>	<u>14,633</u>	<u>24,041</u>	<u>7,209</u>
Cash at end of year	<u>\$ 4,788</u>	<u>\$ 3,157</u>	<u>\$ 7,945</u>	<u>\$ 24,041</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF SINAJANA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	2014			
	NAF	Senior Center	Total	2013
Deposits:				
Fundraisings - Bingo	\$ 57,656	\$ -	\$ 57,656	\$ 11,428
Program registrations	44,250	-	44,250	44,781
Senior Center operations:				
Bingo	-	25,386	25,386	19,555
Field trip/meal allowance	-	-	-	2,797
Donations	20,091	-	20,091	301
Rental	1,300	-	1,300	-
Liberation Day proceeds:				
Liberation Day share of net proceeds	-	-	-	5,000
Candidate sponsor's commission	-	-	-	580
Civil weddings	-	-	-	200
Others	747	-	747	538
Unclassified	-	-	-	30
Total deposits	<u>124,044</u>	<u>25,386</u>	<u>149,430</u>	<u>85,210</u>
Disbursements:				
Supplies and materials	20,288	8,714	29,002	12,127
Food	16,580	12,403	28,983	17,743
Community programs facilitators stipend	22,627	-	22,627	19,038
Sponsorships	15,281	-	15,281	1,566
Equipment and parts	4,842	-	4,842	4,647
Prizes	4,592	-	4,592	5,935
Taxes	3,740	129	3,869	353
Contractual services	1,016	1,235	2,251	9,389
Humanitarian assistance	1,765	-	1,765	2,650
Community programs	967	-	967	-
Refunds	775	-	775	212
Bank charges	79	47	126	1,560
Repairs and maintenance	90	-	90	190
Others	504	-	504	2,872
Total disbursements	<u>93,146</u>	<u>22,528</u>	<u>115,674</u>	<u>78,282</u>
Excess of deposits over disbursements	30,898	2,858	33,756	6,928
Cash at beginning of year	<u>4,039</u>	<u>6,129</u>	<u>10,168</u>	<u>3,240</u>
Cash at end of year	<u>\$ 34,937</u>	<u>\$ 8,987</u>	<u>\$ 43,924</u>	<u>\$ 10,168</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF TALOFOFO**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	2014	2013
Deposits:		
Grants: GVB - Banana Festival	\$ 5,000	\$ 5,000
Sponsorships and registrations - golf tournament	4,805	7,290
Fiesta concessions	2,025	2,105
Prizes	1,050	850
Fundraisings	798	265
Donations	430	320
Civil weddings	50	300
Reimbursements and refunds	-	300
Liberation Day proceeds:		
Candidate sponsor's commission	-	10,622
Liberation Day share of net proceeds	-	5,000
Ticket sales	-	200
Facility use	-	25
Others	-	175
Total deposits	<u>14,158</u>	<u>32,452</u>
Disbursements:		
Sponsorships	4,700	5,500
Banana festival expenses:		
Entertainment	3,100	2,600
Others	1,685	1,065
Supplies and materials	1,365	1,222
Other services	1,100	375
Humanitarian assistance	1,045	250
Repairs and maintenance	548	1,437
Food and catering	511	2,045
Liberation Day expenses:		
Candidate and sponsor's commission	-	9,600
Sponsorships	-	1,000
Others	388	1,030
Donations	300	200
Bank charges	36	36
Equipment and parts	-	1,526
Fuel and gas	-	755
Communications	-	431
Prizes and giveaways	-	182
Civil weddings	-	50
Others	100	2,444
Total disbursements	<u>14,878</u>	<u>31,748</u>
Excess (deficiency) of deposits over (under) disbursements	(720)	704
Cash at beginning of year	<u>5,534</u>	<u>4,830</u>
Cash at end of year	<u>\$ 4,814</u>	<u>\$ 5,534</u>

See Accompanying Independent Auditors' Report.



**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF TAMUNING-TUMON-HARMON**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	2014			
	NAF	Senior Center	Total	2013
<b>Deposits:</b>				
Senior Center operations:				
Bingo	\$ -	\$ 25,465	\$ 25,465	\$ 23,272
Field trip/meal allowance	-	-	-	7,761
Donations	-	-	-	5,650
Liberation Day proceeds:				
Liberation Day share of net proceeds	-	-	-	5,000
Candidate sponsor's commission	-	-	-	1,238
Prizes	-	-	-	-
Fundraising	-	-	-	2,925
Facility use	-	-	-	2,325
Civil weddings	-	-	-	700
Grants - GVB	-	-	-	-
Others	-	-	-	1,077
Unclassified	9,534	9,061	18,595	1,599
<b>Total deposits</b>	<b>9,534</b>	<b>34,526</b>	<b>44,060</b>	<b>51,547</b>
<b>Disbursements:</b>				
Supplies and materials	949	10,479	11,428	19,123
Food and catering	-	5,301	5,301	16,599
Community projects	2,758	-	2,758	-
Fundraising	827	-	827	-
Facility use refunds	600	-	600	-
Donations	7,784	-	7,784	100
Equipment	75	-	75	-
Bank charges	9	27	36	82
Liberation Day expenses	-	-	-	4,746
Sponsorships	-	-	-	3,430
Repairs and maintenance	-	-	-	1,980
Transportation	-	-	-	523
Taxes	-	100	100	98
Others	-	-	-	3,694
Unclassified	-	-	-	2,584
<b>Total disbursements</b>	<b>13,002</b>	<b>15,907</b>	<b>28,909</b>	<b>52,959</b>
Excess (deficiency) of deposits over (under) disbursements	(3,468)	18,619	15,151	(1,412)
Cash at beginning of year	3,468	7,103	10,571	11,983
Cash at end of year	\$ -	\$ 25,722	\$ 25,722	\$ 10,571

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF UMATAAC**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	2014	2013
Deposits:		
Grants: GVB - Discovery Day	\$ 10,000	\$ 5,000
Fiesta concessions	-	5,941
Liberation Day share of net proceeds	-	5,000
Donations	-	4,500
Fundraising	-	1,279
Unclassified	217	1,921
	<u>10,217</u>	<u>23,641</u>
Total deposits		
Disbursements:		
Fiesta expenses:		
Entertainment	1,500	7,925
Supplies and materials	738	430
Sounds and lighting	-	2,700
Prizes	-	1,500
Advertising and promotions	-	802
Others	-	100
Unclassified	5,184	-
Donation	3,750	-
Furnitures	-	5,000
Concession refunds	-	1,273
Food	-	228
Supplies and materials	-	184
Rental	-	172
Prizes	-	162
Others	865	544
Unclassified	300	-
	<u>12,337</u>	<u>21,020</u>
Total disbursements		
Excess (deficiency) of deposits over (under) disbursements	(2,120)	2,621
Cash at beginning of year	<u>2,653</u>	<u>32</u>
Cash at end of year	<u>\$ 533</u>	<u>\$ 2,653</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF YIGO**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	2014			
	NAF	Senior Center	Total	2013
Deposits:				
Liberation Day proceeds:				
Candidate sponsor's commission	\$ -	\$ -	\$ -	6,094
Liberation Day share of net proceeds	-	-	-	5,000
Ticket sales	-	-	-	4,605
Sponsorships	-	-	-	2,250
Bingo proceeds	-	15,446	15,446	17,584
Fiesta proceeds:				
Concessions	-	-	-	1,867
Others	-	-	-	700
Flea/night market	2,715	-	2,715	2,110
Donations	6,870	-	6,870	1,470
Commission	456	-	456	1,276
Sponsorships	-	-	-	1,100
Field trip/Meal allowance	-	-	-	857
Facility use	97	-	97	669
Reimbursements	300	240	540	518
Civil weddings	1,662	-	1,662	400
Program registrations	-	-	-	-
Others	3,775	-	3,775	275
Unclassified	416	1,251	1,667	7,068
Total deposits	<u>16,291</u>	<u>16,937</u>	<u>33,228</u>	<u>53,843</u>
Disbursements:				
Community programs and events	2,087	2,975	5,062	14,648
Liberation Day expenses:				
Ticket sales remittance	-	-	-	4,605
Sponsorship	-	-	-	4,000
Others	769	-	769	2,907
Travel	-	-	-	7,886
Food and catering	2,549	3,092	5,641	9,750
Supplies and materials	1,750	3,100	4,850	4,815
Transportation rental	-	1,810	1,810	2,845
Community events: Chaguan Memorial	1,923	-	1,923	2,450
Bonus and incentives	-	3,452	3,452	2,075
Repairs and maintenance	2,183	120	2,303	1,105
Fiesta expenses	-	-	-	749
Donations	100	550	650	500
Humanitarian assistance	-	-	-	485
Prizes	-	-	-	375
Fuel and gas	-	-	-	281
Contributions	-	-	-	100
Fundraising	100	-	100	-
Taxes	100	118	218	100
Bank charges	15	27	42	96
Sponsorships	-	-	-	57
Equipment	814	658	1,472	-
Equipment rental	688	-	688	-
Office events	-	-	-	-
Others	2,516	378	2,894	1,913
Unclassified	886	300	1,186	4,115
Total disbursements	<u>16,480</u>	<u>16,580</u>	<u>33,060</u>	<u>65,857</u>
Excess (deficiency) of deposits over (under) disbursements	(189)	357	168	(12,014)
Cash at beginning of year	<u>5,259</u>	<u>4,455</u>	<u>9,714</u>	<u>21,728</u>
Cash at end of year	<u>\$ 5,070</u>	<u>\$ 4,812</u>	<u>\$ 9,882</u>	<u>\$ 9,714</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF YONA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2014 and 2013

