



GUAM WATERWORKS AUTHORITY

"GOOD WATER ALWAYS"

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MAR 26 2008

GUAM LEGISLATURE

155 Hesler Street

Hagåtña, Guam 96910

Honorable Speaker, 29th.Guam Legislature

Pursuant to Public Law 29-19, Chapter VI, Section 5, please find attached is the Guam Waterworks Authority's Revenues and Expenditures report for the ending February 29, 2008

Should you have any questions, please call my office at 647-2583.

GREG R. CRUZ

CHIEF FINANCIAL OFFICER

GC
3/26

Office of the Speaker
Judith T. Won Pat, Ed. D.

Date 3/27/08
Time 1:55
Received by [Signature]

GUAM WATERWORKS AUTHORITY		SCHEDULE A	
Balance Sheet -Unaudited			
February 29, 2008			
	February 29, 2008	UNAUDITED 30-Sep-07	Increase (Decrease)
ASSETS			
Property, Plant and Equipment			
Utility Plant in Service:			
Water System	\$ 216,096,413	\$ 216,096,413	\$ -
Wastewater System	\$ 178,658,425	\$ 178,658,425	\$ -
Non Utility Property	\$ 15,511,860	\$ 15,511,860	\$ -
Construction Work in Progress	\$ 53,003,810	\$ 40,242,584	\$ 12,761,226
Total Property, Plant and Equipment	\$ 463,270,509	\$ 450,509,282	\$ 12,761,226
Less Accumulated Depreciation	\$ (200,721,010)	\$ (196,404,142)	\$ 4,316,868
Net Property, Plant and Equipment	\$ 262,549,499	\$ 254,105,141	\$ 8,444,358
Current Assets:			
Cash			
Unrestricted	\$ 1,109,241	\$ 980,624	\$ 128,617
Restricted Funds:			
Debt Service Reserve Fund -Bond 2005	\$ 7,665,151	\$ 7,685,596	\$ (20,445)
Capitalized Interest and Principal Funds Held by Trustee for Debt Payment-Bond 2005			
Construction Funds by Held by Trustee-Bond 2005	\$ 39,647,465	\$ 47,053,565	\$ (7,406,100)
Other Restricted Funds	\$ 11,073,426	\$ 10,460,634	\$ 612,792
Total Cash	\$ 59,495,283	\$ 66,180,419	\$ (6,685,136)
Accounts Receivables			
Accounts Receivable-trade	\$ 24,609,431	\$ 24,130,709	\$ 478,722
Accounts Receivable, Federal/Other	\$ 970,363	\$ 887,430	\$ 82,933
Total Trade Receivables	\$ 25,579,794	\$ 25,018,139	\$ 561,655
Less: Accum. Provision for Uncollectible Accounts	\$ -17,237,409	\$ (16,820,742)	\$ 416,667
Accounts Receivables-net	\$ 8,342,385	\$ 8,197,397	\$ 144,988
Materials & Supplies Inventory, Net of Allowance for for Obsolescence	\$ 2,023,139	\$ 2,207,701	\$ (184,562)
Other Current Assets:			
Unamortized Debt Issuance Cost & Other Assets	\$ 2,938,832	\$ 3,007,697	\$ (68,865)
Total Current Assets	\$ 72,799,638	\$ 79,593,213	\$ (6,793,575)
TOTAL ASSETS	\$ 335,349,137	\$ 333,698,354	\$ 1,650,783
LIABILITIES AND RETAINED EARNINGS			
Current Liabilities:			
Current Portion:			
-United States Navy	\$ 450,000	\$ 450,000	\$ -
-Guam Power Authority	\$ 2,100,000	\$ 2,100,000	\$ -
-Bond 2005	\$ 1,865,000	\$ 1,865,000	\$ -
Accounts Payable Trade	\$ 6,119,389	\$ 5,046,040	\$ 1,073,349
Accrued Payroll and Employee Benefits	\$ 548,342	\$ 593,965	\$ (45,623)
Accrued Interest and Other payable	\$ 1,872,094	\$ 2,758,437	\$ (886,342)
Current Portion of Employee Annual Leave	\$ 535,641	\$ 535,641	\$ -
Contractor's & Rtn Payable/Bid & Escrow Deposits	\$ 4,022,646	\$ 2,198,281	\$ 1,824,365
Customer Deposits	\$ 1,778,725	\$ 1,580,286	\$ 198,438
Total Current Liabilities	\$ 19,291,837	\$ 17,127,651	\$ 2,164,186
Long Term Debt:			
Bond 2005	\$ 102,644,183	\$ 102,694,246	\$ (50,063)
United States Navy	\$ 6,461,235	\$ 6,653,582	\$ (192,347)
Guam Power Authority	\$ 4,499,889	\$ 5,201,226	\$ (701,337)
Employee Annual Leave, Less Current Portion	\$ 1,022,819	\$ 1,022,819	\$ -
Retirement Fund Deferred Contributions	\$ 7,226,855	\$ 6,726,855	\$ 500,000
Accrued Retirees Supplemental & Medical Ins.	\$ 1,596,042	\$ 1,696,208	\$ (100,166)
Advances for Construction	\$ 167,344	\$ 166,809	\$ 535
Other Deferred Credits	\$ 1,214,976	\$ 1,214,976	\$ -
TOTAL LIABILITIES	\$ 144,125,179	\$ 142,504,371	\$ 1,620,808
RETAINED EARNINGS	191,223,958	191,193,983	\$ 29,975
TOTAL LIAB AND RETAINED EARNINGS	\$ 335,349,137	\$ 333,698,354	\$ 1,650,782

