GUAM board of accountancy

August 23, 2018

GL# 34-16-2243
Speaker Benjamin J.F. Cruz

AUG 23 2018
Time: 8:15 (✓) AM ( ) PM File No. 34-3013
Received By: [signature]

Honorable Eddie B. Calvo
Governor of Guam
Executive Chambers P.O.
Box 2950
Hagatña, GU 96910

Dear Governor Calvo:

In compliance with Public Law 31-233, Chapter XIII, Section 6, enclosed are the FY2018 – JUNE/JULY Financial Statements for the Guam Board of Accountancy (the Board).

Please note that there were no outstanding prior year obligations as of June 30, 2018 and July 31, 2018, and that the Board receives no funds from the US Federal Government or the Government of Guam. All Board funds are derived directly from CPA application, examination and licensing fees.

To wit, also enclosed are graphs of the Guam Computer Test Center (GCTC) paid (and/or taken) test events trending the changing demographics behind these revenues from inception to date. The decline in paid events due to international testing in Japan has been generally offset by candidates from Korea and China. There is, however, continued discussion by AICPA re: testing in China, that would again bring a directly proportional decline in GCTC surcharge revenues. Thus the Board continues funding the UOG Visiting Professor endowment annually, to its fullest ability.

If you need additional information, please contact us at your earliest convenience by calling 6470813 or emailing your request to: execdir@guamboa.org. Thank you.

Sincerely,

D. N. Sanford
Executive Director

Enclosures

cc: Honorable Benjamin J. F. Cruz
Speaker, 34th Guam Legislature

2018 AUG 23 AM 8:55

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2243

GUAM BOARD OF ACCOUNTANCY

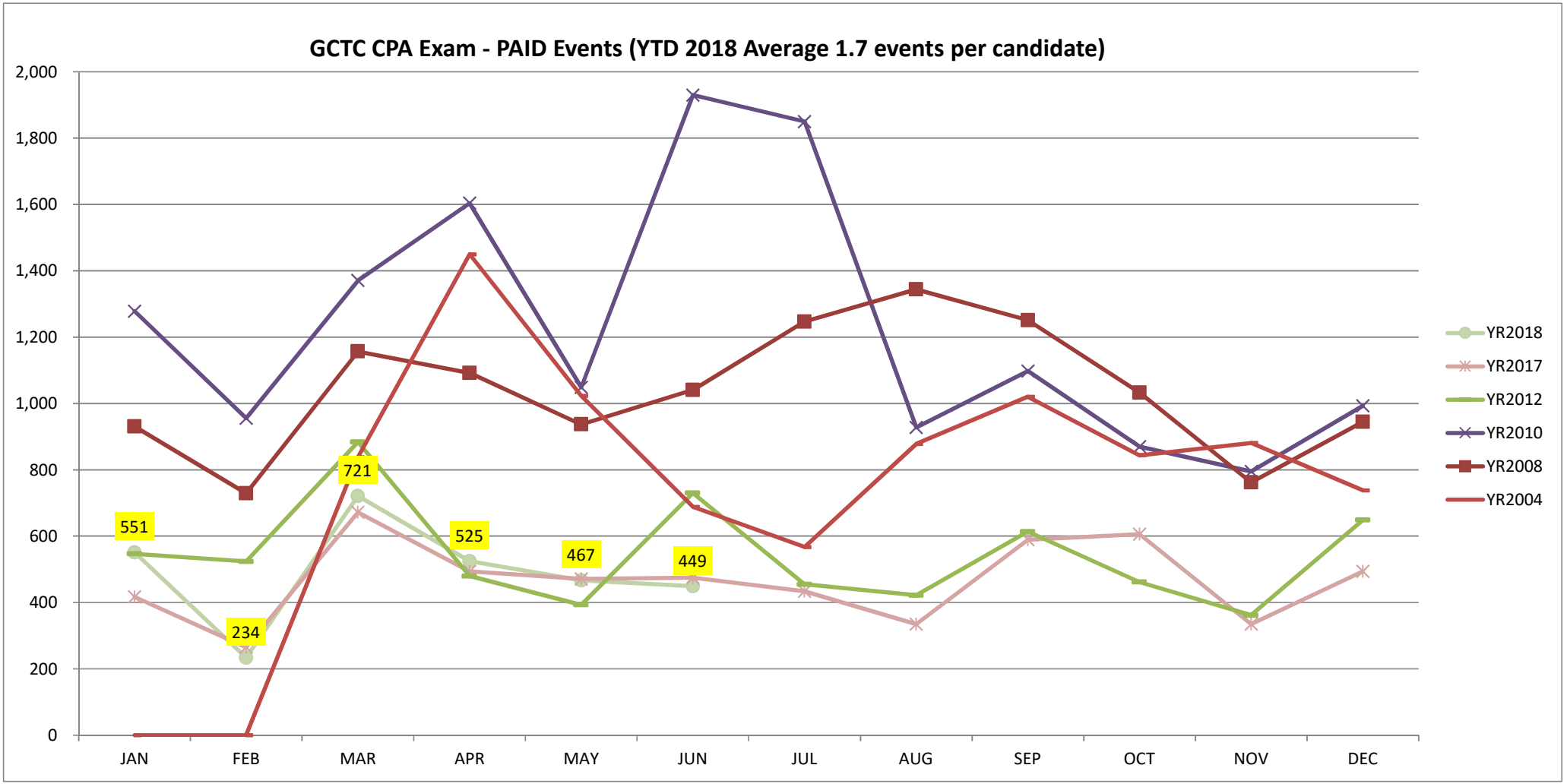
FY2018 Revenue, Expense and Fund Balance Summary w/History and FY2018 Budget

