



**RESOLUTION NO. 2021-13**

**AUTHORIZING THE MANAGEMENT OF THE GUAM POWER AUTHORITY TO INCREASE THE  
FY 2021 RESIDUAL FUEL OIL (RFO) BUDGET**

**WHEREAS**, the approved budget for FY 2021 is \$347,138,000 with the adoption of Resolution 2020-18. The approved budget is comprised of the following: \$155,000,000 for Non-Fuel Revenue; \$2,160,000 for Miscellaneous Revenues; \$191,023,000 for the Fuel Revenue; less bad debts \$1,045,000; and

**WHEREAS**, out of the \$191,023,000 fuel revenue and expenditure forecast, \$95,539,947 is allocated to the RFO supply budget based on the commodity price forecast of \$39.929 per barrel, and \$70,252,856 is allocated to the Diesel supply budget; and

**WHEREAS**, the RFO supply budget was increased by \$20,000,000 from \$95,539,947 to \$115,539,947 and the Diesel supply budget was decreased by \$20,000,000 from \$70,252,856 to \$50,252,856; and

**WHEREAS**, commodity price of RFO is rising and is projected to increase further to \$67.350 per barrel. The estimated shortfall for the RFO supply budget is anticipated at approximately \$35,000,000.00 (Exhibit A); and

**WHEREAS**, GPA seeks authorization to increase the Authority's FY 2021 budget by \$35,000,000.00 to provide sufficient funding for the fuel expenditures; and

**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. The approved GPA budget for FY 2021 shall be increased to \$382,138,000.00 with following breakdown: \$155,000,000 for Non-Fuel Revenue; \$2,160,000 for Miscellaneous Revenues; \$226,023,000 for the Fuel Revenue; and less bad debts of \$1,045,000. This includes the increase of the RFO supply budget by approximately \$35,000,000.00.

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35 **RESOLVED**, that the Chairman of the Commission certifies and the Secretary of the Commission  
36 attests the adoption of this Resolution.

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38 **DULY AND REGULARLY ADOPTED AND APPROVED THIS 25<sup>th</sup> DAY OF MAY 2021.**

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Certified by:

Attested by:



JOSEPH T. DUENAS  
Chairperson  
Consolidated Commission on Utilities

MICHAEL T. LIMTIACO  
Secretary  
Consolidated Commission on Utilities

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**SECRETARY'S CERTIFICATE**

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44 I, Michael T. Limtiaco, Secretary for the Consolidated Commission on Utilities (CCU), as  
45 evidenced by my signature above do certify as follows: The foregoing is a full, true, and accurate  
46 copy of the resolution duly adopted at a regular meeting of the members of Guam Consolidated  
47 Commission on Utilities, duly and legally held at a place properly noticed and advertised at which  
48 meeting a quorum was present and the members who were present voted as follows:

