



**CONSOLIDATED COMMISSION ON UTILITIES**

Guam Power Authority | Guam Waterworks Authority

P.O. Box 2977 Hagatna, Guam 96932 | (671) 648-3002 | guamccu.org

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**RESOLUTION NO: 2021-05**

**RELATIVE TO THE WRITE-OFF OF GUAM POWER AUTHORITY RECEIVABLES  
DETERMINED TO BE UNCOLLECTIBLE**

**WHEREAS**, the Guam Power Authority (GPA) is a revenue generating, government owned utility; and

**WHEREAS**, the Authority’s main source of revenue is billings for the sales of electricity from GPA’s customer base; and

**WHEREAS**, although utilities make best efforts to minimize losses resulting from uncollectible accounts, the service nature of utility activities makes it impossible to prevent such losses on an account has become inactive (disconnected); and

**WHEREAS**, the GPA Customer Service division’s collection efforts from uncollectible accounts and has kept GPA’s bad debt loss level consistent with the industry standards; and

**WHEREAS**, it is standard practice for utilities to review their accounts receivable records from time to time to remove accounts that have been determined by the utility to be uncollectible; and

**WHEREAS**, GPA last wrote off Fiscal Year 2013 and prior years’ uncollectible accounts in May 2017; and

1           **WHEREAS**, GPA's Chief Financial Officer has reviewed outstanding accounts from  
2 October 1, 2013 to September 30, 2017 and has determined that the following amounts *from those*  
3 *fiscal years and prior fiscal years* should be written off; and

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5           **Total Proposed Write-Off from FY2000 to FY2017     \$485,694.38**

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7           **WHEREAS**, all of these amounts have been charged to bad debt expense during each  
8 fiscal year and this write-off action will not have any further impact on GPA's statement of  
9 revenues and expenses; and


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11           **WHEREAS**, the write-off of an account does not preclude GPA from continuing to collect  
12 on any bad debt in the event that a customer whose account has been written off returns to the  
13 utility to apply for service and GPA has a procedure in place to ensure that such bad debts will be  
14 recovered prior to such application.

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

- 18  
19 1.       The GPA Chief Financial Officer is authorized to write-off **\$485,694.38** in accounts  
20 receivable that have been determined to be uncollectible.

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22           **RESOLVED**, that the Chairman certifies and the Board Secretary attests to the adoption  
23 of this Resolution.

24           **DULY AND REGULARLY ADOPTED AND APPROVED THIS 23RD DAY OF**  
25 **MARCH 2021**

26  
27 Certified by:  
28   
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30 **JOSEPH T. DUENAS**  
31 Chairperson  
32 Consolidated Commission on Utilities

27 Attested by:  
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30 **MICHAEL T. LIMTIACO**  
31 Secretary  
32 Consolidated Commission on Utilities

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**SECRETARY'S CERTIFICATE**

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

The foregoing is a full, true and correct copy of the resolution duly adopted at a regular meeting by the members of the Guam CCU, 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: 5  
Nays: 0  
Absent: 0  
Abstain: 0

