



UNITED STATES GENERAL ACCOUNTING OFFICE  
WASHINGTON, D.C. 20548

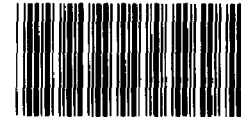
128170

ACCOUNTING AND FINANCIAL  
MANAGEMENT DIVISION

SEPTEMBER 30, 1985

B-216833

The Honorable Frank Annunzio  
Chairman, Subcommittee on  
Consumer Affairs and Coinage  
Committee on Banking, Finance,  
and Urban Affairs  
House of Representatives



128170

Dear Mr. Chairman:

Subject: Review of Expenditures of Funds Derived  
from Sales of Olympic Commemorative Coins  
(GAO/AFMD-85-76)

This report responds to your September 28, 1984, request for our examination of how the Los Angeles Olympic Organizing Committee (LAOOC) and the United States Olympic Committee (USOC) expended funds they received from the sale of the olympic commemorative coins.

Section 3(d) of the Olympic Commemorative Coin Act (Public Law 97-220, July 22, 1982) required the Secretary of the Treasury to add a surcharge to the sales price of the coins. The sale of olympic coins generated about \$72 million in surcharges. Pursuant to section 6(a) and (b) of the act, each committee received 50 percent of the surcharges, or about \$36 million. In addition to the \$36 million in coin surcharges received under the act, the LAOOC earned about \$1.4 million in interest on unexpended funds and the USOC earned \$2.4 million in interest.

Section 6(b) of the act provided that the LAOOC's share of the coin funds shall be used to promote and stage the 1984 Los Angeles Olympic Games. Of the \$37.4 million available to the LAOOC from the surcharges and interest, LAOOC records show that about \$29 million was expended to stage and promote the 1984 Los Angeles Olympic Games. During our examination of the expenditures of coin funds, nothing came to our attention to suggest that LAOOC used coin funds for activities unrelated to staging and promoting the 1984 Olympic Games.

Section 6(a) of the act provided that the USOC's share be used to train United States olympic athletes, support local or community amateur programs, and erect facilities for the

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training of such athletes. The USOC expended about \$6.7 million of the \$38.4 million available to USOC from the surcharges and interest. This amount consists of about \$6.4 million distributed to the National Governing Bodies (see page 7) to assist in training United States olympic athletes and about \$338 thousand expended to pay various foreign olympic committees the cost of royalties to market the coins. Of the amount initially charged against the coin funds by the USOC, we questioned whether expenses totaling about \$200,000 for legal, consulting, and lobbying services were for the purposes specified in section 6(a) of the act. Upon reconsideration, the USOC subsequently replenished the coin fund account for these expenditures from other funds, thereby increasing the amount of unexpended coin funds.

Neither committee maintained separate accountability over the approximately \$3.8 million in interest earned on the coin funds. These moneys were commingled with other receipts because the committees did not initially consider the interest as being subject to the provisions of the act. We concluded that while the committees may retain the interest earned on idle coin surcharges, the interest may be used only for the same purposes specified for the surcharges in section 6 of the act. Thus, we requested that both committees credit their coin fund accounts for the interest earned. Subsequently, the LAOOC included the interest in the total amount of coin funds to be accounted for under the act. The LAOOC action had the effect of increasing the amount of coin funds available to USOC under the act. The USOC stated that the \$2.4 million in interest earned on coin funds through December 31, 1984, would be accounted for, along with \$4 million in surcharges, as part of the total amount of funds distributed in 1984 in support of the various National Governing Bodies. The USOC transferred to the United States Olympic Foundation the unused balance of the surcharges it received under the act and the coin funds received from the LAOOC. The Foundation is a nonprofit organization which was incorporated on July 2, 1984. The Foundation's articles of incorporation provide that any funds received shall be retained as an endowment with the interest income from the endowment to be used to further the Foundation's purposes. The stated purposes are to foster participation in national or international amateur sports competition through the direct support of national, regional, and local amateur sports organizations which support and develop amateur athletes. However, the articles also provide that the Foundation's use of funds shall be subject to any restrictions contained in federal legislation generating such funds.

USOC officials told us that the Foundation intends to keep the coin funds in a segregated account and to maintain complete and accurate records of expenditures of these funds to ensure that they are used in accordance with the provisions of the act. Section 9 of the act provides authority for the Comptroller General to examine the LAOOC and USOC concerning the

expenditure of coin funds. In our opinion, the authority provided the Comptroller General extends to the use of coin funds by the Foundation.

OBJECTIVES, SCOPE, AND METHODOLOGY

The objective of our examination was to determine whether the expenditures of coin funds by the LAOOC and the USOC were in accordance with the provisions of the act. The Chairman, Subcommittee on Consumer Affairs and Coinage, Committee on Banking, Finance, and Urban Affairs, by letter dated September 28, 1984 (see enclosure I), requested us to examine the expenditures of coin funds made by the two olympic committees.

At the time we began our review, the LAOOC and USOC were undergoing audits of their financial transactions by independent certified public accountants. We agreed with the Chairman's office to use the work of the auditors to the extent we could in our examination of coin fund expenditures. We reviewed and tested the independent auditors' work to determine if we could rely on the results contained in their audit reports for preparation of this report. We also agreed with the Chairman's office to establish a cut-off date of December 31, 1984, for auditing the expenditures made by the USOC, and March 31, 1985, for the expenditures made by the LAOOC. However, we have included information on coin funds received by the USOC through March 31, 1985.

The LAOOC and the USOC each agreed to have its independent auditor prepare separate reports covering the receipts and disbursements of coin funds and to provide us the final reports and access to the supporting working papers. Two audit reports were prepared for the LAOOC, the first covering the receipt and disposition of coin funds through November 30, 1984, and the second, concluding March 31, 1985, the cut-off date established by the act, covering the final determination of the total amount of remaining coin funds that LAOOC should remit to the USOC. These two reports were made available to us in February and July 1985, respectively. The USOC audit report, through December 31, 1984, was completed and made available to us in March 1985. We reviewed the reports and the underlying audit working papers and examined, tested, and verified supporting documentation in the files of the LAOOC and USOC and determined that we could rely on the results of the auditors' work. We reviewed paid invoices to ascertain the nature of the expenditures made with coin funds and verified coin fund receipts by examining bank statements and verification letters returned to the auditors by the Department of the Treasury. Enclosures II and III contain copies of the LAOOC and USOC independent auditors' final reports.

Our examination was conducted in accordance with generally accepted government auditing standards. Our work was performed at the offices of the LAOOC in Los Angeles, California, and the

USOC in Colorado Springs, Colorado, and the offices of its independent auditors during the period November 1984 to July 1985.

THE OLYMPIC COMMEMORATIVE COIN ACT

The Olympic Commemorative Coin Act provided for the minting and sale of silver and gold commemorative coins to support the 1984 Los Angeles Olympic Games. The act provided that the coins be sold at a price equal to their face value, plus the cost of their issuance, including labor, materials, dies, the use of machinery, overhead expenses, and a surcharge established by the Secretary of the Treasury. The surcharge component of the sales price represents the proceeds that were to be distributed to the LAOOC and USOC.

Section 6(b) of the act provided that 50 percent of the surcharges received by the Secretary of the Treasury should be paid to the LAOOC to stage and promote the 1984 Los Angeles Olympic Games. Section 6(a) provided that the other 50 percent received by the Secretary be paid to the USOC to train United States olympic athletes, to support local or community amateur athletic programs, and to erect facilities for the training of such athletes.

Section 6(d) (1) of the act addressed the disposition by the LAOOC of amounts remaining from the surcharges after the Olympic Games' expenses were paid. It states that on March 31, 1985, the LAOOC should remit to the USOC all amounts remaining from the disposition of the coins under the act. It further provided that in no event should such amount be less than that portion of the unobligated funds of the LAOOC on that date as represented by the ratio of the total amount of income received by the LAOOC from the disposition of coins minted under the act to the total amount of income received by the LAOOC from all sources. Section 6(d)(3) provided that the USOC could use the amount received from the LAOOC solely for the purposes described in section 6(a) for USOC surcharges. Enclosure IV contains a copy of the act.

The act does not specifically address treatment of interest which was earned by the committees on the investment of idle coin funds. Consequently, we considered two questions: (1) may the committees retain the interest, and (2) must the interest be used only for those purposes described in the act for the surcharges?

With respect to the first question, a threshold issue is whether the funds transferred to the committees by Treasury constitute grant advances. In instances of grant advances, we generally have maintained that, except as otherwise provided by law, interest earned by grantees on funds advanced by the United States belongs to the United States, rather than the grantee. The rationale for this rule is that grant advances are to be made in response to the grantee's needs, and are not intended to

benefit the grantee other than in the manner and to the extent provided by law. Thus, grant advances are not to be held and invested but are to be applied promptly to grant purposes.

