



**CONSOLIDATED COMMISSION ON UTILITIES**  
Guam Power Authority | Guam Waterworks Authority  
P.O. Box 2977 Hagatna, Guam 96932 | (671) 648-3002 | guamccu.org

**GPA RESOLUTION NO. FY2023-05**

**AUTHORIZING THE MANAGEMENT OF THE GUAM POWER AUTHORITY TO  
INCREASE THE FY'2023 0.2% LOW SULFUR RESIDUAL FUEL OIL (LSRFO) AND  
ULTRA-LOW SULFUR DIESEL (ULSD) BUDGET**

**WHEREAS**, the approved Revenue Budget for FY 2023 is \$399,444,000 with the adoption of Resolution FY2021-23. The approved budget is comprised of the following: \$160,800,000 for Non-Fuel Revenue; \$2,212,000 for Miscellaneous Revenues; \$236,432,000 for the Fuel Revenue; and

**WHEREAS**, out of the \$236,432,000 fuel revenue and expenditure forecast, \$139,685,636 is allocated to the 0.2% LSRFO supply budget, and \$52,654,192 is allocated to the ULSD supply budget; and

**WHEREAS**, the fuel commodity price increased due to the impact of the Russia/Ukraine conflict and the average price is projected at approximately \$139.469 per barrel for both the 0.2% LSRFO and the ULSD. The estimated shortfall for the LSRFO supply budget is anticipated

1 at approximately \$55,365,927 and \$237,933,020 for the ULSD supply budget, for an aggregate  
2 total fuel revenue budget shortfall of \$293,298,947 (Exhibit A); and

3  
4 **WHEREAS**, GPA seeks authorization to increase the Authority's FY 2023 Revenue  
5 budget by \$293,298,947 to provide sufficient funding for the fuel expenditures.

6  
7 **NOW, BE IT THEREFORE RESOLVED**, the Consolidated Commission on Utilities,  
8 subject to the review and approval of the Guam Public Utilities Commission, as follows:

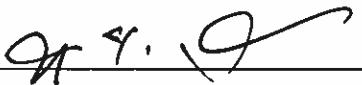
- 9  
10 1. The approved GPA Revenue budget for FY 2023 **shall be increased to a total**  
11 **of \$648,650,775** with the following breakdown: \$160,800,000 for Non-Fuel  
12 Revenue; \$2,212,000 for Miscellaneous Revenues; \$485,638,775 for the Fuel  
13 Revenue.

14  
15 **RESOLVED**, that the Chairman certifies and the Board Secretary attests to the adoption  
16 of this Resolution.

17  
18 **DULY AND REGULARLY ADOPTED**, this 29<sup>th</sup> day of November 2022.

19 Certified by:

Attested by:

20  
21 

20  
21 

22 **JOSEPH T. DUENAS**

22 **PEDRO ROY MARTINEZ**

23 Chairperson

Secretary

1 I, Pedro Roy Martinez, Board Secretary of the Consolidated Commission on Utilities  
2 (CCU), as evidenced by my signature above, do hereby certify as follows:

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

7  
8 Ayes: 4  
9 Nays: 0  
10 Abstain: 0  
11 Absent: 0



**EXHIBIT A:**

FY2023 FUEL REVENUE BUDGET	Original Proposal					Approved 8/24/2022		Variance	
	bbbls	MOPS (\$/bbl)	Premium (\$/bbl)	Unit Cost (\$/bbl)	\$	Unit Cost (\$/bbl)	\$	Unit Cost (\$/bbl)	\$
(A) RESIDUAL FUEL OIL # 6 (0.2% LSRFO)	1,488,150	\$86.994	\$27.331	\$114.325	\$ 170,132,405	\$93.865	\$ 139,685,636	(\$20.459)	(\$30,446,769)
(B) DIESEL FUEL OIL NO.2 (ULSD)	1,712,692	\$86.994	\$9.260	\$96.254	\$ 164,852,787	\$30.744	\$ 52,654,192	(\$65.510)	(\$112,198,595)
(C) RENEWABLES					\$ 12,216,104		\$ 22,940,086		\$10,723,982
(D) ENGINE CYLINDER OIL (for MEC 8&9)					\$ 3,803,026		\$ 3,169,188		(\$633,838)
(E) UREA (FOR AGGREKO)					\$ 1,220,503		\$ 1,017,086		(\$203,417)
(F) FUEL HANDLING SERVICES					\$ 15,283,468		\$ 13,965,812		(\$1,317,656)
(G) DSM REBATE PROGRAM					\$ 3,000,000		\$ 3,000,000		\$0
<b>FY2023 FUEL REVENUE BUDGET</b>	<b>3,200,842</b>				<b>\$ 370,508,293</b>		<b>\$ 236,432,000</b>		<b>(\$134,076,293)</b>

**Revised Fuel Revenue Forecast:**

RESIDUAL FUEL OIL NO.6 (0.2% LSRFO)	bbbls	MOPS (\$/bbl)	Premium (\$/bbl)	Unit Cost (\$/bbl)	\$	Remarks
Approved Budget	1,488,150	\$66.535	\$27.331	\$93.865	\$ 139,685,636	
Revised Requirement*	1,109,551	\$139.469	\$36.324	\$175.793	\$ 195,051,563	MOPS increased due to Russia/Ukraine Conflict
<b>RFO Budget Shortfall:</b>					<b>\$ (55,365,927)</b>	

DIESEL FUEL OIL NO.2 (ULSD)	bbbls	MOPS (\$/bbl)	Premium (\$/bbl)	Unit Cost (\$/bbl)	\$	Remarks
Approved Budget	1,712,692	\$21.484	\$9.260	\$30.744	\$ 52,654,192	
Revised Requirement*	1,979,922	\$139.469	\$7.298	\$146.767	\$ 290,587,212	MOPS increased due to Russia/Ukraine Conflict
<b>ULSD Budget Shortfall:</b>					<b>\$ (237,933,020)</b>	

\*Updated LEAC-23 & MOPS

**TOTAL (RFO & ULSD) Budget Shortfall: (\$293,298,947)**

**FY 2023 FUEL REVENUE BUDGET REVISION:**

FUEL REVENUE BUDGET	Approved Budget (10/03/22)	Amendment Request	Adjusted Budget
(A) RESIDUAL FUEL OIL # 6 (0.2% LSRFO)	\$ 139,685,636	\$ 55,365,927	\$ 195,051,563
(B) DIESEL FUEL OIL NO.2 (ULSD)	\$ 52,654,192	\$ 237,933,020	\$ 290,587,212
(C) RENEWABLES	\$ 22,940,086	\$ -	\$ 22,940,086
(D) ENGINE CYLINDER OIL (for MEC 8&9)	\$ 3,169,188	\$ -	\$ 3,169,188
(E) UREA (FOR AGGREKO)	\$ 1,017,086	\$ -	\$ 1,017,086
(F) FUEL HANDLING SERVICES	\$ 13,965,812	\$ -	\$ 13,965,812
(G) DSM REBATE PROGRAM	\$ 3,000,000	\$ -	\$ 3,000,000
<b>FUEL REVENUE BUDGET</b>	<b>\$ 236,432,000</b>	<b>\$ 293,298,947</b>	<b>\$ 485,638,775</b>

Non-Fuel Revenue	\$ 160,800,000	\$ -	\$ 160,800,000
Miscellaneous Revenue	\$ 2,212,000	\$ -	\$ 2,212,000
<b>TOTAL GPA Revenue Budget</b>	<b>\$ 399,444,000</b>	<b>\$ 293,298,947</b>	<b>\$ 648,650,775</b>