



RESOLUTION NO. 2017-40

**AUTHORIZING THE MANAGEMENT OF THE GUAM POWER AUTHORITY TO PROCEED
WITH THE PROCUREMENT OF A RESIDUAL FUEL OIL NO.6 SUPPLIER
FOR THE BASELOAD POWER GENERATING PLANTS**

WHEREAS, the five (5) year period for the current supply contract with Hyundai Corporation for the Supply of Residual Fuel Oil (RFO) for the Baseload Power Generating Units will expire on August 31, 2018; and

WHEREAS, GPA intends to issue a new Invitation For Bid for the procurement of Residual Fuel Oil No.6 for the Baseload plants for a base period of three (3) years, to commence on or about September 01, 2018 through August 31, 2021, with two (2) additional one-year extension options; and

WHEREAS, the draft bid solicitation documents for the procurement of a new Residual Fuel Oil No.6 supply contract is hereby attached as Exhibit B; and

WHEREAS, the total cost for the new contract is anticipated to exceed \$1.5M requiring GPA to seek authorization for this procurement from the PUC; and

WHEREAS, GPA is requesting the approval of the CCU to petition the PUC for the issuance of an Invitation for Bid for a new Residual Fuel Oil No.6 supply contract.

NOW THEREFORE, BE IT RESOLVED, by the Consolidated Commission on Utilities, subject to the review and approval of the Public Utilities Commission, as follows:

1. GPA's request to solicit competitive bids for a new Residual Fuel Oil No.6 supply contract through a Multi-Step Bid process is reasonable, prudent and beneficial to ratepayers.
2. GPA is authorized to petition the Public Utilities Commission for approval to issue bids to procure a Contractor for the supply of Residual Fuel Oil No.6 for the Baseloads and Peaking Units.

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30 **RESOLVED**, that the Chairman of the Commission certifies and the Secretary of the
31 Commission attests the adoption of this Resolution. **DULY and REGULARLY ADOPTED** this 26th day of
32 **September 2017.**

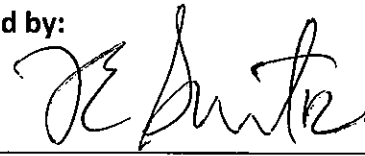
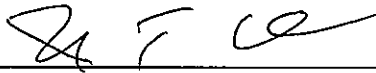
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Certified by:

Attested by:



JOSEPH T. DUENAS
CHAIRMAN

~~J. GEORGE BAMBA~~ FRANCIS E. SANTOS
SECRETARY
VICE CHAIR

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37 **I, J. George Bamba**, Board Secretary of the Consolidated Commission on Utilities (CCU), as
38 evidenced by my signature above do hereby certify as follows:

39 The foregoing is a full, true and correct copy of a resolution duly adopted at a regular
40 meeting of the members of Guam Consolidated Commission on Utilities, duly and legally held at a
41 place properly noticed and advertised at which meeting a quorum was present and the members
42 who were present voted as follows:

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AYES:	<u>4</u>
NAYS:	<u>0</u>
ABSENT:	<u>0</u>
ABSTAIN:	<u>1</u>