



GUAM WATERWORKS AUTHORITY

"GOOD WATER ALWAYS"

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COPY

SEP 22 2008

GUAM LEGISLATURE
155 Hesler Street
Hagåtña, Guam 96910

Honorable Speaker Won Pat,

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 month ending August 31, 2008

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

GREG P. CRUZ
CHIEF FINANCIAL OFFICER

GP
9/22

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

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GUAM WATERWORKS AUTHORITY
Balance Sheet -Unaudited
August 31, 2008

<u>ASSETS</u>	August 31, 2008	AUDITED 30-Sep-07	Increase (Decrease)
Property, Plant and Equipment			
Land	\$ 64,288	0	64,288
Utility Plant in Service:			
Water System	\$ 221,243,140	221,201,894	41,246
Wastewater System	\$ 189,769,331	189,769,331	0
Non Utility Property	\$ 16,474,060	15,511,860	962,199
Construction Work in Progress	\$ 43,349,836	22,730,312	20,619,524
Total Property, Plant and Equipment	\$ 470,900,654	449,213,397	21,687,257
Less Accumulated Depreciation	\$ (204,291,016)	(194,814,113)	9,476,903
Net Property, Plant and Equipment	\$ 266,609,638	254,399,284	12,210,354
Current Assets:			
Cash			
Unrestricted	\$ 896,161	980,849	(84,688)
Restricted Funds:			
Debt Service Reserve Fund -Bond 2005	\$ 7,639,604	7,685,596	(45,992)
Capitalized Interest and Principal Funds Held by Trustee for Debt Payment-Bond 2005	\$ 1,311,375	1,932,412	(621,037)
Construction Funds by Held by Trustee-Bond 2005	\$ 33,535,697	47,053,565	(13,517,868)
Other Restricted Funds	\$ 6,874,546	8,528,222	(1,653,676)
Total Cash	\$ 50,257,383	66,180,644	(15,923,261)
Accounts Receivables			
Accounts Receivable-trade	\$ 23,095,200	22,578,758	516,443
Accounts Receivable, Federal/Other	\$ 1,134,907	1,078,333	56,574
Total Trade Receivables	\$ 24,230,107	23,657,091	573,016
Less: Accum. Provision for Uncollectible Accounts	\$ (16,796,993)	(15,880,326)	916,667
Accounts Receivables-net	\$ 7,433,114	7,776,765	(343,650)
Materials & Supplies Inventory, Net of Allowance for for Obsolescence	\$ 2,206,769	2,207,701	(932)
Other Current Assets:			
Unamortized Debt Issuance Cost & Other Assets	\$ 2,863,076	3,007,697	(144,621)
Total Current Assets	\$ 62,760,342	79,172,806	(16,412,464)
TOTAL ASSETS	\$ 329,369,980	333,572,090	(4,202,110)
LIABILITIES AND RETAINED EARNINGS			
Current Liabilities:			
Current Portion:			
-United States Navy	\$ 450,000	450,000	0
-Guam Power Authority	\$ 2,100,000	2,100,000	0
-Bond 2005	\$ 2,355,000	2,355,000	0
Accounts Payable Trade	\$ 4,722,937	5,164,936	(441,999)
Accrued Payroll and Employee Benefits	\$ 1,861,368	593,965	1,267,403
Accrued Interest and Other payable	\$ 2,006,066	2,542,003	(535,936)
Current Portion of Employee Annual Leave	\$ 535,641	535,641	0
Contractor's & Rtn Payable/Bid & Escrow Deposits	\$ 5,618,835	3,151,411	2,467,424
Customer Deposits	\$ 1,978,368	1,580,286	398,082
Total Current Liabilities	\$ 21,628,216	18,473,242	3,154,975
Long Term Debt:			
Bond 2005	\$ 100,229,108	102,204,246	(1,975,138)
United States Navy	\$ 6,227,822	6,653,582	(425,760)
Guam Power Authority	\$ 3,248,210	5,201,226	(1,953,016)
Employee Annual Leave, Less Current Portion	\$ 1,022,819	1,022,819	0
Retirement Fund Deferred Contributions	\$ 7,076,388	6,226,388	850,000
Accrued Retirees Supplemental & Medical Ins.	\$ -	1,696,208	(1,696,208)
Advances for Construction	\$ 167,724	166,809	914
Other Deferred Credits	\$ 1,214,976	1,214,979	(3)
TOTAL LIABILITIES	\$ 140,815,262	142,859,498	(2,044,236)
RETAINED EARNINGS	\$ 188,554,718	190,712,592	(2,157,874)
TOTAL LIAB AND RETAINED EARNINGS	\$ 329,369,980	333,572,090	(4,202,110)