We do not think that the transfer of coin surcharges under the statutory scheme contained in the Olympic Commemorative Coin Act represents a grant advance. The act specifically provides that the surcharges shall be promptly paid by the Secretary of the Treasury to the committees. Further, we believe that characterizing the transfer of surcharges as grant advances would not be consistent with the act's requirement that the payments be promptly made, rather than allowing the Secretary to make payments based on need. Finally, the amount of funds to be transferred by Treasury to the committees was always open-ended, contingent solely on the success of the coin sales program. Hence, we do not think it appropriate to attribute to the Congress an intention to limit the amount of funds available to the committees by applying the general rule pertaining to grant advances. Consequently, we conclude that the transfer of coin surcharges was not a grant advance and, because the general rule therefore does not apply, the committees may retain the interest.

Having so concluded, we turned to the question of how the committees may expend the interest earned. Both the plain language and the legislative history of the act consistently express the Congress' intent that the committees apply all surcharges received to the purposes described in the act. The act further provides that the USOC may use coin funds remitted to it by the LAOOC only for the same purposes the USOC could use the coin surcharges received directly from the Secretary. Although the Congress never considered the precise question at issue here, we believe that the statutory language and scheme reflects the Congress' underlying intent to assist the committees only for the purposes specified. To construe the act to permit the use of interest earned, either as a result of prudent short-term financial management of unexpended surcharges or of a long-term strategy to use the surcharges as an investment fund, for purposes other than those specified for the surcharges themselves, could frustrate the act's purpose. Accordingly, in the absence of any indication in the act or its legislative history that the Congress intended its generosity to extend beyond the purposes found in section 6 of the act, we conclude that interest earned on the surcharges received from the coin sales may only be used for the purposes specified for the surcharges themselves.

#### LOS ANGELES OLYMPIC ORGANIZING COMMITTEE

##### Receipt of coin funds

As of March 31, 1985, the LAOOC had received \$36 million in coin surcharges from the Secretary of the Treasury and had earned interest of \$1.4 million on the funds. The LAOOC maintained the coin surcharges in a separate bank account and

accounted separately for the use of the funds in its books and records. The LAOOC, however, did not maintain separate accountability over interest of \$1.4 million earned on the coin funds. These moneys were commingled with other receipts because LAOOC did not initially consider the interest earned as being subject to provisions of the act.

#### Use of coin funds

Of the \$36 million in coin surcharges LAOOC received from the Secretary of the Treasury, \$29 million was expended for the purpose of promoting and staging the 1984 Los Angeles Olympic Games. As a result of our view of the treatment of interest earned on unused coin surcharges, we requested the LAOOC to credit the \$1.4 million in interest to its coin fund account. LAOOC took corrective action, thereby increasing the amount of coin funds to be remitted to USOC under the act. Consequently, after paying expenses, the LAOOC had about \$8.4 million in coin funds--\$7 million in surcharges and \$1.4 million in interest.

Based on the statutory formula contained in the act, the LAOOC remitted \$10.8 million to the USOC. Section 6(d)(1) of the act provided that on March 31, 1985, the LAOOC shall remit to the USOC all amounts remaining from the disposition of the coins under the act. However, section 6(d)(1) further provided that the amount may not be less than that portion of the unobligated funds of the LAOOC on March 31, 1985, represented by the ratio of the total amount of income received by the LAOOC from the disposition of the coins minted under the act to the total amount of income received by LAOOC from all sources. The LAOOC had a remaining amount of \$8.4 million in coin funds; however, the allocation formula results in an amount of \$10.8 million, calculated as follows:

$$\begin{array}{r}
 \$37.4 \text{ million} \\
 \text{(coin fund)} \\
 \hline
 \$769 \text{ million} \\
 \text{(total funds)}
 \end{array}
 \times \$223 \text{ million (surplus)} = \$10.8 \text{ million}$$

#### Where:

- \$37.4 million is the total coin funds, including interest.
- \$769 million is the total funds received from all sources.
- \$223 million is the surplus at March 31, 1985.

Enclosure V contains a schedule of the \$29 million in coin funds expended by LAOOC. Generally, the expenditures were for rent, utilities, supplies, and services. During our review,

nothing came to our attention to suggest that any of the expenditures were unrelated to staging and promoting the 1984 Los Angeles Olympic Games.

### Conclusions

In our opinion, the LAOOC expended the olympic coin funds received from the Secretary of the Treasury in accordance with the provisions of the act. Further, the LAOOC remitted the excess coin funds to the USOC in the amount and manner as prescribed by the act.

### UNITED STATES OLYMPIC COMMITTEE

#### Receipt of coin funds

As of December 31, 1984, the USOC had recorded \$33.9 million in surcharges from the Secretary of the Treasury for the sale of olympic coins. In addition, the USOC earned about \$2.4 million in interest by investing the coin funds received from December 1, 1982, through December 31, 1984. The USOC received an additional \$2.1 million in coin funds from the Secretary of the Treasury between January 1, 1985, and March 31, 1985, making a total of \$38.4 million.

The USOC commingled olympic coin funds with funds from other sources, but its accounting records separately identified those expenditures considered to represent the use of coin funds. USOC did not initially consider interest earned on the coin funds as being subject to the expenditure provisions of the act.

#### Use of coin funds

Of the \$38.4 million in surcharges and interest available for expenditures under the act, the USOC expended about \$6.7 million. These expenditures include payments of \$4 million in coin surcharges and \$2.4 million in interest to various amateur sports organizations, and about \$338 thousand in coin surcharges to various foreign olympic committees for the costs of royalties to market the coins. The remaining \$31.7 million is to help fund the United States Olympic Foundation.

The USOC distributed a total of \$9.5 million to various National Governing Bodies in 1984. A national governing body is an amateur sports organization in the United States recognized by the USOC as responsible for governing the conduct and promotion of a particular amateur sport. The USOC initially treated \$4 million in coin surcharges as part of the \$9.5 million distribution, with the remaining \$5.5 million coming from other USOC funds. We discussed with USOC our view of the proper treatment of the \$2.4 million in interest earned on unexpended surcharges and requested that the interest be accounted for consistent with the provisions of the act. In

response, the USOC adjusted its accounting records to include the \$2.4 million in interest as part of the distribution to the National Governing Bodies.

In addition to the \$6.4 million in coin surcharges and interest distributed to the National Governing Bodies, the USOC expended \$338,141 in coin funds for royalty payments to the International Olympic Committee (IOC) and the National Olympic Committees of various countries. These payments were for using the olympic symbols on coins marketed overseas as well as in the United States. These payments were required by a memorandum of agreement between the USOC and the IOC, in recognition of the IOC's authority over the use of the olympic symbols. We believe that these expenditures were a proper use of coin funds since they were a necessary expense for implementing the coin program.

However, USOC's records showed that coin funds totaling about \$200,000 were expended for legal, consulting, and lobbying services. These activities generally concerned the Foundation and legislative activities in the Congress of interest to USOC. We questioned whether expending coin funds for these purposes was authorized by the act in light of the requirement in section 6(a) that USOC use coin funds to train athletes, support amateur athletic programs, and erect training facilities. After considering our concerns, USOC adjusted its accounting records to reimburse the coin fund account by \$200,000 from other funds. This had the effect of increasing the amount of unexpended coin funds available for the purposes specified in the act.

#### UNITED STATES OLYMPIC FOUNDATION

The Executive Board of the USOC voted on July 16, 1983, to establish the United States Olympic Foundation. The Foundation was incorporated July 2, 1984.

According to its articles of incorporation, the Foundation was formed as a tax-exempt organization to foster the United States of America's participation in national or international amateur sports competition through the direct support of national, regional, and local amateur sports organizations that support and develop amateur athletes for national or international competition in sports.

The articles provide that the funds received by the Foundation may not be expended but must be retained as an endowment. Only the interest earned may be used to carry out the purposes of the Foundation. However, the articles further provide that the Foundation's activities are subject to any restrictions as to usage of funds contained in federal legislation. Accordingly, the articles comport with our belief that coin funds in the hands of the Foundation can be used only for the same purposes as those specified in the act for USOC expenditures.



The Foundation is authorized by its articles of incorporation to accept gifts of property and money which will be part of the endowment. We understand that a primary source of the endowment will be coin funds received from the USOC. The Foundation will control about \$42.5 million in coin funds and the interest earned thereon in perpetuity. The \$42.5 million consists of:

--\$31.7 million the USOC held in unexpended coin funds at March 31, 1985; plus

--\$10.8 million remitted by the LAOOC after March 31, 1985.

The \$42.5 million to be controlled by the Foundation represents about 56 percent of the total of \$75.8 million in surcharges and interest realized by the LAOOC and the USOC from the sale of olympic coins. USOC officials told us that the Foundation intends to keep the coin funds in a segregated account in order to maintain complete and accurate records of expenditures to ensure they are used for the purposes described in section 6(a) of the act.

Section 9 of the act provides the authority for the Comptroller General to examine books, records, and other data of the LAOOC and USOC relating to the expenditure of coin funds. The act does not specifically address our authority regarding Foundation expenditures of coin funds. Nevertheless, we believe the authority provided in section 9, to examine USOC expenditures of coin funds, extends to those expenditures when made by the Foundation.

