GUAM
board of accountancy

January 24, 2019

35GL-19-0068
Speaker Tina Rose Muna Barnes
RECEIVED
DATE: 1/24/19
2:36PM

Honorable Lourdes A. Leon Guerrero
Governor of Guam
Executive Chambers
P.O. Box 2950
Hagatña, GU 96910

Dear Governor Leon Guerrero:

In compliance with Public Law 31-233, Chapter XIII, Section 6, enclosed is the FY2019 – DECEMBER Financial Statement for the Guam Board of Accountancy (the Board).

Please note that there were no outstanding prior year obligations as of December 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 Tina Muna Barnes
Speaker, 35th Guam Legislature

tel.671.647.0813 • fax.671.647.0816
email.guamboa@guamboa.org • www.guamboa.org
Suite 101, 335 South Marine Corps Drive, Tamuning, GU 96913

0068

GUAM BOARD OF ACCOUNTANCY

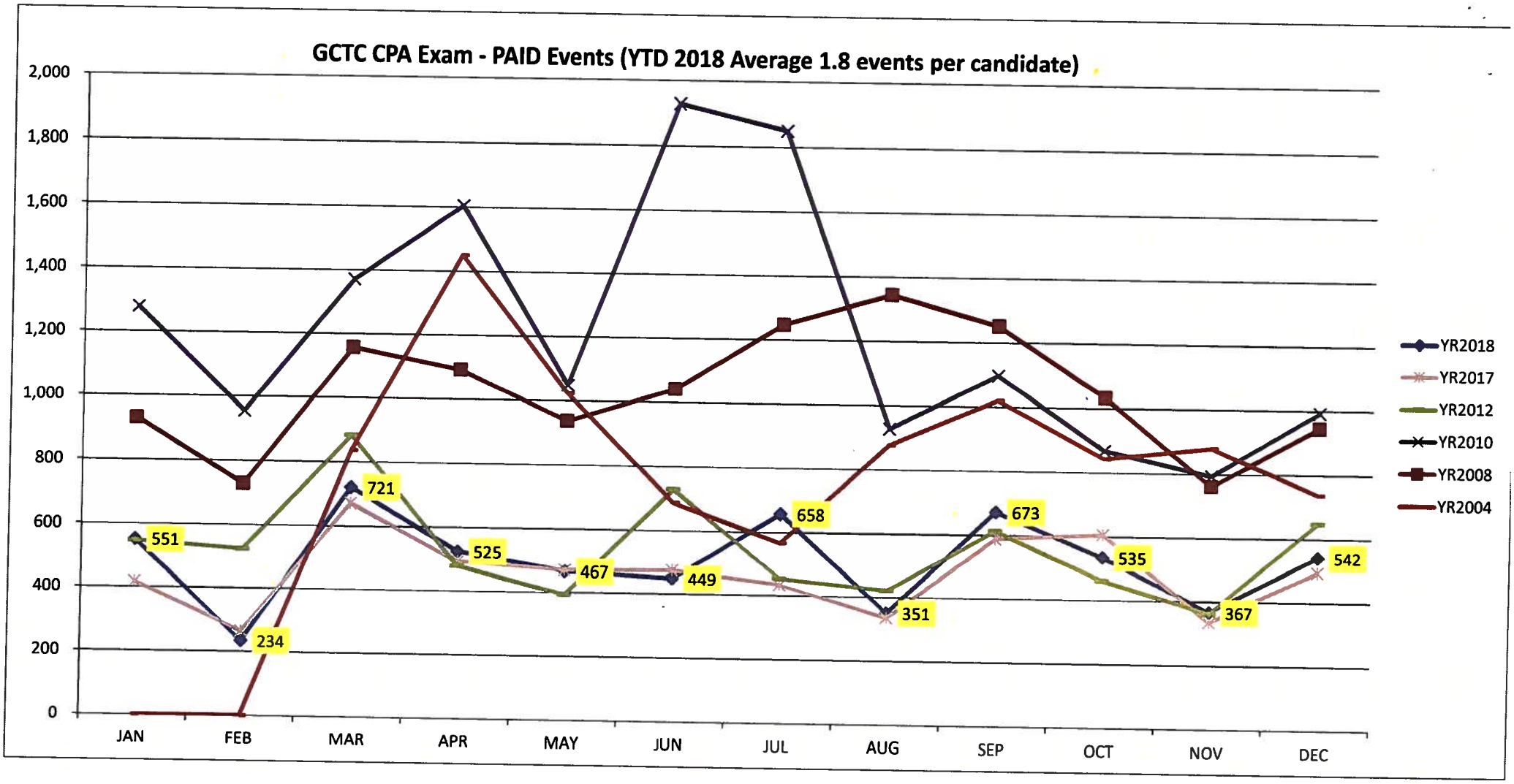
FY2019 Revenue, Expense and Fund Balance Summary w/History and FY2019 Budget

(Modified Accrual Basis: updated 1/17/2019 mbs/dns)