	2014			2013
	NAF	Senior Center	Total	
Deposits:				
Senior Center operations:				
Bingo	\$ -	\$ 21,065	\$ 21,065	\$ 28,184
Others	-	-	-	4,605
Liberation Day proceeds:				
Liberation Day share of net proceeds	-	-	-	5,000
Sponsorship	-	-	-	3,000
Civil weddings	-	-	-	600
Grants:				
MCOG - Cultural Festival	-	-	-	-
Guam Island Fair - Manenggon Memorial Mass	-	-	-	-
GVB - Manenggon Memorial Mass	-	-	-	-
Fiesta proceeds:				
Ticket sales	-	-	-	-
Concessions	-	-	-	-
Fundraising	-	-	-	-
Donations	-	98	98	-
Facility use	-	-	-	-
Others	-	-	-	-
Unclassified	2,781	-	2,781	4,440
Total deposits	2,781	21,163	23,944	45,829
Disbursements:				
Supplies and materials	316	7,882	8,198	7,222
Food and catering	530	2,949	3,479	6,417
Sponsorship	-	-	-	5,000
Bonus and gifts	-	5,300	5,300	4,040
Contractual services	-	-	-	4,000
Transportation	-	1,106	1,106	2,160
Festival expenses:				
Supplies and materials	-	-	-	530
Entertainment	-	-	-	500
Printing	982	-	982	300
Prizes	250	-	250	-
Commission	-	-	-	-
Communication	-	560	560	1,012
Civil weddings	-	-	-	600
Taxes	-	219	219	302
Rental	-	-	-	300
Humanitarian assistance	100	150	250	250
Repairs and maintenance	1,256	-	1,256	85
Bank charges	61	-	61	50
Senior Center operations expenses	-	-	-	-
Others	-	1,080	1,080	3,172
Unclassified	110	4,608	4,718	5,635
Total disbursements	3,605	23,854	27,459	41,575
Excess (deficiency) of deposits over (under) disbursements	(824)	(2,691)	(3,515)	4,254
Cash at beginning of year	877	6,731	7,608	3,354
Cash at end of year	\$ 53	\$ 4,041	\$ 4,094	\$ 7,608

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM**

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**INDEPENDENT AUDITORS' REPORT ON  
COMPLIANCE AND ON INTERNAL CONTROL**

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**YEAR ENDED SEPTEMBER 30, 2013**

**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL  
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF  
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT  
AUDITING STANDARDS**

The Executive Officers  
Mayors' Council of Guam

We have audited, in accordance with the 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, the financial statements of the Mayors' Council of Guam as of and for the year ended September 30, 2013, which comprise the statement of cash deposits and disbursements and changes in cash for the year then ended and the related notes to the financial statements, and have issued our report thereon dated August 8, 2014.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Mayors' Council of Guam's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Mayors' Council of Guam's internal control. Accordingly, we do not express an opinion on the effectiveness of the Mayors' Council of Guam's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify a deficiency in internal control, described in the accompanying Schedule of Findings and Responses as item 2013-1 that we consider to be a significant deficiency.

## **Compliance and Other Matters**

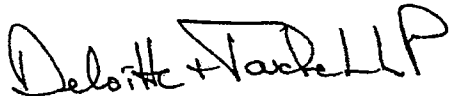
As part of obtaining reasonable assurance about whether the Mayors' Council of Guam's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying Schedule of Findings and Responses as item 2013-2 and 2013-3.

### **Mayors' Council of Guam's Response to Finding**

The Mayors' Council of Guam's response to the findings identified in our audit is described in the accompanying Schedule of Findings and Responses. We did not audit the Mayors' Council of Guam's responses and, accordingly, we express no opinion on them.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in black ink that reads "Deloitte + Touche LLP". The signature is stylized, with the "D" and "T" being particularly prominent.

August 8, 2014

## MAYORS' COUNCIL OF GUAM

### Schedule of Findings and Responses Year Ended September 30, 2013

Finding No.: 2013-1  
Area: Accounting and Financial Reporting Policies and Procedures

Criteria: Accounting and financial reporting policies and procedures should be documented and be readily accessible by relevant personnel. The establishment and standardization of accounting and financial reporting policies and procedures can provide management with increased assurance that accounting and financial reporting policies and procedures are understood and consistently followed. Written financial reporting policies and procedures minimize disruption caused by turnover and also assist new employees in their job performance.

Condition: During fiscal year 2013, the Mayors' Council of Guam and the municipalities have demonstrated substantial progress on their accounting and financial reporting of non-appropriated funds specifically in the following areas: (a) classifying and summarizing receipts and disbursements transactions; (b) document filing; (c) record-retention, and (d) financial reporting.

While significant improvements have been evident, the Task Force established by the Mayors' Council of Guam to develop a non-appropriated fund policy is yet to complete a uniform accounting and financial reporting policies and procedures that will be adhered to and implemented by all nineteen districts. In addition, the timeliness of non-appropriated funds financial statements and reports continue to be a challenge.

Cause: The cause of the above condition is the absence of uniform and formal accounting and financial reporting policies and procedures governing non-appropriated funds.

Effect: The effect of the above condition is the potential negative perceptions associated with lack of accountability and transparency on non-appropriated funds.

Recommendation: We recommend the Mayors' Council of Guam: (a) continue with its initiative to develop formal accounting and financial reporting policies and procedures governing non-appropriated funds, (b) continue to serve as a resource center for municipalities on accounting and financial reporting non-appropriated fund related matters; and (c) establish a process to monitor and enforce timely completion and submission of non-appropriated fund reports and financial statements by all nineteen districts.

Prior Year Status: The absence of formal accounting and financial reporting policies and procedures was reported as a finding in the audits of the Fund for 2012, 2011 and 2010.

#### Auditee Response and Corrective Action Plan:

Name of Contact Person: Angel R. Sablan, Executive Director

Response and Corrective Action: We agree with the recommendation as set forth by the auditors.

The Task Force that is in place comprised of Mayors and Vice Mayors continues to develop a Non-Appropriated Fund Policy and will be completed by September 30, 2014. This policy will include procedures relating to: a) cash receipts; b) cash disbursements; c) documents filing; d) records retention; and e) financial reporting, inclusive of website posting, among others. We will also continue to provide guidance and training to all municipalities that request assistance in these areas. We will also request the Task Force to concurrently establish a process to monitor and enforce timely completion and submission of non-appropriated funds reports by all nineteen districts.

Proposed Completion Date: September 30, 2014



## MAYORS' COUNCIL OF GUAM

### Schedule of Findings and Responses, Continued Year Ended September 30, 2013

Finding No.: 2013-2  
Area: Compliance with Applicable Procurement Regulations

Criteria: Procurement rules and regulations applicable to non-appropriated funds (NAF) should be clearly defined.

Condition: During fiscal year 2013, the Mayors' Council of Guam and the nineteen municipalities have demonstrated continued commitment to obtain comparative prices for their NAF disbursements. While substantial improvements were evident relative to procurement procedures, the Mayors' Council of Guam is yet to complete a uniform procurement policy.

Cause: The cause of the above condition is the absence of formal procurement rules and regulations governing NAF.

Effect: The effect of the above condition is that NAF purchases are not consistently subjected to procurement rules and regulations.

Recommendation: We recommend the Mayors' Council of Guam continue with its initiative to develop a procurement policy governing NAF that will consistently and uniformly be used by all NAF activities.

Prior Year Status: The absence of formal procurement rules and regulations governing NAF was reported as a finding in the audits of the Fund for 2012, 2011 and 2010.

#### Auditee Response and Corrective Action Plan:

Name of Contact Person: Angel R. Sablan, Executive Director

Response and Corrective Action: We agree with the auditors' recommendation.

Notwithstanding the fact that we have established a Task Force to develop Procurement Rules and Regulations (among other things), we are now reviewing the NAF Rules and Regulations adopted by the Department of Education so that we may develop and finalize a policy that will be consistently and uniformly used by all 19 districts, absent any further passage of laws from the Guam Legislature.

Proposed Completion Date: September 30, 2014

## MAYORS' COUNCIL OF GUAM

### Schedule of Findings and Responses, Continued Year Ended September 30, 2013

Finding No.: 2013-3  
Area: Monitoring of Non-Profit Organizations and Senior Centers

Criteria: Policies and procedures should be in place to monitor non-profit organizations (NPO) or other entities utilizing the municipalities' facilities. These policies and procedures should be documented and be readily available to all districts for their guidance.

Condition: The Mayors' Council of Guam had developed policies and procedures (a) to verify validity of NPOs that utilize facilities under the jurisdiction of the Mayors' offices; and (b) to determine whether NPOs are in compliance with Department of Revenue and Taxation filings. However, such policies and procedures appear to have not been consistently provided to all nineteen districts.

Further, the Mayors' offices involvement relative to Senior Center operations and associated monitoring procedures are not clearly defined and documented. Formal accounting and financial reporting policies and procedures for the Senior Centers are currently not in place.

Cause: The existence of formal policies and procedures relative to monitoring of NPOs is not known to all districts. Also, the above condition is due to the absence of uniform and formal monitoring procedures for the Senior Centers.

Effect: The effect of the above condition is that associated risks and legal liabilities may not be minimized.

Recommendation: We recommend the Mayors' Council of Guam continue to work with the nineteen districts in promulgating policies and procedures to monitor NPOs. Further, we recommend that formal monitoring policies and procedures for Senior Centers' operations be established and be provided to appropriate districts for their guidance and consideration.

Prior Year Status: The absence of formal policies and procedures to monitor NPOs and other entities utilizing municipalities' facilities was reported as a finding in the audits of the Fund for 2012, 2011 and 2010.

#### Auditee Response and Corrective Action Plan:

Name of Contact Person: Angel R. Sablan, Executive Director

Response and Corrective Action: We agree with the auditors' recommendation.

The Task Force that was established to develop policy for the Non-Appropriated Funds has already developed a policy and procedures dealing with Non-profit organizations that utilize facilities under the jurisdiction of the Mayor's Offices for their own programs and or events. The policy implemented a checklist of items that have to be met or completed by an organization requesting to use village facilities including liability coverage. We will ensure that all districts implement these policies and procedures involving the use of community facilities by non-profit organizations. We have also established communications with the Compliance branch of the Department of Revenue and Taxation to cross-check on the legal status of non-profit organizations seeking assistance from the Mayors' Council of Guam.

Proposed Completion Date: Immediately

## MAYORS' COUNCIL OF GUAM

### Unresolved Prior Year Findings Year Ended September 30, 2013

#### Unresolved Prior Year Findings

As of September 30, 2013, the status of prior audit findings is as follows:

Finding No. 2012-1 – Partially corrected. See corrective action plan to Finding No. 2013-1.

Finding No. 2012-2 – Partially corrected. See corrective action plan to Finding No. 2013-2.

Finding No. 2012-3 – Partially corrected. See corrective action plan to Finding No. 2013-3.