The USOC and the Foundation are intricately linked. The Executive Board of USOC approved the establishment of the Foundation. According to the articles of incorporation, the Foundation will be dissolved only upon the approval of the Executive Board at which time the Foundation's assets are transferred to the USOC. Further, of the 10 members of the Foundation's Board of Directors, the articles provide for 8 nominees who become members upon approval of the USOC's Executive Board. The other 2 members are the president and immediate past president of the USOC. Finally, the articles can be amended or repealed only with the approval of the USOC Executive Board.

It cannot be said that the USOC expended the coin money for any of the purposes of the act when it transferred the money to the Foundation. Instead, in light of the close relationship described above, we view the Foundation as an arm of the USOC, created for the purposes stated in the articles of incorporation. USOC's decision to have its coin money expended by the Foundation is an administrative one and should not be viewed as a means to escape the provisions of the act governing USOC's expenditures. Because the Congress enacted section 9 to

provide some degree of oversight over the use of coin funds, we believe that purpose would be frustrated if section 9 did not extend to the Foundation under the circumstances before us.

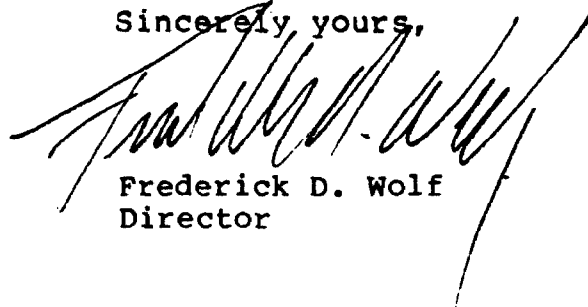
CONCLUSIONS

In our opinion, the LAOOC and USOC, after taking the actions described, accounted for and expended the funds received from the sale of olympic coins in accordance with the provisions of the act.

If the Foundation uses the coin funds transferred to it by the USOC for the purposes described in, and in accordance with, the articles of incorporation, such use will be consistent with the act's requirements governing the use of olympic coin funds. Further, we believe the use of coin funds and the income earned thereon by the Foundation is subject to oversight by the General Accounting Office.

We are also providing copies of this report to the Secretary, Department of the Treasury, the Los Angeles Olympic Organizing Committee, and the United States Olympic Committee.

Sincerely yours,

A handwritten signature in black ink, appearing to read "Frederick D. Wolf", is written over the typed name and title.

Frederick D. Wolf  
Director

E n c l o s u r e s

I	Request Letter	11
II	Auditor's Report on the United States Olympic Committee	12
III	Auditor's Report on the Los Angeles Olympic Organizing Committee	16
IV	Olympic Commemorative Coin Act	27
V	Los Angeles Olympic Organizing Committee Schedule of Expenditures July 22, 1982 through March 31, 1985	32



REQUEST LETTER

FRANK ANNUNZIO, ILL. CHAIRMAN

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**U.S. HOUSE OF REPRESENTATIVES**

NINETY-EIGHTH CONGRESS

SUBCOMMITTEE ON CONSUMER AFFAIRS AND COINAGE

OF THE

COMMITTEE ON BANKING, FINANCE AND URBAN AFFAIRS

ROOM 212 HOUSE OFFICE BUILDING ANNEX NO. 1

WASHINGTON, D.C. 20515

September 28, 1984

Honorable Charles A. Bowsher  
Comptroller General of the United States  
441 G Street, N.W.  
Washington, D.C. 20548

Dear Mr. Bowsher:

Sales of United States Olympic coins have raised nearly \$60 million in surcharges, which have been divided equally between the Los Angeles Olympic Organizing Committee (LAOOC) and the United States Olympic Committee (USOC). Under the Olympic Commemorative Coin Act, P.L. 97-220, the USOC is required to use its share of the funds to train United States Olympic athletes, to support local and community amateur athletic programs, and erect facilities for training of the athletes. The LAOOC is required to use funds it receives under the Act to stage and promote the 1984 Los Angeles Summer Olympic Games.

I note that the LAOOC has announced that it has a surplus of \$150 million from its operations. The Olympic Commemorative Coin Act provides for the LAOOC to remit to the USOC all amounts which it holds that remain from the proceeds of the coin sales.

Section 9 of the Olympic Commemorative Coin Act gives the Comptroller General the right to examine the books and records of the USOC and the LAOOC as they relate to the expenditures of the surcharges received by the two committees. I am requesting that you perform an audit of the two Olympic committees pursuant to that authority, regarding the expenditure of the funds raised through the sale of the coins. Please report to me in detail how the funds were expended, and whether such expenditures were consistent with the purposes set forth in the Act.

With every best wish,

Sincerely,



Frank Annunzio  
Chairman

AUDITOR'S REPORT ON THE  
UNITED STATES OLYMPIC COMMITTEE

DECEMBER 31, 1984

**Deloitte  
Haskins+Sells**

100 Chase Stone Center  
Post Office Box 938  
Colorado Springs, Colorado 80901  
(303) 636-5126  
Cable DEHANDS

AUDITORS' OPINION

The United States Olympic Committee:

We have examined the statement of royalties and expenditures under the Olympic Commemorative Coin Program for the period from inception through December 31, 1984. Our examination was made in accordance with generally accepted auditing standards and the Standards for Audit of Governmental Organizations, Programs, Activities, and Functions issued by the U.S. General Accounting Office and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances. We have also examined the financial statements of the United States Olympic Committee for the year and four year period ended December 31, 1984, and have issued our opinion thereon dated February 1, 1985.

In our opinion, the accompanying statement presents fairly the United States Olympic Committee royalties and expenditures under the Olympic Commemorative Coin Program for the period from inception through December 31, 1984, in conformity with generally accepted accounting principles.

*Deloitte Haskins + Sells*

February 1, 1985

UNITED STATES OLYMPIC COMMITTEESTATEMENT OF ROYALTIES AND EXPENDITURES UNDER THE  
OLYMPIC COMMEMORATIVE COIN PROGRAM  
FOR THE PERIOD FROM INCEPTION THROUGH DECEMBER 31, 1984

	<u>NOTES</u>	
COIN SALE ROYALTIES.....	2	<u>\$33,867,860</u>
EXPENDITURES:		
United States Olympic Foundation.....	3	\$29,540,941
National Governing Bodies.....	4	3,988,778
International Olympic Committee.....	5	166,253
National Olympic Committees.....	5	<u>171,888</u>
TOTAL EXPENDITURES.....		<u>\$33,867,860</u>

See notes to statement of royalties and expenditures under the Olympic Commemorative Coin Program.

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UNITED STATES OLYMPIC COMMITTEENOTES TO STATEMENT OF ROYALTIES AND EXPENDITURES UNDER THE  
OLYMPIC COMMEMORATIVE COIN PROGRAM  
FOR THE PERIOD FROM INCEPTION THROUGH DECEMBER 31, 1984

1. During 1982, Congress passed the "Olympic Commemorative Coin Act" which authorized the Department of the Treasury to mint coins commemorating the 1984 Olympic Games in Los Angeles. Under the Act, a designated portion of the revenue from the sale of the coins is divided equally between the United States Olympic Committee (the Committee) and the Los Angeles Olympic Organizing Committee. The Act requires that all royalties received by the Committee be used to train United States Olympic athletes and to support amateur athletic programs.
2. As of December 31, 1984, the Committee had received \$32,626,130 from the Treasury Department, representing the Committee's portion of coin sales through November 1984 and had recorded a receivable of \$1,241,730 representing the Committee's portion of coin sales in December 1984.
3. In 1984, the Committee established the United States Olympic Foundation to provide a permanent endowment for amateur sports in the United States. One of the Foundation's initial sources of funding is royalties received by the Committee under the Olympic Commemorative Coin Program. During 1984, royalty receipts amounting to \$10,000,000 were transferred to the Foundation. In addition, expenditures of \$200,389 have been made by the Committee from the Olympic Commemorative Coin Program for certain legal and consulting services performed for the benefit of the Foundation. At December 31, 1984, the remaining \$19,340,552 included in United States Olympic Foundation expenditures represents the amount to be transferred to the Foundation. Accordingly, the Committee has recorded a liability in that amount in their financial statements at December 31, 1984. Subsequent to December 31, 1984, the Committee has transferred \$10,900,000 of such amount to the Foundation.
4. In 1984, the Committee distributed coin sale funds to the National Governing Bodies of sports eligible for the Olympic Games for their discretionary use under a "performance enhancement" program.



5. The Committee entered into royalty agreements with the International Olympic Committee (IOC) and the various National Olympic Committees (NOCs) which provide for the payment of royalties to the IOC and NOCs in consideration of their approval of the Olympic Commemorative Coin Program and their authorization of the use of the Olympic symbol on the coins. Payments made to the IOC represent 1-1/2% of amounts received by the Committee for coins sold internationally and 1/2% of amounts received for coins sold in the United States. Payments made to the NOCs represent 4% of amounts received by the Committee for coins sold in their respective countries.
-

AUDITOR'S REPORT ON  
THE LOS ANGELES OLYMPIC ORGANIZING COMMITTEE



A MEMBER OF ARTHUR YOUNG INTERNATIONAL

**ARTHUR YOUNG**

515 South Flower Street  
Los Angeles, California 90071

Board of Directors  
Los Angeles Olympic Organizing Committee

We have examined the accompanying schedules of receipts and expenditures for the period from July 22, 1982 through March 31, 1985 relating to the Olympic Commemorative Coin Act enacted on July 22, 1982. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

As described in Note 1, the accompanying schedules are prepared on the cash basis and, accordingly, are not intended to present results of operations in conformity with generally accepted accounting principles.

