



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. FY2023-12

**AUTHORIZING THE MANAGEMENT OF THE GUAM POWER AUTHORITY TO
PROCURE BULK SUPPLY OF ULTRA LOW SULFUR DIESEL (ULSD) FOR THE
POWER GENERATING PLANTS**

WHEREAS, the two (2) year contract with Mobil Oil Guam, Inc. (“MOGI”) for the Bulk Supply of Diesel Fuel Oil No.2 under GPA-047-22 will expire in January 31, 2024; and

WHEREAS, the bulk supply of ULSD is to fuel primarily but not limited to the new 198MW Ukudu Power Plant and the Piti 8 & 9 units; and

WHEREAS, GPA intends to issue an Invitation for Bid (IFB) for the procurement of a contractor for the Bulk Supply of Diesel Fuel Oil No.2; and

WHEREAS, the new contract for the Bulk Supply of Diesel Fuel Oil No.2 shall be for a base period of three (3) years, to commence on or about February 01, 2024 through January 31, 2027, with two (2) additional one-year extension options; and

WHEREAS, the draft bid solicitation documents for the procurement of a new Diesel Fuel Oil No.2 supply contract is hereby attached as **Exhibit A**; and

WHEREAS, the total cost for the new contract will exceed \$1.5M requiring GPA to seek authorization for this procurement from the PUC; and

WHEREAS, GPA is requesting the approval of the CCU to petition the PUC for the issuance of an Invitation for Bid for the Diesel Fuel Oil No.2 Bulk Supply Contract.

1 **NOW THEREFORE, BE IT RESOLVED**, by the Consolidated Commission on Utilities
2 does hereby approve the following:
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- 4
- 5 1. GPA is authorized to issue a bid for Diesel Fuel Oil No.2 Bulk Supply contract
6 through a Multi-Step Bid process is reasonable, prudent and beneficial to its customers.
7

8 **RESOLVED**, that the Chairman certified and the Board Secretary attests to the adoption
9 of this Resolution.
10

11 **DULY AND REGULARLY ADOPTED**, this 21st day of February 2023.
12

13 Certified by:

Attested by:

14 

15 

16 **JOSEPH T. DUENAS**
17 Chairperson

18 **PEDRO ROY MARTINEZ**
19 Secretary

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

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

26 AYES:

_____ 5 _____

27 NAYS:

_____ 0 _____

28 ABSENT:

_____ 0 _____

29 ABSTAIN:

_____ 0 _____



EXHIBIT A: Draft Contract

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Invitation For Multi-Step Bid

No. GPA- -23

BULK SUPPLY OF DIESEL FUEL OIL NO.2



Volume II

CONTRACT

ATTACHMENT 1

Estimated Cost

| 3-Yr Contract | Estimated Quantity ¹ (bbl/yr) | Estimated Cost ² | | | |
|-------------------------------|---|-----------------------------|--------------------------------|--------------------------------|---------------------------------|
| | | Commodity Price (\$/bbl) | Sample Premium Fee (\$/bbl) | Unit Cost (Landed) (\$/bbl) | Total Cost (\$) |
| First (1 st) Year | 2,000,000 | \$113.402 | \$4.000 | \$117.402 | \$234,804,000 |
| Second (2nd) Year | 2,500,000 | \$113.402 | \$4.000 | \$117.402 | \$293,505,000 |
| Third (3rd) Year | 2,700,000 | \$113.402 | \$4.000 | \$117.402 | \$316,985,400 |
| SUMMARY | 7,200,000 (TOTAL) | \$113.402 (AVG) | \$4.000 (AVG) | \$117.402 (AVG) | \$845,294,400 (TOTAL) |

¹ Reference: Section 2 of the Contract

² Reference: Section 5 of the Contract