GUAM WATERWORKS AUTHORITY
Statement of Operations and Retained Earnings (Unaudited)
For five months ended February 29, 2008

SCHEDULE B

	YTD Actual Feb-08	YTD Budget Feb-08	Variance (unfavorable)
OPERATING REVENUES			
Total Water	\$ 13,789,372	\$ 13,257,458	\$ 531,914
Total Wastewater	\$ 7,470,030	\$ 7,743,922	\$ (273,891)
GPA/Navy Surcharge	\$ 1,594,100	\$ 1,339,072	\$ 255,027
Retiree Surcharge	\$ 692,021	\$ 581,988	\$ 110,034
Fire Hydrant	\$ 107,925	\$ 104,167	\$ 3,758
Other	\$ 373,251	\$ 333,333	\$ 39,917
TOTAL OPERATING REVENUES	\$ 24,026,699	\$ 23,359,939	\$ 666,759
OPERATING AND MAINTENANCE EXPENSES			
Water Purchases	\$ 1,638,485	\$ 1,250,000	\$ (388,485)
Power Purchases	\$ 5,727,124	\$ 4,985,000	\$ (742,124)
	\$ 7,365,609	\$ 6,235,000	\$ (1,130,609)
Salaries and wages	\$ 5,136,754	\$ 5,506,818	\$ 370,064
Pension and Benefits	\$ 1,362,016	\$ 1,417,171	\$ 55,155
Chemicals	\$ 394,319	\$ 516,667	\$ 122,348
Materials & Supplies	\$ 866,701	\$ 857,083	\$ (9,618)
Contractual-Audit, Meter Reading & Comp	\$ 185,128	\$ 243,280	\$ 58,152
Contractual-Legal	\$	\$ 2,083	\$ 2,083
Contractual-Lab	\$ 46,377	\$ 225,000	\$ 178,623
Contractual-Other	\$ 459,795	\$ 633,333	\$ 173,539
PMC-Management Fee	\$ 411,478	\$ 418,750	\$ 7,272
Training	\$ 70,878	\$ 247,260	\$ 176,382
Equipment Rental/Transportation Expense	\$ 465,051	\$ 436,667	\$ (28,384)
Telephone and Communication	\$ 65,705	\$ 81,667	\$ 15,962
Claims	\$ 67,055	\$ -	\$ (67,055)
Insurance	\$	\$ 70,833	\$ 70,833
Advertising	\$ 90,980	\$ 133,750	\$ 42,770
Building Rental	\$	\$ 15,000	\$ 15,000
Regulatory	\$ 131,080	\$ 125,000	\$ (6,080)
Bad Debts Provision	\$ 416,667	\$ 416,667	\$ 0
Miscellaneous	\$ 78,538	\$ 80,833	\$ 2,295
Depreciation	\$ 4,316,868	\$ 4,297,917	\$ (18,952)
Capitalized Labor	\$ (55,533)	\$ (625,000)	\$ (569,467)
TOTAL OPERATING AND MAINTENANCE EXPENSES	\$ 21,875,466	\$ 21,335,779	\$ (539,687)
OPERATING INCOME (LOSS)	\$ 2,151,233	\$ 2,024,160	\$ 127,073
OTHER INCOME(EXPENSE):			
Grants from US & Local Government	\$ 279,728	\$ 825,417	\$ (545,688)
Grants from Government of Guam	\$	\$	\$ -
Other Income (Expense)	\$	\$	\$ -
Recoveries	\$ 913,581	\$ 916,667	\$ (3,085)
Unfunded Retirement Liability	\$ (500,000)	\$ (541,667)	\$ 41,667
Management Fees	\$	\$ (11,667)	\$ 11,667
Retiree Supp.Benefits & Medical Ins.	\$ (679,495)	\$ (320,000)	\$ (359,495)
Interest/Investment Income	\$ 1,116,849	\$ 500,000	\$ 616,849
Amort. Of Debt Disc.& Exp.	\$ (40,189)	\$ (58,055)	\$ 17,867
AFUDC	\$ 584,612	\$ 708,333	\$ (123,721)
Interest Expense	\$ (2,636,045)	\$ (2,678,248)	\$ 42,202
	\$ (960,958)	\$ (659,220)	\$ (301,739)
NET INC (DEC) IN RETAINED EARNINGS	\$ 1,190,275	\$ 1,364,940	\$ (174,666)
RETAINED EARNINGS, BEGINNING OF YEAR	\$ 191,193,984		
RETAINED EARNINGS, END OF YEAR	\$ 192,384,259		