In our opinion, however, the schedules of receipts and expenditures referred to above present fairly the amounts of receipts and expenditures recorded by the Los Angeles Olympic Organizing Committee applicable to the Olympic Commemorative Coin Act during the period July 22, 1982 through March 31, 1985 on the basis described in Note 1.

*Arthur Young & Company*

May 21, 1985

## LOS ANGELES OLYMPIC ORGANIZING COMMITTEE

## SCHEDULE OF RECEIPTS AND EXPENDITURES

## OLYMPIC COMMEMORATIVE COIN ACT

Period from July 22, 1982 through March 31, 1985

Receipts	\$35,985,576
Expenditures	<u>29,327,407</u>
Excess of receipts over expenditures	<u>\$ 6,658,169</u>

See accompanying notes.

## LOS ANGELES OLYMPIC ORGANIZING COMMITTEE

## SCHEDULE OF RECEIPTS

## OLYMPIC COMMEMORATIVE COIN ACT

Period from July 22, 1982 through March 31, 1985

<u>Date</u>	<u>Amount Received</u>
November 22, 1982	\$ 5,000,000
January 5, 1983	1,650,000
February 2, 1983	483,000
March 2, 1983	113,595
April 1, 1983	96,485
May 2, 1983	53,440
June 2, 1983	329,440
July 5, 1983	566,200
August 2, 1983	1,362,625
September 2, 1983	448,480
October 5, 1983	549,890
November 1, 1983	1,415,765
December 2, 1983	1,550,620
January 4, 1984	517,090
February 2, 1984	1,824,705
March 2, 1984	882,585
April 3, 1984	1,100,845
May 3, 1984	1,455,185
June 4, 1984	1,516,975
July 3, 1984	1,434,640
August 2, 1984	1,430,755
August 3, 1984	515,590
September 5, 1984	1,998,665
September 20, 1984	1,972,500
October 2, 1984	1,549,875
November 2, 1984	1,238,615
December 4, 1984	1,568,565
January 2, 1985	1,241,730
February 4, 1985	1,037,345
March 22, 1985	<u>1,080,371</u>
Total receipts	<u>\$35,985,576</u>

See accompanying notes.

## LOS ANGELES OLYMPIC ORGANIZING COMMITTEE

## SCHEDULE OF EXPENDITURES

## OLYMPIC COMMEMORATIVE COIN ACT

Period from July 22, 1982 through March 31, 1985

<u>Date</u>	<u>Payee</u>	<u>Amount Paid</u>
9/11/84	University of Southern California	\$ 4,068,889
9/14/84	Facility Management of So. California	407,271
9/14/84	University of Southern California	928,194
9/14/84	City of Anaheim	155,961
9/14/84	Cal State L.A. Foundation	30,871
9/14/84	Naval Academy Athletic Association	41,758
9/14/84	Regents of University of California	192,860
9/14/84	President & Fellows - Harvard	79,751
9/14/84	Loyola Marymount University	90,000
9/14/84	City of Pasadena	125,000
9/14/84	Stanford University	220,973
9/17/84	Pepperdine University	150,167
9/18/84	Pepperdine University	20,331
9/18/84	City of Pasadena	312,211
9/19/84	L.A. Memorial Coliseum Commission	3,972,543
9/21/84	L.A. Convention Center	68,322
9/25/84	City of Long Beach	356,420
9/25/84	U.C. Regents	5,166,805
9/28/84	Biltmore Hotel	601,066
10/1/84	Regents - U.C.L.A.	176,820
10/4/84	L.A. Community College District	35,906
10/4/84	California Sports	41,952
10/4/84	L.A. Community College District	117,000
10/4/84	Regents - U.C. Santa Barbara	145,408
10/5/84	Casitas Municipal Water District	3,495
10/17/84	President & Fellows - Harvard	2,368
10/17/84	Naval Academy Athletic Association	2,863
10/17/84	City of Pasadena - Rosebowl	31,472
10/17/84	Stanford University	11,677
10/23/84	City of Inglewood	92,255
10/24/84	L.A. Turf Club	750,000

See accompanying notes.

## LOS ANGELES OLYMPIC ORGANIZING COMMITTEE

## SCHEDULE OF EXPENDITURES

## OLYMPIC COMMEMORATIVE COIN ACT

Period from July 22, 1982 through March 31, 1985

(Continued)

<u>Date</u>	<u>Payee</u>	<u>Amount Paid</u>
10/25/84	L.A. Unified School District	\$ 38,830
10/26/84	Rubenstein International	50,000
10/26/84	Bogarz Inc.	50,000
11/1/84	L.A. Turf Club	1,030,764
11/2/84	U.C. Regents	862,721
11/2/84	Jeffries Banknotes	450,000
11/6/84	City of Irvine	9,760
11/6/84	City of L.A. Depart. of Parks & Recreation	54,931
11/6/84	Loyola Marymount	10,994
11/15/84	Los Angeles Dodgers	593,083
11/16/84	Jerome E. Weinstein, Trust Account	20,000
11/16/84	U.C. Regents - U.C.L.A.	23,430
11/21/84	Arthur Young & Company	16,341
11/21/84	Arthur Young & Company	77,405
11/21/84	General Electric	42,681
11/21/84	L.A. Unified School District	14,734
11/21/84	Los Angeles Dodgers	59,215
11/21/84	Pacific Bell	99,639
11/21/84	Fluor Construction	12,322
11/21/84	Vernon Paving Company	15,207
11/21/84	A.E.C. - Los Angeles	13,972
11/21/84	Jones Brothers Construction	5,929
11/27/84	Musco Lighting, Inc.	11,700
11/27/84	MICCA Construction Corp.	26,960
11/27/84	Budget Rent-a-Car	116,032
11/28/84	A.E.C. - Los Angeles	6,535
11/28/84	General Telephone	57,134
11/28/84	General Telephone Co. of California	34,154
11/28/84	City of L.A. Dept. of Water & Power	11,268

See accompanying notes.

## LOS ANGELES OLYMPIC ORGANIZING COMMITTEE

## SCHEDULE OF EXPENDITURES

## OLYMPIC COMMEMORATIVE COIN ACT

Period from July 22, 1982 through March 31, 1985

(Continued)

<u>Date</u>	<u>Payee</u>	<u>Amount Paid</u>
11/28/84	Al Malaikah Auditorium	\$ 91,000
11/28/84	Larry Klein	4,815
11/28/84	Stanford University	20,000
11/28/84	Budget Rent-a-Car	103,151
11/28/84	Jacques Boulanger, Inc.	7,200
11/29/84	Jacques Boulanger, Inc.	9,600
11/29/84	Coto de Caza	77,435
11/29/84	Team Headquarters, Inc.	69,478
11/30/84	Bechtel Power Corp.	82,281
12/5/84	Department of Water & Power	10,255
12/5/84	University of California Regents	27,374
12/5/84	CSUDH Foundation	63,000
12/6/84	Charter X Associated	15,609
12/10/84	AT&T Information Systems	19,479
12/10/84	AT&T Information Systems	12,671
12/10/84	Regents of University of California	9,450
12/10/84	Regents of University of California	173,242
12/10/84	Woolner Mailing	11,500
12/18/84	City of Pasadena	281,472
12/18/84	Classic Concepts, Inc.	5,510
12/18/84	General Telephone	34,442
12/18/84	General Telephone	5,386
12/18/84	General Telephone	7,674
12/18/84	General Telephone	13,209
12/18/84	General Telephone	44,643
12/18/84	General Telephone	79,388
12/18/84	Pacific Bell	36,136
12/18/84	Pacific Bell	15,378
12/18/84	Pepperdine University	80,000

See accompanying notes.

## LOS ANGELES OLYMPIC ORGANIZING COMMITTEE

## SCHEDULE OF EXPENDITURES

## OLYMPIC COMMEMORATIVE COIN ACT

Period from July 22, 1982 through March 31, 1985

(Continued)

<u>Date</u>	<u>Payee</u>	<u>Amount Paid</u>
12/18/84	Melni Bus Service, Inc.	62,500
12/18/84	Bright & Associates	19,503
12/18/84	Jeffries Lithography	15,200
12/18/84	Jacques Boulanger, Inc.	9,600
12/18/84	McCarthy Resource Assoc.	5,000
12/18/84	Jeffries Lithograph	64,154
12/18/84	General Electric Information	23,421
12/18/84	Valley Crest Landscape	24,570
12/18/84	IBM Corp.	6,797
12/18/84	LAOOC Payroll Account	124,204
12/18/84	Larry Klein	4,815
12/18/84	Transamerica Info. Service	22,429
12/18/84	Zytron	6,540
12/18/84	Vernon Paving Co.	9,410
12/19/84	Greg Spiess, A.I.A.	20,000
12/19/84	Bright & Associates	20,000
12/19/84	Latham & Watkins	57,850
12/20/84	Volume Services	60,346
12/21/84	State of California Employment Development Dept.	7,614
12/21/84	Internal Revenue Service	30,490
12/21/84	General Telephone	106,943
12/26/84	Ebony Showcase	24,575
12/26/84	Los Angeles City Parks & Recreation	28,089
12/27/84	Drawing Board Greeting Card	50,000
12/27/84	Holiday Village Cleaners	21,895
12/27/84	Cal. Museum Foundation L.A.	162,939
12/27/84	Laser Media, Inc.	19,100
12/27/84	Larry Klein	4,814

See accompanying notes.



