



GUAM WATERWORKS AUTHORITY

"GOOD WATER ALWAYS"

Post Office Box 3010, Hagåtña, Guam 96932

Phone: (671) 647-2583 Fax: (671) 646-2590

APR 28 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 ending March 31, 2008

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

GREG P. CRUZ

CHIEF FINANCIAL OFFICER

JP
4/28

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

Date

Time

Received by

4/28/08
11:30
[Signature]

GUAM WATERWORKS AUTHORITY		SCHEDULE A	
Balance Sheet -Unaudited			
March 31, 2008			
ASSETS	March 31, 2008	AUDITED 30-Sep-07	Increase (Decrease)
Property, Plant and Equipment			
Utility Plant in Service:			
Water System	214,238,772	214,238,772	0
Wastewater System	189,769,331	189,769,331	0
Non Utility Property	22,474,982	22,474,982	0
Construction Work in Progress	35,113,662	22,730,312	12,383,351
Total Property, Plant and Equipment	461,596,747	449,213,397	12,383,351
Less Accumulated Depreciation	(199,989,766)	(194,814,113)	5,175,653
Net Property, Plant and Equipment	261,606,981	254,399,284	7,207,697
Current Assets:			
Cash			
Unrestricted	692,806	980,849	(288,044)
Restricted Funds:			
Debt Service Reserve Fund -Bond 2005	7,673,691	7,685,596	(11,905)
Capitalized Interest and Principal Funds Held by Trustee for Debt Payment-Bond 2005	2,903,556	1,932,412	971,144
Construction Funds by Held by Trustee-Bond 2005	37,526,348	47,053,565	(9,527,217)
Other Restricted Funds	9,495,911	8,528,222	967,689
Total Cash	58,292,311	66,180,644	(7,888,333)
Accounts Receivables			
Accounts Receivable-trade	23,971,503	22,578,758	1,392,746
Accounts Receivable, Federal/Other	1,050,984	1,078,333	(27,349)
Total Trade Receivables	25,022,487	23,657,091	1,365,396
Less: Accum. Provision for Uncollectible Accounts	(16,380,326)	(15,880,326)	500,000
Accounts Receivables-net	8,642,161	7,776,765	865,396
Materials & Supplies Inventory, Net of Allowance for for Obsolescence	2,089,300	2,207,701	(118,401)
Other Current Assets:			
Unamortized Debt Issuance Cost & Other Assets	2,930,139	3,007,697	(77,557)
Total Current Assets	71,953,911	79,172,806	(7,218,895)
TOTAL ASSETS	333,560,892	333,572,090	(11,197)
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	6,412,026	5,164,936	1,247,090
Accrued Payroll and Employee Benefits	597,370	593,965	3,405
Accrued Interest and Other payable	2,367,241	2,542,003	(174,762)
Current Portion of Employee Annual Leave	535,641	535,641	0
Contractor's & Rtn Payable/Bid & Escrow Deposits	1,656,681	3,151,411	(1,494,730)
Customer Deposits	1,772,067	1,580,286	191,781
Total Current Liabilities	18,246,026	18,473,242	(227,216)
Long Term Debt:			
Bond 2005	102,144,170	102,204,246	(60,075)
United States Navy	6,424,471	6,653,582	(229,111)
Guam Power Authority	4,225,055	5,201,226	(976,170)
Employee Annual Leave, Less Current Portion	1,022,819	1,022,819	0
Retirement Fund Deferred Contributions	6,826,388	6,226,388	600,000
Accrued Retirees Supplemental & Medical Ins.	1,545,409	1,696,208	(150,799)
Advances for Construction	167,428	166,809	619
Other Deferred Credits	1,214,979	1,214,979	0
TOTAL LIABILITIES	141,816,745	142,859,498	(1,042,753)
RETAINED EARNINGS	191,744,147	190,712,592	1,031,555
TOTAL LIAB AND RETAINED EARNINGS	333,560,892	333,572,090	(11,198)

