

**Guam Power Authority  
Statements of Net Assets**

	Unaudited June 2011	Audited September 2010	Change from Sept 30 2010
<b>ASSETS</b>			
<b>Utility plant at cost:</b>			
Electric plant in service	\$ 871,149,102	\$ 868,791,171	\$ 2,357,931
Construction work in progress	<u>13,169,834</u>	<u>6,873,135</u>	<u>6,296,699</u>
	884,318,936	875,664,306	8,654,630
Less: Accumulated depreciation	<u>(402,522,811)</u>	<u>(383,122,491)</u>	<u>(19,400,320)</u>
<b>Total utility plant at cost</b>	<b><u>481,796,125</u></b>	<b><u>492,541,815</u></b>	<b><u>(10,745,690)</u></b>
<b>Restricted funds</b>			
Reserve funds held by trustee			
Revenue bonds	45,155,142	45,134,634	20,508
Self insurance fund	<u>9,997,087</u>	<u>7,065,846</u>	<u>2,931,241</u>
<b>Total restricted funds</b>	<b><u>55,152,229</u></b>	<b><u>52,200,480</u></b>	<b><u>2,951,749</u></b>
<b>Funds identified for special purposes</b>			
Interest and principal funds			
held by Trustee for debt repayment	15,210,037	20,643,782	(5,433,745)
Bond Funds held by Trustee	137,646,772	142,959,478	(5,312,706)
Reserve funds for LC payments	24,663	14,665	9,998
Reserve funds held by GPA			
Bond indenture funds held by GPA	<u>64,078,371</u>	<u>56,126,351</u>	<u>7,952,020</u>
<b>Total cash reserves</b>	<b><u>272,112,072</u></b>	<b><u>271,944,756</u></b>	<b><u>167,316</u></b>
<b>Current receivables</b>			
Accounts receivable (net of allowance)	43,658,446	35,459,240	8,199,206
Current installment-Long term receivable	<u>911,004</u>	<u>4,470,997</u>	<u>(3,559,993)</u>
<b>Total current receivables</b>	<b><u>44,569,450</u></b>	<b><u>39,930,237</u></b>	<b><u>4,639,213</u></b>
<b>Materials and supplies</b>			
Fuel oil	<u>14,064,715</u>	<u>12,046,199</u>	<u>2,018,516</u>
Prepaid expenses	<u>71,867,673</u>	<u>48,947,057</u>	<u>22,920,616</u>
<b>Total current assets</b>	<b><u>403,602,297</u></b>	<b><u>373,840,622</u></b>	<b><u>29,761,675</u></b>
<b>Regulatory assets</b>			
Deferred fuel cost, net	8,789,441	2,798,172	5,991,269
Cancelled unit, net of amortization	<u>288,374</u>	<u>380,005</u>	<u>(91,631)</u>
<b>Total regulatory asset</b>	<b><u>9,077,815</u></b>	<b><u>3,178,177</u></b>	<b><u>5,899,638</u></b>
<b>Other assets</b>			
Long term receivables, net	4,131,882	4,131,882	0
Regulatory asset	0	0	0
Unamortized costs	9,523,373	9,934,790	(411,417)
Non current deferred fuel costs	0	0	0
Deferred asset	3,067,505	3,187,019	(119,514)
Other assets	<u>854,844</u>	<u>899,414</u>	<u>(44,570)</u>
<b>Total other assets</b>	<b><u>17,577,604</u></b>	<b><u>18,153,105</u></b>	<b><u>(575,501)</u></b>
<b>Total Assets</b>	<b>\$ 912,053,841</b>	<b>\$ 887,713,719</b>	<b>24,340,122</b>

**GUAM POWER AUTHORITY**  
**Statements of Net Assets, Continued**

	Unaudited June 2011	Audited September 2010	Change from Sept 30 2010
<b>LIABILITIES AND NET ASSETS</b>			
<b>Current liabilities</b>			
Current portion, debt			
Revenue bonds, Series A	\$ 12,640,000	\$ 7,795,000	\$ 4,845,000
Accrued bond interest	7,788,905	12,848,781	(5,059,876)
Current obligation under capital lease	9,064,045	9,064,045	0
Accounts payable			
Operations & fuel oil	35,518,027	16,107,040	19,410,987
Accrued payroll & benefits	941,650	255,578	686,072
Current portion of employees' annual leave	2,103,941	1,838,093	265,848
Bid bond and customers' deposits	6,110,852	5,529,260	581,592
Interest payable on customers' deposit	707,687	707,791	(104)
Deferred credit - self insurance	10,332,923	7,383,869	2,949,054
Deferred credit - others	16,308,618	4,779,977	11,528,641
Deferred fuel costs	0	0	0
<b>Total current liabilities</b>	<b><u>101,516,648</u></b>	<b><u>66,309,434</u></b>	<b><u>35,207,214</u></b>
<b>Deferred credit - repurchase agreement</b>	<b>11,242,339</b>	<b>11,680,353</b>	<b>(438,014)</b>
<b>Employee annual leave, less current portion</b>	<b>803,086</b>	<b>803,086</b>	<b>0</b>
<b>DCRS Sick leave liability</b>	<b>1,722,649</b>	<b>1,722,649</b>	
<b>Obligation under capital lease (less current portion)</b>	<b>101,371,841</b>	<b>108,065,350</b>	<b>(6,693,509)</b>
<b>Long term debt, less current maturities</b>	<b>546,870,884</b>	<b>558,495,131</b>	<b>(11,624,247)</b>
<b>Total liabilities</b>	<b><u>763,527,447</u></b>	<b><u>747,076,003</u></b>	<b><u>16,451,444</u></b>
<b>Commitments and contingencies</b>			
<b>Net assets</b>			
Invested in capital assets, net of related debt	21,766,859	16,057,294	5,709,565
Restricted	58,913,235	62,196,454	(3,283,219)
Unrestricted	67,846,300	62,383,968	5,462,332
<b>Total net assets</b>	<b><u>148,526,394</u></b>	<b><u>140,637,716</u></b>	<b><u>7,888,678</u></b>
<b>Total liabilities and net assets</b>	<b>\$ 912,053,841</b>	<b>\$ 887,713,719</b>	<b>24,340,122</b>

