

January 30, 2009

Mr. Michael Makio
Chairman
Guam Preservation Trust
P.O. Box 3036
Hagatna, Guam 96932

Dear Mr. Makio:

Transmitted herewith are the following:

- 3 Bound Copies of Guam Preservation Trust, Financial Statements and Independent Accountants' Compilation Report, Three Months Ended December 31, 2008.

Please acknowledge receipt of the above mentioned documents by signing and returning to our office a duplicate of this letter.

Very truly yours,

Daniel S. Fitzgerald
Partner

/dmt
Enclosures

Forward Copies to
1 - Speaker Judi WonPat
2 - OPA - ^{Public} Auditor Brooks
3 - GPT

Acknowledge receipt by:

Name: *[Signature]*

Date: 1/30/09

36-09-0184
Office of the Speaker
Judith T. Won Pat, Ed. D.

Date 1/30/09
Time 2:52
Received by *[Signature]*

2009 FEB - 2 PM 1: 21 - *[Signature]*

GUAM PRESERVATION TRUST

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

THREE MONTHS ENDED DECEMBER 31, 2008

INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors
Guam Preservation Trust:

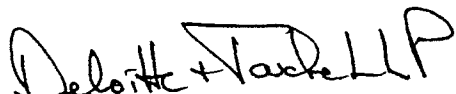
We have compiled the accompanying balance sheet of Guam Preservation Trust (Trust) as of December 31, 2008, and the related statements of operations for the three months then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting, in the form of financial statements, information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Management has informed us that they are unable to assess the adequacy of the allowance for doubtful accounts in the accompanying financial statements. Trust management is in discussions with the Government of Guam to resolve the collectibility of its recorded receivables, and is currently unable to predict the ultimate outcome of this matter.

As of September 30, 2006, the Trust wrote off its leasehold interest because of their intent to terminate the lease agreement. As a settlement has not been reached, the outcome of this matter is currently undeterminable. Accordingly, the impact of this matter is not predictable.

Management has elected to omit substantially all of the disclosures and the statements of cash flows required by accounting principles generally accepted in the United States of America. If the omitted disclosures and statements of cash flows 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.


January 30, 2009

GUAM PRESERVATION TRUST

Balance Sheet

December 31, 2008

(See Accompanying Independent Accountants' Compilation Report)

ASSETS

Cash in bank - checking	\$	103,538
Cash - trust account		83,291
Investments		1,921,322
Receivables:		
General fund		6,201,863
Allowance for doubtful accounts		(5,345,996)
Prepaid rent		900
Property and equipment, net of accumulated depreciation		<u>4,023</u>
Total assets	\$	<u><u>2,968,941</u></u>

LIABILITIES AND NET ASSETS

Liabilities:		
Accrued expenses	\$	31,471
Grant deposit		8,000
Payroll liabilities		<u>13,776</u>
Total liabilities		<u>53,247</u>
Net assets:		
Unrestricted:		
Net assets		2,923,403
Current period decrease in unrestricted net assets		<u>(7,709)</u>
Total unrestricted net assets		<u>2,915,694</u>
	\$	<u><u>2,968,941</u></u>

GUAM PRESERVATION TRUST

Statements of Operations
 Three Months Ended December 31, 2008
 (See Accompanying Independent Accountants' Compilation Report)

Revenue:	
Building permit fees	\$ 262,764
Interest income	<u>133</u>
Total revenue	<u>262,897</u>
Expenses:	
Projects - grants	248,769
Salaries	45,859
Travel and conference fees	11,803
Accounting services	5,859
Insurance	3,801
FICA	3,574
Rent	2,700
Retirement plan contribution	1,800
Communications	1,131
Advertising	1,086
Legal services	960
Depreciation	633
Supplies	481
Stipend	350
Repair and maintenance	306
Bank charges	187
Postage	58
Miscellaneous	<u>2,025</u>
Total expenses	<u>331,382</u>
Loss from operations	(68,485)
Change in fair value of investments	<u>60,776</u>
Net loss and decrease in net assets	<u><u>\$ (7,709)</u></u>