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

SCHEDULE B

	MTD Actual Mar-08	MTD Budget Mar-08	Variance (unfavorable)
OPERATING REVENUES			
Total Water	2,338,551	2,651,492	(312,941)
Total Wastewater	1,323,680	1,548,784	(225,104)
GPA/Navy Surcharge	273,303	267,814	5,488
Retiree Surcharge	118,576	116,398	2,179
Fire Hydrant	21,585	20,833	752
Other	64,815	66,667	(1,852)
TOTAL OPERATING REVENUES	4,140,510	4,671,988	(531,478)
OPERATING AND MAINTENANCE EXPENSES			
Water Purchases	303,837	250,000	(53,837)
Power Purchases	1,110,964	997,000	(113,964)
	1,414,802	1,247,000	(167,802)
Salaries and wages	985,505	1,101,364	115,859
Pension and Benefits	264,425	283,434	19,009
Chemicals	81,688	103,333	21,645
Materials & Supplies	143,962	171,417	27,455
Contractual-Audit, Meter Reading & Comp	29,118	48,656	19,538
Contractual-Legal	0	417	417
Contractual-Lab	29,435	45,000	15,565
Contractual-Other	96,588	126,667	30,078
PMC-Management Fee	83,200	83,750	550
Training	28,079	49,452	21,373
Equipment Rental/Transportation Expense	87,319	87,333	14
Telephone and Communication	15,443	16,333	890
Claims	13,663	0	(13,663)
Insurance	0	14,167	14,167
Advertising	12,788	26,750	13,963
Building Rental	0	3,000	3,000
Regulatory	0	25,000	25,000
Bad Debts Provision	83,333	83,333	0
Miscellaneous	147,752	16,167	(131,586)
Depreciation	858,785	859,583	798
Capitalized Labor		(125,000)	(125,000)
TOTAL OPERATING AND MAINTENANCE EXPENSES	4,375,886	4,267,156	(108,730)
OPERATING INCOME (LOSS)	(235,376)	404,832	(640,208)
OTHER INCOME(EXPENSE):			
Grants from US & Local Government	292,897	165,083	127,814
Grants from Government of Guam	353,480	0	353,480
Other Income (Expense)	0	0	0
Recoveries	5,427	183,333	(177,906)
Unfunded Retirement Liability	(100,000)	(108,333)	8,333
Management Fees	0	(2,333)	2,333
Retiree Supp.Benefits & Medical Ins.	(136,645)	(64,000)	(72,645)
Interest/Investment Income	105,585	100,000	5,585
Amort. Of Debt Disc.& Exp.	(3,680)	(11,611)	7,931
AFUDC	195,009	141,667	53,342
Interest Expense	(489,083)	(535,650)	46,566
	222,990	(131,844)	354,833
NET INC (DEC) IN RETAINED EARNINGS	(12,387)	272,988	(285,375)

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

SCHEDULE C

	YTD Actual	YTD Budget	Variance
	Mar-08	Mar-08	(unfavorable)
OPERATING REVENUES			
Total Water	\$ 16,127,922	\$ 15,908,949	\$ 218,973
Total Wastewater	\$ 8,685,820	\$ 9,292,706	\$ (606,886)
GPA/Navy Surcharge	\$ 1,867,402	\$ 1,606,887	\$ 260,516
Retiree Surcharge	\$ 810,598	\$ 698,386	\$ 112,212
Fire Hydrant	\$ 129,510	\$ 125,000	\$ 4,510
Other	\$ 438,066	\$ 400,000	\$ 38,066
TOTAL OPERATING REVENUES	\$ 28,059,318	\$ 28,031,927	\$ 27,391
OPERATING AND MAINTENANCE EXPENSES			
Water Purchases	\$ 1,942,322	\$ 1,500,000	\$ (442,322)
Power Purchases	\$ 6,920,119	\$ 5,982,000	\$ (938,119)
	\$ 8,862,441	\$ 7,482,000	\$ (1,380,441)
Salaries and wages	\$ 6,122,259	\$ 6,608,182	\$ 485,923
Pension and Benefits	\$ 1,626,441	\$ 1,700,605	\$ 74,164
Chemicals	\$ 476,007	\$ 620,000	\$ 143,993
Materials & Supplies	\$ 961,426	\$ 1,028,500	\$ 67,074
Contractual-Audit, Meter Reading & Comp	\$ 214,246	\$ 291,937	\$ 77,690
Contractual-Legal	\$ -	\$ 2,500	\$ 2,500
Contractual-Lab	\$ 75,812	\$ 270,000	\$ 194,188
Contractual-Other	\$ 561,363	\$ 760,000	\$ 198,637
PMC-Management Fee	\$ 494,679	\$ 502,500	\$ 7,822
Training	\$ 98,957	\$ 296,712	\$ 197,755
Equipment Rental/Transportation Expense	\$ 553,040	\$ 524,000	\$ (29,040)
Telephone and Communication	\$ 81,148	\$ 98,000	\$ 16,852
Claims	\$ 80,718	\$ -	\$ (80,718)
Insurance	\$ -	\$ 85,000	\$ 85,000
Advertising	\$ 103,767	\$ 160,500	\$ 56,733
Building Rental	\$ -	\$ 18,000	\$ 18,000
Regulatory	\$ 131,080	\$ 150,000	\$ 18,920
Bad Debts Provision	\$ 500,000	\$ 500,000	\$ 0
Miscellaneous	\$ 226,290	\$ 97,000	\$ (129,290)
Depreciation	\$ 5,175,653	\$ 5,157,500	\$ (18,153)
Capitalized Labor	\$ (55,533)	\$ (750,000)	\$ (694,467)
TOTAL OPERATING AND MAINTENANCE EXPENSES	\$ 26,289,794	\$ 25,602,935	\$ (686,859)
OPERATING INCOME (LOSS)	\$ 1,769,524	\$ 2,428,992	\$ (659,468)
OTHER INCOME(EXPENSE):			
Grants from US & Local Government	\$ 572,625	\$ 990,500	\$ (417,875)
Grants from Government of Guam	\$ 353,480	\$ -	\$ 353,480
Other Income (Expense)	\$ -	\$ -	\$ -
Recoveries	\$ 919,008	\$ 1,100,000	\$ (180,992)
Unfunded Retirement Liability	\$ (600,000)	\$ (650,000)	\$ 50,000
Management Fees	\$ -	\$ (14,000)	\$ 14,000
Retiree Supp. Benefits & Medical Ins.	\$ (816,141)	\$ (384,000)	\$ (432,141)
Interest/Investment Income	\$ 1,222,435	\$ 600,000	\$ 622,435
Amort. Of Debt Disc. & Exp.	\$ (43,869)	\$ (69,667)	\$ 25,798
AFUDC	\$ 779,621	\$ 850,000	\$ (70,379)
Interest Expense	\$ (3,125,129)	\$ (3,213,897)	\$ 88,769
	\$ (737,969)	\$ (791,064)	\$ 53,095
NET INC (DEC) IN RETAINED EARNINGS	\$ 1,031,555	\$ 1,637,929	\$ (606,373)
RETAINED EARNINGS, BEGINNING OF YEAR	\$ 190,712,592		
RETAINED EARNINGS, END OF YEAR	\$ 191,744,147		