Finding No. 2011-01 – Partially corrected. See corrective action plan to Finding No. 2013-1.

Finding No. 2011-02 – Partially corrected. See corrective action plan to Finding No. 2013-2.

Finding No. 2011-03 – Partially corrected. See corrective action plan to Finding No. 2013-3.

Finding No. 2010-01 – Partially corrected. See corrective action plan to Finding No. 2013-1.

Finding No. 2010-02 – Partially corrected. See corrective action plan to Finding No. 2013-2.

Finding No. 2010-03 – Partially corrected. See corrective action plan to Finding No. 2013-3.

**MAYORS' COUNCIL OF GUAM**

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**STATEMENTS OF CASH DEPOSITS AND  
DISBURSEMENTS  
AND INDEPENDENT AUDITORS' REPORT**

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**YEARS ENDED SEPTEMBER 30, 2013 AND 2012**

## **Independent Auditors' Report**

The Executive Officers  
Mayors' Council of Guam

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the Mayors' Council of Guam, which comprise the statements of cash deposits and disbursements and changes in cash for the years ended September 30, 2013 and 2012, and the related notes to the financial statements.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditors' Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### ***Basis for Qualified Opinion***

We are unable to verify the classification of \$19,285 of deposits and \$22,420 of disbursements for the year ended September 30, 2013 and the classification of \$59,199 of deposits and \$37,567 of disbursements for the year ended September 30, 2012.

### ***Qualified Opinion***

In our opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph, the financial statements referred to above present fairly, in all material respects, the cash deposits and disbursements of the Mayors' Council of Guam for the years ended September 30, 2013 and 2012 on the basis of accounting described in note 1.

### ***Basis of Accounting***

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

### ***Emphasis of Matter***

#### ***Reporting Entity***

As discussed in Note 1, the financial statements referred to above present only the activities of the Non-Appropriated Funds and the Senior Center Operations Program and are not intended to present fairly the financial position and results of operations of other activities of the Mayors' Council of Guam in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

### ***Other Matters***

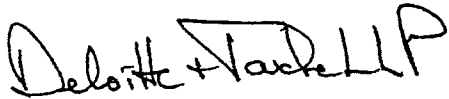
#### ***Financial Information***

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary combining statements of cash deposits and disbursements and changes in cash on pages 7 through 9 and the supplementary statements of cash deposits and disbursements and changes on cash on pages 10 through 28 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary combining statements of cash deposits and disbursements and changes in cash on pages 7 through 9 and the supplementary statements of cash deposits and disbursements and changes on cash on pages 10 through 28 are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, supplementary combining statements of cash deposits and disbursements and changes in cash on pages 7 through 9 and the supplementary statements of cash deposits and disbursements and changes on cash on pages 10 through 28 are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated August 8, 2014, on our consideration of the Mayors' Council of Guam's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Mayors' Council of Guam's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Deloitte + Touche LLP". The signature is stylized, with the "D" being large and the "LLP" being written in a more compact, cursive-like font.

August 8, 2014

# MAYORS' COUNCIL OF GUAM

## Statements of Cash Deposits and Disbursements and Changes in Cash Years Ended September 30, 2013 and 2012

	2013	2012
Deposits:		
Senior Center operations - bingo and fundraising	\$ 318,538	\$ 82,080
Liberation Day proceeds:		
Liberation Day sponsor's commission	116,000	38,000
Candidate sponsor's commission	42,462	10,286
Others	43,716	5,097
Flea and night markets	148,588	134,220
Fiesta proceeds	103,875	92,765
Program registrations	46,246	75,305
Fundraising	39,995	35,474
Grants	36,000	63,915
Donations	34,095	45,890
Sponsorships	22,900	-
Facility use	21,399	25,214
Others	107,092	51,297
Unclassified	15,058	8,460
Total deposits	1,095,964	668,003
Disbursements:		
Food and catering	138,029	32,529
Supplies and materials	125,094	27,668
Fiesta expenses	107,551	99,978
Transportation, travel and accomodation	76,081	2,837
Liberation Day expenses	58,584	5,647
Repairs and maintenance	55,764	33,977
Sponsorships	48,321	49,362
Contractual services	35,367	31,818
Senior Center operations expenses	33,120	45,053
Donations	29,434	21,179
Office and MCOG events	29,174	16,310
Community projects	28,822	36,382
Humanitarian assistance	27,583	22,179
Equipment, parts and furnitures	27,068	18,324
Bonus and incentives	26,232	-
Community programs	14,648	44,616
Flea market expenses	13,537	16,331
Community events	11,708	8,694
Others	99,300	38,338
Unclassified	19,232	33,567
Total disbursements	1,004,649	584,789
Excess of deposits over disbursements	91,315	83,214
Cash at beginning of year	225,197	141,983
Cash at end of year	\$ 316,512	\$ 225,197

See accompanying notes to financial statements.



# MAYORS' COUNCIL OF GUAM

## Notes to Financial Statements Years Ended September 30, 2013 and 2012

### (1) Summary of Significant Accounting Policies

#### Organization

The Mayors' Council of Guam (the Council or MCOG) was established through the enactment of Public Law 14-27, signed into law on May 26, 1977. The Council is comprised of the nineteen (19) Mayors and the five (5) Vice Mayors of the following municipalities: Agana Heights, Agat, Asan-Maina, Barrigada, Chalan Pago-Ordot, Dededo, Hagatna, Inarajan, Mangilao, Merizo, Mongmong-Toto-Maite, Piti, Santa Rita, Sinajana, Talofofo, Tamuning-Tumon-Harmon, Umatac, Yigo and Yona.

Public Law 30-68 granted individual Mayors the authority to sponsor and approve concessions, festivals, fiestas, or other village events associated with the promotion of the Chamorro culture, tradition, heritage and tourism. The Mayor and the Municipal Planning Council (MPC) of each village are authorized to raise funds through advertising by commercial enterprises on the walls of their sports facilities; and raising funds through fund-raising efforts, to include approving concessionaire activities within each Municipality as approved by its MPC, soliciting corporate sponsorships and to accept contributions that are solely beneficial to the sports facilities or village. Funds generated will be deposited in the MPC Funds of each village and will be used for the operation and maintenance of village facilities and to fund special projects identified by the MPCs. Authority to establish the non-appropriated funds is granted through the 5 GCA § 40135.

In February 2012, the MCOG entered into a Memorandum of Understanding (MOU) with the Government of Guam Department of Public Health and Social Services, Division of Senior Citizens for the MCOG to manage and operate the Senior Center Operations Program. As of September 30, 2013, twelve Senior Centers are managed by the MCOG which consist of Agana Heights, Agat, Astumbo, Dededo, Inarajan, Mangilao, Merizo, Santa Rita, Sinajana, Tamuning, Yigo and Yona/Talafofo Senior Centers.

The accompanying financial statements relate solely to the activities of the MCOG and the nineteen municipalities' non-appropriated funds, including the Senior Center Operations Program, and do not incorporate any other activities of the MCOG and the nineteen municipalities.

#### Accounting Policies

The accompanying statements of cash deposits and disbursements are prepared on the cash basis of accounting. Revenues are recognized when cash is received and expenses are recorded when cash is disbursed.

#### Cash

The MCOG considers cash to represent cash in banks. At September 30, 2013 and 2012, the carrying amount of the MCOG's cash balances were \$316,512 and \$225,197, respectively, and the corresponding bank balances were \$322,957 and \$224,836, respectively. The MCOG's cash in bank balance of \$322,957 and \$224,836 as of September 30, 2013 and 2012, respectively, are maintained in a financial institution subject to Federal Deposit Insurance Corporation (FDIC) insurance. As of September 30, 2013 and 2012, bank deposits in the amount of \$322,957 and \$224,836, respectively, were FDIC insured.

As of September 30, 2013 and 2012, \$111,717 and \$44,253, respectively, in cash is restricted for Senior Center operations and related activities.

## MAYORS' COUNCIL OF GUAM

Notes to Financial Statements  
Years Ended September 30, 2013 and 2012

### (1) Summary of Significant Accounting Policies, Continued

#### Reclassifications

Certain 2012 balances have been reclassified to conform to the 2013 financial statement presentation.

#### Subsequent Events

The MCOG has considered subsequent events through August 8, 2014, the date on which the financial statements are available to be issued. The MCOG has not identified any subsequent events that required adjustment to or disclosure in the financial statement as of September 30, 2013.

### (2) Grant Support

The MCOG receives grants from the Guam Visitors Bureau (GVB) and the Government of Guam (GovGuam) to support village mayors in their various community programs, projects and events.

The following information summarizes the MCOG's grant activity during the years ended September 30, 2013 and 2012:

<u>Source</u>	<u>2013</u>	<u>2012</u>
GVB:		
Village fiestas/festivals	\$ 36,000	\$ 41,750
GovGuam - Department of Youth Affairs:		
Summer camp programs	-	15,628
Others	-	6,537
	<u>\$ 36,000</u>	<u>\$ 63,915</u>

### (3) Liberation Day Commission

The Council was appointed to spearhead and take overall responsibility for the planning, coordinating and executing of the 2013 and 2012 Guam Island Fair/Liberation Day Festivities. As the sponsoring organization, the Council is entitled to 50% of the net proceeds from the Liberation Day Festivities. During the years ended September 30, 2013 and 2012, the Council received \$116,000 and \$38,000, respectively, in sponsor's commission.