GUAM WATERWORKS AUTHORITY
Statement of Operations and Retained Earnings (Unaudited)
For five months ended February 29, 2008

SCHEDULE C

	YTD Actual Feb-08	YTD Actual Feb-07	Percent Change
OPERATING REVENUES			
Total Water	\$ 13,789,372	\$ 10,772,958	28.00%
Total Wastewater	\$ 7,470,030	\$ 6,160,135	21.26%
GPA/Navy Surcharge	\$ 1,594,100	\$ 1,451,531	9.82%
Retiree Surcharge	\$ 692,021	\$ 630,556	9.75%
Fire Hydrant	\$ 107,925	\$ 107,925	0.00%
Other	\$ 373,251	\$ 269,911	38.29%
TOTAL OPERATING REVENUES	\$ 24,026,699	\$ 19,393,016	23.89%
OPERATING AND MAINTENANCE EXPENSES			
Water Purchases	\$ 1,638,485	\$ 1,204,745	36.00%
Power Purchases	\$ 5,727,124	\$ 4,762,741	20.25%
	\$ 7,365,609	\$ 5,967,486	23.43%
Salaries and wages	\$ 5,136,754	\$ 4,197,066	22.39%
Pension and Benefits	\$ 1,362,016	\$ 1,257,481	8.31%
Chemicals	\$ 394,319	\$ 431,450	-8.61%
Materials & Supplies	\$ 866,701	\$ 738,110	17.42%
Contractual-Audit, Meter Reading & Computer Maint.	\$ 185,128	\$ 172,380	7.40%
Contractual-Legal		\$ 1,500	-100.00%
Contractual-Lab	\$ 46,377	\$ 60,743	-23.65%
Contractual-Other	\$ 459,795	\$ 664,275	-30.78%
PMC-Management Fee	\$ 411,478	\$ 168,613	144.04%
Training	\$ 70,878	\$ 115,081	-38.41%
Equipment Rental/Transportation Expense	\$ 465,051	\$ 510,895	-8.97%
Telephone and Communication	\$ 65,705	\$ 67,863	-3.18%
Claims	\$ 67,055	\$ 75,143	-10.76%
Insurance			0.00%
Advertising	\$ 90,980	\$ 43,637	108.49%
Building Rental			0.00%
Regulatory	\$ 131,080	\$ 75,065	74.62%
Bad Debts Provision	\$ 416,667	\$ 312,517	33.33%
Miscellaneous	\$ 78,538	\$ 66,531	18.05%
Depreciation	\$ 4,316,868	\$ 3,934,200	9.73%
Capitalized Labor	\$ (55,533)		0.00%
TOTAL OPERATING AND MAINTENANCE EXPENSES	\$ 21,875,466	\$ 18,860,036	15.99%
OPERATING INCOME (LOSS)	\$ 2,151,233	\$ 532,980	303.62%
OTHER INCOME(EXPENSE):			
Grants from US & Local Government	\$ 279,728	\$ 730,234	-61.69%
Grants from Government of Guam			0.00%
Other Income (Expense)			0.00%
Recoveries	\$ 913,581		100.00%
Unfunded Retirement Liability	\$ (500,000)		-100.00%
Management Fees			0.00%
Retiree Supp. Benefits & Medical Ins.	\$ (679,495)	\$ (171,075)	-100.00%
Interest/Investment Income	\$ 1,116,849	\$ 1,449,506	-22.95%
Amort. Of Debt Disc. & Exp.	\$ (40,189)	\$ (33,395)	20.34%
AFUDC	\$ 584,612	\$ 996,151	-41.31%
Interest Expense	\$ (2,636,045)	\$ (2,674,708)	-1.45%
	\$ (960,958)	\$ 296,713	-423.87%
NET INC (DEC) IN RETAINED EARNINGS	\$ 1,190,275	\$ 829,693	43.46%
RETAINED EARNINGS, BEGINNING OF YEAR	\$ 191,193,984	\$ 192,645,644	
RETAINED EARNINGS, END OF YEAR	\$ 192,384,259	\$ 193,475,337	

