

**Guam Power Authority
Statements of Net Assets**

	Unaudited May 2011	Audited September 2010	Change from Sept 30 2010
ASSETS			
Utility plant at cost:			
Electric plant in service	\$ 870,852,860	\$ 868,791,171	\$ 2,061,689
Construction work in progress	<u>12,210,021</u>	<u>6,873,135</u>	<u>5,336,886</u>
	883,062,881	875,664,306	7,398,575
Less: Accumulated depreciation	<u>(400,482,495)</u>	<u>(383,122,491)</u>	<u>(17,360,004)</u>
Total utility plant at cost	<u>482,580,386</u>	<u>492,541,815</u>	<u>(9,961,429)</u>
Restricted funds			
Reserve funds held by trustee			
Revenue bonds	45,155,142	45,134,634	20,508
Self insurance fund	<u>9,668,071</u>	<u>7,065,846</u>	<u>2,602,225</u>
Total restricted funds	<u>54,823,213</u>	<u>52,200,480</u>	<u>2,622,733</u>
Funds identified for special purposes			
Interest and principal funds			
held by Trustee for debt repayment	12,182,930	20,643,782	(8,460,852)
Bond Funds held by Trustee	138,623,505	142,959,478	(4,335,973)
Reserve funds for LC payments	24,663	14,665	9,998
Reserve funds held by GPA			
Bond indenture funds held by GPA	<u>36,344,514</u>	<u>56,126,351</u>	<u>(19,781,837)</u>
Total cash reserves	<u>241,998,825</u>	<u>271,944,756</u>	<u>(29,945,931)</u>
Current receivables			
Accounts receivable (net of allowance)	45,756,448	35,459,240	10,297,208
Current installment-Long term receivable	<u>1,312,281</u>	<u>4,470,997</u>	<u>(3,158,716)</u>
Total current receivables	<u>47,068,729</u>	<u>39,930,237</u>	<u>7,138,492</u>
Materials and supplies	13,651,496	12,046,199	1,605,297
Fuel oil	70,089,625	48,947,057	21,142,568
Prepaid expenses	<u>1,044,792</u>	<u>972,373</u>	<u>72,419</u>
Total current assets	<u>373,853,467</u>	<u>373,840,622</u>	<u>12,845</u>
Regulatory assets			
Deferred fuel cost, net	8,520,793	2,798,172	5,722,621
Cancelled unit, net of amortization	<u>298,555</u>	<u>380,005</u>	<u>(81,450)</u>
Total regulatory asset	<u>8,819,348</u>	<u>3,178,177</u>	<u>5,641,171</u>
Other assets			
Long term receivables, net	4,131,882	4,131,882	0
Regulatory asset	0	0	0
Unamortized costs	9,569,087	9,934,790	(365,703)
Non current deferred fuel costs	0	0	0
Deferred asset	3,080,785	3,187,019	(106,234)
Other assets	<u>771,660</u>	<u>899,414</u>	<u>(127,754)</u>
Total other assets	<u>17,553,414</u>	<u>18,153,105</u>	<u>(599,691)</u>
Total Assets	\$ 882,806,615	\$ 887,713,719	(4,907,104)

GUAM POWER AUTHORITY
Statements of Net Assets, Continued

	Unaudited May 2011	Audited September 2010	Change from Sept 30 2010
LIABILITIES AND NET ASSETS			
Current liabilities			
Current portion, debt			
Revenue bonds, Series A	\$ 12,640,000	\$ 7,795,000	\$ 4,845,000
Accrued bond interest	5,212,647	12,848,781	(7,636,134)
Current obligation under capital lease	9,064,045	9,064,045	0
Accounts payable			
Operations & fuel oil	9,298,409	16,107,040	(6,808,631)
Accrued payroll & benefits	602,064	255,578	346,486
Current portion of employees' annual leave	2,132,145	1,838,093	294,052
Bid bond and customers' deposits	5,911,037	5,529,260	381,777
Interest payable on customers' deposit	707,801	707,791	10
Deferred credit - self insurance	9,997,079	7,383,869	2,613,210
Deferred credit - others	15,932,966	4,779,977	11,152,989
Deferred fuel costs	0	0	0
Total current liabilities	<u>71,498,193</u>	<u>66,309,434</u>	<u>5,188,759</u>
Deferred credit - repurchase agreement	11,291,008	11,680,353	(389,345)
Employee annual leave, less current portion	803,086	803,086	0
DCRS Sick leave liability	1,722,649	1,722,649	
Obligation under capital lease (less current portion)	102,146,022	108,065,350	(5,919,328)
Long term debt, less current maturities	546,758,022	558,495,131	(11,737,109)
Total liabilities	<u>734,218,980</u>	<u>747,076,003</u>	<u>(12,857,023)</u>
Commitments and contingencies			
Net assets			
Invested in capital assets, net of related debt	21,134,424	16,057,294	5,077,130
Restricted	58,791,267	62,196,454	(3,405,187)
Unrestricted	68,661,944	62,383,968	6,277,976
Total net assets	<u>148,587,635</u>	<u>140,637,716</u>	<u>7,949,919</u>
Total liabilities and net assets	\$ 882,806,615	\$ 887,713,719	(4,907,104)