## LOS ANGELES OLYMPIC ORGANIZING COMMITTEE

## SCHEDULE OF EXPENDITURES

## OLYMPIC COMMEMORATIVE COIN ACT

Period from July 22, 1982 through March 31, 1985

(Continued)

<u>Date</u>	<u>Payee</u>	<u>Amount Paid</u>
1/2/85	Jacques Boulanger, Inc.	9,600
1/3/85	LAOOC Payroll Acct.	23,274
1/3/85	Coliseum Commission	537,250
1/4/85	Jeffries Lithograph	8,522
1/4/85	Coca-Cola USA	62,600
1/4/85	Jeffries Bank Note Co.	8,710
1/4/85	Corporate Colour Printing	13,487
1/4/85	California State University, Los Angeles	115,855
1/7/85	Department of Water and Power	7,599
1/7/85	Regents of the University of California	50,000
1/8/85	Valley Crest Landscape	23,400
1/8/85	Classic Concepts	23,473
1/8/85	ABC Video Enterprises	14,000
1/11/85	Roy Woolner, Direct Mail Consultant	1,716
1/11/85	University of Southern California	117,535
1/11/85	Matlow-Kennedy Corp.	268,898
1/11/85	Robert Graham	50,000
1/11/85	Larry Klein	4,815
1/14/85	Jacques Boulanger, Inc.	9,600
1/15/85	GMC Truck & Coach	8,194
1/17/85	Regents of the University of California	539,683
1/17/85	City of Pasadena	410,679
1/25/85	Jeffries Banknote	624,882
1/25/85	Appleton & Associates	8,227
1/30/85	American Horse Show Assoc.	16,588

See accompanying notes.

## LOS ANGELES OLYMPIC ORGANIZING COMMITTEE

## SCHEDULE OF EXPENDITURES

## OLYMPIC COMMEMORATIVE COIN ACT

Period from July 22, 1982 through March 31, 1985

(Continued)

<u>Date</u>	<u>Payee</u>	<u>Amount Paid</u>
1/30/85	Bright & Associates	61,771
1/30/85	Larry Klein	4,815
1/30/85	McCarthy Resource Assoc.	5,000
1/30/85	Converse	75,000
1/30/85	Los Angeles Times	4,467
1/30/85	Annette Del Zoppo	24,111
1/30/85	Remote Meter Resetting System	10,000
1/30/85	Pageantry World, Inc.	25,538
1/30/85	Museum Contemporary Art	10,000
1/30/85	Greg Spiess	43,520
1/30/85	Jeffries Lithograph	22,016
1/30/85	Regents of the University of California	110,000
1/30/85	Robert, Miles, Runyan & Assoc.	15,000
1/31/85	Jacques Boulanger, Inc.	9,600
1/31/85	General Electric Information Services	11,382
1/31/85	Department of Water & Power	8,184
2/11/85	General Telephone	19,812
2/11/85	General Telephone	109,333
2/15/85	Appleton & Associates, Inc.	8,300
2/15/85	Jacques Boulanger, Inc.	9,600
2/15/85	Becthel Power Corp.	19,928
2/15/85	Canvas Specialty	11,678
2/26/85	General Electric Information Service	10,781
2/27/85	Arthur Young	120,622
2/27/85	Computer Typesetting Services	76,778
2/28/85	Bright & Associates	206,744
2/28/85	Westwood Printing	8,051
2/28/85	Valley Crest Landscape	8,710

See accompanying notes.

## LOS ANGELES OLYMPIC ORGANIZING COMMITTEE

## SCHEDULE OF EXPENDITURES

## OLYMPIC COMMEMORATIVE COIN ACT

Period from July 22, 1982 through March 31, 1985

(Continued)

<u>Date</u>	<u>Payee</u>	<u>Amount Paid</u>
2/28/85	System Parking	15,289
2/28/85	American Micrographics	5,463
2/28/85	Jolly Roger Inn	36,855
3/5/85	LAX Studios	50,000
3/6/85	Annette Del Zoppo	29,138
3/7/85	Jacques Boulanger, Inc.	4,800
3/7/85	U.S. Volleyball Association	6,572
3/13/85	Bechtel National, Inc.	2,011
3/13/85	General Services Administration, Region 9	7,033
3/13/85	La Fosse Graphics	6,525
3/19/85	General Electric Information Services	21,725
3/19/85	LAOOC Payroll Account	211,271
3/21/85	Beveridge, De Grandi and Weilacher	10,442
3/21/85	Harnack & Company Productions	5,155
3/21/85	Computer Typesetting Services	51,214
3/21/85	General Telephone	15,332
3/27/85	Greg Spiess	6,480
3/31/85	Pacific Bell	10,678
3/31/85	Dennis Debasco	1,800
3/31/85	Dennis Debasco	1,500
3/31/85	Bright & Associates	144,177
3/31/85	Nicaragua NOC	7,273
3/31/85	Matthews International Corp.	8,387
3/31/85	General Services Administration	19,033
	Total expenditures	<u>\$ 29,327,407</u>

See accompanying notes.

LOS ANGELES OLYMPIC ORGANIZING COMMITTEE  
NOTES TO SCHEDULES OF RECEIPTS AND EXPENDITURES  
OLYMPIC COMMEMORATIVE COIN ACT

Period from July 22, 1982 through March 31, 1985

1. Basis of presentation

The accompanying schedules of receipts and expenditures of funds relating to the Olympic Commemorative Coin Act as recorded by the Los Angeles Olympic Organizing Committee ("LAOOC") are presented on a cash basis. Expenditures represent amounts disbursed by the LAOOC for activities relating to staging and promoting the 1984 Los Angeles Olympic Games.

2. Description of coin act

On July 22, 1982 the Olympic Commemorative Coin Act (the "Act") was enacted into law authorizing the United States Treasury to mint and issue silver and gold coins commemorating the Games. The silver and gold coins issued were not to exceed fifty million and two million coins, respectively. The price of the coins included a surcharge of not less than \$10 on each silver coin, and not less than \$50 on each gold coin. Through March 31, 1985, 50% of the amount of all surcharges on coins sold was to be remitted to the LAOOC and 50% to the United States Olympic Organizing Committee. Amounts remitted to the LAOOC were used to stage and promote the 1984 Los Angeles Olympic Games.

According to the Act, "on March 31, 1985, the LAOOC shall remit to the United States Olympic Committee all amounts remaining from the disposition of the coins under this Act. In no event may such amount be less than that portion of the unobligated funds of the LAOOC on that date represented by the ratio of the total amount of income received by the LAOOC from the disposition of the coins minted under this Act to the total amount of income received by the LAOOC from all sources."

OLYMPIC COMMEMORATIVE COIN ACT

96 STAT. 222

PUBLIC LAW 97-220—JULY 22, 1982

Public Law 97-220  
97th Congress

## An Act

July 22, 1982  
[S. 1230]

To provide for the minting of commemorative coins to support the 1984 Los Angeles Olympic Games.

*Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,*Olympic  
Commemorative  
Coin Act.  
31 USC 324 note.

## SHORT TITLE

SECTION 1. This Act may be cited as the "Olympic Commemorative Coin Act".

## COIN SPECIFICATIONS

31 USC 324 note.

SEC. 2. (a)(1) Notwithstanding any other provision of law, the Secretary of the Treasury (hereinafter in this Act referred to as the "Secretary") shall issue not more than fifty million one-dollar coins which shall weigh 26.73 grams, have a diameter of 1.50 inches, and shall contain 90 per centum silver and 10 per centum copper.

(2) The Secretary shall determine the design of such one-dollar coins. Such design shall be emblematic of the 1984 summer Olympic games which are to be held in Los Angeles, California. On each such one-dollar coin there shall be a designation of the value of the coin, an inscription of the year of issue, and inscriptions of the words "Liberty", "In God We Trust", "United States of America", and "E Pluribus Unum".

(3) The coins shall be issued in two separate designs, one in 1983 and one in 1984.

(b)(1) Notwithstanding any other provision of law, the Secretary shall issue not more than two million ten-dollar coins which shall weigh 16.718 grams, have a diameter of 1.06 inches, and shall contain 90 per centum gold and 10 per centum copper.

(2) The Secretary shall determine the design of such ten-dollar coin. Such design shall be emblematic of the 1984 summer Olympic games which are to be held in Los Angeles, California. On each such ten-dollar coin there shall be a designation of the value of the coin, an inscription of the year 1984, and inscriptions of the words "Liberty", "In God We Trust", "United States of America", and "E Pluribus Unum".

