

**Guam Power Authority
Statements of Net Assets**

	Unaudited June 2010	Audited September 2009	Change from Sept 30 2009
ASSETS			
Utility plant at cost:			
Electric plant in service	\$ 864,515,167	\$ 856,904,420	\$ 7,610,747
Construction work in progress	<u>9,851,989</u>	<u>9,950,816</u>	<u>(98,827)</u>
	874,367,156	866,855,236	7,511,920
Less: Accumulated depreciation	<u>(374,088,635)</u>	<u>(355,748,260)</u>	<u>(18,340,375)</u>
Total utility plant at cost	<u>500,278,521</u>	<u>511,106,976</u>	<u>(10,828,455)</u>
Restricted funds			
Reserve funds held by trustee			
Revenue bonds	27,488,268	27,488,268	0
Self insurance fund	<u>6,375,631</u>	<u>3,609,565</u>	<u>2,766,066</u>
Total restricted funds	<u>33,863,899</u>	<u>31,097,833</u>	<u>2,766,066</u>
Funds identified for special purposes			
Interest and principal funds			
held by Trustee for debt repayment	10,768,204	17,345,795	(6,577,591)
Bond Funds held by Trustee	16,850,877	17,978,850	(1,127,973)
Reserve funds for (Fuel/others)	31,037	1,068,468	(1,037,431)
Reserve funds for LC payments	24,659	24,659	0
Reserve funds held by GPA			
Bond indenture funds held by GPA	<u>15,519,973</u>	<u>27,202,050</u>	<u>(11,682,077)</u>
Total cash reserves	<u>43,194,750</u>	<u>63,619,822</u>	<u>(20,425,072)</u>
Accounts receivable (net of allowance)	44,509,348	42,160,625	2,348,723
Materials and supplies	12,092,042	12,365,580	(273,538)
Fuel oil	46,195,430	53,693,177	(7,497,747)
Current portion of deferred fuel costs	<u>(1,378,281)</u>	6,921,597	<u>(8,299,878)</u>
Prepaid expenses	<u>1,576,036</u>	<u>698,049</u>	<u>877,987</u>
Total current assets	<u>146,189,325</u>	<u>179,458,850</u>	<u>(33,269,525)</u>
Other assets			
Long term receivables, net	8,596,342	8,596,342	0
Regulatory asset	0	0	0
Unamortized costs	4,498,410	4,623,852	(125,442)
Non current deferred fuel costs	0	0	0
Deferred asset	3,226,856	3,346,370	(119,514)
Other assets	<u>1,054,500</u>	<u>1,067,335</u>	<u>(12,835)</u>
Total other assets	<u>17,376,108</u>	<u>17,633,899</u>	<u>(257,791)</u>
Total Assets	\$ 697,707,853	\$ 739,297,558	\$ (41,589,705)

GUAM POWER AUTHORITY
Statements of Net Assets, Continued

	Unaudited June 2010	Audited September 2009	Change from Sept 30 2009
LIABILITIES AND NET ASSETS			
Current liabilities			
Current portion, debt			
Revenue bonds, Series A	\$ 7,795,000	\$ 7,373,601	\$ 421,399
Accrued bond interest	4,852,326	10,156,106	(5,303,780)
Current obligation under capital lease	8,028,667	8,028,667	0
Accounts payable			
Operations & fuel oil	11,901,989	38,802,400	(26,900,411)
Accrued payroll & benefits	923,309	904,042	19,267
Current portion of employees' annual leave	489,877	1,385,384	(895,507)
Bid bond and customers' deposits	5,425,380	5,212,706	212,674
Interest payable on customers' deposit	708,243	709,935	(1,692)
Deferred credit - self insurance	6,375,631	3,609,565	2,766,066
Deferred credit - others	4,922,984	2,156,749	2,766,235
Current portion, Deferred payment agreement	0	0	0
TCP- short term notes payable	<u>13,749,999</u>	<u>17,499,999</u>	<u>(3,750,000)</u>
Total current liabilities	<u>65,173,405</u>	<u>95,839,154</u>	<u>(30,665,749)</u>
Deferred credit - repurchase agreement	11,826,357	12,264,370	(438,013)
Unfunded retirement deferred contributions	0	0	0
Obligation under capital lease (less current portion)	111,199,908	117,129,040	(5,929,132)
Long term debt, less current maturities	355,842,209	362,746,639	(6,904,430)
Total liabilities	<u>546,985,841</u>	<u>590,923,165</u>	<u>(43,937,324)</u>
Commitments and contingencies			
Net assets			
Invested in capital assets, net of related debt	17,823,287	16,331,202	1,492,085
Restricted	49,388,662	53,066,840	(3,678,178)
Unrestricted	<u>83,510,063</u>	<u>78,976,351</u>	<u>4,533,712</u>
Total net assets	<u>150,722,012</u>	<u>148,374,393</u>	<u>2,347,619</u>
Total liabilities and net assets	\$ 697,707,853	\$ 739,297,558	\$ (41,589,705)

