



CONSOLIDATED COMMISSION ON UTILITIES

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

RESOLUTION NO. 2016-52

RESOLUTION TO AUTHORIZE EXPENDITURE FOR THE PROCUREMENT OF A NEW 80 MVA POWER TRANSFORMER FOR CABRAS UNIT 2

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8 **WHEREAS**, the Cabras Unit 2 main power transformer, which was manufactured in 1974 has
9 surpassed its useful lifespan of 30 years; and

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11 **WHEREAS**, in the event that Cabras Unit 2 transformer fails, no spare transformers are
12 available to replace it; and

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

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17 **WHEREAS**, the IWPS will be susceptible to outages, under frequency load-shedding, and
18 blackouts with the main power transformer failure of Cabras Unit 2; and

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20 **WHEREAS**, GPA desires to replace the antiquated power transformer for Cabras Unit 2 to
21 improve system reliability; and

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23 **WHEREAS**, the Procurement Officer has provided adequate public announcement to
24 procure an 80 MVA power transformer for Cabras Unit 2 through Bid Invitation No. GPA-071-16
25 describing the specifications of the power transformer and information required of each
26 offeror; and

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28 **WHEREAS**, R&D Marketing, Benson Guam Enterprises Inc., and JMI Edison Inc. submitted
29 bids for GPA's consideration; and

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31 **WHEREAS**, GPA's Evaluation Committee has determined R&D Marketing to be the lowest
32 responsive bidder after consideration of the operational costs of the transformer inclusive of
33 the NO LOAD and LOAD Losses as required in the specifications; and

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35 **WHEREAS**, the award of the Purchase Order to R&D Marketing has been made pursuant to
36 a written finding by the Procurement Officer that R&D Marketing's offer meets the
37 requirements of GPA's specifications and has been determined to be fair and reasonable.
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40 **NOW, THEREFORE, BE IT RESOLVED**, by the Consolidated Commission on Utilities as
41 follows:

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- 43 1. After careful review of the attached documents, the Consolidated Commission on
44 Utilities finds the purchase of 80 MVA power transformer for Cabras Unit 2 to be
45 reasonable, prudent and necessary for the use of GPA Revenue funds.
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 - 47 2. The General Manager of GPA is hereby authorized an increase in obligating authority up
48 to \$630,000.00 for the purpose of procuring the Cabras Unit 2 power transformer.
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51 **RESOLVED**, That the Chairman of the Commission certifies and the Secretary of the
52 Commission attests the adoption of this resolution.

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55 **DULY and REGULARLY ADOPTED AND APPROVED THIS 27TH DAY OF SEPTEMBER 2016**

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Certified By:

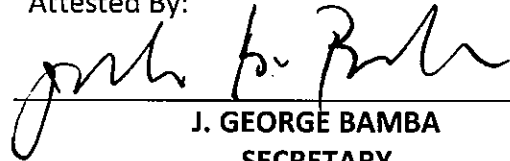


JOSEPH T. DUENAS
CHAIRMAN

DATE: _____

9/27/16

Attested By:



J. GEORGE BAMBA
SECRETARY

DATE: _____

9/27/16

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60 **SECRETARY'S CERTIFICATE**

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62 **I, George Bamba**, Secretary, Consolidated Commission on Utilities hereby certifies as
63 follows:

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65 The foregoing is a full, true and correct copy of a resolution duly adopted at a regular
66 meeting of the members of Guam's Consolidated Commission on Utilities, duly and legally held
67 at the meeting place thereof on September 27, 2016, at which meeting all of said members had
68 due notice and at which at least a majority thereof were present;

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

71 Ayes: 3

72 Nays: 0

73 Absent: 2

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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.

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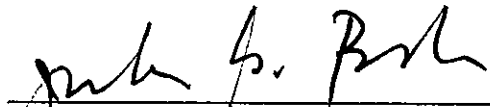
SO CERTIFIED this 27th day of September, 2016.

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J. George Bamba

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Secretary, Consolidated Commission on Utilities

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