



GUAM WATERWORKS AUTHORITY

"GOOD WATER ALWAYS"

Post Office Box 3010, Hagåtña, Guam 96932

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June 30, 2008

GUAM LEGISLATURE
155 Hesler Street
Hagåtña, Guam 96910

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

Date 6/30/08
Time 11:30
Received by [Signature]

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 May 31, 2008

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

[Handwritten Signature]
JMB
6/30
JOHN M. BENAVENTE
GENERAL MANAGER, CUS

GUAM WATERWORKS AUTHORITY		SCHEDULE A	
Balance Sheet -Unaudited			
May 31, 2008			
		AUDITED	Increase
ASSETS	May 31, 2008	30-Sep-07	(Decrease)
Property, Plant and Equipment			
Utility Plant in Service:			
Water System	221,201,894	221,201,894	0
Wastewater System	189,769,331	189,769,331	0
Non Utility Property	15,511,860	15,511,860	0
Construction Work in Progress	37,661,218	22,730,312	14,930,906
Total Property, Plant and Equipment	464,144,303	449,213,397	14,930,906
Less Accumulated Depreciation	(201,679,383)	(194,814,113)	6,865,270
Net Property, Plant and Equipment	262,464,920	254,399,284	8,065,636
Current Assets:			
Cash			
Unrestricted	564,720	980,849	(416,129)
Restricted Funds:			
Debt Service Reserve Fund -Bond 2005	7,686,005	7,685,596	409
Capitalized Interest and Principal Funds Held by			
Trustee for Debt Payment-Bond 2005	4,198,906	1,932,412	2,266,494
Construction Funds by Held by Trustee-Bond 2005	35,147,096	47,053,565	(11,906,469)
Other Restricted Funds	8,316,051	8,528,222	(212,171)
Total Cash	55,912,778	66,180,644	(10,267,866)
Accounts Receivables			
Accounts Receivable-trade	23,569,542	22,578,758	990,784
Accounts Receivable, Federal/Other	1,169,082	1,078,333	90,749
Total Trade Receivables	24,738,624	23,657,091	1,081,533
Less: Accum. Provision for Uncollectible Accounts	(16,546,993)	(15,880,326)	666,667
Accounts Receivables-net	8,191,631	7,776,765	414,866
Materials & Supplies Inventory, Net of Allowance for for Obsolescence	2,052,783	2,207,701	(154,918)
Other Current Assets:			
Unamortized Debt Issuance Cost & Other Assets	2,933,232	3,007,697	(74,465)
Total Current Assets	69,090,424	79,172,806	(10,082,382)
TOTAL ASSETS	331,555,344	333,572,090	(2,016,746)
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	5,238,861	5,164,936	73,925
Accrued Payroll and Employee Benefits	288,148	593,965	(305,817)
Accrued Interest and Other payable	3,438,935	2,542,003	896,932
Current Portion of Employee Annual Leave	535,641	535,641	0
Contractor's & Rtn Payable/Bid & Escrow Deposits	1,753,297	3,151,411	(1,398,114)
Customer Deposits	1,878,125	1,580,286	297,839
Total Current Liabilities	18,038,007	18,473,242	(435,235)
Long Term Debt:			
Bond 2005	102,124,145	102,204,246	(80,101)
United States Navy	6,341,676	6,653,582	(311,906)
Guam Power Authority	3,807,712	5,201,226	(1,393,514)
Employee Annual Leave, Less Current Portion	1,022,819	1,022,819	0
Retirement Fund Deferred Contributions	7,026,388	6,226,388	800,000
Accrued Retirees Supplemental & Medical Ins.	1,444,144	1,696,208	(252,064)
Advances for Construction	167,500	166,809	691
Other Deferred Credits	1,214,976	1,214,979	(3)
TOTAL LIABILITIES	141,187,367	142,859,498	(1,672,131)
RETAINED EARNINGS	190,367,977	190,712,592	(344,615)
TOTAL LIAB AND RETAINED EARNINGS	331,555,344	333,572,090	(2,016,746)