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

	June Unaudited 2010	Audited 2009	% of change Inc (dec)	Nine Months Ending June 30 Unaudited 2010	Audited 2009	% of change Inc (dec)
Revenues						
Sales of electricity	\$ 33,501,294	\$ 30,609,862	9	\$ 273,887,319	\$ 301,568,724	(9)
Miscellaneous	<u>106,588</u>	<u>118,622</u>	(10)	<u>1,064,877</u>	<u>1,089,429</u>	(2)
Total revenues	33,607,882	30,728,484	9	274,952,196	302,658,153	(11)
Operating and maintenance expenses						
Production fuel	20,268,885	18,479,554	10	165,886,746	202,306,054	(18)
Other production	<u>1,577,292</u>	<u>1,875,374</u>	(16)	<u>14,490,073</u>	<u>15,021,104</u>	(4)
	<u>21,846,177</u>	<u>20,354,928</u>	7	<u>180,376,819</u>	<u>217,327,158</u>	(17)
Depreciation	2,257,735	2,275,339	(1)	19,063,549	20,463,634	(7)
Energy conversion cost	1,628,311	1,625,001	0	14,613,697	14,417,999	1
Transmission & distribution	1,032,183	1,011,734	2	7,183,068	7,529,194	(5)
Customer accounting	245,614	270,527	(9)	3,009,608	2,738,427	10
Administrative & general	<u>1,983,226</u>	<u>1,765,988</u>	12	<u>17,612,617</u>	<u>17,764,720</u>	(1)
Total operating and maintenance expenses	<u>28,993,246</u>	<u>27,303,517</u>	6	<u>241,859,358</u>	<u>280,241,132</u>	(14)
Operating income	<u>4,614,636</u>	<u>3,424,967</u>	35	<u>33,092,838</u>	<u>22,417,021</u>	48
Other income (expenses)						
Interest income	133,883	96,255	39	1,183,944	1,511,787	(22)
Interest expense	(2,872,935)	(3,162,373)	(9)	(27,142,311)	(29,291,146)	(7)
Allowance for funds used during construction	0	(163,683)		0	0	#DIV/0!
COLA/Supplemental annuities	0	(179,764)		(3,405,358)	(1,927,116)	77
Other	(151,099)	(151,099)		(1,388,366)	(1,359,891)	2
Total other income (expenses)	<u>(2,890,151)</u>	<u>(3,560,664)</u>	(19)	<u>(30,752,091)</u>	<u>(31,066,366)</u>	(1)
Income (loss) before capital contributions	1,724,485	(135,697)	(1,371)	2,340,747	(8,649,345)	(127)
Capital contributions	0	0		6,868	2,275,601	
Increase (decrease) in net assets	1,724,485	(135,697)	(1,371)	2,347,618	(6,373,744)	(137)
Total net assets at beginning of period	<u>148,997,526</u>	<u>156,147,409</u>	N/A	<u>148,374,393</u>	<u>162,385,456</u>	(9)
Total net assets at end of period	\$ <u>150,722,012</u>	\$ <u>156,011,712</u>	(3)	\$ <u>150,722,012</u>	\$ <u>156,011,712</u>	(3)