GUAM WATERWORKS AUTHORITY
"Better Water. Better Lives."
Gloria B. Nelson Public Service Building | 688 Route 15, Mangilao, Guam 96913
P.O. Box 3010, Hagatna, Guam 96932
Tel. No. (671) 300-6861 Fax No. (671) 646-2594

April 03, 2019

35GL-19-0325
Speaker Tina Rose Muña Barnes

APR 0 5 2019
Time 1014 ( )AM ( )PM
Received By:

Honorable Tina Muna Barnes
Speaker
I Mina' trentai Singko Na Liheslaturan Guåhan
Guam Congress Building
163 Chalan Santo Papa
Hagåtna, Guam 96910

Dear Speaker Barnes,

Pursuant to Public Law 34-116, Chapter XIII, Part II, Section 4, transmitted herewith is Guam Waterworks Authority's Revenues and Expenditures Report for the period ending February 28, 2019.

Sensaramente,

Gilda M. Mafnas
Acting Chief Financial Officer

2019 APR -5 AM 10:42 RM

0325

**GUAM WATERWORKS AUTHORITY**
**Statement of Operations and Retained Earnings**
**For the period ending February 28, 2019 (Unaudited)**

| | MTD February 28, 2019 | YTD February 28, 2019 |
|---|---|---|
| **OPERATING REVENUES** | | |
| Water Revenues | $ 5,122,717 | $ 27,682,192 |
| Wastewater Revenues | 3,083,668 | 15,793,509 |
| Legislative Surcharge | 263,157 | 1,469,051 |
| Other Revenues | 62,707 | 221,267 |
| System Development Charge | 73,503 | 265,732 |
| **TOTAL OPERATING REVENUES** | **8,605,751** | **45,431,750** |
| **OPERATING AND MAINTENANCE EXPENSES** | | |
| Water Purchases | 599,697 | 2,522,238 |
| Power Purchases | 1,231,315 | 6,055,239 |
| Total Utility Costs | 1,831,012 | 8,577,477 |
| Salaries and Wages | 1,549,224 | 8,172,664 |
| Pension and Benefits | 478,549 | 2,583,248 |
| Total Salaries and Benefits | 2,027,772 | 10,755,912 |
| Capitalized Labor | (308,333) | (1,541,665) |
| Net Salaries and Benefits | 1,719,439 | 9,214,247 |
| Administrative and General Expenses | | |
| Sludge removal | 120,412 | 624,797 |
| Chemicals | 185,026 | 819,332 |
| Materials & Supplies | 119,909 | 752,573 |
| Transportation | 38,018 | 215,161 |
| Communications | 14,483 | 55,387 |
| Claims | 473 | 35,899 |
| Insurance | 75,209 | 375,896 |
| Training & Travel | 7,616 | 76,713 |
| Advertising | 7,464 | 32,148 |
| Miscellaneous | 69,537 | 461,568 |
| Regulatory Expense | 12,147 | 64,255 |
| Bad Debts Provision | 169,344 | 898,848 |
| Total Administrative and General Expenses | 819,638 | 4,412,576 |
| Depreciation Expense | 1,759,065 | 8,795,325 |
| Contractual Expenses | | |
| Audit & Computer Maintenance | 56,718 | 232,158 |
| Building rental | 35,211 | 176,054 |
| Equipment rental | 133,038 | 472,925 |
| Legal | - | - |
| Laboratory | 25,196 | 136,993 |
| Other | 335,973 | 1,176,328 |
| Total Contractual Expenses | 586,136 | 2,194,458 |
| Retiree Supp. Annuities and health care costs | 235,740 | 1,185,539 |
| Contribution to Government of Guam | 50,000 | 250,000 |
| Total Retiree Benefits | 285,740 | 1,435,539 |
| **TOTAL OPERATING AND MAINTENANCE EXPENSES** | **7,001,030** | **34,629,623** |
| **EARNINGS (LOSS) FROM OPERATIONS** | **1,604,721** | **10,802,127** |
| **OTHER INCOME (EXPENSE)** | | |
| Interest Income - 2010/2013/2014/2016/2017 Refunding Series Bonds | 370,239 | 1,752,915 |
| Interest Income - Other Funds | 72,321 | 333,577 |
| Interest Income - SDC | 12,169 | 68,021 |
| Interest Expense - 2010/2013/2014/2016/2017 Refunding Series Bonds | (2,137,785) | (10,688,923) |
| Interest Expense - ST BOG | (18,676) | (92,641) |
| Federal Expenditures | - | - |
| Loss on Asset Disposal | - | - |
| AFUDC | 1,157,306 | 5,786,530 |
| Amortization of Debt Discount, Premium and Issuance Cost | 119,709 | 598,545 |
| Defeasance due to bond refunding | (69,534) | (347,670) |
| Deferred outflows from pension | (8,931) | (44,653) |
| Prior Year Adjustment | (289) | (26,185) |
| **TOTAL NON-OPERATING REVENUE (EXPENSES)** | **(503,470)** | **(2,660,484)** |
| **NET INCOME (LOSS) before Capital Contributions** | **1,101,252** | **8,141,643** |
| **Capital Contributions** | | |
| Grants from US Government | 3,495,637 | 6,567,016 |
| Grants from GovGuam & Others | 51,879 | 51,879 |
| Other Contributions | - | - |
| Total Capital Contributions | **3,547,516** | **6,618,895** |
| **Change in Net Assets** | **$ 4,648,768** | **$ 14,760,538** |