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

SCHEDULE B

	MTD Actual May-08	MTD Budget May-08	Variance (unfavorable)
OPERATING REVENUES			
Total Water	\$ 2,842,562	\$ 2,651,492	\$ 191,071
Total Wastewater	\$ 1,666,416	\$ 1,548,784	\$ 117,632
GPA/Navy Surcharge	\$ 302,375	\$ 267,814	\$ 34,561
Retiree Surcharge	\$ 131,256	\$ 116,398	\$ 14,858
Fire Hydrant	\$ 21,585	\$ 20,833	\$ 752
Other	\$ 73,041	\$ 66,667	\$ 6,374
TOTAL OPERATING REVENUES	\$ 5,037,235	\$ 4,671,988	\$ 365,247
OPERATING AND MAINTENANCE EXPENSES			
Water Purchases	\$ 354,975	\$ 250,000	\$ (104,975)
Power Purchases	\$ 1,309,153	\$ 997,000	\$ (312,153)
	1,664,128	1,247,000	(417,128)
Salaries and wages	\$ 1,085,813	\$ 1,101,364	\$ 15,551
Pension and Benefits	\$ 287,277	\$ 283,434	\$ (3,843)
Chemicals	\$ 78,811	\$ 103,333	\$ 24,522
Materials & Supplies	\$ 203,640	\$ 171,417	\$ (32,223)
Contractual-Audit, Meter Reading & Comp	\$ 43,442	\$ 48,656	\$ 5,214
Contractual-Legal	\$ -	\$ 417	\$ 417
Contractual-Lab	\$ 69,383	\$ 45,000	\$ (24,383)
Contractual-Other	\$ 136,141	\$ 126,667	\$ (9,474)
PMC-Management Fee	\$ 83,200	\$ 83,750	\$ 550
Training	\$ 23,012	\$ 49,452	\$ 26,440
Equipment Rental/Transportation Expense	\$ 180,451	\$ 87,333	\$ (93,118)
Telephone and Communication	\$ 13,984	\$ 16,333	\$ 2,349
Claims	\$ 9,573	\$ -	\$ (9,573)
Insurance	\$ -	\$ 14,167	\$ 14,167
Advertising	\$ 40,995	\$ 26,750	\$ (14,245)
Building Rental	\$ -	\$ 3,000	\$ 3,000
Regulatory	\$ -	\$ 25,000	\$ 25,000
Bad Debts Provision	\$ 83,333	\$ 83,333	\$ 0
Miscellaneous	\$ 52,231	\$ 16,167	\$ (36,064)
Depreciation	\$ 852,982	\$ 859,583	\$ 6,601
Capitalized Labor	\$ (8,851)	\$ (125,000)	\$ (116,149)
TOTAL OPERATING AND MAINTENANCE EXPENSES	4,899,545	4,267,156	(632,389)
OPERATING INCOME (LOSS)	137,690	404,832	(267,142)
OTHER INCOME(EXPENSE):			
Grants from US & Local Government	\$ -	\$ 165,083	\$ (165,083)
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	\$ 147,231	\$ 100,000	\$ 47,231
Amort. Of Debt Disc.& Exp.	\$ 1,323	\$ (11,611)	\$ 12,934
AFUDC	\$ 219,304	\$ 141,667	\$ 77,637
Interest Expense	\$ (519,619)	\$ (535,650)	\$ 16,031
	-388,406	(131,844)	(256,562)
NET INC (DEC) IN RETAINED EARNINGS	-250,717	272,988	(523,705)