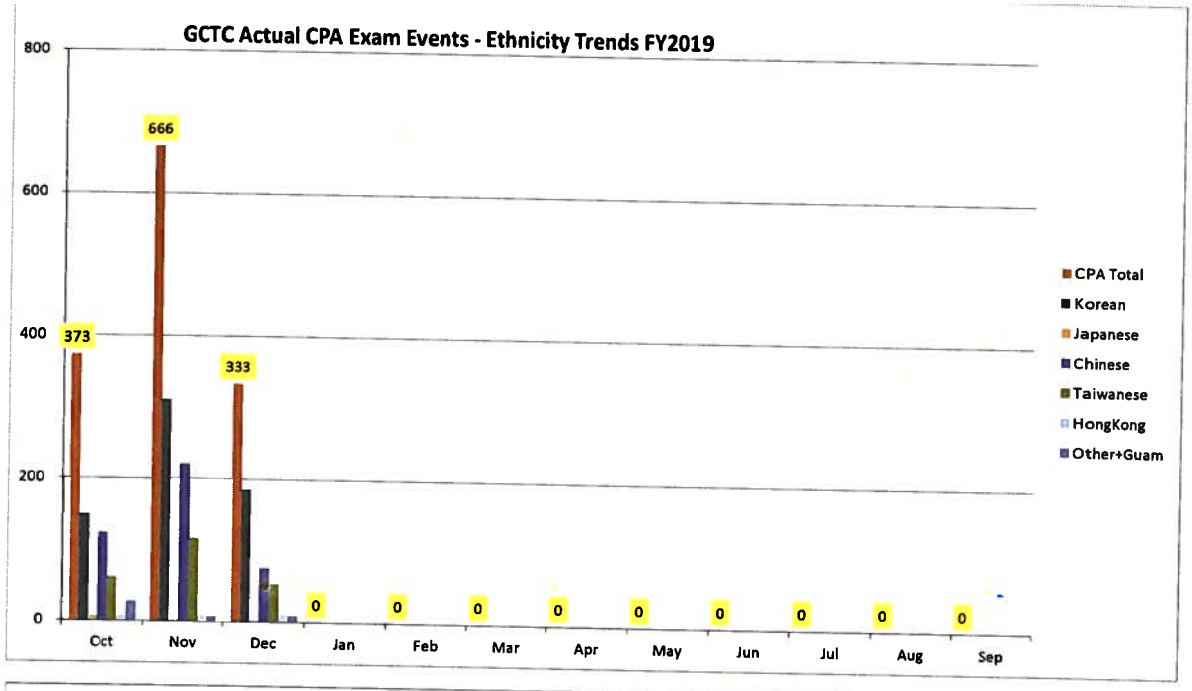
BUDGET CATEGORY Description	NOTES	FY2015 Actual	FY2016 Actual	FY2017 Actual	FY2018 Actual	FY2019 Actual YTD 12/31/2018	FY201 Approv Budge
REVENUES SUMMARY							
Exam Application Fees		89,750	120,900	126,450	152,500	42,125	110,0
Guam Computer Test Center Administration Fees		411,320	518,185	444,500	420,560	101,080	450,0
Certification Fees		60,725	100,750	128,100	138,725	36,375	95,0
Individual Licensing Fees		119,425	138,350	173,375	205,700	7,475	170,0
Firm Licensing Fees		5,675	5,450	5,350	5,450	0	5,0
Penalties/Miscellaneous Fees/Interest		16,762	12,302	18,320	22,556	3,978	
TOTAL REVENUES		**703,657**	**895,937**	**896,095**	**945,491**	**191,033**	**830,0**
220 Travel		0	0	0	0	0	
230 Contractual							
Administrative Services Contract		290,245	292,273	299,186	304,984	72,570	314,2
Legal Services Contract		0	0	0	0	0	
Copier Services		4,301	5,638	6,572	8,438	625	7,5
Education & Testing		0	2,596	0	0	0	20,0
Others (Publications, Dues, etc.)		14,200	14,200	15,544	15,240	0	16,0
Web/Database development & maintenance		0	66	0	0	0	15,0
233 Office Space		23,868	23,868	23,868	23,868	5,967	24,0
240 Supplies		11,363	14,426	18,788	19,865	3,249	18,0
250 Small Equipment		1,963	2,384	4,065	5,084	0	15,0
290 Miscellaneous							
Bank Charges		6,424	9,391	11,980	14,878	2,760	18,0
Postage		14,322	28,365	33,810	46,998	1,015	32,0
Training		0	5,014	0	0	0	10,0
Notices/Compliance Investigations/Others		2,882	2,672	1,010	610	75	
UOG Endowment Contribution		0	100,000	200,000	400,000	400,000	300,0
363 Telephone Services		0	0	0	0	0	
450 Capitalized Equipment		0	0	0	0	0	
TOTAL EXPENDITURES		**369,567**	**500,893**	**614,823**	**839,965**	**486,261**	**789,7**
NET EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES		**334,090**	**395,043**	**281,272**	**105,526**	**(295,229)**	**40,2**
FUND BALANCE:							
Beginning	(1)	**1,711,860**	**1,045,950**	**1,440,993**	**1,722,265**	**1,827,791**	**1,827,7**
UOG Endowment Contribution Paid (PL 32-191)		(1,000,000)					
Ending		**1,045,950**	**1,440,993**	**1,722,265**	**1,827,791**	**1,532,562**	**1,868,0**
Consisting of:							
Cash - Bank of Guam (established FY2008)		**521,899**	**644,962**	**954,983**	**1,059,598**	**768,540**	
Cash - Time Certificates of Deposit		**501,505**	**751,505**	**752,261**	**752,261**	**752,261**	
Accounts Receivable-NASBA		**47,600**	**69,790**	**40,810**	**47,110**	**37,940**	
Accounts Payable		**(25,054)**	**(25,264)**	**(25,789)**	**(31,178)**	**(26,179)**	
Net Fund Balance		**1,045,950**	**1,440,993**	**1,722,265**	**1,827,791**	**1,532,562**	
Restricted Fund Balance		**1,045,950**	**1,051,000**	**1,051,000**	**1,321,000**	**1,321,000**	
Unrestricted Fund Balance		**0**	**389,993**	**671,265**	**506,791**	**211,562**	