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Ayes: 4

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Nays: 0

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Absent: 1

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Abstain: 0



**Projected Cargo Cost  
Residual Fuel Oil No. 6 Cargoes**

FY-21 Cargo No.	Discharge Date(s) & Vessel	LSFO						HSFO					Combined Cargo			Budget	\$ 95,539,947.00	Allocated Budget \$/BBL	Budget Surplus /(Shortfall) \$	MOPS Allocated Budget \$/BBL	Budget Surplus /(Shortfall) \$/BBL
		B/L Date	Barrels	MOPS \$/bbl	Prem Fee \$/bbl	Unit Price *	Amount (\$)	Barrels	MOPS \$/bbl	Prem Fee \$/bbl	Unit Price *	Amount (\$)	Barrels	RFO Cost Avg. (\$/bbl)	Amount (\$)	Balance (\$)	Amendments				
RFO-FY21-01 (actual)	10/17/20 Tuchkov Bridge	10/04/20	82,860.00	\$37.802	\$19.605	\$57.407	\$ 4,756,779.54	166,019.00	\$38.885	\$11.272	\$50.157	\$ 8,326,951.63	248,879.00	\$52.571	\$ 13,083,731.17	\$ 81,123,816.00		\$12,689,727.46	(\$394,003.707)	\$39.929	\$1.044
RFO-FY21-02 (actual)	11/29/20 (43 days) NS Silver	11/18/20	51,705.00	\$44.475	\$19.605	\$64.080	\$ 3,313,274.17	193,440.00	\$44.601	\$11.272	\$55.873	\$ 10,808,054.70	245,145.00	\$57.604	\$ 14,121,328.87	\$ 67,002,487.13		\$12,689,727.46	(\$1,431,601.407)	\$39.929	(\$4.672)
RFO-FY21-03 (actual)	01/10/21 (42 days) Shandong Weihe	12/23/20	0.00	\$47.955	\$19.605	\$67.560	\$ -	239,017.00	\$47.955	\$11.272	\$59.227	\$ 14,156,307.10	239,017.00	\$59.227	\$ 14,156,307.10	\$ 52,846,180.03		\$12,689,727.46	(\$1,466,579.637)	\$39.929	(\$8.026)
RFO-FY21-04 (actual)	02/23/21 (44 days) Pamir	02/11/21	0.00	\$56.830	\$19.605	\$76.435	\$ -	240,241.00	\$56.830	\$11.272	\$68.102	\$ 16,360,827.53	240,241.00	\$68.102	\$ 16,360,827.53	\$ 36,485,352.50		\$12,689,727.46	(\$3,671,100.067)	\$39.929	(\$16.901)
RFO-FY21-05 (actual)	04/05/21 (41 days) Tuchkov Bridge	03/22/21	0.00	\$59.176	\$19.605	\$78.781	\$ -	242,013.00	\$59.176	\$11.272	\$70.448	\$ 17,049,338.18	242,013.00	\$70.448	\$ 17,049,338.18	\$ 39,436,014.32	\$20,000,000.00	\$12,689,727.46	(\$4,359,610.717)	\$39.929	(\$19.247)
RFO-FY21-06 (Projected)	05/15/21 (40 days) Green Point	05/05/21	82,381.00	\$63.850	\$19.605	\$83.455	\$ 6,875,106.36	147,619.00	\$63.850	\$11.272	\$75.122	\$ 11,089,434.52	230,000.00	\$78.107	\$ 17,964,540.87	\$ 21,471,473.45		\$12,689,727.46	(\$5,274,813.410)	\$39.929	(\$23.921)
RFO-FY21-07 (Projected)	06/25/21 (41 days) TBA	06/15/21	67,860.88	\$67.060	\$19.605	\$86.665	\$ 5,881,163.55	162,139.12	\$67.060	\$11.272	\$78.332	\$ 12,700,681.20	230,000.00	\$80.791	\$ 18,581,844.75	\$ 2,889,628.70		\$12,689,727.46	(\$5,892,117.287)	\$39.929	(\$27.131)
RFO-FY21-08 (Projected)	08/05/21 (41 days) TBA	07/26/21	100,000.00	\$65.800	\$19.605	\$85.405	\$ 8,540,500.00	130,000.00	\$65.800	\$11.272	\$77.072	\$ 10,019,360.00	230,000.00	\$80.695	\$ 18,559,860.00	\$ (15,670,231.30)		\$12,689,727.46	(\$5,870,132.537)	\$39.929	(\$25.871)
RFO-FY21-09 (Projected)	09/17/21 (43 days) TBA	09/07/21	50,000.00	\$67.350	\$19.605	\$86.955	\$ 4,347,750.00	180,000.00	\$67.350	\$11.272	\$78.622	\$ 14,151,960.00	230,000.00	\$80.434	\$ 18,499,710.00	\$ (34,169,941.30)		\$12,689,727.46	(\$5,809,982.537)	\$39.929	(\$27.421)

**TOTAL CARGOES = 9**

<b>Totals</b>	<b>434,806.88</b>				<b>\$33,714,573.62</b>	<b>1,700,488.12</b>				<b>\$114,662,914.86</b>	<b>2,135,295.00</b>		<b>\$148,377,488.47</b>	<b>(\$32,837,541.47)</b>	<b>\$ 115,539,947.00</b>		<b>\$114,207,547.17</b>	<b>(\$34,169,941.30)</b>		
<b>Average</b>	<b>48,311.88</b>				<b>\$77.539</b>	<b>\$3,746,063.74</b>	<b>188,943.12</b>			<b>\$67.429</b>	<b>237,255.00</b>		<b>\$69.488</b>							

Approved Budget	\$ 95,539,947.00
Budget Transfer	\$ 20,000,000.00
Adjusted P.O.*	\$ 114,207,547.17
Projected Expenditures	\$ (148,377,488.47)
P.O. Surplus/(Shortfall)	\$ (34,169,941.30)

Budget Allocation  
\$/shipment  
\$10,467,505.24  
\$12,689,727.46