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

SCHEDULE C

	YTD Actual May-08	YTD Actual May-07	Percent Change
OPERATING REVENUES			
Total Water	\$ 21,262,864	\$ 17,578,224	20.96%
Total Wastewater	\$ 11,589,663	\$ 10,126,979	14.44%
GPA/Navy Surcharge	\$ 2,421,927	\$ 2,336,518	3.66%
Retiree Surcharge	\$ 1,051,559	\$ 1,023,676	2.72%
Fire Hydrant	\$ 172,680	\$ 172,680	0.00%
Other	\$ 656,649	\$ 549,370	19.53%
TOTAL OPERATING REVENUES	\$ 37,155,342	\$ 31,787,447	16.89%
OPERATING AND MAINTENANCE EXPENSES			
Water Purchases	\$ 2,692,709	\$ 1,932,110	39.37%
Power Purchases	\$ 9,702,257	\$ 7,892,266	22.93%
	\$ 12,394,966	\$ 9,824,376	26.17%
Salaries and wages	\$ 8,347,167	\$ 6,958,822	19.95%
Pension and Benefits	\$ 2,220,540	\$ 1,881,105	18.04%
Chemicals	\$ 648,321	\$ 688,160	-5.79%
Materials & Supplies	\$ 1,359,595	\$ 1,453,664	-6.47%
Contractual-Audit, Meter Reading & Computer Maint.	\$ 309,681	\$ 401,635	-22.89%
Contractual-Legal	\$ -	\$ -	0.00%
Contractual-Lab	\$ 149,358	\$ 90,755	64.57%
Contractual-Other	\$ 766,328	\$ 1,059,861	-27.70%
PMC-Management Fee	\$ 662,727	\$ 416,012	59.30%
Training	\$ 157,848	\$ 150,429	4.93%
Equipment Rental/Transportation Expense	\$ 855,080	\$ 748,196	14.29%
Telephone and Communication	\$ 108,501	\$ 113,383	-4.31%
Claims	\$ 98,103	\$ 113,299	-13.41%
Insurance	\$ -	\$ -	0.00%
Advertising	\$ 156,786	\$ 86,232	81.82%
Building Rental	\$ -	\$ -	0.00%
Regulatory	\$ 156,377	\$ 123,402	26.72%
Bad Debts Provision	\$ 666,667	\$ 500,017	33.33%
Miscellaneous	\$ 301,359	\$ 97,020	210.62%
Depreciation	\$ 6,865,270	\$ 6,312,650	8.75%
Capitalized Labor	\$ (46,342)	\$ (91,076)	0.00%
TOTAL OPERATING AND MAINTENANCE EXPENSES	\$ 36,178,332	\$ 30,927,942	16.98%
OPERATING INCOME (LOSS)	\$ 977,010	\$ 859,505	13.67%
OTHER INCOME(EXPENSE):			
Grants from US & Local Government	\$ 772,312	\$ 967,250	-20.15%
Grants from Government of Guam	\$ 359,595	\$ -	0.00%
Other Income (Expense)	\$ -	\$ 14,442	0.00%
Recoveries	\$ 929,061	\$ -	100.00%
Unfunded Retirement Liability	\$ (800,000)	\$ -	-100.00%
Management Fees	\$ -	\$ -	0.00%
Retiree Supp. Benefits & Medical Ins.	\$ (1,089,431)	\$ (531,843)	104.84%
Interest/Investment Income	\$ 1,459,181	\$ 2,276,121	-35.89%
Amort. Of Debt Disc. & Exp.	\$ (27,231)	\$ (42,350)	-35.70%
AFUDC	\$ 1,228,813	\$ 1,672,611	-26.53%
Interest Expense	\$ (4,153,924)	\$ (4,157,508)	-0.09%
	\$ (1,321,625)	\$ 198,723	-765.06%
NET INC (DEC) IN RETAINED EARNINGS	\$ (344,615)	\$ 1,058,228	-132.57%
RETAINED EARNINGS, BEGINNING OF YEAR	\$ 190,712,592	\$ 192,645,644	
RETAINED EARNINGS, END OF YEAR	\$ 190,367,977	\$ 193,703,872	

