

CONSOLIDATED COMMISSION ON UTILITIES

Guam Power Authority • Guam Waterworks Authority P.O.BOX 2977 • Agana, Guam 96932

RESOLUTION NO. 2016 - 51

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AUTHORIZING THE GUAM POWER AUTHORITY TO SEEK APPROVAL FROM THE PUC FOR THE PEAKING DIESEL UNITS MAJOR OVERHAUL PROJECT

WHEREAS, the Guam Power Authority (GPA) owns and operates eight (8) stationary Caterpillar Diesel Generator sets, model 3616 purchased and commissioned in 1993 with a total capacity of 35.2 MW (4.4 MW each) at the Tenjo Vista and Talofofo Power Plants; and

WHEREAS, GPA operates two (2) stationary Wartsila Diesel Generator sets, model VASA 16V32E located at Manenggon Diesel Power Plant with a total capacity of 10.6 MW (5.3 MW each); and

WHEREAS, these units are considered critical peaking units for the Island Wide Power System (IWPS) due to their quick start-up capabilities and smaller unit capacities; and

WHEREAS, Major Overhauls must be performed on these units to ensure unit availability and restore design efficiency; and

WHEREAS, the Major Overhauls are in line with the manufacturer's recommended schedules per runtime hours; and

WHEREAS, the total major overhaul cost is expected to be \$7,800,000 (\$780,000 per unit); and

WHEREAS, the work is proposed to be performed via a 3-year Contract to be programmed under revenue funds for each fiscal year that the contract is in place; and

WHEREAS, a PUC contract review justification is attached for approval to petition the PUC to utilize revenue funds; and

WHEREAS, approval is requested to petition the PUC for the Engine Overhaul of ten (10) Diesel Generator sets utilizing revenue funds for the capital improvement work.

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

1. The Consolidated Commission on Utilities hereby grants the Authority's request to petition the PUC for approval to proceed with utilizing revenue funds to finance major maintenance and overhaul work for the Peaking Diesel Units located at Tenjo, Talofofo, and Manenggon power plants.

DULY AND REGULARLY ADOPTED this 27th day of September, 2016.

Certified by:

JOSEPH T. DUENAS

Chairman

Attested by:

GEORGE BAMBA

Secretary

SECRETARY'S CERTIFICATE

1	i, J. George Bamba, Secretary for the Consolidated Commission on Utilities do hereby certify
2	that the foregoing is a full, true, and correct copy of the resolution duly adopted at a regular meeting of
3	the members of Guam's Consolidated Commission on Utilities, duly and legally held at the meeting place
4	thereof on September 27, 2016, at which meeting of all said members had due notice and at which at
5	least a majority thereof were present, and
6	At said meeting said resolution was adopted by the following vote:
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8	Ayes: <u>3</u>
9	Nays: <u>O</u>
0	Absent: <u>2</u>
1	Abstain: O
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13	Said original resolution has not been amended, modified, or rescinded since the date of its
14	adoption, and the same is now in full force and effect.
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16	SO CERTIFIED this 27 th day of September, 2016.
7	who for Bob
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9	J. Geørge Bamba
20	Secretary
21	Consolidated Commission on Utilities
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