(Modified Accrual Basis: updated 8/16/18 mbs/dns)

BUDGET CATEGORY Description NOTES	FY2014 Actual	FY2015 Actual	FY2016 Actual	FY2017 Actual	FY2018 Actual YTD 6/30/2018	FY2018 Approved Budget
REVENUES SUMMARY						
Exam Application Fees	80,300	89,750	120,900	126,450	101,850	100,000
Guam Computer Test Center Administration Fees	397,870	411,320	518,185	444,500	302,820	500,000
Certification Fees	54,200	60,725	100,750	128,100	100,525	72,000
Individual Licensing Fees	102,925	119,425	138,350	173,375	181,700	145,000
Firm Licensing Fees	5,325	5,675	5,450	5,350	3,875	5,000
Penalties/Miscellaneous Fees/Interest	9,560	16,762	12,302	18,320	12,503	0
TOTAL REVENUES	**650,180**	**703,657**	**895,937**	**896,095**	**703,273**	**822,000**
220 Travel	0	0	0	0	0	0
230 Contractual						
Administrative Services Contract	275,721	290,245	292,273	299,186	221,816	309,600
Legal Services Contract	0	0	0	0	0	0
Copier Services	6,136	4,301	5,638	6,572	6,339	7,500
Education & Testing	4,325	0	2,596	0	0	30,000
Others (Publications, Dues, etc.)	14,200	14,200	14,200	15,544	0	16,000
Web/Database development & maintenance	0	0	66	0	0	12,000
233 Office Space	23,868	23,868	23,868	23,868	17,901	24,000
240 Supplies	9,429	11,363	14,426	18,788	10,400	18,000
250 Small Equipment	1,319	1,963	2,384	4,065	4,980	5,000
290 Miscellaneous						
Bank Charges	5,392	6,424	9,391	11,980	9,360	18,000
Postage	15,266	14,322	28,365	33,810	46,142	32,000
Training	0	0	5,014	0	0	10,000
Notices/Compliance Investigations/Others	1,774	2,882	2,672	1,010	570	0
UOG Endowment Contribution	0	0	100,000	200,000	400,000	300,000
363 Telephone Services	0	0	0	0	0	0
450 Capitalized Equipment	0	0	0	0	0	0
TOTAL EXPENDITURES	**357,429**	**369,567**	**500,893**	**614,823**	**717,507**	**782,100**
NET EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES	**292,751**	**334,090**	**395,043**	**281,272**	**(14,234)**	**39,900**
FUND BALANCE:						
Beginning (1)	**1,419,109**	**1,711,860**	**1,045,950**	**1,440,993**	**1,722,265**	**1,722,265**
UOG Endowment Contribution Paid (PL 32-191)		**(1,000,000)**				
Ending	**1,711,860**	**1,045,950**	**1,440,993**	**1,722,265**	**1,708,031**	**1,762,165**
Consisting of:						
Cash - Bank of Guam (established FY2008)	**1,194,789**	**521,899**	**644,962**	**954,983**	**954,975**	
Cash - Time Certificates of Deposit	**501,505**	**501,505**	**751,505**	**752,261**	**752,261**	
Accounts Receivable-NASBA	**43,505**	**47,600**	**69,790**	**40,810**	**31,080**	
Accounts Payable	**(27,940)**	**(25,054)**	**(25,264)**	**(25,789)**	**(30,285)**	
Net Fund Balance	**1,711,860**	**1,045,950**	**1,440,993**	**1,722,265**	**1,708,031**	
Restricted Fund Balance	**1,039,000**	**1,045,950**	**1,051,000**	**1,051,000**	**1,321,000**	
Unrestricted Fund Balance	**672,860**	**0**	**389,993**	**671,265**	**387,031**	