# MAYORS' COUNCIL OF GUAM

## Supplementary Combining Statement of Cash Deposits and Disbursements and Changes in Cash Year Ended September 30, 2013

	Non- Appropriated Funds	Senior Center Operations Program	Total
Deposits:			
Senior Center operations - bingo and fundraising	\$ 43,469	\$ 275,069	\$ 318,538
Liberation Day proceeds:			
Liberation Day sponsor's commission	116,000	-	116,000
Candidate sponsor's commission	42,462	-	42,462
Others	43,716	-	43,716
Flea and night markets	148,588	-	148,588
Fiesta proceeds	103,875	-	103,875
Program registrations	46,246	-	46,246
Fundraising	39,995	-	39,995
Grants	36,000	-	36,000
Donations	32,731	1,364	34,095
Sponsorships	22,900	-	22,900
Facility use	21,399	-	21,399
Others	46,081	61,011	107,092
Unclassified	13,238	1,820	15,058
Total deposits	<u>756,700</u>	<u>339,264</u>	<u>1,095,964</u>
Disbursements:			
Food and catering	81,929	56,100	138,029
Supplies and materials	51,559	73,535	125,094
Fiesta expenses	107,551	-	107,551
Transportation, travel and accomodation	18,535	57,546	76,081
Liberation Day expenses	58,584	-	58,584
Repairs and maintenance	51,878	3,886	55,764
Sponsorships	48,321	-	48,321
Contractual services	33,604	1,763	35,367
Senior Center operations expenses	33,120	-	33,120
Donations	22,849	6,585	29,434
Office and MCOG events	29,174	-	29,174
Community projects	28,822	-	28,822
Humanitarian assistance	27,008	575	27,583
Equipment, parts and furnitures	23,927	3,141	27,068
Bonus and incentives	-	26,232	26,232
Community programs	14,648	-	14,648
Flea market expenses	13,537	-	13,537
Community events	11,708	-	11,708
Others	76,117	23,183	99,300
Unclassified	5,852	13,380	19,232
Total disbursements	<u>738,723</u>	<u>265,926</u>	<u>1,004,649</u>
Excess of deposits over disbursements	17,977	73,338	91,315
Cash transfers in (out)	(26,935)	26,935	-
Cash at beginning of year	213,753	11,444	225,197
Cash at end of year	<u>\$ 204,795</u>	<u>\$ 111,717</u>	<u>\$ 316,512</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM**  
**NON-APPROPRIATED FUNDS**  
**Supplementary Combining Statement of Cash Deposits and Disbursements and Changes in Cash**  
**Year Ended September 30, 2013**

	MCOG Revolving Fund	Agana Heights	Agat	Asan- Maina	Barrigada	Chalan Pago- Ordot	Dededo	Hagatna	Inarajan	Mangilao	Merizo	MongMong- Toto-Maite	Piti	Santa Rita	Sinajana	Talofofo	Tamuning- Tumon- Harmon	Umatac	Yigo	Yona	Eliminations	Total
Deposits:																						
Civil weddings	\$ 6,450	\$ -	\$ 400	\$ -	\$ 500	\$ 400	\$ 2,150	\$ -	\$ 100	\$ 1,300	\$ -	\$ 300	\$ -	\$ 250	\$ 200	\$ 300	\$ 700	\$ -	\$ 400	\$ 600	\$ (7,950)	\$ 6,100
Commission	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,276	-	-	1,276
Contributions	1,700	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,700
Donations	4,060	-	3,732	425	750	200	-	-	400	70	8,650	-	1,800	523	301	320	5,650	4,500	1,350	-	-	32,731
Dues	10,880	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	10,880
Facility use	-	-	5,700	1,400	-	800	7,300	-	-	975	-	-	1,200	1,005	-	25	2,325	-	669	-	-	21,399
Fiesta proceeds:																						
Concessions	-	-	4,506	-	11,000	-	-	-	4,000	1,186	5,542	-	-	5,500	-	2,105	-	5,941	1,867	-	-	41,647
Donations	-	-	-	-	-	-	-	-	-	500	-	-	-	-	-	-	-	-	-	-	-	500
Others	-	-	6,292	-	-	-	-	-	-	422	700	-	-	-	-	-	-	-	700	-	-	8,114
Sponsorships	-	-	6,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	6,000
Ticket sales	-	-	15,066	-	-	-	-	-	-	7,758	24,790	-	-	-	-	-	-	-	-	-	-	47,614
Flea and night markets	-	-	15,000	-	-	-	116,540	-	-	14,938	-	-	-	-	-	-	-	-	-	-	-	148,588
Fundraising	-	-	3,295	59	-	-	-	-	435	-	-	-	-	20,309	11,428	265	2,925	1,279	-	-	-	39,995
Grants:																						
DYA - Summer Camp assistance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
GVB	-	-	8,000	-	-	14,000	-	-	-	5,000	10,000	-	-	3,000	-	5,000	-	5,000	-	-	(14,000)	36,000
Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Humanitarian assistance loan repayments	-	-	-	-	-	-	-	-	-	-	-	-	-	3,300	-	-	-	-	-	-	-	3,300
Liberation Day proceeds:																						
Candidate sponsor's commission	-	-	5,057	-	2,795	2,509	-	-	8,299	-	-	268	-	5,000	580	10,622	1,238	-	6,094	-	-	42,462
Liberation Day share of net proceeds	116,000	-	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	5,000	(90,000)	116,000
Others	-	-	-	-	-	-	-	-	-	-	-	-	-	3,000	-	-	-	-	-	-	-	3,000
Prizes	-	-	200	1,000	-	-	-	-	1,500	-	-	-	-	2,000	-	-	-	-	-	-	-	4,700
Sponsorships	-	-	3,000	-	-	-	-	-	-	-	-	-	-	-	-	7,290	-	-	2,250	3,000	-	15,540
Ticket sales	1,170	-	12,351	525	905	-	-	-	-	-	-	-	-	720	-	200	-	-	4,605	-	-	20,476
Maintenance services	-	-	-	-	-	-	-	-	-	-	2,400	-	-	-	-	-	-	-	-	-	-	2,400
Others	-	-	2,020	203	300	50	587	-	290	6	1,100	444	-	496	344	175	1,077	-	150	-	-	7,242
Prizes	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	850	-	-	-	-	-	850
Program registrations	-	-	1,315	-	-	150	-	-	-	-	-	-	-	-	44,781	-	-	-	-	-	-	46,246
Reimbursements and refunds	-	-	-	280	204	-	2,149	-	660	750	4,891	-	-	3,099	-	300	-	-	-	-	-	12,333
Senior Center operations:																						
Bingo	-	-	-	-	-	-	27,787	-	8,596	-	-	-	-	-	5,471	-	-	-	-	-	-	41,854
Sponsorships	-	-	-	-	-	-	-	-	250	-	-	-	-	-	-	-	-	-	-	-	-	250
Reimbursements	-	-	-	-	-	-	-	-	-	-	-	-	-	1,365	-	-	-	-	-	-	-	1,365
Sponsorships	11,750	-	3,550	-	-	-	-	-	-	-	3,000	-	-	3,500	-	-	-	-	1,100	-	-	22,900
Ticket sales	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unclassified	-	-	-	-	-	-	-	-	-	-	-	-	-	-	30	-	1,599	1,921	5,248	4,440	-	13,238
Total deposits	152,010	-	100,484	8,892	21,454	23,109	161,513	5,000	29,530	37,905	66,073	6,012	8,000	58,067	68,135	32,452	20,514	23,641	32,819	13,040	(111,950)	756,700
Disbursements:																						
Bank charges	162	-	494	46	-	-	53	105	72	-	72	-	-	-	1,390	36	54	-	43	15	-	2,542
Civil weddings	6,950	-	-	-	-	-	-	-	-	350	-	-	-	-	-	50	-	-	-	600	(7,950)	-
Communications	-	-	-	-	-	-	-	-	-	-	-	-	-	812	-	431	-	-	-	-	-	1,243
Community events	-	-	-	-	2,267	-	-	-	-	-	-	-	2,810	4,181	-	-	-	-	2,450	-	-	11,708
Community programs	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	14,648	-	-	14,648
Community projects	-	-	-	-	2,509	-	21,100	-	-	4,020	1,193	-	-	-	-	-	-	-	-	-	-	28,822
Concession refund	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	1,273	-	-	-	1,273
Contractual services	-	-	-	-	-	-	2,940	-	-	-	-	-	-	-	26,664	-	-	-	-	4,000	-	33,604
Donations	3,650	-	2,231	-	-	326	6,409	-	100	200	1,200	6,012	600	1,221	-	200	100	-	600	-	-	22,849
Equipment and furnishings	-	-	4,960	-	1,549	-	2,005	-	-	3,999	-	-	-	290	4,598	1,526	-	5,000	-	-	-	23,927
Entertainment services	-	-	-	-	-	200	-	-	-	1,650	-	-	-	600	-	-	-	-	-	-	-	2,450
Facility use refunds	-	-	2,300	-	-	-	450	-	-	-	-	-	-	355	-	-	-	-	-	-	-	3,105
Fiesta expenses:																						
Advertising and promotions	-	-	1,812	-	-	-	-	-	-	-	-	-	-	-	-	-	-	802	-	300	-	2,914
Candidate commission	-	-	1,966	-	-	-	-	-	-	3,559	11,055	-	-	-	-	-	-	-	-	-	-	16,580
Entertainment and sound system	-	-	6,100	-	-	-	-	-	-	900	3,525	-	-	-	-	-	-	10,625	-	500	-	21,650
Food and catering	-	-	-	-	-	-	462	-	-	462	5,130	-	-	-	-	-	-	-	-	-	-	5,992
Other services	-	-	-	-	-	-	-	-	-	1,500	-	-	-	-	-	-	-	-	-	-	-	1,500
Others	-	-	5,918	-	769	-	-	-	-	386	7,373	-	-	-	-	3,665	-	100	749	-	-	18,960
Prizes	-	-	7,050	-	-	-	-	-	-	950	15,725	-	-	-	-	-	-	1,500	-	-	-	25,225
Supplies and materials	-	-	10,577	-	-	-	-	-	-	2,050	1,543	-	-	-	-	-	-	430	-	530	-	15,130
Flea market expenses	-	-	-	-	-	-	13,537	-	-	-	-	-	-	-	-	-	-	-	-	-	-	13,537
Food and catering	7,676	-	11,707	621	2,119	1,610	14,787	-	1,890	6,079	7,893	-	147	4,862	13,144	2,045	260	228	3,161	3,700	-	81,929
Fuel and gas	-	-	4,569	-	-	-	-	-	-	-	-	-	41	137	-	755	-	-	281	-	-	5,783
Grants - GVB branding initiatives	14,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(14,000)	-
Humanitarian assistance	-	-	2,641	-	-	-	11,100	-	-	357	4,125	-	-	5,400	2,650	250	-	-	485	-	-	27,008
Liberation Day share of proceeds:																						
Municipalities	90,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(90,000)	-
Nonprofit organizations	5,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	5,000
Liberation Day expenses	1,170	-	14,278	5,150	568	-	3,300	-	2,835	1,100	-	-	50	2,245	-	11,630	4,746	-	11,512	-	-	58,584
Office events	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Office expenses	-	-	-	-	15	-	3,393	-	-	-	-	-	-	-	-	-	-	-	-	-	-	3,408
MCOG events	29,174	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	29,174
Others	2,780	-	2,189	330	-	816	5,018	-	581	1,372	5,890	-	85	1,226	2,872	2,444	2,339	544	516	-	-	29,002
Other refunds	-	-	1,213	-	-	-	-	-	-	-	-	-	-	212	-	-	-	-	-	-	-	1,425
Other services	-	-	916	-	-	-	3,811	-	-	-	-	-	-	-	-	375	-	-	-	-	-	5,102
Prizes	-	-	1,475	-	-	-	-	-	3,125	-	-	-	-	2,782	2,085	182	-	162	375	-	-	10,186
Reimbursements	-	-	-	-	-	195	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	195
Rental	-	-	620	-	-	605	-	-	426	-	-	-	-	-	-	-	-	172	-	300	-	2,123
Repairs and maintenance	-	-	1,732	218	2,095	-	28,078	-	45	5,792	1,670	-	767	8,692	190	1,437	587	-	490	85	-	51,878
Senior Center operations expenses	-	-	-	-	-	-	27,824	-	4,405	-	-	-	-	891	-	-	-	-	-	-	-	33,120