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

SCHEDULE D

	YTD Actual May-08	YTD Budget May-08	Variance (unfavorable)
OPERATING REVENUES			
Total Water	\$ 21,262,864	\$ 21,211,932	\$ 50,932
Total Wastewater	\$ 11,589,663	\$ 12,390,275	\$ (800,612)
GPA/Navy Surcharge	\$ 2,421,927	\$ 2,142,515	\$ 279,412
Retiree Surcharge	\$ 1,051,559	\$ 931,181	\$ 120,378
Fire Hydrant	\$ 172,680	\$ 166,667	\$ 6,013
Other	\$ 656,649	\$ 533,333	\$ 123,316
TOTAL OPERATING REVENUES	\$ 37,155,342	\$ 37,375,903	\$ (220,561)
OPERATING AND MAINTENANCE EXPENSES			
Water Purchases	\$ 2,692,709	\$ 2,000,000	\$ (692,709)
Power Purchases	\$ 9,702,257	\$ 7,976,000	\$ (1,726,257)
	\$ 12,394,966	\$ 9,976,000	\$ (2,418,966)
Salaries and wages	\$ 8,347,167	\$ 8,810,909	\$ 463,742
Pension and Benefits	\$ 2,220,540	\$ 2,267,473	\$ 46,933
Chemicals	\$ 648,321	\$ 826,667	\$ 178,346
Materials & Supplies	\$ 1,359,595	\$ 1,371,333	\$ 11,738
Contractual-Audit, Meter Reading & Comp	\$ 309,681	\$ 389,249	\$ 79,568
Contractual-Legal	\$ -	\$ 3,333	\$ 3,333
Contractual-Lab	\$ 149,358	\$ 360,000	\$ 210,642
Contractual-Other	\$ 766,328	\$ 1,013,333	\$ 247,005
PMC-Management Fee	\$ 662,727	\$ 670,000	\$ 7,273
Training	\$ 157,848	\$ 395,615	\$ 237,767
Equipment Rental/Transportation Expense	\$ 855,080	\$ 698,667	\$ (156,413)
Telephone and Communication	\$ 108,501	\$ 130,667	\$ 22,166
Claims	\$ -	\$ -	\$ -
Insurance	\$ 98,103	\$ 113,333	\$ 15,230
Advertising	\$ 156,786	\$ 214,000	\$ 57,214
Building Rental	\$ -	\$ 24,000	\$ 24,000
Regulatory	\$ 156,377	\$ 200,000	\$ 43,623
Bad Debts Provision	\$ 666,667	\$ 666,667	\$ -
Miscellaneous	\$ 301,359	\$ 129,333	\$ (172,026)
Depreciation	\$ 6,865,270	\$ 6,876,667	\$ 11,397
Capitalized Labor	\$ (46,342)	\$ (1,000,000)	\$ (953,658)
TOTAL OPERATING AND MAINTENANCE EXPENSES	\$ 36,178,332	\$ 34,137,246	\$ (2,041,086)
OPERATING INCOME (LOSS)	\$ 977,010	\$ 3,238,657	\$ (2,261,647)
OTHER INCOME(EXPENSE):			
Grants from US & Local Government	\$ 772,312	\$ 1,320,667	\$ (548,355)
Grants from Government of Guam	\$ 359,595	\$ -	\$ 359,595
Other Income (Expense)	\$ -	\$ -	\$ -
Recoveries	\$ 929,061	\$ 1,466,667	\$ (537,606)
Unfunded Retirement Liability	\$ (800,000)	\$ (866,667)	\$ 66,667
Management Fees	\$ -	\$ (18,667)	\$ 18,667
Retiree Supp. Benefits & Medical Ins.	\$ (1,089,431)	\$ (512,000)	\$ (577,431)
Interest/Investment Income	\$ 1,459,181	\$ 800,000	\$ 659,181
Amort. Of Debt Disc. & Exp.	\$ (27,231)	\$ (92,889)	\$ 65,658
AFUDC	\$ 1,228,813	\$ 1,133,333	\$ 95,480
Interest Expense	\$ (4,153,924)	\$ (4,285,196)	\$ 131,272
	\$ (1,321,625)	\$ (1,054,752)	\$ (266,873)
NET INC (DEC) IN RETAINED EARNINGS	\$ (344,615)	\$ 2,183,905	\$ (2,528,520)
RETAINED EARNINGS, BEGINNING OF YEAR	\$ 190,712,592		
RETAINED EARNINGS, END OF YEAR	\$ 190,367,977		