GUAM POWER AUTHORITY
Statement of Revenues, Expenses and Changes in Net Assets

	May		% of change Inc (dec)	Eight Months Ending May 31		% of change Inc (dec)
	Unaudited 2011	Audited 2010		Unaudited 2011	Audited 2010	
Revenues						
Sales of electricity	\$ 35,883,623	\$ 34,297,526	5	\$ 251,147,580	\$ 240,386,829	4
Miscellaneous	<u>169,551</u>	<u>327,534</u>	<u>(48)</u>	<u>1,399,538</u>	<u>958,319</u>	<u>46</u>
Total revenues	36,053,174	34,625,060	4	252,547,118	241,345,148	51
Operating and maintenance expenses						
Production fuel	22,498,514	20,956,716	7	148,831,523	145,617,861	2
Other production	<u>1,234,931</u>	<u>478,331</u>	<u>158</u>	<u>12,360,049</u>	<u>12,912,781</u>	<u>(4)</u>
	<u>23,733,445</u>	<u>21,435,047</u>	<u>11</u>	<u>161,191,572</u>	<u>158,530,642</u>	<u>2</u>
Depreciation	2,138,853	1,735,935	23	17,557,767	16,805,814	4
Energy conversion cost	1,646,569	1,616,324	2	13,011,991	12,985,386	0
Transmission & distribution	1,138,789	956,957	19	7,706,887	6,150,885	25
Customer accounting	367,513	394,768	<u>(7)</u>	3,055,235	2,763,994	11
Administrative & general	<u>2,232,957</u>	<u>1,891,505</u>	<u>18</u>	<u>19,736,297</u>	<u>19,034,747</u>	<u>4</u>
Total operating and maintenance expen	<u>31,258,126</u>	<u>28,030,536</u>	<u>12</u>	<u>222,259,749</u>	<u>216,271,468</u>	<u>3</u>
Operating income	<u>4,795,048</u>	<u>6,594,524</u>	<u>(27)</u>	<u>30,287,369</u>	<u>25,073,680</u>	<u>21</u>
Other income (expenses)						
Interest income	151,267	129,210	17	964,298	1,050,062	<u>(8)</u>
GIC Settlement	0	0		5,173,671	0	
Interest expense and amortization	<u>(3,817,992)</u>	<u>(3,026,126)</u>	26	<u>(30,410,088)</u>	<u>(24,269,376)</u>	25
Amortization	<u>(171,854)</u>	<u>(126,165)</u>		<u>(1,374,830)</u>	<u>(1,009,320)</u>	
Allowance for funds used						
Recovery (losses) due to typhoon	0	0		0	0	
Other	<u>(24,934)</u>	<u>(24,934)</u>		<u>(199,470)</u>	<u>(227,948)</u>	<u>(12)</u>
Total other income (expenses)	<u>(3,465,007)</u>	<u>(3,048,015)</u>	<u>14</u>	<u>(22,706,915)</u>	<u>(24,456,582)</u>	<u>(7)</u>
Income (loss) before capital contributions	1,330,041	3,546,509	(62)	7,580,454	617,098	1,128
Capital contributions	0	<u>6,868</u>		<u>369,460</u>	<u>6,868</u>	
Increase (decrease) in net assets	1,330,041	3,553,377	(63)	7,949,914	623,966	<u>1,174</u>
Total net assets at beginning of period	<u>147,257,594</u>	<u>145,444,974</u>	<u>1</u>	<u>140,637,716</u>	<u>148,374,385</u>	<u>(5)</u>
Total net assets at end of period	\$ <u>148,587,635</u>	\$ <u>148,998,351</u>	<u>(0)</u>	\$ <u>148,587,635</u>	\$ <u>148,998,351</u>	<u>(0)</u>