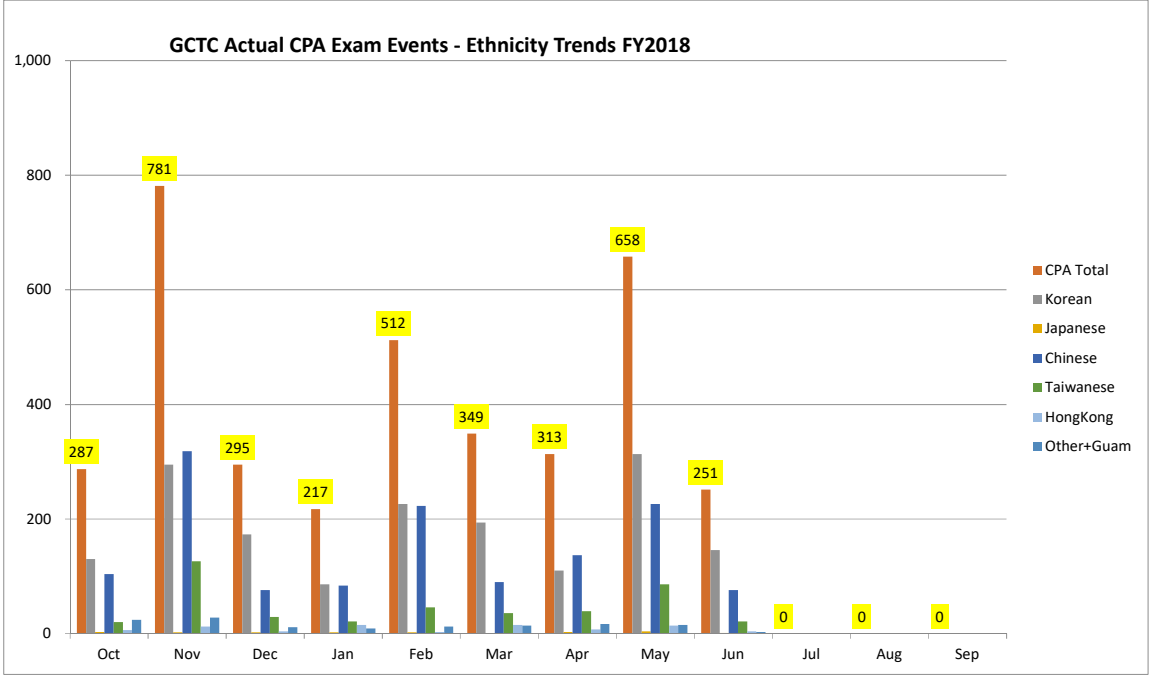
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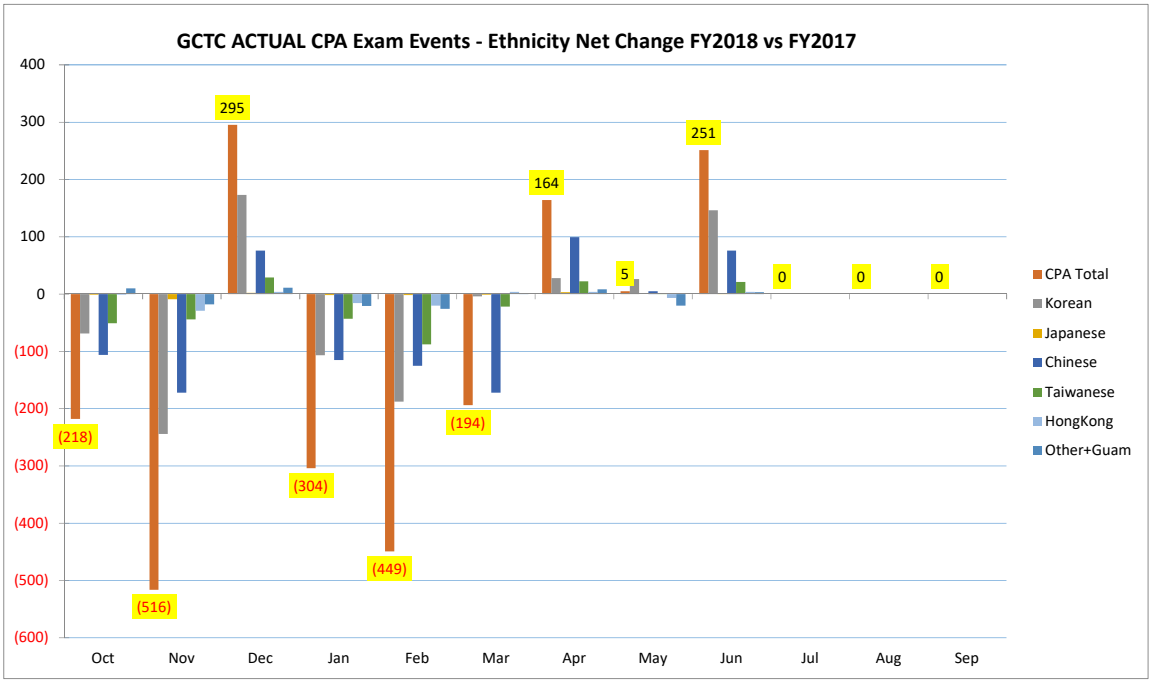