(c) The coins issued under this section shall be issued in uncirculated and proof qualities.

31 USC 392.

(d) All coins issued under this section shall be legal tender as provided in section 102 of the Coinage Act of 1965.

(e)(1) The Secretary shall obtain gold for the coins minted under this Act pursuant to the authority of the Secretary under existing law.

(2) The Secretary shall obtain silver for the coins minted under this Act from stocks of silver held by the Secretary of the Treasury or from any other federally owned stocks of silver.

96 STAT. 223

## SALES WITHIN THE UNITED STATES

**SEC. 3. (a)** Notwithstanding any other provision of the law, the coins issued under this Act shall be sold within the United States (including United States military and diplomatic establishments outside the United States) by the Secretary under such regulations as he may prescribe and at a price equal to face value, plus the cost of issuing such coins (including labor, materials, dies, use of machinery, and overhead expenses).

31 USC 324 note.

(b) The Secretary shall make bulk sales at a reasonable discount to reflect the lower costs of such sales.

(c) The Secretary shall accept prepaid orders for the coins prior to the issuance of such coins. Sales under this subsection shall be at a reasonable discount to reflect the benefit of prepayment.

(d) All sales shall include a surcharge, established by the Secretary, of not less than \$10 per coin for one-dollar coins and not less than \$50 per coin for ten-dollar coins.

## INTERNATIONAL SALES

**SEC. 4. (a)** The Secretary shall assign the rights to market the coins outside the United States (excluding United States military and diplomatic establishments outside the United States) to a marketing organization selected under section 5.

31 USC 324 note.

(b) The marketing organization assigned the rights under this section shall pay a price determined under sections 3 (b) and (d).

## SELECTION OF INTERNATIONAL MARKETERS

**SEC. 5. (a)** As soon as possible after the effective date of this Act, a committee consisting of the Secretary of the Treasury, the executive director of the United States Olympic Committee, and the president of the Los Angeles Olympic Organizing Committee, shall solicit, in accordance with procedures specified by the Secretary of the Treasury, proposals from marketing organizations to carry out a marketing agreement. Such procedures shall include the publication of evaluation criteria that will serve as a basis for selecting one or more marketing organizations. Such criteria shall include—

31 USC 324 note.

(1) the financial resources and coin marketing experience of the marketing organization;

(2) the estimated proceeds from the sale or other disposition of the coins; and

(3) the commitment of the marketing organization to purchase a certain minimum number of such coins or to pay the surcharge on such coins; and

(4) the terms and conditions for the marketing of the coins, including—

(A) proper and equitable distribution of the coins, and

(B) accurate and otherwise appropriate advertising materials to be used in promoting the coins.

(b) Within forty-five days after the effective date of this Act, the committee shall consider all proposals received from marketing organizations under subsection (a) and select by majority vote one or more marketing organizations which offer the terms for marketing of the coins most favorable in accordance with the published evaluation criteria. Any marketing organization selected shall be acceptable to the Secretary of the Treasury.

## 96 STAT. 224

## DISTRIBUTION OF PROCEEDS

31 USC 5112  
note.

SEC. 6. (a) Fifty per centum of the amount of all surcharges which are received by the Secretary from the sale of coins issued under this Act shall be promptly paid by the Secretary to the United States Olympic Committee. Such amounts shall be used to train United States Olympic athletes, to support local or community amateur athletic programs, and to erect facilities for the training of such athletes.

(b) Fifty per centum of the amount of all surcharges which are received by the Secretary from the sale of coins under this Act shall be promptly paid by the Secretary to the Los Angeles Olympic Organizing Committee. Such amounts shall be used to stage and promote the 1984 Los Angeles Olympic games.

(c) Amounts received by the Secretary from advance sale of coins to be issued under this Act shall be paid to the United States Olympic Committee and the Los Angeles Olympic Organizing Committee under subsections (a) and (b), provided that any amounts paid to the Committees shall not exceed an amount equivalent to the surcharges received by the Secretary from the advance sale of coins.

Remittance date.

(d)(1) On March 31, 1985, the Los Angeles Olympic Organizing Committee shall remit to the United States Olympic Committee all amounts remaining from the disposition of the coins under this Act. In no event may such amount be less than that portion of the unobligated funds of the committee on that date represented by the ratio of the total amount of income received by the committee from the disposition of the coins minted under this Act to the total amount of income received by the committee from all sources.

(2) After March 31, 1985, all amounts received by the committee from the disposition of coins minted under this Act shall be remitted within ten days to the United States Olympic Committee.

(3) All amounts received by the United States Olympic Committee under this subsection shall be used solely for the purposes described in subsection (a).

## IMPLEMENTATION AGREEMENT

31 USC 5112  
note.

SEC. 7. (a) The Secretary of the Treasury shall enter into an agreement with the marketing organization selected under section 5 which shall provide for the implementation of that section and which shall include an agreement on—

(1) the price and schedule of payments for the coins;

(2) the schedule and other provisions for the delivery of the coins; and

(3) the proportions of proof and uncirculated coins.

(b) The agreement between the Secretary of the Treasury and the committee shall ensure that the issuance of coins under this section shall result in no net cost to the United States Government.

(c) The agreement between the Secretary of the Treasury and the marketing organization shall direct that the marketing organization shall not use any words, perform any act, or make any statement, written or oral, which would imply or indicate, or tend to imply or indicate, that any portion of the coins' sale price to the public constitutes a tax-deductible contribution.

(d) To the extent possible, the agreement between the Secretary of the Treasury and the marketing organization shall be concluded

96 STAT. 225

within sixty days of the date of the selection of the marketing organization.

(e) The Secretary may terminate the implementation agreement and cease minting and the delivery of the coins issued under this section if the Secretary of the Treasury finds that such termination is in the best interests of the United States. Reasons for such termination may include actions which are inconsistent with the terms of the implementation agreement or advertising materials that are inappropriate for advertising the sale of United States coinage or otherwise not in keeping with the dignity of the United States coinage.

Termination.

(f) If the Secretary of the Treasury exercises his authority under subsection (e), the amount of any proceeds guaranteed to the Los Angeles Olympic Organizing Committee and the United States Olympic Committee by a marketing organization under a marketing agreement shall not be reduced.

#### COINAGE PROFIT FUND

SEC. 8. Notwithstanding any other provision of law—

31 USC 324 note.

- (1) all amounts received from the sale of coins issued under this Act shall be deposited in the coinage profit fund;
- (2) the Secretary shall pay the amounts authorized under section 6 from the coinage profit fund; and
- (3) the Secretary shall charge the coinage profit fund with all expenditures under this Act.

#### AUDITS

SEC. 9. The Comptroller General of the United States shall have the right to examine such books, records, documents, and other data of the United States Olympic Committee and the Los Angeles Olympic Organizing Committee as may be related to the expenditure of amounts paid under section 6.

31 USC 324 note.

#### FINANCIAL ASSURANCES

SEC. 10. (a) The Secretary shall take all actions necessary to ensure that the issuance of the coins authorized by this Act shall result in no net cost to the United States Government.

31 USC 324 note.

(b) No coin shall be issued under this Act unless the Secretary has received full payment therefor.

(c) The Secretary shall certify, in reports required to be filed under section 11 of this Act, that he is in compliance with this section.



96 STAT. 226

**REPORTS TO CONGRESS**

31 USC 324 note. **SEC. 11.** Not later than forty-five days after the last day of each calendar quarter, the Secretary shall transmit a report to the Congress regarding the activities carried out under this Act during such calendar quarter. No such report shall be required with respect to any calendar quarter beginning after December 31, 1985.

Approved July 22, 1982.

**LEGISLATIVE HISTORY—S. 1230:**

**HOUSE REPORT** No. 97-554 (Comm. on Banking, Finance and Urban Affairs).  
**SENATE REPORT** No. 97-264 (Comm. on Banking, Housing, and Urban Affairs).  
**CONGRESSIONAL RECORD:**

Vol. 127 (1981): Dec. 9, considered and passed Senate.  
Vol. 128 (1982): May 20, considered and passed House, amended.  
July 1, Senate concurred in House amendment.