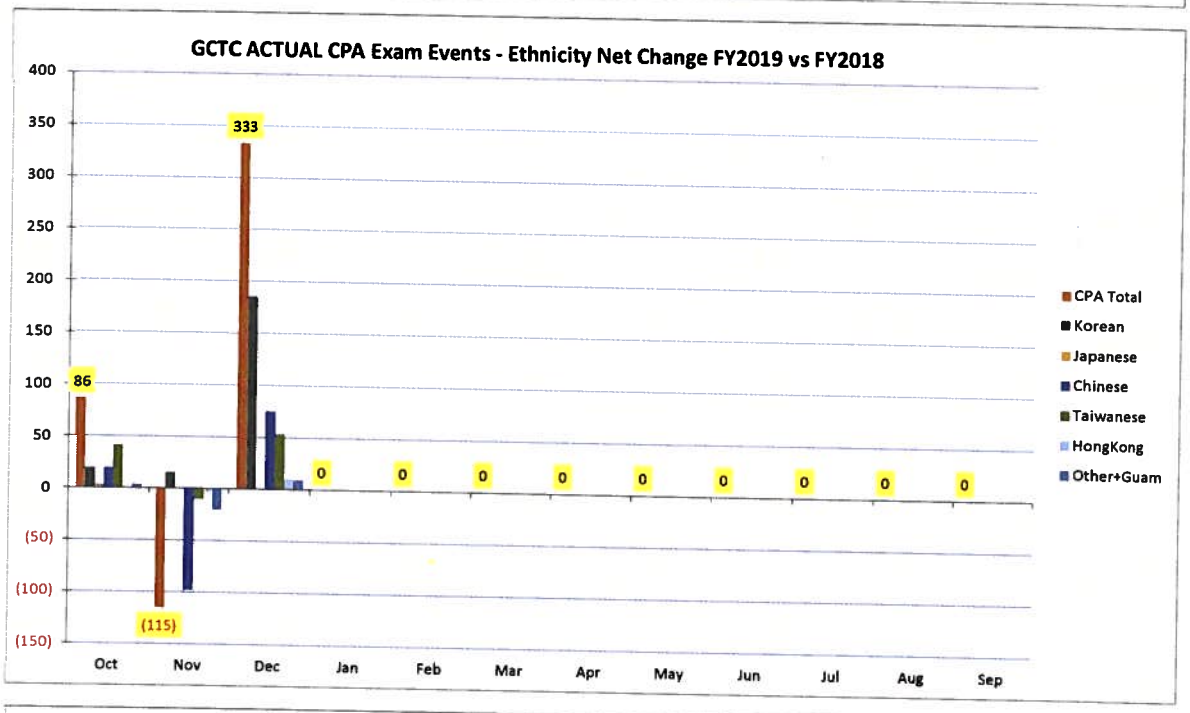
NOTES:

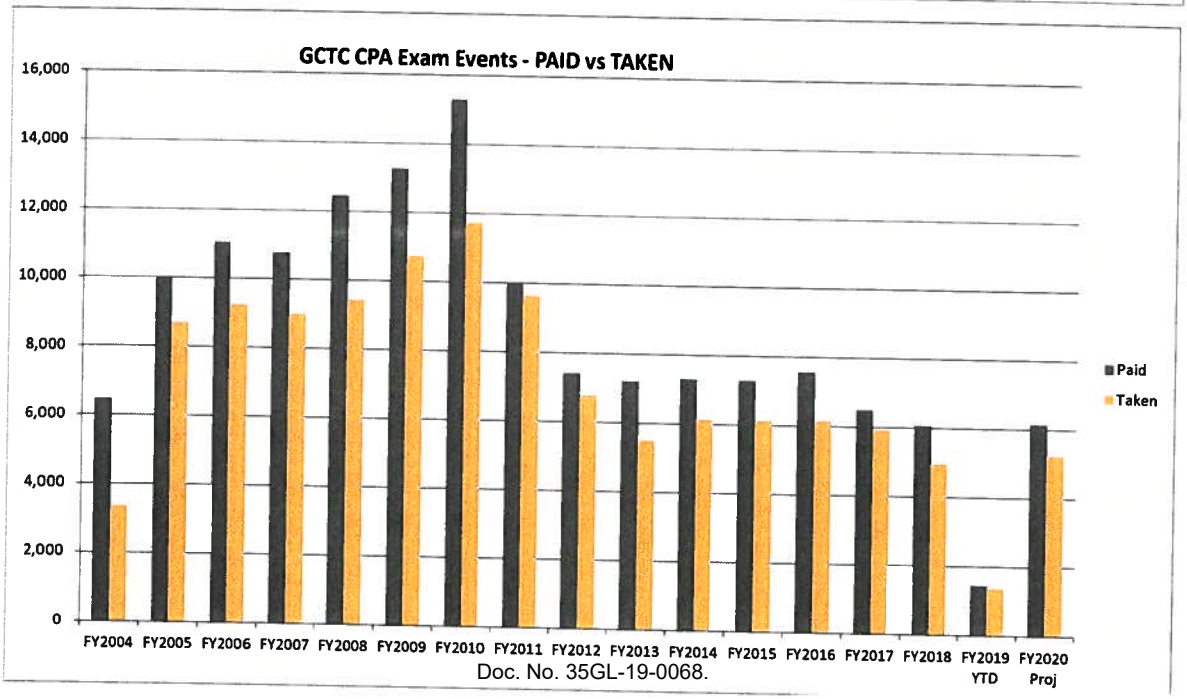
1) During FY2019-Oct the Board paid $31,178 of prior year obligations, shown as FY2018 expenditures. There are no outstanding prior year encumbrances as of 10/8/2018.



