



KGTF CHANNEL 12  
Fiscal Year 2020

Financial Statements  
Management Letter  
Internal Control over Financial Reporting and Compliance  
Auditor's Communication with Those Charged with Governance

Independent auditors Ernst & Young issued a "clean" opinion on PBS Guam financial statements.

Revenues

**\$293K** ↓

Revenues decreased by \$293K or 18% from FY 2019.

Management Letter

Deficiencies related to fixed and capital assets.

Expenses

**\$40K** ↑

Expenses increased by \$40K or 2% from FY 2019.

Report on Compliance and Internal Control

Noncompliant with employees' participation in GovGuam Retirement Fund.

# FINANCIAL HIGHLIGHTS

Net Position FY 2019

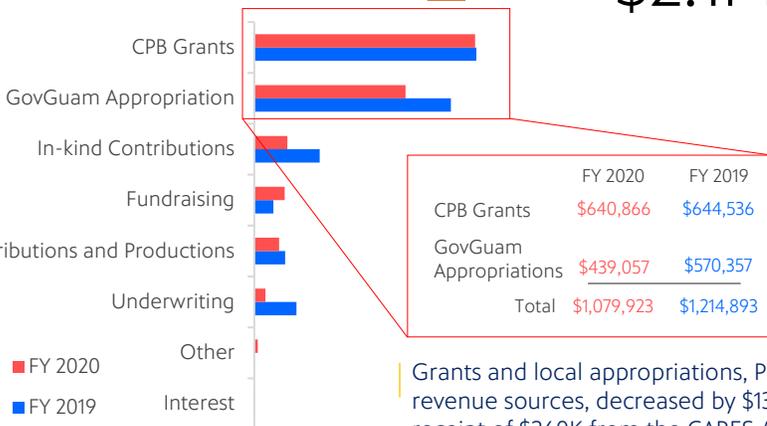
**-\$1.57M**

PBS Guam ended FY 2020 with a net loss of \$535K. This further decreased its Net Position from \$1.57M in FY 2019 to \$2.1M.

Net Position FY 2020

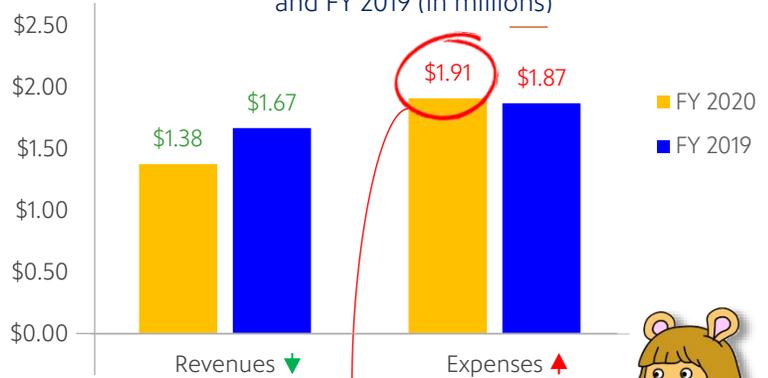
**-\$2.1M**

Revenues FY 2020 and FY 2019



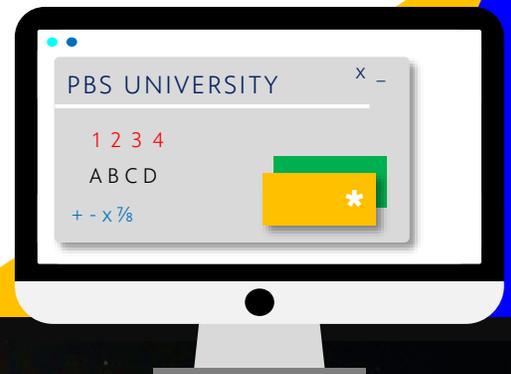
Grants and local appropriations, PBS's main revenue sources, decreased by \$135K. The receipt of \$260K from the CARES Act and the remaining \$17K will help PBS Guam stay afloat during times of uncertainties.

Revenues and Expenses FY 2020 and FY 2019 (in millions)



Top Five Expenses in FY 2020 (↕↗ from FY 2019)

- Program Broadcasting **\$436,138** ↑
- Personnel Services **\$255,942** ↓
- OPEB Expense **\$226,397** ↑
- Contractual Services **\$190,859** ↑
- Station Production **\$156,485** ↑



PBS Guam continued to broadcast COVID-19 PSA, assisted GDOE with distance learning, and launched free educational channel for children. As fundraising dwindles and the impact of COVID-19 is uncertain, PBS Guam management and staff are confident to carry on the mission in the back drop of pandemic.

The independent auditors remarked that PBS Guam employees were not given the option to participate in the GovGuam Retirement Fund, which is noncompliant with 12 GCA § 3117 and 4 GCA 8105(d). Because of this, PBS Guam lost its "low-risk auditee" status designated by OPA.

PBS Guam partnered with the GDOE to deliver distance learning series called PBS University while most schools were closed during the pandemic. PBS University will continue in 2021 with funding coming from the CARES Act.