LOS ANGELES OLYMPIC ORGANIZING COMMITTEE  
SCHEDULE OF EXPENDITURES  
JULY 22, 1982 THROUGH MARCH 31, 1985

DATE	PAYEE	AMOUNT PAID	PURPOSE OF EXPENDITURE
9/11/84	UNIVERSITY OF SOUTHERN CALIFORNIA	\$4,068,889	Basic agreement rental payment
9/14/84	FACILITY MANAGEMENT OF SO. CALIFORNIA	\$407,271	Coliseum labor payment
9/14/84	UNIVERSITY OF SOUTHERN CALIFORNIA	\$928,194	Addendum payment for rental fee
9/14/84	CITY OF ANAHEIM	\$155,961	Wrestling venue rental
9/14/84	CAL STATE L.A. FOUNDATION	\$30,871	Judo venue rental
9/14/84	NAVAL ACADEMY ATHLETIC ASSOCIATION	\$41,758	Soccer venue rental
9/14/84	REGENTS OF UNIVERSITY OF CALIFORNIA	\$192,860	Housing and dining costs
9/14/84	PRESIDENT & FELLOWS - HARVARD	\$79,751	Soccer venue rental
9/14/84	LOYOLA MARYMOUNT UNIVERSITY	\$90,000	Facility rental payment
9/14/84	CITY OF PASADENA	\$125,000	Soccer venue rental
9/14/84	STANFORD UNIVERSITY	\$220,973	Soccer venue rental
9/17/84	PEPPERDINE UNIVERSITY	\$150,167	Waterpolo venue rental
9/18/84	PEPPERDINE UNIVERSITY	\$20,331	Waterpolo venue athlete food costs
9/18/84	CITY OF PASADENA	\$312,211	Soccer venue rental
9/19/84	L.A. MEMORIAL COLISEUM COMMISSION	\$3,972,543	Athletics venue interim rental payment
9/21/84	L.A. CONVENTION CENTER	\$68,322	Main press center facility rental
9/25/84	CITY OF LONG BEACH	\$356,420	Rental and support fees for events in city
9/25/84	U.C. REGENTS	\$5,166,805	Village rental partial payment
9/28/84	BILTMORE HOTEL	\$601,066	IOC activity rental
10/1/84	REGENTS - U.C.L.A.	\$176,820	Medical facility usage
10/4/84	L.A. COMMUNITY COLLEGE DISTRICT	\$35,906	Practice facilities rental payment
10/4/84	CALIFORNIA SPORTS	\$41,952	Basketball venue payment
10/4/84	L.A. COMMUNITY COLLEGE DISTRICT	\$117,000	Waste removal at practice facilities
10/4/84	REGENTS - U.C. SANTA BARBARA	\$145,408	Village addendum payments
10/5/84	CASITAS MUNICIPAL WATER DISTRICT	\$3,495	Rowing venue clean-up payment
10/17/84	PRESIDENT & FELLOWS - HARVARD	\$2,368	Soccer venue final payment
10/17/84	NAVAL ACADEMY ATHLETIC ASSOCIATION	\$2,863	Soccer venue final payment
10/17/84	CITY OF PASADENA - ROSEBOWL	\$31,472	Soccer venue payment
10/17/84	STANFORD UNIVERSITY	\$11,677	Soccer venue final payment
10/23/84	CITY OF INGLEWOOD	\$92,255	Basketball venue rental payment
10/24/84	L.A. TURF CLUB	\$750,000	Equestrian venue rental payment
10/25/84	L.A. UNIFIED SCHOOL DISTRICT	\$38,830	Repair cost for training sites
10/26/84	RUBENSTEIN INTERNATIONAL	\$50,000	Licensees settlement
10/26/84	BOGARZ INC.	\$50,000	Licensees settlement
11/1/84	L.A. TURF CLUB	\$1,030,764	Equestrian venue rental payment
11/2/84	U.C. REGENTS	\$862,721	Village basic agreement and addendum payment
11/2/84	JEFFRIES BANKNOTES	\$450,000	Ticket printing payment
11/6/84	CITY OF IRVINE	\$9,760	Parking fees for venues in Irvine
11/6/84	CITY OF L.A. DEPART. OF PARKS & RECREATION	\$54,931	Olympic diversion program payment

11/6/84	LOYOLA MARYMOUNT	\$10,994	Weightlifting venue rental payment
11/15/84	LOS ANGELES DODGERS	\$593,083	Baseball venue rental payment
11/16/84	JEROME E. WEINSTEIN, TRUST ACCOUNT	\$20,000	Village/Shrine Auditorium usage settlement
11/16/84	U.C. REGENTS - U.C.L.A.	\$23,430	Le Conte Building tax payment (LAOOC Hdqs.)
11/21/84	ARTHUR YOUNG & CO.	\$16,341	Consultant cost for Data Center
11/21/84	ARTHUR YOUNG & CO.	\$77,405	Consultant costs for accounting work
11/21/84	GENERAL ELECTRIC	\$42,681	Computer usage and support fees
11/21/84	L.A. UNIFIED SCHOOL DISTRICT	\$14,734	Exposition Park dress rehearsal transportation
11/21/84	LOS ANGELES DODGERS	\$59,215	Baseball venue athletes stay costs
11/21/84	PACIFIC BELL	\$99,639	Electronic mail and phone costs at venues
11/21/84	FLUOR CONSTRUCTION	\$12,322	Engineering fees progress payment
11/21/84	VERNON PAVING CO.	\$15,207	Construction at UCLA-Drake Stadium
11/21/84	A.E.C. - LOS ANGELES	\$13,972	Electrical costs at Ca. Museum of Science
11/21/84	JONES BROTHERS CONSTRUCTION	\$5,929	Construction clean-up at UCLA
11/27/84	MUSCO LIGHTING, INC.	\$11,700	Lighting costs at various venues
11/27/84	MICCA CONSTRUCTION CORP.	\$26,960	Swim venue clean-up construction costs
11/27/84	BUDGET RENT-A-CAR	\$116,032	Vehicle body damage payment
11/28/84	A.E.C. - LOS ANGELES	\$6,535	Electrical costs at Ca. Museum of Science
11/28/84	GENERAL TELEPHONE	\$57,134	La Conte telephone expenses
11/28/84	GENERAL TELEPHONE CO. OF CALIFORNIA	\$34,154	La Conte telephone expenses
11/28/84	CITY OF L.A. DEPT. OF WATER & POWER	\$11,268	Electrical energy payment
11/28/84	AL MALAIKAH AUDITORIUM	\$91,000	Final Shrine Auditorium settlement
11/28/84	LARRY KLEIN	\$4,815	Consultant fee final report
11/28/84	STANFORD UNIVERSITY	\$20,000	Soccer venue final payment
11/28/84	BUDGET RENT-A-CAR	\$103,151	Auto body repair work
11/28/84	JACQUES BOULANGER, INC.	\$7,200	Official report of Games-first payment
11/29/84	JACQUES BOULANGER, INC.	\$9,600	Official report of Games-second payment
11/29/84	COTO DE CAZA	\$77,435	Pentathlon venue payment
11/29/84	TEAM HEADQUARTERS, INC.	\$69,478	Coliseum paristyle replacement
11/30/84	BECHTEL POWER CORP.	\$82,281	Construction management services for Games
12/05/84	DEPT. OF WATER & POWER	\$10,255	Utilities
12/05/84	UNIV. OF CALIF. REGENTS	\$27,374	LAOOC Office Bldg.-Facilities charge
12/05/84	CSUDH FOUNDATION	\$63,000	Bleachers for Cal State DH
12/06/84	CHARTER X ASSOCIATED	\$15,609	Security
12/10/84	AT&T INFORMATION SYSTEMS	\$19,479	Telephone charges
12/10/84	AT&T INFORMATION SYSTEMS	\$12,671	Telephone charges
12/10/84	REGENTS OF UNIV. OF CA	\$9,450	LAOOC staff parking
12/10/84	REGENTS OF UNIV. OF CA	\$173,242	Office rent
12/10/84	WOOLNER MAILING	\$11,500	Bulk mailing service
12/18/84	CITY OF PASADENA	\$281,472	Settlement for Rose Bowl
12/18/84	CLASSIC CONCEPTS, INC.	\$5,510	Computers
12/18/84	GENERAL TELEPHONE	\$34,442	Telephone