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

SCHEDULE D

	YTD Actual Mar-08	YTD Actual Mar-07	Percent Change
OPERATING REVENUES			
Total Water	\$ 16,127,922	\$ 12,762,834	26.37%
Total Wastewater	\$ 8,685,820	\$ 7,452,919	16.54%
GPA/Navy Surcharge	\$ 1,867,402	\$ 1,724,053	8.31%
Retiree Surcharge	\$ 810,598	\$ 757,634	6.99%
Fire Hydrant	\$ 129,510	\$ 129,510	0.00%
Other	\$ 438,066	\$ 311,153	40.79%
TOTAL OPERATING REVENUES	\$ 28,059,318	\$ 23,138,103	21.27%
OPERATING AND MAINTENANCE EXPENSES			
Water Purchases	\$ 1,942,322	\$ 1,462,104	32.84%
Power Purchases	\$ 6,920,119	\$ 5,917,908	16.94%
	\$ 8,862,441	\$ 7,380,012	20.09%
Salaries and wages	\$ 6,122,259	\$ 5,078,384	20.56%
Pension and Benefits	\$ 1,626,441	\$ 1,393,953	16.68%
Chemicals	\$ 476,007	\$ 511,851	-7.00%
Materials & Supplies	\$ 961,426	\$ 974,491	-1.34%
Contractual-Audit, Meter Reading & Computer Maint.	\$ 214,246	\$ 248,659	-13.84%
Contractual-Legal	\$ -	\$ -	0.00%
Contractual-Lab	\$ 75,812	\$ 71,146	6.56%
Contractual-Other	\$ 561,363	\$ 817,896	-31.37%
PMC-Management Fee	\$ 494,679	\$ 256,292	93.01%
Training	\$ 98,957	\$ 126,369	-21.69%
Equipment Rental/Transportation Expense	\$ 553,040	\$ 602,413	-8.20%
Telephone and Communication	\$ 81,148	\$ 79,638	1.90%
Claims	\$ 80,718	\$ 84,866	-4.89%
Insurance	\$ -	\$ -	0.00%
Advertising	\$ 103,767	\$ 59,280	75.05%
Building Rental	\$ -	\$ -	0.00%
Regulatory	\$ 131,080	\$ 103,320	26.87%
Bad Debts Provision	\$ 500,000	\$ 375,017	33.33%
Miscellaneous	\$ 226,290	\$ 76,616	195.36%
Depreciation	\$ 5,175,653	\$ 4,720,757	9.64%
Capitalized Labor	\$ (55,533)	\$ -	0.00%
TOTAL OPERATING AND MAINTENANCE EXPENSES	\$ 26,289,794	\$ 22,960,960	14.50%
OPERATING INCOME (LOSS)	\$ 1,769,524	\$ 177,143	898.92%
OTHER INCOME(EXPENSE):			
Grants from US & Local Government	\$ 572,625	\$ 790,040	-27.52%
Grants from Government of Guam	\$ 353,480	\$ -	0.00%
Other Income (Expense)	\$ -	\$ -	0.00%
Recoveries	\$ 919,008	\$ -	100.00%
Unfunded Retirement Liability	\$ (600,000)	\$ -	-100.00%
Management Fees	\$ -	\$ -	0.00%
Retiree Supp. Benefits & Medical Ins.	\$ (816,141)	\$ (360,164)	126.60%
Interest/Investment Income	\$ 1,222,435	\$ 1,722,310	-29.02%
Amort. Of Debt Disc. & Exp.	\$ (43,869)	\$ (35,166)	24.75%
AFUDC	\$ 779,621	\$ 1,223,366	-36.27%
Interest Expense	\$ (3,125,129)	\$ (3,169,182)	-1.39%
	\$ (737,969)	\$ 171,204	-531.05%
NET INC (DEC) IN RETAINED EARNINGS	\$ 1,031,555	\$ 348,347	196.13%
RETAINED EARNINGS, BEGINNING OF YEAR	\$ 190,712,592	\$ 192,645,644	
RETAINED EARNINGS, END OF YEAR	\$ 191,744,147	\$ 192,993,991	