



# **CORRECTIVE ACTION PLAN**



# DIPATTAMENTON I KAHAO GUINAHAN CHAMORRO DEPARTMENT OF CHAMORRO AFFAIRS

Honorable Edward J.B. Calvo  
Governor of Guam

Johnny G. Sablan  
President, DCA

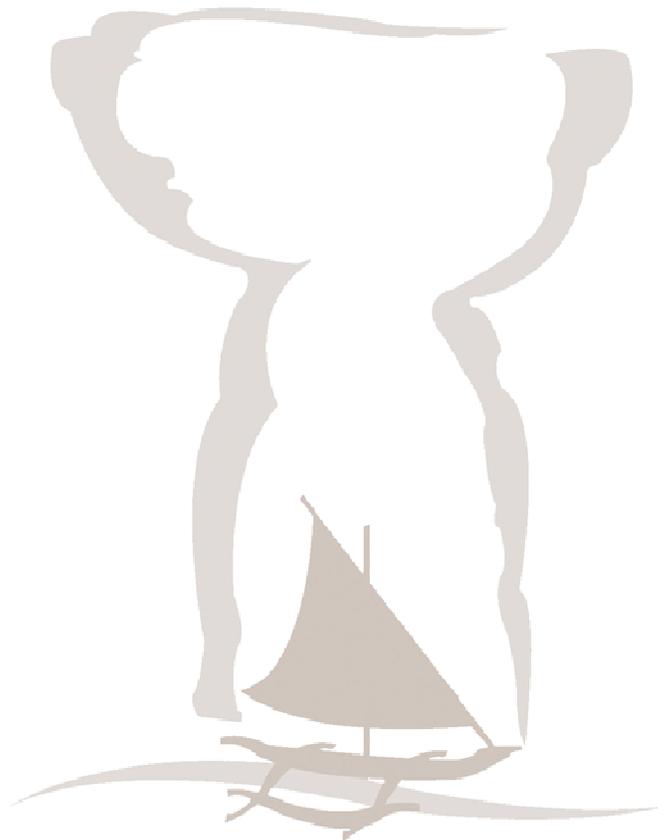
Raymond S.Tenorio  
Lieutenant Governor of Guam



## Department of Chamorro Affairs Non-Appropriated Funds (A Component Unit of the Government of Guam) Year ended September 30, 2016

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"Department of Chamorro Affairs is an Equal Opportunity Provider and Employer"

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Department of Chamorro Affairs  
Non-Appropriated Funds  
(A Component Unit of the Government of Guam)

Corrective Action Plan  
Year ended September 30, 2016

**Finding No.: 2016-001**

Planned Corrective Actions:

All postings shall be recorded and classified properly upon receipt and monitoring controls be part of department's monthly review.

Expected Completion Date:

May 31, 2017

Contact person:

Sherrie Barcinas  
475-4278/9  
sherrie.barcinas@caha.guam.gov

**Finding No.: 2016-002**

Planned Corrective Actions:

The department will ensure that all deposits are made by 12:00pm on the last workday of month ending. Bank reconciliations to be monitored and corrected on a monthly basis by management.

Expected Completion Date:

May 31, 2017

Contact person:

Sherrie Barcinas  
475-4278/9  
sherrie.barcinas@caha.guam.gov

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Summary Schedule of Prior Audit Finding  
Year ended September 30, 2016



**Financial Statement Findings Fiscal Years ending 2015 and 2014**

Finding in the prior year Audit Report dated June 3, 2016 follows:

Finding No. 2015-001

Criteria or specific requirement:

Accrual basis of accounting requires expenses be recorded in the period they are incurred.

Status:

Similar finding was noted during the audit of the September 30, 2016 financial statements.



Findings in the prior year Audit Report dated June 1, 2015 follows:

Finding No. 2014-001

Criteria or specific requirement:

Internal controls over the financial statement close process should be established and implemented to ensure that transactions, including audit adjustments, are timely recorded in the proper accounts.

Status:

Corrective action has been taken.

Finding No. 2014-002

Criteria or specific requirement:

Bank reconciliations should contain sufficient reconciling item detail and should be reviewed on a timely basis.

Status:

Similar finding was noted during the audit of the September 30, 2016 financial statements.



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## Department of Chamorro Affairs Non-Appropriated Funds (A Component Unit of the Government of Guam)

### Summary Schedule of Prior Audit Finding, continued Year ended September 30, 2016

#### Finding No. 2014-003

#### Criteria or specific requirement:

Governmental Accounting Standards Board (GASB) Accounting Standards Codification (ASC) I40, Inventory, section 107 states that “A departure from the cost basis of pricing the inventory is required when the utility of the goods is no longer as great as its cost. A loss should be recognized and accounted for in the current period whenever the utility of goods is impaired by damage, deterioration, obsolescence, changes in price levels, or other causes. Such losses should be measured by applying the method of pricing inventories at cost or market, whichever is lower.”

#### Status:

Corrective action has been taken.



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