GUAM WATERWORKS AUTHORITY
Statement of Operations and Retained Earnings (Unaudited)
For the month of February 2008

SCHEDULE D

	MTD Actual Feb-08	MTD Budget Feb-08	Variance (unfavorable)
OPERATING REVENUES			
Total Water	\$ 3,365,404	\$ 2,651,492	\$ 713,913
Total Wastewater	\$ 1,730,068	\$ 1,548,784	\$ 181,284
GPA/Navy Surcharge	\$ 331,841	\$ 267,814	\$ 64,026
Retiree Surcharge	\$ 144,063	\$ 116,398	\$ 27,665
Fire Hydrant	\$ 21,585	\$ 20,833	\$ 752
Other	\$ 71,662	\$ 66,667	\$ 4,995
TOTAL OPERATING REVENUES	\$ 5,664,623	\$ 4,671,988	\$ 992,635
OPERATING AND MAINTENANCE EXPENSES			
Water Purchases	\$ 351,361	\$ 250,000	\$ (101,361)
Power Purchases	\$ 1,238,023	\$ 997,000	\$ (241,023)
	\$ 1,589,384	\$ 1,247,000	\$ (342,384)
Salaries and wages	\$ 1,101,844	\$ 1,101,364	\$ (481)
Pension and Benefits	\$ 268,239	\$ 283,434	\$ 15,195
Chemicals	\$ 130,131	\$ 103,333	\$ (26,798)
Materials & Supplies	\$ 129,369	\$ 171,417	\$ 42,048
Contractual-Audit, Meter Reading & Comp	\$ 32,739	\$ 48,656	\$ 15,917
Contractual-Legal	\$ -	\$ 417	\$ 417
Contractual-Lab	\$ 20,501	\$ 45,000	\$ 24,499
Contractual-Other	\$ 79,835	\$ 126,667	\$ 46,831
PMC-Management Fee	\$ 87,741	\$ 83,750	\$ (3,991)
Training	\$ 45,218	\$ 49,452	\$ 4,234
Equipment Rental/Transportation Expense	\$ 136,068	\$ 87,333	\$ (48,734)
Telephone and Communication	\$ 12,439	\$ 16,333	\$ 3,894
Claims	\$ 7,892	\$ -	\$ (7,892)
Insurance	\$ -	\$ 14,167	\$ 14,167
Advertising	\$ 25,580	\$ 26,750	\$ 1,170
Building Rental	\$ -	\$ 3,000	\$ 3,000
Regulatory	\$ 11,070	\$ 25,000	\$ 13,930
Bad Debts Provision	\$ 83,333	\$ 83,333	\$ 0
Miscellaneous	\$ 10,170	\$ 16,167	\$ 5,997
Depreciation	\$ 858,785	\$ 859,583	\$ 798
Capitalized Labor	\$ (47,679)	\$ (125,000)	\$ (77,321)
TOTAL OPERATING AND MAINTENANCE EXPENSES	\$ 4,582,660	\$ 4,267,156	\$ (315,504)
OPERATING INCOME (LOSS)	\$ 1,081,963	\$ 404,832	\$ 677,131
OTHER INCOME(EXPENSE):			
Grants from US & Local Government	\$ 101,657	\$ 165,083	\$ (63,426)
Grants from Government of Guam	\$ -	\$ -	\$ -
Other Income (Expense)	\$ -	\$ -	\$ -
Recoveries	\$ -	\$ 183,333	\$ (183,333)
Unfunded Retirement Liability	\$ (100,000)	\$ (108,333)	\$ 8,333
Management Fees	\$ -	\$ (2,333)	\$ 2,333
Retiree Supp.Benefits & Medical Ins.	\$ (136,645)	\$ (64,000)	\$ (72,645)
Interest/Investment Income	\$ 185,007	\$ 100,000	\$ 85,007
Amort. Of Debt Disc.& Exp.	\$ (18,241)	\$ (11,611)	\$ (6,630)
AFUDC	\$ 126,833	\$ 141,667	\$ (14,834)
Interest Expense	\$ (564,688)	\$ (535,650)	\$ (29,039)
	\$ (406,078)	\$ (131,844)	\$ (274,234)
NET INC (DEC) IN RETAINED EARNINGS	\$ 675,885	\$ 272,988	\$ 402,897
RETAINED EARNINGS, BEGINNING OF YEAR	\$ -		
RETAINED EARNINGS, END OF YEAR			