Resolution No. 2016-32

Relative to Authorizing GPA Reallocation of Bonds Funds for
Dededo CT Return to Service Project As Approved by the PUC

WHEREAS, the Dededo Combustion Turbine (DCT) Units 1 and 2 have not been operational since the generators failed in 2010 and 2004 respectively; and

WHEREAS, the IWPS is at a vulnerable state, lacking adequate generation reserve capacity to support the outage of a large generation unit; and

WHEREAS, the Dededo CT plant upon its rehabilitation will be used to support peak loads and base load unit outages; and

WHEREAS, the United States Air Force funded and constructed an underground transmission line to directly tie in the Dededo CT plant to the Andersen Air Force base substation to provide improved reliability; and

WHEREAS, GPA has issued a Performance Management Contract with TEMES for the rehabilitation and improved operations of GPA's combustion turbines; and

WHEREAS, GPA has identified $6.36M from 1999 and 2010 bond funds available for the Dededo CT Return to Service project as shown on Exhibit A; and

WHEREAS, the Consolidated Commission on Utilities fully supports GPA's efforts in the recovery of the Dededo CT plant.

NOW, THEREFORE, BE IT RESOLVED, by the Consolidated Commission on Utilities as approved by the Public Utilities Commission as follows:

1. After careful review of the attached documents, the Consolidated Commission on Utilities finds the Dededo CT Return to Service project to be reasonable, prudent and necessary for the use of bond funds.

2. The General Manager of GPA is hereby authorized the reallocation of $6.36M of 1999 and 2010 series bond funds for the Dededo CT Return to Service project as approved by the PUC.

RESOLVED, that the Chairman of the Commission certifies and the Secretary of the Commission attests the adoption of this Resolution.
Duly and regularly adopted and approved this 24th day of May, 2016.

Certified by:

[Signature]

JOSEPH T. DUENAS
CHAIRMAN

Date: 5/24/16

Attested by:

[Signature]

J. GEORGE BAMBA
SECRETARY

Date: 5/24/16
SECRETARY'S CERTIFICATE

I, J. George Bamba Secretary, Consolidated Commission on Utilities hereby certifies as follows:

The foregoing is a full, true and correct copy of a resolution duly adopted at a regular meeting of the members of Guam's Consolidated Commission on Utilities, duly and legally held at the meeting place thereof on May 24, 2016, at which meeting all of said members had due notice and at which at least a majority thereof were present;

At said meeting said resolution was adopted by the following vote:

Ayes: 4
Nays: 0
Absent: 1

Said original resolution has not been amended, modified, or rescinded since the date of its adoption, and the same is now in full force and effect.

SO CERTIFIED this 24th day of May 2016.

[Signature]

J. George Bamba
Secretary, Consolidated Commission on Utilities
<table>
<thead>
<tr>
<th>Project Name</th>
<th>Status</th>
<th>Funding Source</th>
<th>Available Funds/Approved Budget</th>
<th>Latest Engg Estimate</th>
<th>Commitment to Date</th>
<th>Transfer to Dededo CT</th>
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<tbody>
<tr>
<td>1999 Construction Bond Fund</td>
<td>Excess</td>
<td>1999</td>
<td>$1,200,000</td>
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<td>$1,200,000</td>
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<tr>
<td>Underground Fuel Pipeline Conversion</td>
<td>On-Hold</td>
<td>2010</td>
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<td>$156,000</td>
<td>$1,994,000</td>
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<td>P003 Underground Extension to Port Authority</td>
<td>Completed</td>
<td>2010</td>
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<td>$2,613,297</td>
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<td>Construction</td>
<td>2010</td>
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<td>$6,614,000</td>
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<td>Cabras 3&amp;4 CIPs</td>
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<td>$8,503,000</td>
<td>$7,455,000</td>
<td>$1,048,000</td>
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<td><strong>Total Transfer Available for Dededo CT Return to Service</strong></td>
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<td><strong>$6,360,000</strong></td>
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