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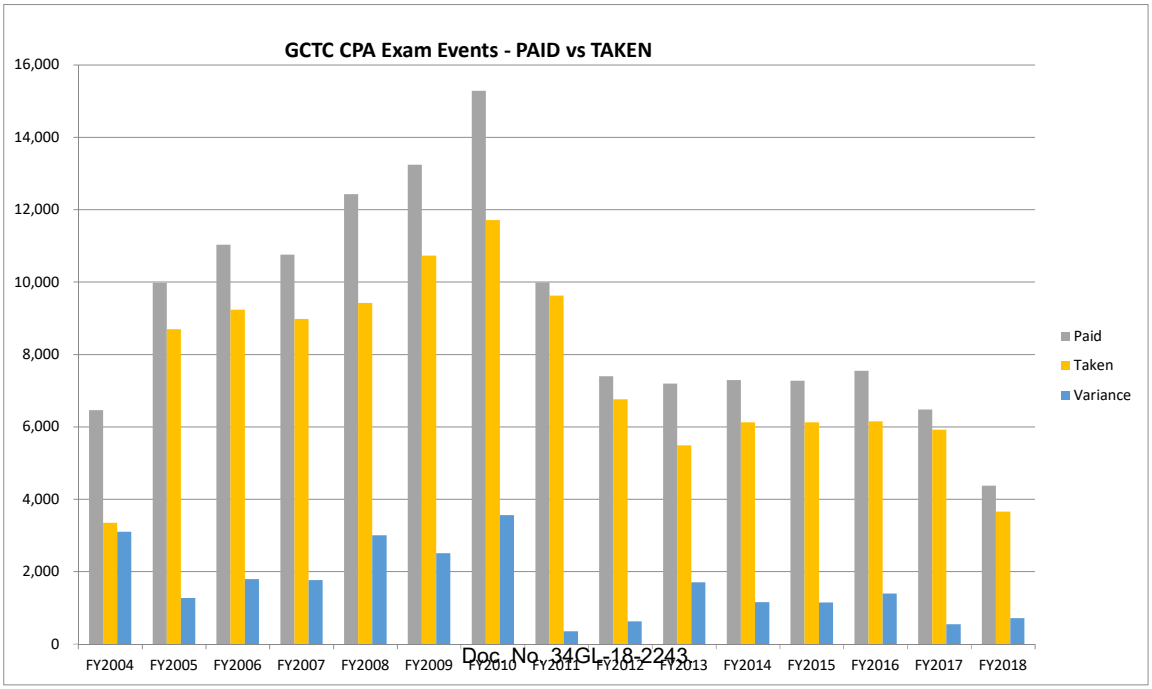


