



# GUAM WATERWORKS AUTHORITY

"GOOD WATER ALWAYS"

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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 June 30, 2008

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

GREG P. CRUZ

☞ CHIEF FINANCIAL OFFICER

**RECEIVED**  
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DATE: 7/31/08

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Judith T. Won Pat, Ed. D.

Date: 7/31/08  
Time: 9:38  
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<b>GUAM WATERWORKS AUTHORITY</b>			
<b>Balance Sheet -Unaudited</b>			
<b>As of June 30, 2008</b>			
<b>ASSETS</b>	<b>30-Jun-08</b>	<b>31-May-08</b>	<b>30-Apr-08</b>
<b>Property, Plant and Equipment</b>			
Utility Plant in Service:			
Water System	221,251,894	221,201,894	221,201,894
Wastewater System	189,769,331	189,769,331	189,769,331
Non Utility Property	15,511,860	15,511,860	15,511,860
Construction Work in Progress	38,856,309	37,661,218	37,360,592
<b>Total Property, Plant and Equipment</b>	<b>465,389,394</b>	<b>464,144,303</b>	<b>463,843,677</b>
Less Accumulated Depreciation	(202,530,484)	(201,679,383)	(200,826,401)
<b>Net Property, Plant and Equipment</b>	<b>262,858,910</b>	<b>262,464,920</b>	<b>263,017,276</b>
<b>Current Assets:</b>			
Cash			
Unrestricted	552,301	564,722	660,952
Restricted Funds:			
Debt Service Reserve Fund -Bond 2005	7,736,710	7,686,005	7,679,325
Capitalized Interest and Principal Funds Held by Trustee for Debt Payment-Bond 2005	4,805,157	4,198,906	3,552,323
Construction Funds by Held by Trustee-Bond 2005	34,225,820	35,147,096	35,833,616
Other Restricted Funds	7,947,646	8,316,051	9,578,354
<b>Total Cash</b>	<b>55,267,634</b>	<b>55,912,780</b>	<b>57,304,570</b>
Accounts Receivables			
Accounts Receivable-trade	23,710,780	23,569,542	22,873,393
Accounts Receivable, Federal/Other	1,405,666	1,169,082	1,015,091
Total Trade Receivables	25,116,446	24,738,624	23,888,484
Less: Accum. Provision for Uncollectible Accounts	(16,630,326)	(16,546,993)	(16,463,660)
Accounts Receivables-net	8,486,119	8,191,631	7,424,824
Materials & Supplies Inventory, Net of Allowance for for Obsolescence of \$339,745.00	2,038,719	2,052,783	2,025,151
Other Current Assets:			
Unamortized Debt Issuance Cost & Other Assets	2,880,462	2,933,232	2,921,446
<b>Total Current Assets</b>	<b>68,672,933</b>	<b>69,090,426</b>	<b>69,675,992</b>
<b>TOTAL ASSETS</b>	<b>331,531,843</b>	<b>331,555,346</b>	<b>332,693,268</b>
<b>LIABILITIES AND RETAINED EARNINGS</b>			
<b>Current Liabilities:</b>			
Current Portion:			
-United States Navy	450,000	450,000	450,000
-Guam Power Authority	2,100,000	2,100,000	2,100,000
-Bond 2005	2,355,000	2,355,000	2,355,000
Accounts Payable Trade	4,874,471	5,201,588	6,459,679
Accrued Payroll and Employee Benefits	325,021	288,148	792,342
Accrued Interest and Other payable	3,820,214	3,476,208	2,728,257
Current Portion of Employee Annual Leave	535,641	535,641	535,641
Contractor's & Rtn Payable/Bid & Escrow Deposits	1,968,840	1,753,297	1,444,818
Customer Deposits	1,876,074	1,878,125	1,810,975
<b>Total Current Liabilities</b>	<b>18,305,262</b>	<b>18,038,007</b>	<b>18,676,712</b>
<b>Long Term Debt:</b>			
Bond 2005	102,114,133	102,124,145	102,134,158
United States Navy	6,305,613	6,341,676	6,384,539
Guam Power Authority	3,661,408	3,807,712	3,997,048
Employee Annual Leave, Less Current Portion	1,022,819	1,022,819	1,022,819
Retirement Fund Deferred Contributions	7,126,388	7,026,390	6,926,386
Accrued Retirees Supplemental & Medical Ins.	1,393,510	1,444,144	1,494,777
Advances for Construction	167,589	167,500	167,500
Other Deferred Credits	1,214,976	1,214,976	1,214,976
<b>TOTAL LIABILITIES</b>	<b>141,311,697</b>	<b>141,187,369</b>	<b>142,018,915</b>
<b>RETAINED EARNINGS</b>	<b>190,220,146</b>	<b>190,367,977</b>	<b>190,674,353</b>
<b>TOTAL LIAB AND RETAINED EARNINGS</b>	<b>331,531,843</b>	<b>331,555,346</b>	<b>332,693,268</b>

