



GUAM PRESERVATION TRUST

**FINANCIAL STATEMENTS AND INDEPENDENT
ACCOUNTANTS' COMPILATION REPORT**

**THREE AND NINE MONTHS ENDED
JUNE 30, 2018**

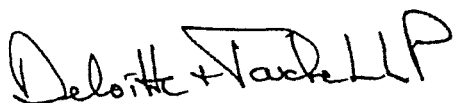
INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors
Guam Preservation Trust:

Management is responsible for the accompanying balance sheet of Guam Preservation Trust (Trust), which comprise the balance sheet as of June 30, 2018 and the related statements of operations for the three and nine months then ended in accordance with accounting principles generally accepted in the United States of America. We have performed compilation engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

A statement of cash flows for the three and nine months ended June 30, 2018, has not been presented. Accounting principles generally accepted in the United States of America require that such a statement be presented when financial statements purport to present financial position and results of operations.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Trust's financial position, results of operations and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.



October 11, 2018

GUAM PRESERVATION TRUST

Balance Sheet

June 30, 2018

(See Accompanying Independent Accountants' Compilation Report)

ASSETS

| | | |
|--|----|-------------------|
| Cash in bank - checking | \$ | 91,732 |
| Cash - trust account | | 29,892 |
| Investments | | 1,863,913 |
| Due from Government of Guam general fund net of an allowance for doubtful accounts of \$1,974,244 | | - |
| Prepaid expenses | | 3,974 |
| Property and equipment, at cost, net of accumulated depreciation of \$55,119 | | 113,159 |
| Land, at cost | | <u>10,171,559</u> |
| | \$ | <u>12,274,229</u> |

LIABILITIES AND NET POSITION

Liabilities:

| | | |
|---------------------|----|---------------|
| Grant deposit | \$ | 8,000 |
| Accounts payable | | 1,499 |
| Accrued expenses | | 66,995 |
| Deferred revenue | | 818 |
| Payroll liabilities | | <u>19,642</u> |
| Total liabilities | | <u>96,954</u> |

Net position:

Unrestricted:

| | | |
|---|----|-------------------|
| Net position | | 12,637,996 |
| Current period deduction from unrestricted net position | | <u>(460,721)</u> |
| Total unrestricted net position | | <u>12,177,275</u> |
| | \$ | <u>12,274,229</u> |

GUAM PRESERVATION TRUST

Statements of Operations
 Three and Nine Months Ended June 30, 2018
 (See Accompanying Independent Accountants' Compilation Report)

| | Current Quarter | Year-to-date (Nine Months) |
|-------------------------------------|--------------------|-------------------------------|
| Revenues: | | |
| Building permit fees | \$ 136,207 | \$ 505,324 |
| Pacific Preservation Project Grant | - | 55,310 |
| Pacific Heritage Youth Summit | 31,800 | 31,800 |
| Donation | 21,672 | 21,672 |
| Investment income | 6,321 | 19,615 |
| Interest income | 58 | 153 |
| | <u>196,058</u> | <u>633,874</u> |
| Expenses: | | |
| Projects - grants | 83,802 | 519,348 |
| Salaries | 82,821 | 227,368 |
| Bad debts | (3,793) | 176,778 |
| Insurance | 21,406 | 61,486 |
| Accounting and audit services | 4,707 | 34,032 |
| Travel and conference fees | 4,743 | 17,503 |
| FICA | 6,215 | 16,950 |
| Investment fees | 3,702 | 10,496 |
| Supplies | 1,584 | 9,477 |
| Depreciation | 1,551 | 5,865 |
| Repair and maintenance | 2,171 | 5,594 |
| Automobile | 1,620 | 5,426 |
| Retirement plan contribution | 1,486 | 5,016 |
| Utilities | 1,766 | 4,751 |
| Legal services and other services | 1,958 | 3,304 |
| Communications | 1,051 | 3,196 |
| Equipment rental | 656 | 2,324 |
| Advertising | 432 | 1,504 |
| Stipend | 400 | 1,050 |
| Dues and subscriptions | 1,044 | 1,044 |
| Bank charges | 188 | 824 |
| Postage and delivery | 108 | 236 |
| Miscellaneous | (177) | (103) |
| | <u>219,441</u> | <u>1,113,469</u> |
| Total expenses | <u>219,441</u> | <u>1,113,469</u> |
| Loss from operations | <u>(23,383)</u> | <u>(479,595)</u> |
| Other income: | | |
| Change in fair value of investments | <u>11,521</u> | <u>18,874</u> |
| Net decrease in net position | <u>\$ (11,862)</u> | <u>\$ (460,721)</u> |