## ENCLOSURE V

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12/18/84	GENERAL TELEPHONE	\$5,386	Telephone
12/18/84	GENERAL TELEPHONE	\$7,674	Telephone
12/18/84	GENERAL TELEPHONE	\$13,209	Telephone
12/18/84	GENERAL TELEPHONE	\$44,643	Telephone
12/18/84	GENERAL TELEPHONE	\$79,388	Telephone
12/18/84	PACIFIC BELL	\$36,136	Telephone
12/18/84	PACIFIC BELL	\$15,378	Telephone
12/18/84	PEPPERDINE UNIV.	\$80,000	Settlement Payment
12/18/84	MELNI BUS SVC. INC.	\$62,500	Litigation Settlement
12/18/84	BRIGHT & ASSOC.	\$19,503	Design - final Report
12/18/84	JEFFRIES LITHOGRAPH	\$15,200	Printing Envelopes - Final Report
12/18/84	JACQUES BOULANGER, INC.	\$9,600	Translation - Final Report
12/18/84	McCARTHY RESOURCE ASSOC.	\$5,000	Consulting Services
12/18/84	JEFFRIES LITHOGRAPH	\$64,154	Design - final report
12/18/84	GENERAL ELECTRIC INFO.	\$23,421	General Ledger/Accounting Services
12/18/84	VALLEY CREST LANDSCAPE	\$24,570	Expo Park Grounds Maintenance
12/18/84	LAOOC PAYROLL	\$124,204	Final Report Staff Salaries
12/18/84	LARRY KLEIN	\$4,815	Salary - Consultant
12/18/84	IBM CORP.	\$6,797	Maintenance Agreement - Displaywriter
12/18/84	TRANSAMERICA INFO. SVCS.	\$22,429	Data Processing Services
12/18/84	ZYTRON	\$6,540	Microfilm Service
12/18/84	VERNON PAVING CO.	\$9,410	Retention Payment - Coliseum Field of Play
12/19/84	GREG SPIESS, A.I.A.	\$20,000	Special Art - Final Report
12/19/84	BRIGHT & ASSOC.	\$20,000	Design - Final Report
12/19/84	LATHAM & WATKINS	\$57,850	Legal
12/20/84	VOLUME SERVICES	\$60,346	Novelty Commissions
12/21/84	STATE OF CALIF. EMPLOYMENT	\$7,614	Payroll Taxes For Holiday Village Cleaners
12/21/84	INTERNAL REVENUE SERVICE	\$30,490	Employment Taxes For Holiday Village Cleaners
12/21/84	GENERAL TELEPHONE	\$106,943	Telephone
12/26/84	EBONY SHOWCASE	\$24,575	Community Relations Project - Contract Payment
12/26/84	L.A. CITY PARKS & RECREATION	\$28,089	Community Relations - Youth Sport Project
12/27/84	DRAWING BOARD GREETING CARD	\$50,000	Settlement/Release Payment
12/27/84	HOLIDAY VILLAGE CLEANERS	\$21,895	Settlement Payment-Laundry Service For Villages
12/27/84	CAL MUSEUM FOUNDATION OF LA	\$162,939	Settlement Agreement
12/27/84	LASER MEDIA, INC.	\$19,100	Special Effects - Closing Ceremonies
12/27/84	LARRY KLEIN	\$4,814	Salary - Consultant
01/02/85	JACQUES BOULANGER, INC.	\$9,600	Translation - Final Report
01/03/85	LAOOC PAYROLL ACCOUNT	\$23,274	Final Report Staff Salaries
01/03/85	COLISEUM COMMISSION	\$537,250	Coliseum Use
01/04/85	JEFFRIES LITHOGRAPH	\$8,522	Mailer - Final Report
01/04/85	COCA COLA USA	\$62,600	Cola Products
01/04/85	JEFFRIES BANK NOTE CO.	\$8,710	Space Rental of Oak St. Facility

01/04/85	CORPORATE COLOUR PRINTING	\$13,487	Printing Youth Brochures - Old Invoice
01/04/85	CALIF. STATE UNIV. LA.	\$115,855	Utility Charges For USE OR UCLA
01/07/85	DEPT. OF WATER & POWER	\$7,599	DWP
01/07/85	REGENTS OF UNIV. OF CALIF.	\$50,000	Archive Processing Cost
01/08/85	VALLEY CREST LANDSCAPE	\$23,400	Expo Park Grounds Maintenance
01/08/85	CLASSIC CONCEPTS	\$23,473	Computers/Displaywriters
01/08/85	ABC VIDEO ENTERPRISES	\$14,000	Distribution Fee For Highlight Video To Japan
01/11/85	ROY WOOLNER, DIRECT MAIL CONSULTANT	\$1,716	Mailing House - Mass Mailing
01/11/85	UNIVERSITY OF SO. CA.	\$117,535	Settlement Agreement
01/11/85	MATLOW-KENNEDY CORP.	\$268,898	Electric Bill -Marina Center
01/11/85	ROBERT GRAHAM	\$50,000	Bronze Statue Replicas
01/11/85	LARRY KLEIN	\$4,815	Salary - Consultant
01/14/85	JACQUES BOULANGER, INC.	\$9,600	Translation - Final Report
01/15/85	GMC TRUCK & COACH	\$8,194	Auto Repair
01/17/85	REGENTS OF UNIVERSITY OF CA	\$539,683	UCLA Services Used By LA00C
01/17/85	CITY OF PASADENA	\$410,679	Settlement of Accounts
01/25/85	JEFFRIES BANKNOTE	\$624,882	Final Payment - Ticket Printing
01/25/85	APPLETON & ASSOCIATES	\$8,227	Coliseum Plaques
01/30/85	AMERICAN HORSE SHOW ASSOC.	\$16,588	Share of Profits From Equestrian Events
01/30/85	BRIGHT & ASSOC.	\$61,771	Design - Final Report
01/30/85	LARRY KLEIN	\$4,815	Salary - Consultant
01/30/85	MCCARTHY RESOURCE ASSOC.	\$5,000	Consulting Fees
01/30/85	JEFFRIES LITHOGRAPH CO.	\$22,016	Brochures - Final Report
01/30/85	ROBERT, MILES, RUNYAN & ASSOC.	\$15,000	Design Consultation
01/30/85	CONVERSE	\$75,000	Shoe Inventory
01/30/85	LOS ANGELES TIMES	\$4,467	Classified Ads-Job Openings-Old Invoices
01/30/85	ANNETTE DEL ZOPPO	\$24,111	Various Design & Documentation Projects
01/30/85	REMOTE METER RESETTNG SYSTEM	\$10,000	Postage For Postal Machine
01/30/85	PAGEANTRY WORLD, INC.	\$25,538	Settlement Payment
01/30/85	MUSEUM OF CONTEMPORARY ART	\$10,000	Final Payment - Arts Festival Use
01/30/85	GREG SPIESS	\$43,520	Special Art - Final Report
01/30/85	REGENTS OF UCLA	\$110,000	Final Payment - Games & Arts Festival
01/31/85	JACQUES BOULANGER INC.	\$9,600	Translation - Final Report
01/31/85	GENERAL ELECTRIC INFORMATION SERVICES	\$11,382	General Ledger/Accounting Services
01/31/85	DEPARTMENT OF WATER & POWER	\$8,184	DWP
02/11/85	GENERAL TELEPHONE	\$19,812	Telephone
02/11/85	GENERAL TELEPHONE	\$109,333	Telephone
02/15/85	APPLETON & ASSOCIATES, INC.	\$8,300	Coliseum Plaques
02/15/85	JACQUES BOULANGER, INC.	\$9,600	Translation - Final Report
02/15/85	BECHTEL POWER CORPORATION	\$19,928	Payroll & Direct Costs-Construction Management
02/15/85	CANVAS SPECIALTY	\$11,678	Damages & Shortages on Return of Rented Equip. Umbrellas etc.
02/26/85	GENERAL ELECTRIC INFORMATION SERVICES	\$10,781	General Ledger/Accounting Services

02/27/85	ARTHUR YOUNG	\$120,622	Accounting Services
02/27/85	COMPUTER TYPESETTING SERVICES	\$76,778	Typesetting - Final Report
02/28/85	BRIGHT & ASSOCIATES	\$206,744	Design - Final Report
02/28/85	WESTWOOD PRINTING	\$8,051	Print Press OPS Report
02/28/85	VALLEY CREST LANDSCAPE	\$8,710	Retention - Expo Park Grounds Maint.
02/28/85	SYSTEM PARKING	\$15,289	Staff Parking
02/28/85	AMERICAN MICROGRAPHICS	\$5,463	Microfilm Services
02/28/85	JOLLY ROGER INN	\$36,855	Accomodation - Olympic Family Hotel
03/05/85	LAX STUDIOS	\$50,000	Museum of Natural History Exhibit
03/06/85	ANNETTE DEL ZOPPO	\$29,138	Design & Documentation Projects
03/07/85	JACQUES BOULANGER, INC.	\$4,800	Translation - Final Report
03/07/85	U.S. VOLLEYBALL ASSOCIATION	\$6,572	Final Settlement Volleyball Fed. Accomodations
03/13/85	BECHTEL NATIONAL, INC.	\$2,011	Fees For Consultant Work By Ed Keen
03/13/85	GENERAL SERVICES ADMINISTRATION REGION 9	\$7,033	Rent - Warehouse at Bell
03/13/85	LA FOSSE GRAPHICS	\$6,525	Graphics on Rose Bowl Yearbook
03/19/85	GENERAL ELECTRIC INFORMATION SERVICES	\$21,725	General Ledger/Accounting Services
03/19/85	LAOOC PAYROLL ACCOUNT	\$211,271	Final Report Staff Salaries
03/21/85	BEVERIDGE, DE GRANDI AND WEILACHER	\$10,442	Trademark Litigation
03/21/85	HARNACK & COMPANY PRODUCTIONS	\$5,155	Video/Film Transfer
03/21/85	COMPUTER TYPESETTING SERVICES	\$51,214	Typesetting - Final Report
03/21/85	GENERAL TELEPHONE	\$15,332	Telephone
03/27/85	GREG SPIESS	\$6,480	Special Art - Final Report
03/31/85	PACIFIC BELL	\$10,678	Telephone
03/31/85	DENNIS DEBASCO	\$1,800	Special Art - Final Report
03/31/85	DENNIS DEBASCO	\$1,500	Special Art - Final Report
03/31/85	BRIGHT & ASSOCIATES	\$144,177	Design - Final Report
03/31/85	NICARAGUA NOC	\$7,273	Replace Lost Check - Refund
03/31/85	MATTHEWS INTERNATIONAL CORP.	\$8,387	Coliseum Plaques
03/31/85	GENERAL SERVICES ADMINISTRATION	\$19,033	Rent - Bell Warehouse
	TOTAL	\$29,327,407	