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GCTC Actual CPA Exam Events - Ethnicity Trends FY2018
1,000
800
600
400
200
0
287
781
295
217
512
349
313
658
251
0
0
0
Oct
Nov
Dec
Jan
Feb
Mar
Apr
May
Jun
Jul
Aug
Sep
CPA Total
Korean
Japanese
Chinese
Taiwanese
HongKong
Other+Guam


GCTC ACTUAL CPA Exam Events - Ethnicity Net Change FY2018 vs FY2017
400
300
200
100
0
(100)
(200)
(300)
(400)
(500)
(600)
(218)
(516)
295
(304)
(449)
(194)
164
5
251
0
0
0
Oct
Nov
Dec
Jan
Feb
Mar
Apr
May
Jun
Jul
Aug
Sep
CPA Total
Korean
Japanese
Chinese
Taiwanese
HongKong
Other+Guam


GCTC CPA Exam Events - PAID vs TAKEN
16,000
14,000
12,000
10,000
8,000
6,000
4,000
2,000
0
FY2004
FY2005
FY2006
FY2007
FY2008
FY2009
FY2010
FY2011
FY2012
FY2013
FY2014
FY2015
FY2016
FY2017
FY2018
Paid
Taken
Variance

GUAM BOARD OF ACCOUNTANCY

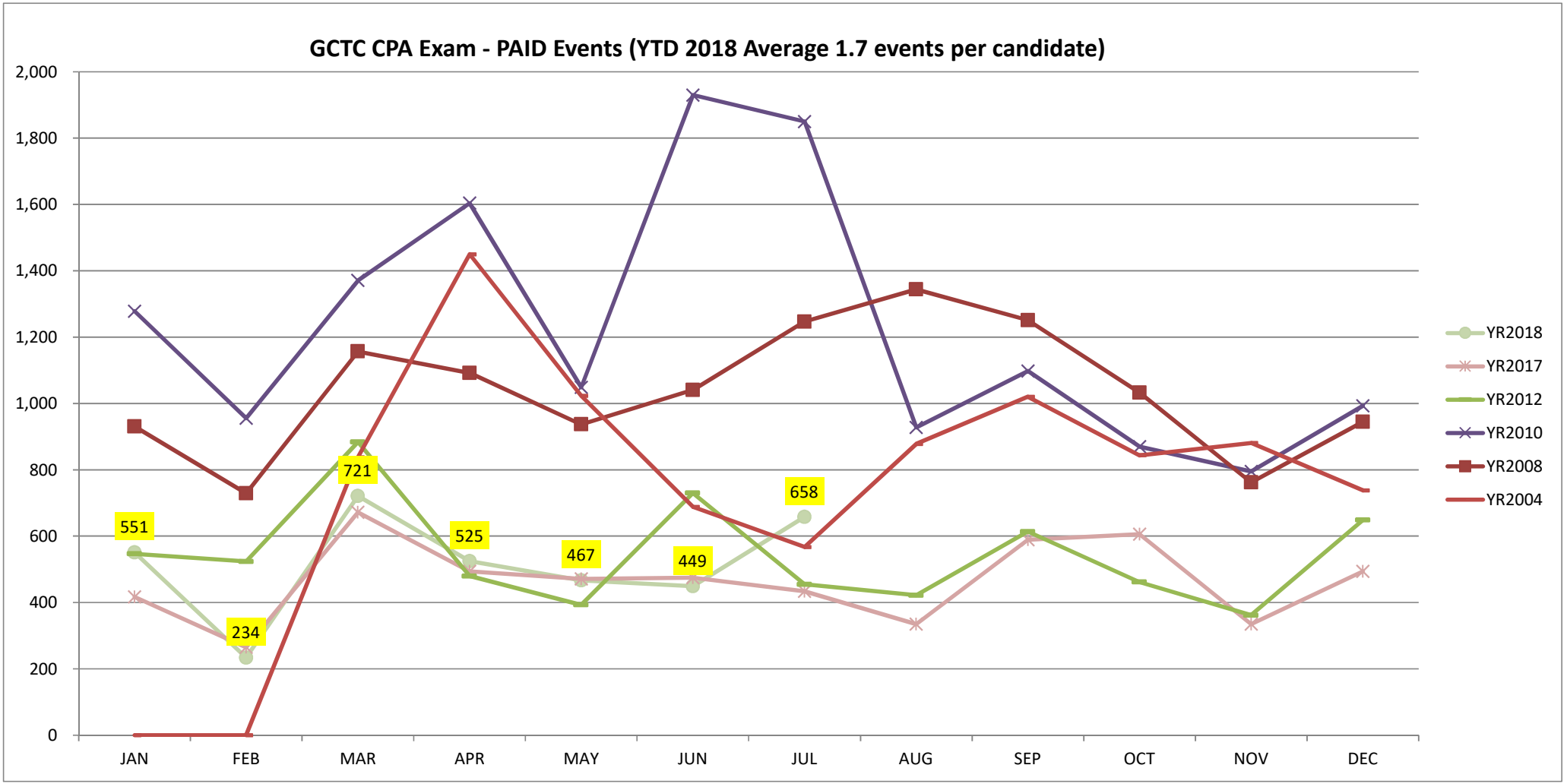
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Unrestricted Fund Balance	**672,860**	**0**	**389,993**	**671,265**	**457,419**	

NOTES:

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