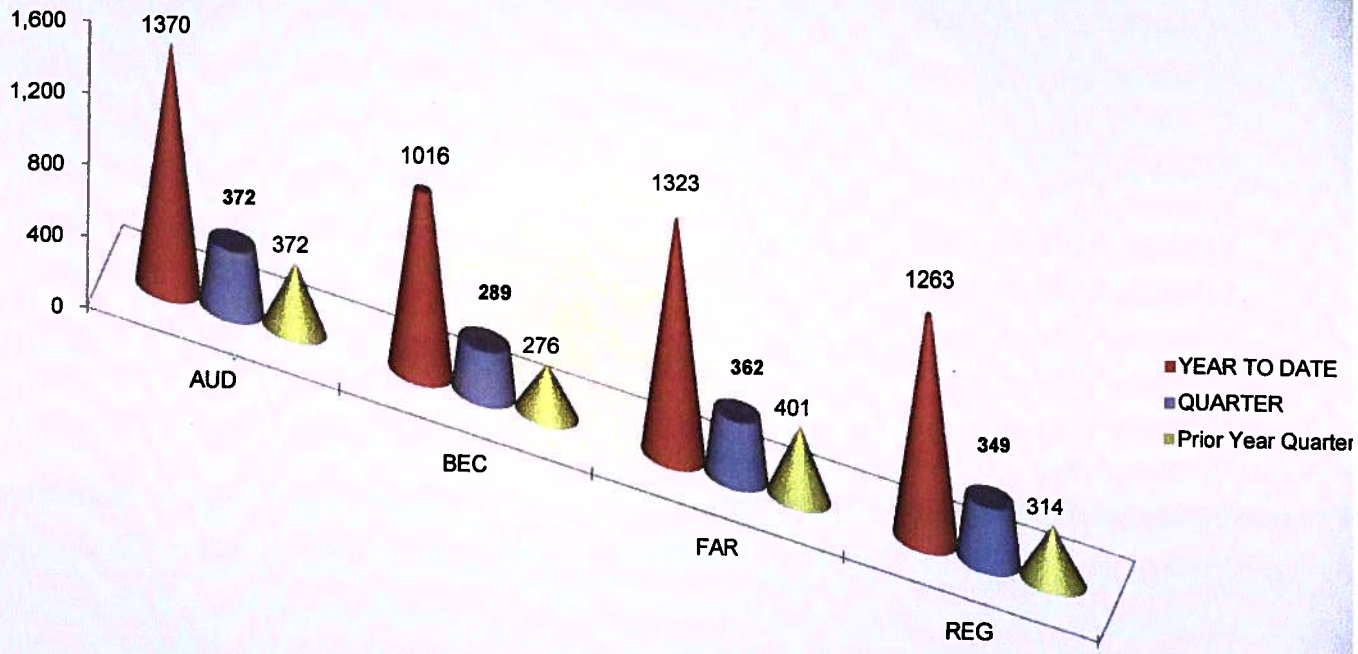
1/17/2019 - 11:25 AM


GCTC Actual CPA Exam Events - Ethnicity Trends FY2019
800
600
400
200
0
373
666
333
0
Oct
Nov
Dec
Jan
Feb
Mar
Apr
May
Jun
Jul
Aug
Sep
CPA Total
Korean
Japanese
Chinese
Taiwanese
HongKong
Other+Guam