GUAM WATERWORKS AUTHORITY					
Statement of Operations and Retained Earnings (Unaudited)					
For 3rd Quarter April 08 - June 08					
	YTD Actual	Total 3rd qtr	MTD Actual	MTD Actual	MTD Actual
	Oct07 - Jun08	Apr 08 - June 08	Jun-08	May-08	Apr-08
<b>OPERATING REVENUES</b>					
Total Water	\$ 23,474,912	\$ 7,346,989	\$ 2,212,048	\$ 2,842,562	\$ 2,292,379
Total Wastewater	\$ 12,999,476	\$ 4,313,656	\$ 1,409,813	\$ 1,666,416	\$ 1,237,427
GPA/Navy Surcharge	\$ 2,707,464	\$ 840,061	\$ 285,537	\$ 302,375	\$ 252,150
Retiree Surcharge	\$ 1,175,497	\$ 364,899	\$ 123,937	\$ 131,256	\$ 109,705
Fire Hydrant	\$ 194,265	\$ 64,755	\$ 21,585	\$ 21,585	\$ 21,585
Other	\$ 728,912	\$ 290,847	\$ 72,264	\$ 73,041	\$ 145,542
<b>TOTAL OPERATING REVENUES</b>	<b>\$ 41,280,526</b>	<b>\$ 13,221,208</b>	<b>\$ 4,125,184</b>	<b>\$ 5,037,236</b>	<b>\$ 4,058,788</b>
<b>OPERATING AND MAINTENANCE EXPENSES</b>					
Water Purchases	\$ 3,053,966	\$ 1,111,644	\$ 361,257	\$ 354,975	\$ 395,412
Power Purchases	\$ 11,134,149	\$ 4,214,030	\$ 1,431,891	\$ 1,309,153	\$ 1,472,986
	\$ 14,188,115	\$ 5,325,674	\$ 1,793,148	\$ 1,664,127	\$ 1,868,398
Salaries and wages	\$ 9,254,894	\$ 3,228,254	\$ 907,727	\$ 1,141,469	\$ 1,179,058
Pension and Benefits	\$ 2,482,847	\$ 856,407	\$ 262,307	\$ 287,277	\$ 306,823
Chemicals	\$ 717,169	\$ 241,162	\$ 68,848	\$ 78,811	\$ 93,503
Materials & Supplies	\$ 1,454,832	\$ 437,871	\$ 95,341	\$ 203,640	\$ 138,890
Contractual-Audit, Meter Reading & Computer Maint.	\$ 317,361	\$ 103,114	\$ 7,679	\$ 43,442	\$ 51,993
Contractual-Legal	\$ -	\$ -	\$ -	\$ -	\$ -
Contractual-Lab	\$ 154,001	\$ 78,189	\$ 4,643	\$ 69,383	\$ 4,163
Contractual-Other	\$ 849,084	\$ 287,722	\$ 82,756	\$ 136,141	\$ 68,825
PMC-Management Fee	\$ 745,927	\$ 251,249	\$ 83,200	\$ 83,200	\$ 84,848
Training	\$ 171,242	\$ 72,285	\$ 13,394	\$ 23,012	\$ 35,879
Equipment Rental/Transportation Expense	\$ 967,292	\$ 414,252	\$ 112,212	\$ 180,451	\$ 121,589
Telephone and Communication	\$ 124,823	\$ 43,657	\$ 16,322	\$ 13,984	\$ 13,351