# MAYORS' COUNCIL OF GUAM

## SENIOR CENTER OPERATIONS PROGRAM Supplementary Combining Statement of Cash Deposits and Disbursements and Changes in Cash Year Ended September 30, 2013

	Agana Heights	Agat	Astumbo	Dededo	Inarajan	Mangilao	Merizo	Santa Rita	Sinajana	Tamuning- Tumon- Harmon	Yigo	Yona	Total
Deposits:													
Bingo and fundraising	\$ 6,970	\$ 37,589	\$ 12,618	\$ 8,260	\$ 2,493	\$ 45,286	\$ 10,198	\$ 68,531	\$ 14,084	\$ 23,272	\$ 17,584	\$ 28,184	\$ 275,069
Donations	-	1,244	-	-	-	-	-	-	-	-	120	-	1,364
Field trip/meal allowance	-	-	-	-	-	-	-	-	2,797	7,761	857	4,605	16,020
Others	2,810	5,834	-	-	-	15,159	7,535	12,816	194	-	125	-	44,473
Reimbursements	-	-	-	-	-	-	-	-	-	-	518	-	518
Unclassified	-	-	-	-	-	-	-	-	-	-	1,820	-	1,820
Total deposits	9,780	44,667	12,618	8,260	2,493	60,445	17,733	81,347	17,075	31,033	21,024	32,789	339,264
Disbursements:													
Bank charges	-	-	-	15	6	15	36	25	170	28	53	35	383
Bonus and incentives	1,500	-	-	-	-	7,922	1,575	9,120	-	-	2,075	4,040	26,232
Communications	-	-	-	-	-	-	-	-	-	-	-	1,012	1,012
Contractual services	-	-	-	-	-	-	-	-	1,763	-	-	-	1,763
Donations	-	5,670	-	-	-	475	-	440	-	-	-	-	6,585
Equipment and parts	-	2,750	69	-	-	-	-	273	49	-	-	-	3,141
Food and catering	300	5,445	3,727	2,534	162	9,243	815	3,630	4,599	16,339	6,589	2,717	56,100
Humanitarian assistance	200	-	-	-	-	-	-	125	-	-	-	250	575
Others	-	3,663	56	250	-	-	833	1,032	-	1,355	1,397	3,172	11,758
Prizes	-	-	-	-	-	-	-	4,458	3,850	-	-	-	8,308
Repairs and maintenance	-	1,015	318	-	-	-	-	545	-	1,393	615	-	3,886
Supplies and materials	1,865	13,597	5,608	1,535	423	9,367	1,679	11,203	4,879	13,285	2,895	7,199	73,535
Taxes, licenses and permit	-	126	107	69	98	257	47	364	154	98	100	302	1,722
Transportation	726	1,502	1,191	272	-	828	-	-	-	523	2,845	2,160	10,047
Travel	-	-	-	-	-	12,000	-	35,499	-	-	-	-	47,499
Unclassified	3,519	-	830	1,507	-	-	-	-	-	2,353	-	5,171	13,380
Total disbursements	8,110	33,768	11,906	6,182	689	40,107	4,985	66,714	15,464	35,374	16,569	26,058	265,926
Excess (deficiency) of deposits over (under) disbursements	1,670	10,899	712	2,078	1,804	20,338	12,748	14,633	1,611	(4,341)	4,455	6,731	73,338
Cash transfers	-	-	6,860	10,054	5,403	-	-	-	4,618	-	-	-	26,935
Cash at beginning of year	-	-	-	-	-	-	-	-	-	11,444	-	-	11,444
Cash at end of year	\$ 1,670	\$ 10,899	\$ 7,572	\$ 12,132	\$ 7,207	\$ 20,338	\$ 12,748	\$ 14,633	\$ 6,229	\$ 7,103	\$ 4,455	\$ 6,731	\$ 111,717

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MCOG REVOLVING FUND**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2013 and 2012

	2013	2012
Deposits:		
Liberation Day share of net proceeds	\$ 116,000	\$ 38,000
Inauguration sponsorships	11,750	-
Dues	10,880	9,960
Civil weddings	6,450	8,200
Donations	4,060	5,000
Contributions	1,700	4,221
Liberation Day ticket sales	1,170	-
Fundraising	-	800
Others	-	544
Total deposits	<u>152,010</u>	<u>66,725</u>
Disbursements:		
Liberation Day commission net proceeds share:		
Municipalities	90,000	38,284
Non-profit organizations	5,000	4,504
MCOG events:		
Mayoral inauguration	13,651	-
Manamko events hosting	12,793	-
Others	2,730	15,400
Grants:		
GVB - Branding initiatives	14,000	-
Municipalities	-	5,000
Food	7,676	9,255
Civil weddings	6,950	8,450
Sponsorships	5,000	4,625
Donations	3,650	7,000
Liberation Day ticket sales remittance	1,170	-
Bank charges	162	978
Senior Center operations expenses	-	560
Others	<u>2,780</u>	<u>1,543</u>
Total disbursements	<u>165,562</u>	<u>95,599</u>
Deficiency of deposits under disbursements	(13,552)	(28,874)
Cash at beginning of year	<u>19,850</u>	<u>48,724</u>
Cash at end of year	<u>\$ 6,298</u>	<u>\$ 19,850</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF AGAT**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2013 and 2012

	2013			2012
	NAF	Senior Center	Total	
<b>Deposits:</b>				
Senior Center operations:				
Bingo - day	\$ -	\$ 32,963	\$ 32,963	\$ -
Bingo - night	-	4,626	4,626	-
Fiesta - Mango Festival:				
Ticket sales	15,066	-	15,066	6,274
Sponsorships	6,000	-	6,000	3,000
Concessions	4,506	-	4,506	18,610
Others	6,292	-	6,292	4,131
Liberation Day proceeds:				
Ticket sales and fundraisings	12,351	-	12,351	-
Candidate sponsor's commission	5,057	-	5,057	5,571
Liberation Day share of net proceeds	5,000	-	5,000	2,252
Sponsorships	3,000	-	3,000	-
Prizes	200	-	200	400
Flea and night markets	15,000	-	15,000	11,017
Grants:				
GVB - Mango festival	8,000	-	8,000	7,500
DYA - Summer camp assistance	-	-	-	5,628
Facility use	5,700	-	5,700	2,850
Donations	3,732	1,244	4,976	1,900
Sponsorships	3,550	-	3,550	-
Fundraising	3,295	-	3,295	3,612
Program registrations	1,315	-	1,315	2,050
Civil weddings	400	-	400	1,050
Others	2,020	5,834	7,854	4
Unclassified	-	-	-	5,647
<b>Total deposits</b>	<b>100,484</b>	<b>44,667</b>	<b>145,151</b>	<b>81,496</b>
<b>Disbursements:</b>				
Fiesta expenses:				
Supplies and materials	10,577	-	10,577	4,675
Prizes	7,050	-	7,050	5,375
Entertainment and sound system	6,100	-	6,100	6,475
Candidate commission	1,966	-	1,966	3,683
Advertising and promotions	1,812	-	1,812	2,960
Others	5,918	-	5,918	2,159
Supplies and materials	5,993	13,597	19,590	2,224
Food and catering	11,707	5,445	17,152	1,276
Liberation day expenses - ticket sales remittance	14,278	-	14,278	-
Donations	2,231	5,670	7,901	300
Equipment and parts	4,960	2,750	7,710	100
Fuel	4,569	-	4,569	-
Sponsorships	3,305	-	3,305	2,480
Repairs and maintenance	1,732	1,015	2,747	2,029
Humanitarian assistance	2,641	-	2,641	2,000
Facility use refund	2,300	-	2,300	-
Other services	916	1,050	1,966	-
Transportation	-	1,502	1,502	-
Prizes and gifts	1,475	-	1,475	-
Other refunds	1,213	-	1,213	-
Rental	620	-	620	-
Bank charges	494	-	494	103
Taxes	-	126	126	-
Community events	-	-	-	1,443
Community programs	-	-	-	2,843
Community projects	-	-	-	6,259
Others	2,189	2,613	4,802	6,495
Unclassified	-	-	-	22,617
<b>Total disbursements</b>	<b>94,046</b>	<b>33,768</b>	<b>127,814</b>	<b>75,496</b>
<b>Excess of deposits over disbursements</b>	<b>6,438</b>	<b>10,899</b>	<b>17,337</b>	<b>6,000</b>
Cash at beginning of year	11,035	-	11,035	5,035
Cash at end of year	\$ 17,473	\$ 10,899	\$ 28,372	\$ 11,035

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF ASAN-MAINA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Deposits:		
Liberation Day proceeds:		
Liberation Day share of net proceeds	\$ 5,000	\$ 2,252
Prize - float competition	1,000	-
Ticket sales	525	-
Facility use	1,400	800
Donations	425	-
Reimbursements	280	-
Fundraisings	59	-
Others	203	990
	<u>8,892</u>	<u>4,042</u>
Total deposits		
Disbursements:		
Liberation Day expenses	5,150	-
Supplies and materials	1,156	-
Food and catering	621	-
Sponsorships	350	-
Repairs and maintenance	218	-
Bank charges	46	-
Others	330	-
Unclassified	1,042	3,463
	<u>8,913</u>	<u>3,463</u>
Total disbursements		
Excess (deficiency) of deposits over (under) disbursements	(21)	579
Cash at beginning of year	<u>1,559</u>	<u>980</u>
Cash at end of year	<u>\$ 1,538</u>	<u>\$ 1,559</u>

See Accompanying Independent Auditors' Report.