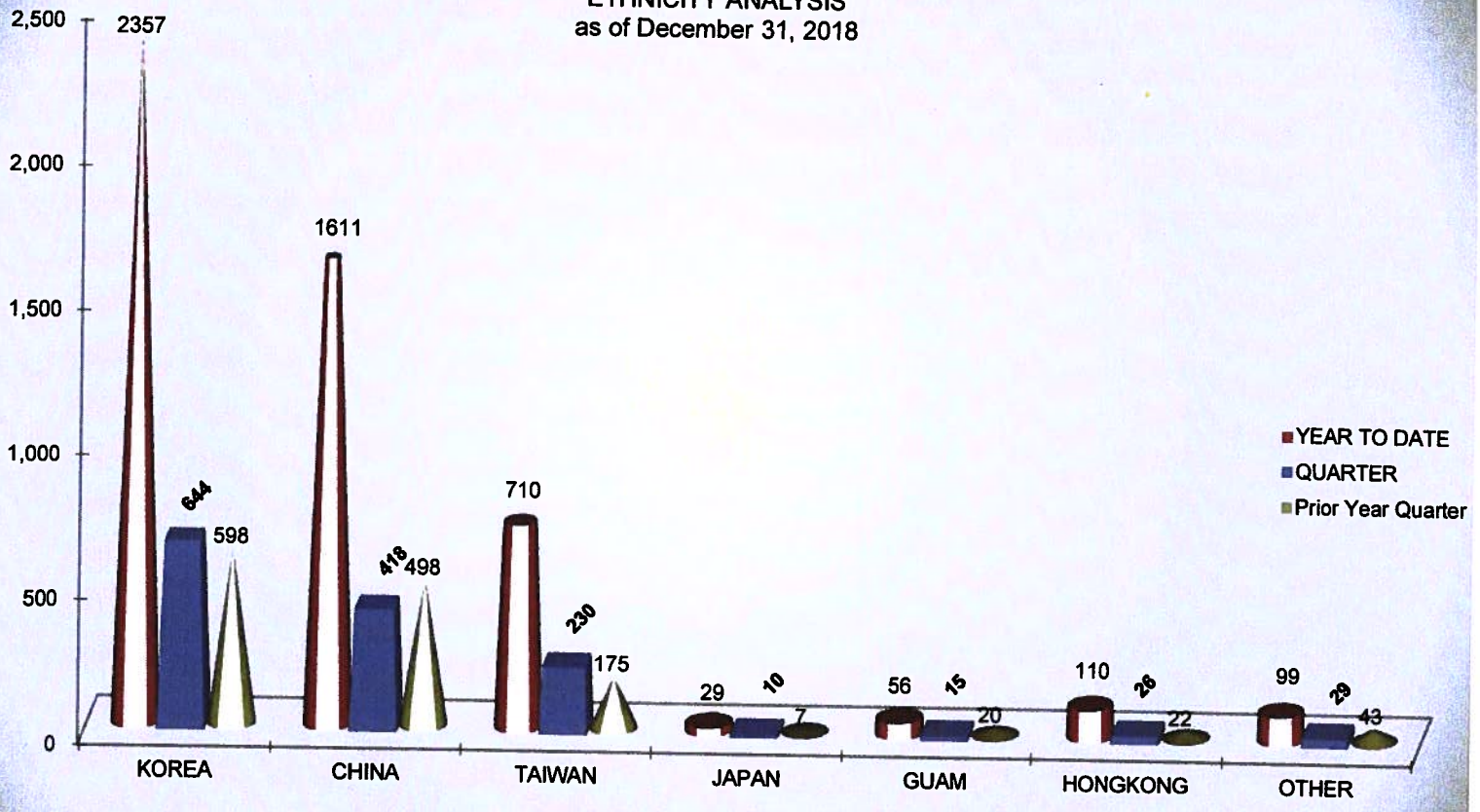

GCTC ACTUAL CPA Exam Events - Ethnicity Net Change FY2019 vs FY2018
400
350
300
250
200
150
100
50
0
(50)
(100)
(150)
86
333
(115)
Oct
Nov
Dec
Jan
Feb
Mar
Apr
May
Jun
Jul
Aug
Sep
CPA Total
Korean
Japanese
Chinese
Taiwanese
HongKong
Other+Guam


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
FY2019 YTD
FY2020 Proj
Paid
Taken

GUAM COMPUTER TEST CENTER
CPA EXAM SECTION ANALYSIS
as of December 31, 2018



GUAM COMPUTER TEST CENTER
ETHNICITY ANALYSIS
as of December 31, 2018



GUAM
board of accountancy

January 24, 2019

Honorable Lourdes A. Leon Guerrero
Governor of Guam
Executive Chambers
P.O. Box 2950
Hagatña, GU 96910

Dear Governor Leon Guerrero:

In compliance with Public Law 31-233, Chapter XIII, Section 6, enclosed is the FY2019 – DECEMBER Financial Statement for the Guam Board of Accountancy (the Board).

Please note that there were no outstanding prior year obligations as of December 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 Tina Muna Barnes
Speaker, 34th Guam Legislature

tel.671.647.0813 • fax.671.647.0816
email.guamboa@guamboa.org • www.guamboa.org
Suite 101, 335 South Marine Corps Drive, Tamuning, GU 96913

