

June 13, 2008

Board of Trustees
Guam Community College:

Gentlemen:

In planning and performing our audit of the financial statements of Guam Community College (the College) for the year ended September 30, 2007, on which we have issued our report dated June 13, 2008, we developed the following recommendations concerning matters related to its internal control. Our recommendations are summarized below:

Finding No. 1 - Capitalization Policy

Finding:

In accordance with the College's capitalization policy, fixed assets acquired with an original cost that equals or exceeds \$5,000 are capitalized. Certain equipment purchases below \$5,000 were capitalized. It appears that the capitalization policy is not uniformly followed.

Recommendation:

We recommend that management comply with the College's capitalization policy.

Finding No. 2 - Missing Fixed Asset

Finding:

The College could not locate fixed asset number 905013 with a cost of \$2,505.

Recommendation:

We recommend that management investigate any loss, damage, or theft of equipment and appropriately perform random inspections.

Finding No. 03 - Contract Monitoring

Finding:

Certain contract requirements were not documented as having been performed.

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Finding No. 03 - Contract Monitoring, Continued

Recommendation:

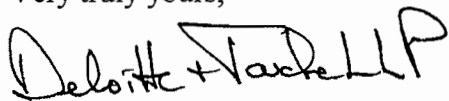
The College should ensure that contract requirements are appropriately monitored.

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This report is intended solely for the information and use of the Board of Trustees and management of the Guam Community College and the Office of the Public Auditor of Guam.

We wish to express our appreciation for the cooperation of the staff and management of the College during the course of our audit. We would be available to discuss any questions that you may have concerning the above comments at your convenience.

Very truly yours,

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