Claims	\$ 102,271	\$ 21,553	\$ 4,168	\$ 9,573	\$ 7,813
Insurance	\$ -	\$ -	\$ -	\$ -	\$ -
Advertising	\$ 205,340	\$ 101,573	\$ 48,554	\$ 40,995	\$ 12,024
Building Rental	\$ -	\$ -	\$ -	\$ -	\$ -
Regulatory	\$ 156,377	\$ 25,297	\$ -	\$ -	\$ 25,297
Bad Debts Provision	\$ 750,000	\$ 250,000	\$ 83,333	\$ 83,333	\$ 83,333
Miscellaneous	\$ 370,079	\$ 143,789	\$ 68,721	\$ 52,231	\$ 22,838
Depreciation	\$ 7,716,372	\$ 2,540,718	\$ 851,101	\$ 852,982	\$ 836,635
Capitalized Labor	\$ (48,824)	\$ (33,255)	\$ (2,483)	\$ (8,851)	\$ (21,921)
<b>TOTAL OPERATING AND MAINTENANCE EXPENSES</b>	<b>\$ 40,679,202</b>	<b>\$ 14,389,512</b>	<b>\$ 4,500,973</b>	<b>\$ 4,955,200</b>	<b>\$ 4,933,340</b>
<b>OPERATING INCOME (LOSS)</b>	<b>\$ 601,324</b>	<b>\$ (1,168,304)</b>	<b>\$ (375,789)</b>	<b>\$ 82,036</b>	<b>\$ (874,551)</b>
<b>OTHER INCOME(EXPENSE):</b>					
Grants from US & Local Government	\$ 1,443,819	\$ 871,194	\$ 671,507	\$ -	\$ 199,686
Grants from Government of Guam	\$ 359,595	\$ 6,115	\$ -	\$ -	\$ 6,115
Other Income (Expense)	\$ -	\$ -	\$ -	\$ -	\$ -
Recoveries	\$ 929,061	\$ 10,053	\$ -	\$ -	\$ 10,053
Unfunded Retirement Liability	\$ (900,000)	\$ (300,000)	\$ (100,000)	\$ (100,000)	\$ (100,000)
Management Fees	\$ -	\$ -	\$ -	\$ -	\$ -
Retiree Supp.Benefits & Medical Ins.	\$ (1,226,077)	\$ (409,935)	\$ (136,645)	\$ (136,645)	\$ (136,645)
Interest/Investment Income	\$ 1,537,044	\$ 314,609	\$ 77,863	\$ 147,231	\$ 89,515
Amort. Of Debt Disc. & Exp.	\$ (25,910)	\$ 17,959	\$ 1,320	\$ 1,320	\$ 15,320
AFUDC	\$ 1,452,461	\$ 672,840	\$ 223,649	\$ 219,304	\$ 229,887
Interest Expense	\$ (4,663,763)	\$ (1,538,636)	\$ (509,840)	\$ (519,619)	\$ (509,177)
	\$ (1,093,770)	\$ (355,801)	\$ 227,854	\$ (388,409)	\$ (195,246)
<b>NET INC (DEC) IN RETAINED EARNINGS</b>	<b>\$ (492,446)</b>	<b>\$ (1,524,105)</b>	<b>\$ (147,935)</b>	<b>\$ (306,373)</b>	<b>\$ (1,069,797)</b>
<b>RETAINED EARNINGS, BEGINNING OF YEAR</b>	<b>\$190,712,592</b>				
<b>RETAINED EARNINGS, END OF YEAR</b>	<b>\$190,220,146</b>				