GUAM BOARD OF ACCOUNTANCY

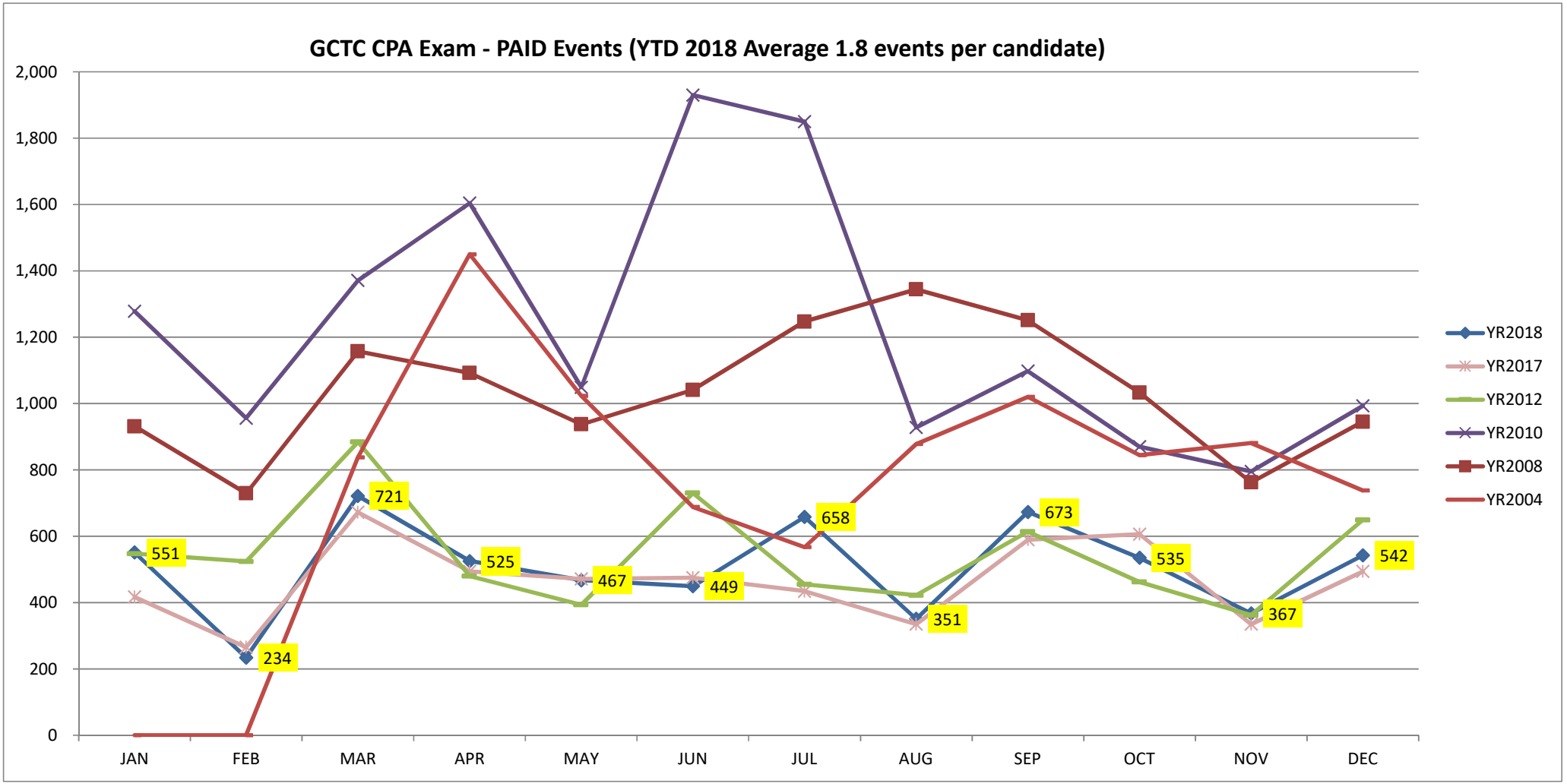
FY2019 Revenue, Expense and Fund Balance Summary w/History and FY2019 Budget

(Modified Accrual Basis: updated 1/17/2019 mbs/dns)

