



GUAM PRESERVATION TRUST

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

THREE MONTHS ENDED DECEMBER 31, 2016



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INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors
Guam Preservation Trust:

Management is responsible for the accompanying financial statements of Guam Preservation Trust (Trust), which comprise the balance sheet as of December 31, 2016 and the related statement of operations for the three months then ended in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement 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 months ended December 31, 2016 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, the financial statements are not designed for those who are not informed about such matters.

March 4, 2017

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Balance Sheet
December 31, 2016

(See Accompanying Independent Accountants' Compilation Report)

ASSETS

Cash in bank - checking	\$	433,625
Cash - trust account		30,831
Investments		2,184,266
Due from Government of Guam general fund, net of allowance for doubtful accounts of \$1,909,032		-
Prepaid expenses		4,662
Property and equipment, at cost, net of accumulated depreciation of \$44,579		102,027
Land, at cost		10,171,559
	\$	<u>12,926,970</u>

LIABILITIES AND NET POSITION

Liabilities:		
Grant deposit	\$	8,000
Accrued expenses		52,155
Payroll liabilities		17,328
Account Payable		1,499
Total liabilities		<u>78,982</u>
Net position:		
Unrestricted:		
Net position		13,754,929
Current period deduction from unrestricted net position		<u>(906,941)</u>
Total unrestricted net position		<u>12,847,988</u>
	\$	<u>12,926,970</u>

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Statement of Operations
Three Months Ended December 31, 2016
(See Accompanying Independent Accountants' Compilation Report)

Revenue:		
Building permit fees	\$	111,053
Investment income		8,012
Interest income		<u>117</u>
Total revenue		<u>119,182</u>
Expenses:		
Projects - grants		786,946
Bad debts		111,053
Salaries		64,783
Travel and conference fees		18,976
Insurance		12,538
Depreciation		5,628
Accounting services		5,171
FICA		5,090
Investment fees		3,575
Repairs and maintenance		2,221
Advertising		1,896
Retirement plan contribution		1,521
Utilities		1,460
Supplies		1,357
Miscellaneous		1,109
Communications		1,036
Equipment rental		859
Legal and other services		589
Stipend		500
Bank charges		305
Postage		<u>84</u>
Total expenses		<u>1,026,697</u>
Loss from operations		<u>(907,515)</u>
Other expense:		
Unrealized gain of investments		<u>574</u>
Net decrease in net position	\$	<u><u>(906,941)</u></u>