GUAM WATERWORKS AUTHORITY
Statement of Operations and Retained Earnings (Unaudited)
For eleven months ended August 31, 2008

	YTD Actual Aug-08	YTD Actual Aug-07	Percent Change
OPERATING REVENUES			
Total Water	\$ 27,432,337	\$ 24,564,677	11.67%
Total Wastewater	\$ 15,686,311	\$ 13,968,651	12.30%
GPA/Navy Surcharge	\$ 3,206,324	\$ 3,232,694	-0.82%
Retiree Surcharge	\$ 1,391,986	\$ 1,412,991	-1.49%
Fire Hydrant	\$ 237,435	\$ 237,435	0.00%
Other	\$ 917,881	\$ 713,434	28.66%
TOTAL OPERATING REVENUES	\$ 48,872,274	\$ 44,129,882	10.75%
OPERATING AND MAINTENANCE EXPENSES			
Water Purchases	\$ 3,950,647	\$ 2,601,349	51.87%
Power Purchases	\$ 13,799,230	\$ 10,907,589	26.51%
	\$ 17,749,877	\$ 13,508,938	31.39%
Salaries and wages	\$ 11,291,602	\$ 9,750,649	15.80%
Pension and Benefits	\$ 3,036,584	\$ 3,708,276	-18.11%
Retiree Supp.Benefits & Medical Ins.	\$ 1,499,367	\$ 789,363	89.95%
Chemicals	\$ 892,508	\$ 881,616	1.24%
Materials & Supplies	\$ 1,512,604	\$ 2,035,406	-25.69%
Contractual-Audit, Meter Reading & Computer Maint.	\$ 409,970	\$ 614,971	-33.33%
Contractual-Legal	\$ -	\$ 8,485	-100.00%
Contractual-Lab	\$ 261,439	\$ 110,756	136.05%
Contractual-Other	\$ 1,381,128	\$ 1,433,920	-3.68%
PMC-Management Fee	\$ 912,328	\$ 658,814	38.48%
Training	\$ -	\$ 187,505	-100.00%
Equipment Rental/Transportation Expense	\$ 1,157,612	\$ 1,086,037	6.59%
Telephone and Communication	\$ 148,845	\$ 155,615	-4.35%
Claims	\$ 124,300	\$ 128,520	-3.28%
Insurance	\$ -	\$ -	0.00%
Advertising	\$ 257,729	\$ 153,504	67.90%
Building Rental	\$ -	\$ -	0.00%
Regulatory	\$ 182,773	\$ 183,359	-0.32%
Bad Debts Provision	\$ 916,667	\$ 1,650,017	-44.45%
Miscellaneous	\$ 207,902	\$ 132,897	56.44%
Depreciation	\$ 9,477,149	\$ 8,659,877	9.44%
Capitalized Labor	\$ (178,246)	\$ (128,003)	39.25%
TOTAL OPERATING AND MAINTENANCE EXPENSES	\$ 51,242,138	\$ 45,710,522	12.10%
OPERATING INCOME (LOSS)	\$ (2,369,865)	\$ (1,580,640)	49.93%
OTHER INCOME(EXPENSE):			
Grants from US & Local Government	\$ 1,719,640	\$ 1,593,020	7.95%
Grants from Government of Guam	\$ 507,277	\$ -	100.00%
Other Income (Expense)	\$ -	\$ 26,332	-100.00%
Recoveries	\$ 952,226	\$ -	100.00%
Management Fees	\$ -	\$ -	0.00%
Unfunded Retirement Liability	\$ (850,000)	\$ -	-100.00%
Interest/Investment Income	\$ 1,692,666	\$ 3,000,049	-43.58%
Amort. Of Debt Disc.& Exp.	\$ (23,270)	\$ (53,338)	-56.37%
AFUDC	\$ 1,900,036	\$ 1,953,123	-2.72%
Interest Expense	\$ (5,686,585)	\$ (5,635,511)	0.91%
	\$ 211,991	\$ 883,675	-76.01%
NET INC (DEC) IN RETAINED EARNINGS	\$ (2,157,874)	\$ (696,965)	209.61%
RETAINED EARNINGS, BEGINNING OF YEAR	\$ 190,712,592	\$ 192,645,644	
RETAINED EARNINGS, END OF YEAR	\$ 188,554,718	\$ 191,948,679	