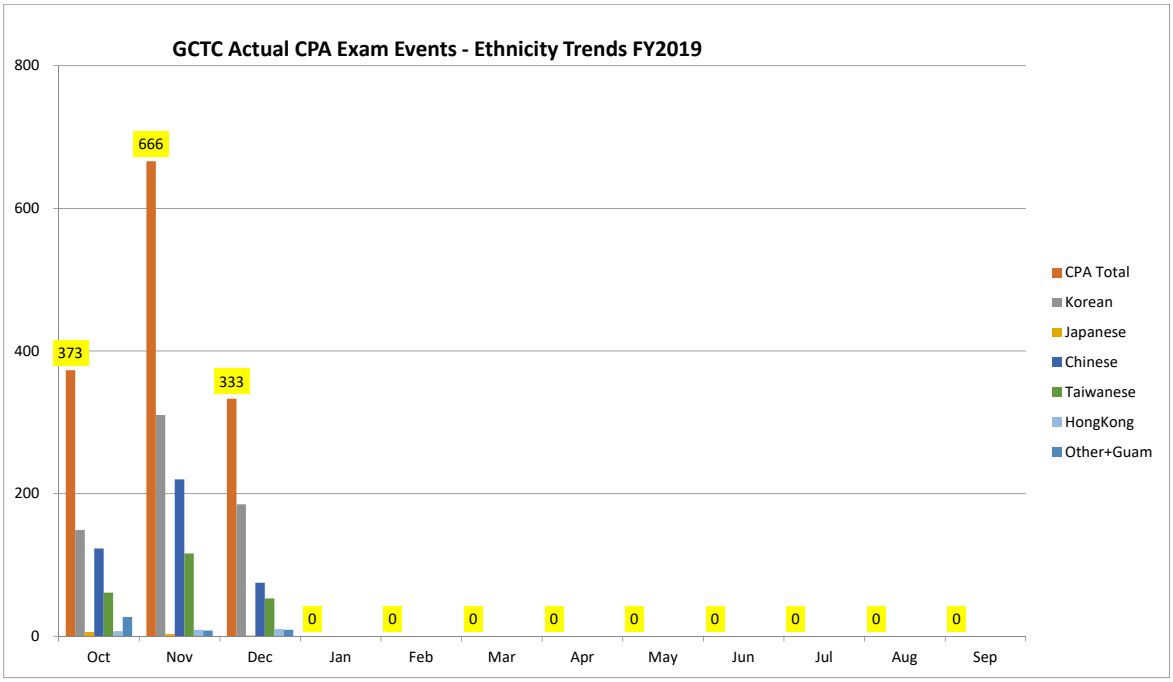
BUDGET CATEGORY Description	NOTES	FY2015 Actual	FY2016 Actual	FY2017 Actual	FY2018 Actual	FY2019 Actual YTD 12/31/2018	FY2019 Approved Budget
REVENUES SUMMARY							
Exam Application Fees		89,750	120,900	126,450	152,500	42,125	110,000
Guam Computer Test Center Administration Fees		411,320	518,185	444,500	420,560	101,080	450,000
Certification Fees		60,725	100,750	128,100	138,725	36,375	95,000
Individual Licensing Fees		119,425	138,350	173,375	205,700	7,475	170,000
Firm Licensing Fees		5,675	5,450	5,350	5,450	0	5,000
Penalties/Miscellaneous Fees/Interest		16,762	12,302	18,320	22,556	3,978	0
TOTAL REVENUES		**703,657**	**895,937**	**896,095**	**945,491**	**191,033**	**830,000**
220 Travel		0	0	0	0	0	0
230 Contractual							
Administrative Services Contract		290,245	292,273	299,186	304,984	72,570	314,280
Legal Services Contract		0	0	0	0	0	0
Copier Services		4,301	5,638	6,572	8,438	625	7,500
Education & Testing		0	2,596	0	0	0	20,000
Others (Publications, Dues, etc.)		14,200	14,200	15,544	15,240	0	16,000
Web/Database development & maintenance		0	66	0	0	0	15,000
233 Office Space		23,868	23,868	23,868	23,868	5,967	24,000
240 Supplies		11,363	14,426	18,788	19,865	3,249	18,000
250 Small Equipment		1,963	2,384	4,065	5,084	0	15,000
290 Miscellaneous							
Bank Charges		6,424	9,391	11,980	14,878	2,760	18,000
Postage		14,322	28,365	33,810	46,998	1,015	32,000
Training		0	5,014	0	0	0	10,000
Notices/Compliance Investigations/Others		2,882	2,672	1,010	610	75	0
UOG Endowment Contribution		0	100,000	200,000	400,000	400,000	300,000
363 Telephone Services		0	0	0	0	0	0
450 Capitalized Equipment		0	0	0	0	0	0
TOTAL EXPENDITURES		**369,567**	**500,893**	**614,823**	**839,965**	**486,261**	**789,780**
NET EXCESS (DEFICIT) OF REVENUES OVER EXPENDITURES		**334,090**	**395,043**	**281,272**	**105,526**	**(295,229)**	**40,220**
FUND BALANCE:							
Beginning	(1)	**1,711,860**	**1,045,950**	**1,440,993**	**1,722,265**	**1,827,791**	**1,827,791**
UOG Endowment Contribution Paid (PL 32-191)		**(1,000,000)**					
Ending		**1,045,950**	**1,440,993**	**1,722,265**	**1,827,791**	**1,532,562**	**1,868,011**
Consisting of:							
Cash - Bank of Guam (established FY2008)		**521,899**	**644,962**	**954,983**	**1,059,598**	**768,540**	
Cash - Time Certificates of Deposit		**501,505**	**751,505**	**752,261**	**752,261**	**752,261**	
Accounts Receivable-NASBA		**47,600**	**69,790**	**40,810**	**47,110**	**37,940**	
Accounts Payable		**(25,054)**	**(25,264)**	**(25,789)**	**(31,178)**	**(26,179)**	
Net Fund Balance		**1,045,950**	**1,440,993**	**1,722,265**	**1,827,791**	**1,532,562**	
Restricted Fund Balance		**1,045,950**	**1,051,000**	**1,051,000**	**1,321,000**	**1,321,000**	
Unrestricted Fund Balance		**0**	**389,993**	**671,265**	**506,791**	**211,562**	