**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF BARRIGADA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Deposits:		
Fiesta concessions	\$ 11,000	\$ 12,000
Liberation Day proceeds:		
Liberation Day share of net proceeds	5,000	2,252
Candidate sponsor's commission	2,795	-
Ticket sales	905	-
Donations	750	3,600
Civil weddings	500	600
Reimbursements and refunds	204	-
Commission	-	634
Others	300	1,298
Total deposits	<u>21,454</u>	<u>20,384</u>
Disbursements:		
Community projects	2,509	753
Community events	2,267	-
Food	2,119	630
Repairs and maintenance	2,095	78
Equipment and parts	1,549	2,327
Ticket sales remittance	905	-
Fiesta expenses	769	125
Supplies and materials	762	554
Liberation Day expenses	568	634
Office expenses	15	-
Travel	-	746
Office events	-	10
Others	-	1,021
Total disbursements	<u>13,558</u>	<u>6,878</u>
Excess of deposits over disbursements	7,896	13,506
Cash at beginning of year	<u>19,745</u>	<u>6,239</u>
Cash at end of year	<u>\$ 27,641</u>	<u>\$ 19,745</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF CHALAN PAGO - ORDOT**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Deposits:		
Grants - GVB branding initiatives	\$ 14,000	\$ -
Liberation Day proceeds:		
Liberation Day share of net proceeds	5,000	2,252
Candidate sponsor's commission	2,509	-
Facility use	800	1,250
Civil weddings	400	1,600
Donations	200	150
Program registrations	150	6,780
Fundraising - Liberation Queen candidate	-	10,335
Others	50	-
	<u>23,109</u>	<u>22,367</u>
Total deposits		
Disbursements:		
Food and catering	1,610	-
Rental	605	-
Donations	326	50
Entertainment services	200	-
Reimbursements	195	150
Sponsorships	-	12,695
Community programs	-	3,920
Community events	-	2,996
Others	816	1,000
	<u>3,752</u>	<u>20,811</u>
Total disbursements		
Excess of deposits over disbursements	19,357	1,556
Cash at beginning of year	<u>5,541</u>	<u>3,985</u>
Cash at end of year	<u>\$ 24,898</u>	<u>\$ 5,541</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF DEDEDO**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2013 and 2012

	2013				2012
	NAF	Senior Center		Total	
		Astumbo	Dededo		
<b>Deposits:</b>					
Flea markets	\$ 116,540	\$ -	\$ -	\$ 116,540	\$ 110,460
Senior Center operations	27,787	12,618	8,260	48,665	30,522
Facility use	7,300	-	-	7,300	14,794
Liberation Day proceeds:					
Liberation Day share of net proceeds	5,000	-	-	5,000	2,252
Candidate sponsor's commission	-	-	-	-	1,836
Civil weddings	2,150	-	-	2,150	1,400
Reimbursements and refunds	2,149	-	-	2,149	-
Grants:					
DYA - Summer Camp assistance	-	-	-	-	10,000
Others	-	-	-	-	3,507
Others	587	-	-	587	1,495
<b>Total deposits</b>	<b>161,513</b>	<b>12,618</b>	<b>8,260</b>	<b>182,391</b>	<b>176,266</b>
<b>Disbursements:</b>					
Repairs and maintenance	28,078	318	-	28,396	21,254
Senior Center operations expenses	27,824	-	-	27,824	17,761
Community projects	21,100	-	-	21,100	17,250
Food	14,787	3,727	2,534	21,048	5,350
Sponsorships	17,631	-	-	17,631	17,966
Supplies and materials	10,101	5,608	1,535	17,244	2,570
Flea market expenses	13,537	-	-	13,537	16,331
Humanitarian assistance	11,100	-	-	11,100	9,900
Donations	6,409	-	-	6,409	6,950
Other services	3,811	-	-	3,811	360
Office expenses	3,393	-	-	3,393	-
Liberation Day expenses	3,300	-	-	3,300	654
Contractual services	2,940	-	-	2,940	2,185
Equipment	2,005	69	-	2,074	3,472
Transportation rental	-	1,191	272	1,463	-
Facility use refund	450	-	-	450	-
Taxes	-	107	69	176	-
Bank charges	53	-	15	68	36
Others	5,018	56	250	5,324	3,329
Unclassified	-	830	1,507	2,337	-
<b>Total disbursements</b>	<b>171,537</b>	<b>11,906</b>	<b>6,182</b>	<b>189,625</b>	<b>125,368</b>
<b>Excess (deficiency) of deposits over (under) disbursements</b>	<b>(10,024)</b>	<b>712</b>	<b>2,078</b>	<b>(7,234)</b>	<b>50,898</b>
Cash transfers	(16,914)	6,860	10,054	-	-
Cash at beginning of year	58,206	-	-	58,206	7,308
Cash at end of year	<u>\$ 31,268</u>	<u>\$ 7,572</u>	<u>\$ 12,132</u>	<u>\$ 50,972</u>	<u>\$ 58,206</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF HAGATNA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Deposits:		
Liberation Day share of net proceeds	\$ 5,000	\$ 2,252
Civil weddings	<u>-</u>	<u>100</u>
Total deposits	<u>5,000</u>	<u>2,352</u>
Disbursements:		
Bank charges	<u>105</u>	<u>116</u>
Total disbursements	<u>105</u>	<u>116</u>
Excess of deposits over disbursements	4,895	2,236
Cash at beginning of year	<u>12,150</u>	<u>9,914</u>
Cash at end of year	<u><u>\$ 17,045</u></u>	<u><u>\$ 12,150</u></u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF INARAJAN**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2013 and 2012

	2013			
	NAF	Senior Center	Total	2012
<b>Deposits:</b>				
Liberation Day proceeds:				
Candidate sponsor's commission	\$ 8,299	\$ -	\$ 8,299	\$ -
Liberation Day share of net proceeds	5,000	-	5,000	2,252
Prize - float competition	1,500	-	1,500	-
Senior Center operations:				
Bingo	8,596	2,493	11,089	7,561
Sponsorship	250	-	250	-
Fiesta concessions	4,000	-	4,000	1,530
Reimbursements and refunds	660	-	660	4,742
Fundraisings	435	-	435	476
Donations	400	-	400	3,600
Civil weddings	100	-	100	-
Others	290	-	290	767
<b>Total deposits</b>	<b>29,530</b>	<b>2,493</b>	<b>32,023</b>	<b>20,928</b>
<b>Disbursements:</b>				
Senior Center operations expenses	4,405	-	4,405	4,346
Prizes	3,125	-	3,125	-
Liberation day expenses	2,835	-	2,835	-
Food and catering	1,890	162	2,052	-
Supplies and materials	1,280	423	1,703	4,262
Rental	426	-	426	-
Taxes, licenses and permits	232	98	330	-
Donations	100	-	100	500
Bank charges	72	6	78	36
Repairs and maintenance	45	-	45	-
Fiesta expenses	-	-	-	6,705
Community programs	-	-	-	2,920
Sponsorships	-	-	-	2,096
Humanitarian assistance	-	-	-	554
Equipment	-	-	-	290
Others	581	-	581	110
<b>Total disbursements</b>	<b>14,991</b>	<b>689</b>	<b>15,680</b>	<b>21,819</b>
Excess (deficiency) of deposits over (under) disbursements	14,539	1,804	16,343	(891)
Cash transfers	(5,403)	5,403	-	-
Cash at beginning of year	5,043	-	5,043	5,934
Cash at end of year	<u>\$ 14,179</u>	<u>\$ 7,207</u>	<u>\$ 21,386</u>	<u>\$ 5,043</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF MANGILAO**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2013 and 2012

	2013			
	NAF	Senior Center	Total	2012
Deposits:				
Senior Center operations:				
Bingo and fundraisings	\$ -	\$ 45,286	\$ 45,286	\$ -
Others	-	15,159	15,159	-
Flea and night markets	14,938	-	14,938	12,743
Fiesta proceeds:				
Ticket sales	7,758	-	7,758	-
Concessions	1,186	-	1,186	300
Donations	500	-	500	-
Others	422	-	422	-
Grants: GVB - Fiesta	5,000	-	5,000	5,000
Liberation Day proceeds:				
Liberation Day share of net proceeds	5,000	-	5,000	2,252
Prizes - Float Contest	-	-	-	1,000
Civil weddings	1,300	-	1,300	1,800
Facility use	975	-	975	1,900
Reimbursements and refunds	750	-	750	-
Donations	70	-	70	300
Fundraising	-	-	-	1,784
Others	6	-	6	68
Total deposits	<u>37,905</u>	<u>60,445</u>	<u>98,350</u>	<u>27,147</u>
Disbursements:				
Food and catering	6,079	9,243	15,322	2,575
Travel	-	12,000	12,000	-
Supplies and materials	2,588	9,367	11,955	2,373
Fiesta expenses:				
Candidates' commission	3,559	-	3,559	-
Supplies and materials	2,050	-	2,050	1,240
Other services	1,500	-	1,500	1,000
Prizes	950	-	950	1,112
Entertainment	900	-	900	400
Food and catering	462	-	462	-
Advertising and promotions	-	-	-	1,038
Others	386	-	386	390
Bonus and incentives	-	7,922	7,922	-
Repairs and maintenance	5,792	-	5,792	4,229
Community projects	4,020	-	4,020	5,000
Equipment and parts	3,999	-	3,999	2,089
Sponsorships	3,341	-	3,341	580
Entertainment	1,650	-	1,650	650
Liberation Day expenses	1,100	-	1,100	627
Transportation	-	828	828	-
Donations	200	475	675	-
Humanitarian assistance	357	-	357	2,211
Civil weddings	350	-	350	1,000
Taxes	-	257	257	-
Bank charges	-	15	15	-
Concession refunds	-	-	-	1,500
Others	1,372	-	1,372	-
Total disbursements	<u>40,655</u>	<u>40,107</u>	<u>80,762</u>	<u>28,014</u>
Excess (deficiency) of deposits over (under) disbursements	(2,750)	20,338	17,588	(867)
Cash at beginning of year	<u>11,166</u>	<u>-</u>	<u>11,166</u>	<u>12,033</u>
Cash at end of year	<u>\$ 8,416</u>	<u>\$ 20,338</u>	<u>\$ 28,754</u>	<u>\$ 11,166</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF MERIZO**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2013 and 2012

