

**TODU GUAM FOUNDATION, LTD.**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**YEAR ENDED SEPTEMBER 30, 2022**

**BURGER COMER & ASSOCIATES**  
333 South Marine Corps Drive  
Tamuning, Guam 96913

**TODU GUAM FOUNDATION, LTD.**  
**(A Nonprofit Corporation)**

Schedule of Expenditures of Federal Awards

Year Ended September 30, 2022

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**INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors of Todu Guam Foundation, Ltd.

**Report on the Audit of the Schedule of Expenditures of Federal Awards**

***Opinion***

We have audited the schedule of expenditures of federal awards for the CARES Act Education Stabilization Fund (ESF) II Subgrant Program – Governor's Education Assistance and Youth Empowerment Grant Program (CFDA 84.425H) of Todu Guam Foundation, Ltd. (a nonprofit corporation) for the year ended September 30, 2022, and the related notes (the schedule).

In our opinion, the accompanying schedule of expenditures of federal awards presents fairly, in all material respects, the expenditures of federal awards for the CARES Act Education Stabilization Fund (ESF) II Subgrant Program – Governor's Education Assistance and Youth Empowerment Grant Program of Todu Guam Foundation, Ltd. for the year ended September 30, 2022, in accordance with accounting principles generally accepted in the United States of America.

***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Schedule section of our report. We are required to be independent of Todu Guam Foundation, Ltd. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

***Responsibilities of Management for the Schedule of Expenditures of Federal Awards***

Management is responsible for the preparation and fair presentation of the schedule in accordance with accounting principles generally accepted in the United States of America and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the schedule that is free from material misstatement, whether due to fraud or error.

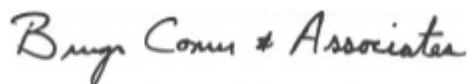
### ***Auditor's Responsibilities for the Audit of the Schedule of Expenditures of Federal Awards***

Our objectives are to obtain reasonable assurance about whether the schedule as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the schedule.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the schedule, whether due to fraud, or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the schedule.
- Obtain an understanding of internal control relevant to the audit 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 Todu Guam Foundation, Ltd.'s internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the schedule.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.



Burger Comer & Associates  
Tamuning, Guam 96913  
July 13, 2023

**TODU GUAM FOUNDATION, LTD.**  
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Schedule of Expenditures of Federal Awards  
For the Year Ended September 30, 2022

Federal Grantor's Program Title	CFDA Number	Expenditures FY 2022	Receivable from Federal Grantors September 30, 2022
Passed through from the Office of the Governor of Guam through the Guam State Clearinghouse:			
CARES Act Education Stabilization Fund (ESF) II Subgrant Program – Governor’s Education Assistance and Youth Empowerment Grant Program	84.425H	\$ <u>867,336</u>	<u>41,789</u>
 Total (CFDA 84.425H)		\$ <u><u>867,336</u></u>	<u><u>41,789</u></u>

**TODU GUAM FOUNDATION, LTD.**  
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Notes to the Schedule of Expenditures of Federal Awards  
Year Ended September 30, 2022

(1) Scope of Audit

Todu Guam Foundation, Ltd. was incorporated as a Guam nonprofit corporation on January 19, 2017. The purpose of the nonprofit corporation is to provide medical and preventive care, education, and support at no cost to low-income children and families, to the uninsured and under-insured children and families, support to self-pay patients, or those with third party payors; and to provide screening, treatment and support services, as well as other appropriate services, for all individuals affected by cancer among the people of Guam. Programs that receive funding are selected in open competition on the basis of established and publicized criteria. The entire program of regrants is intended to make the organization more accessible to the general public. Only the schedule of expenditures of federal awards of the Organization is included within the scope of the Uniform Guidance audit (the “Single Audit”).

Program Subject to Specific Audit

The Schedule of Expenditures of Federal Awards relates to the CARES Act Education Stabilization Fund (ESF) II Subgrant Program – Governor’s Education Assistance and Youth Empowerment Grant Program (CFDA 84.425H).

(2) Summary of Significant Accounting Policies

*Basis of Accounting*

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Organization and is presented on the accrual basis of accounting, consistent with the manner in which the Organization maintains its accounting records. The information in this schedule is presented in accordance with the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

*Cost Allocation*

The Organization is currently allocating administrative costs to program awards based upon criteria prescribed in those program awards.