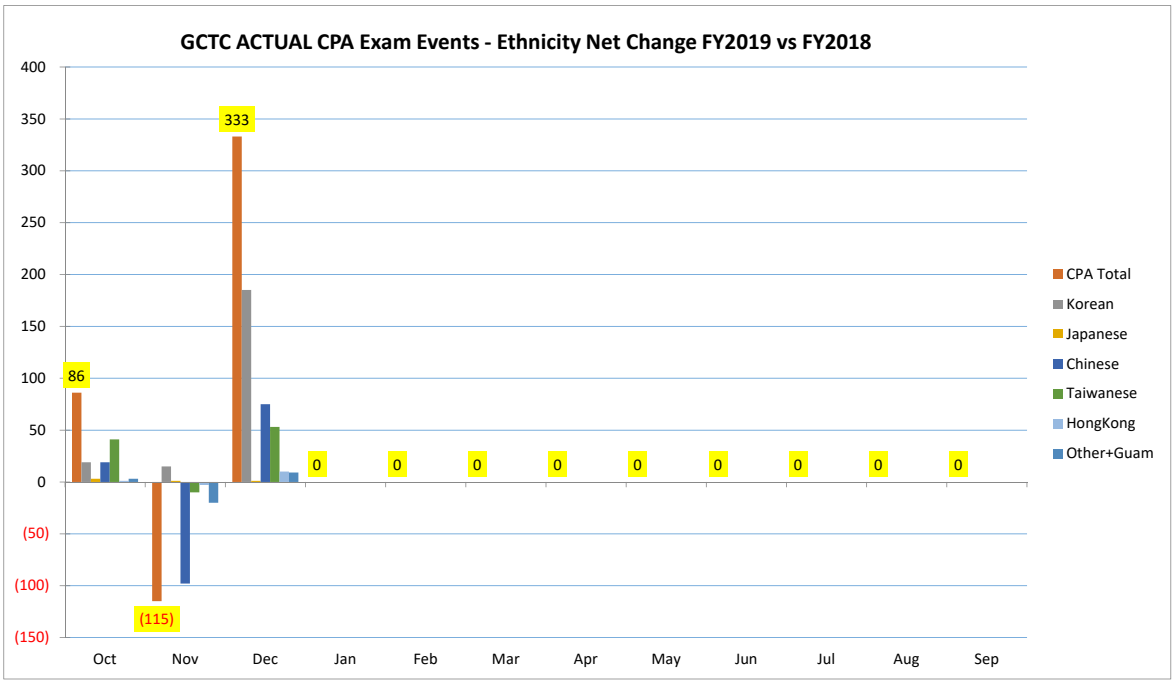
NOTES:

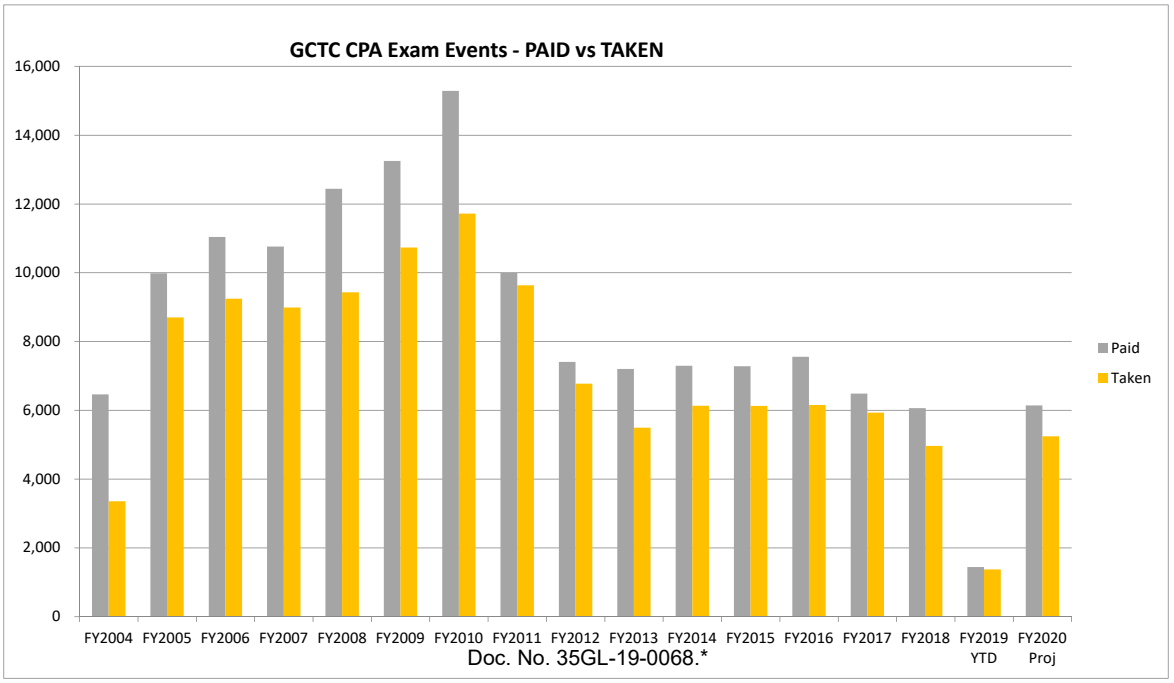
(1) During FY2019-Oct the Board paid $31,178 of prior year obligations, shown as FY2018 expenditures.
There are no outstanding prior year encumbrances as of 10/8/2018.



1/17/2019 - 11:25 AM


GCTC Actual CPA Exam Events - Ethnicity Trends FY2019
800
600
400
200
0
373
666
333
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 FY2019 vs FY2018
400
350
300
250
200
150
100
50
0
(50)
(100)
(150)
86
333
(115)
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
FY2019 YTD
FY2020 Proj
Paid
Taken

GUAM COMPUTER TEST CENTER
CPA EXAM SECTION ANALYSIS
as of December 31, 2018



GUAM COMPUTER TEST CENTER
ETHNICITY ANALYSIS
as of December 31, 2018

