Resolution No. 2019-02
Authorizing Expenditure for the Construction of the
Tumon Bay Lateral Conversion Project

WHEREAS, GPA seeks to mitigate against future damages associated with
typhoons on existing overhead distribution lines; and

WHEREAS, the construction of the Tumon Bay Lateral Conversion Project will
provide an underground system that will remain intact in the event of a typhoon,
minimizing restoration efforts in the Tumon Bay area, thus improving service reliability;
and

WHEREAS, Tumon is the center of Guam’s tourism industry and thus,
 improving service reliability to Tumon will greatly benefit the people of Guam; and

WHEREAS, GPA has secured Bond funding necessary for the Tumon Bay
Lateral Conversion Project; and

WHEREAS, GPA has obtained PUC approval to proceed with the Tumon Bay
Lateral Conversion Project through PUC Order in Docket 10-01; and

WHEREAS, GPA has justified the project by conducting a cost-benefits analysis
which show that the benefits gained by the completion of the project outweigh the
expenditures; and

WHEREAS, GPA seeks construction services for the Tumon Bay Lateral
Conversion Project involving the conversion of existing overhead lines to underground in
order to significantly increase system reliability in a cost-effective manner; and

WHEREAS, GPA’s Procurement office has provided adequate public
announcement for the required services for Tumon Bay Lateral Conversion Project
through Bid Invitation No. GPA-061-18 providing the project specifications and
information required of each offeror; and

WHEREAS, Kinden Corporation and CoreTech International submitted bids for
GPA’s consideration; and
WHEREAS, GPA’s Evaluation Committee has determined CoreTech International to be the lowest responsive bidder at $8,764,964; and

WHEREAS, GPA has secured $5.8M for the Tumon Bay Lateral Conversion Project through 2010 Revenue Bonds; and

WHEREAS, CoreTech International has submitted the necessary information and interest in providing such service; and

WHEREAS, the award of this Purchase Order to CoreTech International has been made pursuant to a written finding by the Procurement Officer that CoreTech International’s offer meets the requirements of GPA’s specifications and has been determined to be fair and reasonable.

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

1. After careful consideration, the Consolidated Commission on Utilities finds the procurement of the required services for the Tumon Bay Lateral Conversion Project to be reasonable and prudent.

2. The General Manager of GPA is hereby authorized an increase in obligating authority from $750,000 to $5,280,033 for the purpose of securing construction services for the Tumon Bay Lateral Conversion Project with CoreTech International.

RESOLVED, that the Chairman of the Commission certifies and the Board Secretary attests the adoption of this Resolution.

DULLY AND REGULARLY ADOPTED AND APPROVED THIS 22ND DAY OF JANUARY, 2019.

Certified by: Attested by:

[Signature]

JOSEPH T. DUENAS MICHAEL T. LIMTIACO
CHAIRMAN SECRETARY
SECRETARY'S CERTIFICATE

I, MICHAEL T, LIMTIACO, Secretary for the Consolidated Commission on Utilities (CCU) as evidenced by my signature above do certify as follows:

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

Ayes: 4
Nays: 0
Absent: 1
Abstain: 0