(3) Indirect Cost Allocation

For fiscal year 2022, the Organization did not utilize an indirect cost rate.

**TODU GUAM FOUNDATION, LTD.**  
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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR A FEDERAL PROGRAM AND  
INTERNAL CONTROL OVER COMPLIANCE**

**YEAR ENDED SEPTEMBER 30, 2022**

**BURGER COMER & ASSOCIATES**  
333 South Marine Corps Drive  
Tamuning, Guam 96913



**INDEPENDENT AUDITOR’S REPORT ON COMPLIANCE FOR A FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE**

To the Board of Directors of Todu Guam Foundation, Ltd.

**Report on Compliance for CARES Act Education Stabilization Fund (ESF) II Subgrant Program – Governor’s Education Assistance and Youth Empowerment Grant Program (CFDA 84.425H)**

***Opinion on Compliance for CARES Act Education Stabilization Fund (ESF) II Subgrant Program – Governor’s Education Assistance and Youth Empowerment Grant Program (CFDA 84.425H)***

We have audited Todu Guam Foundation, Ltd.’s (a nonprofit corporation) compliance with the types of compliance requirements described in the OMB *Compliance Supplement* that could have a direct and material effect on its CARES Act Education Stabilization Fund (ESF) II Subgrant Program – Governor’s Education Assistance and Youth Empowerment Grant Program (CFDA 84.425H) for the year ended September 30, 2022.

In our opinion, Todu Guam Foundation, Ltd. complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its CARES Act Education Stabilization Fund (ESF) II Subgrant Program – Governor’s Education Assistance and Youth Empowerment Grant Program (CFDA 84.425H) for the year ended September 30, 2022.

***Basis for Opinion on CARES Act Education Stabilization Fund (ESF) II Subgrant Program – Governor’s Education Assistance and Youth Empowerment Grant Program (CFDA 84.425H)***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Award* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Todu Guam Foundation, Ltd. and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for CARES Act Education Stabilization Fund (ESF) II Subgrant Program – Governor’s Education Assistance and Youth Empowerment Grant Program (CFDA 84.425H). Our audit does not provide a legal determination of Todu Guam Foundation, Ltd.’s compliance with the compliance requirements referred to above.



### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to CARES Act Education Stabilization Fund (ESF) II Subgrant Program – Governor’s Education Assistance and Youth Empowerment Grant Program (CFDA 84.425H).

### ***Auditor’s Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Todu Guam Foundation, Ltd.’s compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Todu Guam Foundation, Ltd.’s compliance with the requirements of the federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Todu Guam Foundation, Ltd.’s compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Todu Guam Foundation, Ltd.’s internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Todu Guam Foundation, Ltd.’s internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

## Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

*Burger Comer & Associates*

Burger Comer & Associates  
Tamuning, Guam 96913  
July 13, 2023

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Summary Schedule of Findings and Questioned Costs  
Year Ended September 30, 2022

**A. SUMMARY OF INDEPENDENT AUDITORS' RESULTS**

**Financial Statements**

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? No
- Significant deficiency(ies) identified that are not considered to be material weaknesses? No

Noncompliance material to financial statements noted? No

**Federal Awards**

Internal control over major program:

- Material weakness(es) identified? No
- Significant deficiency(ies) identified? No

Type of auditor's report issued on compliance for major program: Unmodified

Any audit findings disclosed that are required to be reported in accordance with Section 2 CFR 200.516 (a)? No

Identification of major program:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>	
84.425H	CARES Act Education Stabilization Fund (ESF) II Subgrant program – Governor's Education Assistance and Youth Empowerment Grant Program	\$ <u>867,336</u>
	Total expenditures-Major Program	\$ <u>867,336</u>
	Percentage of total federal awards tested	<u>100%</u>
	Dollar threshold used to distinguish between Type A and type B programs:	\$ 750,000
	Auditee qualified as low-risk auditee?	No

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Summary Schedule of Findings and Questioned Costs  
Year Ended September 30, 2022

**B. FINANCIAL STATEMENT FINDINGS**

**Current Year Findings:**

There were no financial statement audit findings reported during the fiscal year ending September 30, 2022.

**C. FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

**Current Year Findings:**

There were no federal awards audit findings reported or questioned costs for the fiscal year ending September 30, 2022.