	2013				2012
	Regular NAF	Cemetery Fund	Senior Center	Total	
<b>Deposits:</b>					
Fiesta proceeds:					
Ticket sales	\$ 24,790	\$ -	\$ -	\$ 24,790	\$ 26,538
Fiesta concessions	5,542	-	-	5,542	3,422
Others	700	-	-	700	-
Senior Center operations:					
Bingo	-	-	10,198	10,198	-
Others	-	-	7,535	7,535	-
Grants:					
GVB Fiestan Tasi	5,000	-	-	5,000	5,000
GVB Gupot Chamorro	5,000	-	-	5,000	5,000
Donations	8,650	-	-	8,650	3,500
Liberation Day share of net proceeds	5,000	-	-	5,000	2,252
Reimbursements and refunds	2,900	1,991	-	4,891	-
Sponsorships	3,000	-	-	3,000	-
Maintenance services	-	2,400	-	2,400	6,000
Fundraising	-	-	-	-	3,812
Others	1,100	-	-	1,100	4,644
Total deposits	<u>61,682</u>	<u>4,391</u>	<u>17,733</u>	<u>83,806</u>	<u>60,168</u>
<b>Disbursements:</b>					
Fiesta expenses:					
Prizes	14,375	1,350	-	15,725	15,500
Candidate commission	11,055	-	-	11,055	4,645
Food and catering	3,345	1,785	-	5,130	3,828
Entertainment	3,525	-	-	3,525	3,400
Supplies and materials	543	1,000	-	1,543	2,365
Others	7,173	200	-	7,373	5,397
Food and catering	7,893	-	815	8,708	-
Supplies and materials	1,525	1,225	1,679	4,429	4,090
Humanitarian assistance	725	3,400	-	4,125	3,121
Sponsorships	300	2,391	-	2,691	-
Repairs and maintenance	1,633	37	-	1,670	255
Bonus and incentives	-	-	1,575	1,575	-
Utilities	-	1,363	-	1,363	317
Donations	1,200	-	-	1,200	1,950
Community projects	1,193	-	-	1,193	395
Bank charges	36	36	36	108	-
Taxes	-	-	47	47	-
Community programs	-	-	-	-	6,054
Others	4,140	1,750	833	6,723	-
Total disbursements	<u>58,661</u>	<u>14,537</u>	<u>4,985</u>	<u>78,183</u>	<u>51,317</u>
Excess (deficiency) of deposits over (under) disbursements	3,021	(10,146)	12,748	5,623	8,851
Cash transfers	(4,435)	4,435	-	-	-
Cash at beginning of year	9,320	13,899	-	23,219	14,368
Cash at end of year	<u>\$ 7,906</u>	<u>\$ 8,188</u>	<u>\$ 12,748</u>	<u>\$ 28,842</u>	<u>\$ 23,219</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF MONGMONG-TOTO-MAITE**

**Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2013 and 2012**

	<u>2013</u>	<u>2012</u>
Deposits:		
Liberation Day proceeds:		
Liberation Day share of net proceeds	\$ 5,000	\$ -
Candidate sponsor's commission	268	-
Civil weddings	300	-
Others	<u>444</u>	<u>456</u>
Total deposits	6,012	456
Disbursements:		
Donations	<u>6,012</u>	<u>456</u>
Excess of deposits over disbursements	-	-
Cash at beginning of year	<u>-</u>	<u>-</u>
Cash at end of year	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

See Accompanying Independent Auditors' Report.



**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF PITI**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2013 and 2012

	<u>2013</u>	<u>2012</u>
Deposits:		
Liberation Day share of net proceeds	\$ 5,000	\$ 2,252
Donations	1,800	2,900
Facility use	1,200	-
Ticket sales	-	197
Others	-	71
	<u>8,000</u>	<u>5,420</u>
Total deposits		
Disbursements:		
Community events:		
Giveaways	1,812	-
Prizes	700	1,000
Others	298	-
Repairs and maintenance	767	759
Donations	600	500
Food	147	-
Liberation Day expenses	50	1,669
Fuel	41	-
Fiesta expenses	-	128
Humanitarian assistance	-	48
Bank charges	-	15
Others	85	-
	<u>4,500</u>	<u>4,119</u>
Total disbursements		
Excess of deposits over disbursements	3,500	1,301
Cash at beginning of year	<u>5,307</u>	<u>4,006</u>
Cash at end of year	<u>\$ 8,807</u>	<u>\$ 5,307</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF SANTA RITA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2013 and 2012

	2013			2012
	NAF	Senior Center	Total	
Deposits:				
Senior Center operations:				
Bingo and fundraisings	\$ -	\$ 68,531	\$ 68,531	\$ -
Others	-	12,816	12,816	-
Fundraising:				
Mayor's bingo fundraisers	20,309	-	20,309	7,932
Little Miss Santa Rita	-	-	-	5,280
Liberation Day proceeds:				
Candidate sponsor's commission	5,000	-	5,000	2,726
Liberation Day share of net proceeds	5,000	-	5,000	2,252
Sumay Memorial Day	3,000	-	3,000	-
Prize - float competition	2,000	-	2,000	2,000
Ticket sales	720	-	720	-
Fiesta concessions - Cockfight proceeds	5,500	-	5,500	4,550
Sponsorships	3,500	-	3,500	-
Humanitarian assistance loan repayments	3,300	-	3,300	-
Reimbursements and refunds	3,099	-	3,099	-
Grants:				
GVB - Back to Sumay	3,000	-	3,000	3,000
GVB - Fiesta	-	-	-	5,000
Senior Center operations:				
Reimbursements	1,365	-	1,365	-
Manamku bingo	-	-	-	3,453
Bingo donations	-	-	-	2,538
Facility use	1,005	-	1,005	750
Donations	523	-	523	201
Civil weddings	250	-	250	250
Others	496	-	496	1,442
Total deposits	<u>58,067</u>	<u>81,347</u>	<u>139,414</u>	<u>41,374</u>
Disbursements:				
Travel and accommodations	10,649	35,499	46,148	-
Supplies and materials	10,494	11,203	21,697	959
Repairs and maintenance	8,692	545	9,237	1,381
Bonus and incentives	-	9,120	9,120	-
Food and catering	4,862	3,630	8,492	927
Prizes and awards	2,782	4,458	7,240	2,600
Humanitarian assistance	5,400	125	5,525	1,495
Community events - Back to Sumay Day	4,181	-	4,181	3,255
Liberation Day expenses	2,245	-	2,245	1,063
Donations	1,221	440	1,661	1,190
Taxes, licenses and fees	581	364	945	-
Senior Center operations expenses	891	-	891	3,988
Communication	812	-	812	419
Entertainment	600	-	600	-
Equipment	290	273	563	2,185
Sponsorships	450	-	450	2,430
Facility use refund	355	-	355	-
Fuel and gas	137	-	137	100
Bank charges	-	25	25	108
Community programs	-	-	-	488
Community projects	-	-	-	1,754
Fiesta expenses	-	-	-	5,776
Reimbursements	-	-	-	1,935
Others	1,226	1,032	2,258	3,474
Unclassified	-	-	-	387
Total disbursements	<u>55,868</u>	<u>66,714</u>	<u>122,582</u>	<u>35,914</u>
Excess of deposits over disbursements	<u>2,199</u>	<u>14,633</u>	<u>16,832</u>	<u>5,460</u>
Cash at beginning of year	<u>7,209</u>	<u>-</u>	<u>7,209</u>	<u>1,749</u>
Cash at end of year	<u>\$ 9,408</u>	<u>\$ 14,633</u>	<u>\$ 24,041</u>	<u>\$ 7,209</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF SINAJANA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2013 and 2012

	2013			2012
	NAF	Senior Center	Total	
<b>Deposits:</b>				
Program registrations	\$ 44,781	\$ -	\$ 44,781	\$ 38,000
Senior Center operations:				
Bingo	5,471	14,084	19,555	11,291
Field trip/meal allowance	-	2,797	2,797	-
Fundraisings - Bingo	11,428	-	11,428	-
Liberation Day proceeds:				
Liberation Day share of net proceeds	5,000	-	5,000	2,252
Candidate sponsor's commission	580	-	580	-
Donations	301	-	301	-
Civil weddings	200	-	200	400
Others	344	194	538	2,500
Unclassified	30	-	30	850
<b>Total deposits</b>	<b>68,135</b>	<b>17,075</b>	<b>85,210</b>	<b>55,293</b>
<b>Disbursements:</b>				
Community programs facilitators stipend	19,038	-	19,038	22,472
Food	13,144	4,599	17,743	9,167
Supplies and materials	7,248	4,879	12,127	2,361
Contractual services	7,626	1,763	9,389	-
Prizes	2,085	3,850	5,935	-
Equipment and parts	4,598	49	4,647	998
Humanitarian assistance	2,650	-	2,650	2,750
Sponsorships	1,566	-	1,566	1,525
Bank charges	1,390	170	1,560	-
Taxes	199	154	353	-
Refunds	212	-	212	-
Repairs and maintenance	190	-	190	548
Community programs	-	-	-	5,331
Senior Center operations expenses	-	-	-	3,989
Civil weddings	-	-	-	450
Donations	-	-	-	100
Others	2,872	-	2,872	2,500
<b>Total disbursements</b>	<b>62,818</b>	<b>15,464</b>	<b>78,282</b>	<b>52,191</b>
<b>Excess of deposits over disbursements</b>	<b>5,317</b>	<b>1,611</b>	<b>6,928</b>	<b>3,102</b>
Cash transfers	(4,618)	4,618	-	-
Cash at beginning of year	3,240	-	3,240	138
Cash at end of year	<u>\$ 3,939</u>	<u>\$ 6,229</u>	<u>\$ 10,168</u>	<u>\$ 3,240</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF TALOFOFO**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2013 and 2012