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

	June 30		% of change Inc (dec)	Nine Months Ending June 30		% of change Inc (dec)
	Unaudited 2011	Audited 2010		Unaudited 2011	Audited 2010	
<b>Revenues</b>						
Sales of electricity	\$ 34,378,120	\$ 33,502,166	3	\$ 285,525,700	\$ 273,888,995	4
Miscellaneous	<u>166,700</u>	<u>106,588</u>	<u>56</u>	<u>1,566,238</u>	<u>1,064,907</u>	<u>47</u>
Total revenues	34,544,820	33,608,754	3	287,091,938	274,953,902	51
<b>Operating and maintenance expenses</b>						
Production fuel	21,811,517	20,268,885	8	170,643,040	165,886,746	3
Other production	<u>1,744,737</u>	<u>1,577,292</u>	<u>11</u>	<u>14,104,786</u>	<u>14,490,073</u>	<u>(3)</u>
	<u>23,556,254</u>	<u>21,846,177</u>	<u>8</u>	<u>184,747,826</u>	<u>180,376,819</u>	<u>2</u>
Depreciation	2,137,360	2,257,735	(5)	19,695,127	19,063,549	3
Energy conversion cost	1,655,870	1,628,311	2	14,667,861	14,613,697	0
Transmission & distribution	1,368,600	1,032,183	33	9,075,487	7,183,068	26
Customer accounting	362,493	245,614	48	3,417,728	3,009,608	14
Administrative & general	<u>2,139,614</u>	<u>1,983,226</u>	<u>8</u>	<u>21,875,911</u>	<u>21,017,973</u>	<u>4</u>
Total operating and maintenance expen	<u>31,220,191</u>	<u>28,993,246</u>	<u>8</u>	<u>253,479,940</u>	<u>245,264,714</u>	<u>3</u>
<b>Operating income</b>	<u>3,324,629</u>	<u>4,615,508</u>	<u>(28)</u>	<u>33,611,998</u>	<u>29,689,188</u>	<u>13</u>
<b>Other income (expenses)</b>						
Interest income	142,235	133,883	6	1,106,533	1,183,945	(7)
GIC Settlement	0	0		5,173,671	0	
Interest expense and amortization	(3,733,345)	(2,872,935)	30	(34,143,433)	(27,142,311)	26
Amortization	(171,854)	(126,165)		(1,546,684)	(1,135,485)	
Allowance for funds used						
Recovery (losses) due to typhoon	0	0		0	0	
Other	(24,934)	(24,934)		(224,404)	(252,882)	(11)
Total other income (expenses)	<u>(3,385,866)</u>	<u>(2,890,151)</u>	<u>17</u>	<u>(26,092,781)</u>	<u>(27,346,733)</u>	<u>(5)</u>
<b>Income (loss) before capital contributions</b>	<u>(61,237)</u>	<u>1,725,357</u>	<u>(104)</u>	<u>7,519,217</u>	<u>2,342,455</u>	<u>221</u>
<b>Capital contributions</b>	<u>0</u>	<u>0</u>		<u>369,460</u>	<u>6,868</u>	
<b>Increase (decrease) in net assets</b>	<u>(61,237)</u>	<u>1,725,357</u>	<u>(104)</u>	<u>7,888,677</u>	<u>2,349,323</u>	<u>236</u>
<b>Total net assets at beginning of period</b>	<u>148,587,635</u>	<u>148,998,351</u>	<u>(0)</u>	<u>140,637,716</u>	<u>148,374,385</u>	<u>(5)</u>
<b>Total net assets at end of period</b>	<u>\$ 148,526,394</u>	<u>\$ 150,723,708</u>	<u>(1)</u>	<u>\$ 148,526,394</u>	<u>\$ 150,723,708</u>	<u>(1)</u>