



CONSOLIDATED COMMISSION ON UTILITIES
Guam Power Authority | Guam Waterworks Authority
P.O. Box 2977 Hagatna, Guam 96932 | (671)649-3002 | guamccu.org

GPA RESOLUTION 2020-18

**RELATIVE TO THE ADOPTION OF A BUDGET FOR THE
GUAM POWER AUTHORITY FOR FISCAL YEAR 2021**

WHEREAS, the Guam Power Authority (GPA) is a Public Corporation of the Government of Guam; and

WHEREAS, Section 8117 of Chapter 8 of Title 12 of Guam Code Annotated authorizes the Consolidated Commission on Utilities (CCU) to adopt an annual budget for the Authority; and

WHEREAS, Section 6.11 of the GPA Bond Indenture Agreement requires the Authority to provide a copy of an approved budget to the Bond Trustee prior to the beginning of each fiscal year; and

WHEREAS, the General Manager of the Guam Power Authority has reviewed and proposes the budget for Fiscal Year 2021 totaling \$347,138,000; and

WHEREAS, the General Manager has reviewed and proposes a Revenue Funded Capital Improvement Project (CIP) budget totaling \$25,700,800; and

WHEREAS, the General Manager has reviewed the budget to ensure that all budget expenditures are consistent with the strategic goals of the Authority; and

NOW, THEREFORE BE IT RESOLVED BY THE CONSOLIDATED COMMISSION ON UTILITIES AS THE GOVERNING BODY OF THE GUAM POWER AUTHORITY, AS FOLLOWS:

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1. The Fiscal Year 2021 Budget of \$347,138,000 is hereby approved. The Fiscal Year 2021 Budget is based on a Non-Fuel Revenue forecast of \$155,000,000, miscellaneous revenues of \$2,160,000 and a Fuel Revenue forecast of \$191,023,000 less bad debts of \$1,045,000 for total net operating revenues of \$347,138,000.

The budget consists of:

- a. Total Operations and Maintenance budget includes Labor and Retiree's benefit costs of \$50,254,251; Non-Labor cost of \$31,227,935 less Capitalized O&M of \$6,590,042 for total O&M Budget of \$74,892,144;
 - b. Bad Debt expense of \$1,045,000;
 - c. Independent Power Producers costs plus Aggreko Payments of \$22,600,000; Debt Service of \$47,763,000;
 - d. Revenue Funded Capital Improvement Projects of \$25,700,800 is approved and the General Manager is authorized to petition the Public Utilities Commission (PUC) for approval.
 - e. Expressed in the attached summary of Revenue Requirements dated August 7, 2020 is hereby adopted. Funds pledged for the Bond Reserves are not included in the overall budget amounts.
2. The authorized level of positions within the Authority shall be 490 FTEs.
 3. The General Manager is authorized to transfer no more than 10% of the overall approved GPA Budget, exception that there shall be no transfer into the personnel account from other non-labor accounts.

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

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**DULY and REGULARY ADOPTED AND APPROVED THIS this 3RD DAY OF
SEPTEMBER 2020**

Certified by:

Attested by:



JOSEPH T. DUENAS
Chairman
Consolidated Commission on Utilities

MICHAEL LIMTIACO
Secretary
Consolidated Commission on Utilities

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I, **Michael Limtiaco**, Secretary for the Consolidated Commission on Utilities (CCU), as evidenced by my signature above do certify as follows:

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

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Ayes:	<u>5</u>
Nays:	<u>Ø</u>
Absent:	<u>Ø</u>
Abstain:	<u>Ø</u>