	2013	2012
Deposits:		
Liberation Day proceeds:		
Candidate sponsor's commission	\$ 10,622	\$ -
Liberation Day share of net proceeds	5,000	2,252
Ticket sales	200	-
Sponsorships and registrations - golf tournament	7,290	-
Grants: GVB - Banana Festival	5,000	-
Fiesta:		
Concessions	2,105	5,140
Ticket sales	-	3,680
Prizes	850	-
Donations	320	6,531
Reimbursements and refunds	300	-
Civil weddings	300	-
Fundraisings	265	-
Facility use	25	20
Others	175	30
Total deposits	<u>32,452</u>	<u>17,653</u>
Disbursements:		
Liberation Day expenses:		
Candidate and sponsor's commission	9,600	-
Sponsorships	1,000	1,000
Others	1,030	-
Sponsorships	5,500	1,410
Banana festival expenses:		
Entertainment	2,600	2,750
Prizes	-	3,650
Commission	-	1,341
Others	1,065	2,027
Food and catering	2,045	620
Equipment and parts	1,526	-
Repairs and maintenance	1,437	-
Supplies and materials	1,222	490
Fuel and gas	755	-
Communications	431	-
Other services	375	-
Humanitarian assistance	250	-
Donations	200	711
Prizes and giveaways	182	-
Civil weddings	50	-
Bank charges	36	-
Others	2,444	400
Total disbursements	<u>31,748</u>	<u>14,399</u>
Excess of deposits over disbursements	704	3,254
Cash at beginning of year	4,830	1,576
Cash at end of year	<u>\$ 5,534</u>	<u>\$ 4,830</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF TAMUNING-TUMON-HARMON**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2013 and 2012

	2013			2012
	NAF	Senior Center	Total	
<b>Deposits:</b>				
Senior Center operations:				
Bingo	\$ -	\$ 23,272	\$ 23,272	\$ 20,796
Field trip/meal allowance	-	7,761	7,761	-
Donations	5,650	-	5,650	5,238
Liberation Day proceeds:				
Liberation Day share of net proceeds	5,000	-	5,000	2,252
Candidate sponsor's commission	1,238	-	1,238	153
Prizes	-	-	-	1,500
Fundraising	2,925	-	2,925	-
Facility use	2,325	-	2,325	2,550
Civil weddings	700	-	700	2,300
Grants - GVB	-	-	-	5,000
Others	1,077	-	1,077	441
Unclassified	1,599	-	1,599	-
<b>Total deposits</b>	<b>20,514</b>	<b>31,033</b>	<b>51,547</b>	<b>40,230</b>
<b>Disbursements:</b>				
Supplies and materials	5,838	13,285	19,123	1,012
Food and catering	260	16,339	16,599	2,035
Liberation Day expenses	4,746	-	4,746	-
Sponsorships	3,430	-	3,430	3,255
Repairs and maintenance	587	1,393	1,980	2,108
Transportation	-	523	523	-
Donations	100	-	100	-
Taxes	-	98	98	-
Bank charges	54	28	82	-
Senior Center operations expenses	-	-	-	8,490
Community projects	-	-	-	4,971
Contractual services	-	-	-	4,911
Equipment	-	-	-	469
Facility use refunds	-	-	-	450
Others	2,339	1,355	3,694	1,250
Unclassified	231	2,353	2,584	-
<b>Total disbursements</b>	<b>17,585</b>	<b>35,374</b>	<b>52,959</b>	<b>28,951</b>
Excess (deficiency) of deposits over (under) disbursements	2,929	(4,341)	(1,412)	11,279
Cash at beginning of year	539	11,444	11,983	704
Cash at end of year	<u>\$ 3,468</u>	<u>\$ 7,103</u>	<u>\$ 10,571</u>	<u>\$ 11,983</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF UMATAAC**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2013 and 2012

	2013	2012
Deposits:		
Fiesta concessions	\$ 5,941	\$ -
Grants: GVB - Discovery Day	5,000	6,250
Liberation Day share of net proceeds	5,000	2,252
Donations	4,500	-
Fundraising	1,279	-
Unclassified	1,921	313
	<u>23,641</u>	<u>8,815</u>
Total deposits		
Disbursements:		
Fiesta expenses:		
Entertainment	7,925	5,300
Sounds and lighting	2,700	-
Prizes	1,500	-
Advertising and promotions	802	-
Supplies and materials	430	-
Others	100	-
Furnitures	5,000	-
Concession refunds	1,273	-
Food	228	-
Supplies and materials	184	598
Rental	172	-
Prizes	162	-
Others	544	-
Unclassified	-	2,900
	<u>21,020</u>	<u>8,798</u>
Total disbursements		
Excess of deposits over disbursements	2,621	17
Cash at beginning of year	<u>32</u>	<u>15</u>
Cash at end of year	<u>\$ 2,653</u>	<u>\$ 32</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF YIGO**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2013 and 2012

	2013			2012
	NAF	Senior Center	Total	
Deposits:				
Liberation Day proceeds:				
Candidate sponsor's commission	\$ 6,094	\$ -	\$ 6,094	\$ -
Liberation Day share of net proceeds	5,000	-	5,000	2,252
Ticket sales	4,605	-	4,605	-
Sponsorships	2,250	-	2,250	-
Bingo proceeds	-	17,584	17,584	-
Fiesta proceeds:				
Concessions	1,867	-	1,867	-
Others	700	-	700	-
Flea/night market	2,110	-	2,110	-
Donations	1,350	120	1,470	11,950
Commission	1,276	-	1,276	-
Sponsorships	1,100	-	1,100	-
Field trip/Meal allowance	-	857	857	-
Facility use	669	-	669	-
Reimbursements	-	518	518	-
Civil weddings	400	-	400	-
Program registrations	-	-	-	28,475
Others	150	125	275	1,716
Unclassified	5,248	1,820	7,068	1,175
Total deposits	<u>32,819</u>	<u>21,024</u>	<u>53,843</u>	<u>45,568</u>
Disbursements:				
Community programs and events	14,648	-	14,648	23,060
Liberation Day expenses:				
Ticket sales remittance	4,605	-	4,605	-
Sponsorship	4,000	-	4,000	-
Others	2,907	-	2,907	-
Travel	7,886	-	7,886	2,091
Food and catering	3,161	6,589	9,750	694
Supplies and materials	1,920	2,895	4,815	4,153
Transportation rental	-	2,845	2,845	-
Community events: Chaguian Memorial	2,450	-	2,450	-
Bonus and incentives	-	2,075	2,075	-
Repairs and maintenance	490	615	1,105	1,336
Fiesta expenses	749	-	749	400
Donations	500	-	500	1,472
Humanitarian assistance	485	-	485	-
Prizes	375	-	375	-
Fuel and gas	281	-	281	-
Contributions	100	-	100	-
Taxes	-	100	100	-
Bank charges	43	53	96	365
Sponsorships	57	-	57	300
Equipment	-	-	-	6,394
Office events	-	-	-	900
Others	516	1,397	1,913	1,950
Unclassified	4,115	-	4,115	-
Total disbursements	<u>49,288</u>	<u>16,569</u>	<u>65,857</u>	<u>43,115</u>
Excess (deficiency) of deposits over (under) disbursements	(16,469)	4,455	(12,014)	2,453
Cash at beginning of year	<u>21,728</u>	<u>-</u>	<u>21,728</u>	<u>19,275</u>
Cash at end of year	<u>\$ 5,259</u>	<u>\$ 4,455</u>	<u>\$ 9,714</u>	<u>\$ 21,728</u>

See Accompanying Independent Auditors' Report.

**MAYORS' COUNCIL OF GUAM  
MUNICIPALITY OF YONA**

Supplementary Statements of Cash Deposits and Disbursements and Changes in Cash  
Years Ended September 30, 2013 and 2012

	2013			2012
	NAF	Senior Center	Total	
Deposits:				
Senior Center operations:				
Bingo	\$ -	\$ 28,184	\$ 28,184	\$ -
Others	-	4,605	4,605	5,919
Liberation Day proceeds:				
Liberation Day share of net proceeds	5,000	-	5,000	2,252
Sponsorship	3,000	-	3,000	-
Civil weddings	600	-	600	50
Grants:				
MCOG - Cultural Festival	-	-	-	5,000
Guam Island Fair - Manenggon Memorial Mass	-	-	-	2,000
GVB - Manenggon Memorial Mass	-	-	-	1,000
Fiesta proceeds:				
Ticket sales	-	-	-	3,220
Concessions	-	-	-	370
Fundraising	-	-	-	1,443
Donations	-	-	-	1,020
Facility use	-	-	-	300
Others	-	-	-	1,454
Unclassified	4,440	-	4,440	475
Total deposits	13,040	32,789	45,829	24,503
Disbursements:				
Supplies and materials	23	7,199	7,222	2,022
Food and catering	3,700	2,717	6,417	-
Sponsorship	5,000	-	5,000	-
Bonus and gifts	-	4,040	4,040	-
Contractual services	4,000	-	4,000	2,250
Transportation	-	2,160	2,160	-
Festival expenses:				
Supplies and materials	530	-	530	543
Entertainment	500	-	500	3,500
Printing	300	-	300	-
Prizes	-	-	-	1,500
Commission	-	-	-	591
Communication	-	1,012	1,012	-
Civil weddings	600	-	600	-
Taxes	-	302	302	-
Rental	300	-	300	-
Humanitarian assistance	-	250	250	100
Repairs and maintenance	85	-	85	-
Bank charges	15	35	50	24
Senior Center operations expenses	-	-	-	5,919
Others	-	3,172	3,172	500
Unclassified	464	5,171	5,635	4,200
Total disbursements	15,517	26,058	41,575	21,149
Excess (deficiency) of deposits over (under) disbursements	(2,477)	6,731	4,254	3,354
Cash at beginning of year	3,354	-	3,354	-
Cash at end of year	\$ 877	\$ 6,731	\$ 7,608	\$ 3,354

See Accompanying Independent Auditors' Report.