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7 **BEFORE THE GUAM PUBLIC UTILITIES COMMISSION**

9 IN THE MATTER OF: ) **GWA DOCKET NO. 19-08**  
10 )  
11 **PUC PETITION FOR APPROVAL OF** ) **NOTICE OF FILING:**  
12 **GWA'S THIRD FIVE-YEAR FINANCIAL** ) **TRUE-UP SCHEDULE A**  
13 **PLAN (BASE RATE INCREASES)** )  
14 )

15 **COMES NOW**, the GUAM WATERWORKS AUTHORITY ("GWA") and hereby files  
16 GWA's True-Up Schedule A in response to ordering provision No. 2 for the above-referenced  
17 docket.

19  
20 **RESPECTFULLY SUBMITTED** this 28<sup>th</sup> day of September 2023.

21  
22 By: \_\_\_\_\_

23 **THERESA G. ROJAS, Esq.**  
24 **GWA Legal Counsel**

## True-Up Schedule A-1

Historical and Forecasted Operating Results with PUC Ordered FY 2024 Rate Adjustment

	Unaudited Historical Year	Annualized Current Year	Forecast Next Year
	FY 2022	FY 2023	FY 2024
<b>Non-Lifeline Rate Increase</b>	0.0%	5.5%	16.7%
<b>Lifeline Rate Increase</b>	0.0%	0.0%	16.7%
<b>Surcharge</b>	3.6%	3.5%	3.8%
<b>CASH SOURCES</b>			
Water Service Revenues	64,607,199	68,999,129	80,479,614
Legislative Surcharge	2,007,183	2,335,332	2,958,520
Water SDC Revenues	498,145	660,000	489,600
Water Rate Revenues	\$ 67,112,526	\$ 71,994,461	\$ 83,927,734
Wastewater Service Revenues	27,939,855	30,991,533	36,483,092
Legislative Surcharge	1,003,591	763,370	976,821
Navy Service Revenues (inc. surcharge)	5,902,821	6,244,199	7,347,687
Wastewater SDC Revenues	747,217	990,000	734,400
Wastewater Rate Revenues	\$ 35,593,485	\$ 38,989,103	\$ 45,542,000
Other Revenues	464,488	1,415,000	474,300
Bad Debt Adjustment	(2,028,510)	(2,118,815)	(2,262,236)
Total Operating Revenues <sup>1</sup>	\$ 101,141,989	\$ 110,279,749	\$ 127,681,798
Interest / Investment Income	275,879	275,000	275,000
Rate Stabilization Transfers / ARPA Funds In (Out) <sup>2</sup>	5,750,000	18,050,000	950,000
<b>TOTAL SOURCES</b>	<b>\$ 107,167,868</b>	<b>\$ 128,604,749</b>	<b>\$ 128,906,798</b>
<b>CASH USES</b>			
Power Purchases <sup>3</sup>	18,577,440	25,388,436	23,221,568
Water Purchases	5,656,471	6,379,055	5,900,000
Salaries & Benefits <sup>4</sup>	24,985,288	25,874,596	29,705,247
Admin & General <sup>5</sup>	7,956,423	9,179,209	9,687,858
Contractual Expense	4,492,845	5,901,272	7,464,494
Retiree Expense	7,439,742	3,755,617	3,755,617
O&M Subtotal	\$ 69,108,209	\$ 76,478,185	\$ 79,734,784
Debt Service	33,458,069	39,036,678	39,042,065
Internally Funded Capital (IFCIP)	1,598,655	4,804,084	8,784,879
<b>TOTAL USES</b>	<b>\$ 104,164,933</b>	<b>\$ 120,318,946</b>	<b>\$ 127,561,728</b>
<b>Net Annual Cash Flow</b>	<b>\$ 3,002,935</b>	<b>\$ 8,285,803</b>	<b>\$ 1,345,070</b>
<b>DEBT SERVICE COVERAGE</b>			
Net Revenues	\$ 38,059,659	\$ 52,126,564	\$ 49,172,014
Adjustment, System Development Charges	(1,245,362)	(1,650,000)	(1,224,000)
Adjustment, Capitalized Labor	3,699,767	2,273,431	4,159,140
Adjustment, Other <sup>6</sup>	3,303,593	673,200	729,706
Net Revenues Available for Debt Service	\$ 43,817,657	\$ 53,423,195	\$ 52,836,860
Total Debt Service	33,458,069	39,036,678	39,042,065
<b>Debt Service Coverage</b>	<b>1.310</b>	<b>1.369</b>	<b>1.353</b>

1 - Reflects non-revenue water and non-revenue wastewater billing adjustments; includes leachate revenues

2 - Per auditor opinion, ARPA funds will be considered as revenues when calculating debt service coverage

3 - FY 2024 estimate reflects Guam Power Authority's reduced LEAC; FY 2023 is CCU-approved budget amount

4 - Capitalized labor, which does not represent a cash impact, is not included in this calculation of annual net cash flow  
- \$600,000 added for FY 2024 per final PUC Order to reflect benefit increases approved for FY 2024

5 - Excludes bad debt expense since this line item is included as an offset to rate revenues (per audited financials)

6 - Includes retiree COLA and end-of-year pension and OPEB adjustments