



**GWA RESOLUTION NO. 14-FY2023**

**RELATIVE TO AUTHORIZING MANAGEMENT TO INVEST FUNDS**

**WHEREAS**, under 12 G.C.A. §14105, the Consolidated Commission on Utilities (“CCU”) has plenary authority over financial, contractual, and policy matters relative to the Guam Waterworks Authority (“GWA”); and

**WHEREAS**, the Guam Waterworks Authority (“GWA”) is a Guam Public Corporation established and existing under the laws of Guam; and

**WHEREAS**, 12 G.C.A. §14232 *Investment of Money in Funds* allows GWA to invest funds and deposit earnings “to the credit of the fund or account from which such interest or earnings are derived”; and

**WHEREAS**, GWA has cash balances that are not immediately required for operations, maintenance or capital projects and are currently in accounts that earn minimal interest; and

**WHEREAS**, in early February 2023, interest rates in Time Certificates of Deposit (TCD) and US Treasury securities (Treasuries) had yields of over 4%; and

**WHEREAS**, GWA would like to maximize the return on available funds while maintaining the safety and liquidity of these funds; and

**WHEREAS**, GWA believes that investing in either TCDs, US Treasuries, Money Market Accounts or Bonds would provide a favorable return while meeting safety and liquidity requirements; and

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1           **WHEREAS**, a portion of the cash in unrestricted funds, the Sewer Loan Revolving Fund,  
2 the Systems Development Charge Fund and eligible non-bond funds received for Capital  
3 Improvement Projects will not be immediately needed until certain programs and projects are  
4 initiated; and

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6           **WHEREAS**, interest earned will be reinvested in the fund or account from which such  
7 interest or earnings were derived; and

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9           **NOW BE IT THEREFORE RESOLVED** the Consolidated Commission on Utilities  
10 does hereby approve the following:

- 11           1. The recitals set forth above hereby constitute the findings of the CCU.
- 12           2. The CCU finds that investment in Time Certificates of Deposit, US  
13           Treasuries, Money Market Accounts, or Bonds will maximize returns of  
14           available funds while prioritizing the preservation of capital, liquidity, and  
15           safety of these funds.
- 16           3. The CCU hereby authorizes GWA management to open the following  
17           accounts at the Bank of Guam for the purpose of investing funds in Time  
18           Certificates of Deposit, US Treasuries, Money Market Accounts, Bonds or  
19           similar investment vehicles:
  - 20           a. Unrestricted Funds
  - 21           b. Sewer Revolving Loan Fund
  - 22           c. Systems Development Charge Fund
  - 23           d. Eligible non-Bond funded Capital Improvement Project Funds
- 24           4. The CCU hereby further authorizes the management of GWA to rollover  
25           investments as they mature if the funds are not immediately needed.

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27           **RESOLVED**, that the Chairman certified, and the Board Secretary attests to the adoption  
28 of this Resolution.

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1 **DULY AND REGULARLY ADOPTED**, this 21<sup>st</sup> day of February 2023.

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3 Certified by:

Attested by:

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6 **JOSEPH T. DUENAS**

**PEDRO ROY MARTINEZ**

7 Chairperson

Secretary

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9 **SECRETARY'S CERTIFICATE**

10 I, Pedro Roy Martinez, Board Secretary of the Consolidated Commission on  
11 Utilities as evidenced by my signature above do hereby certify as follows:

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

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17 AYES: 5

18 NAYS: 0

19 ABSENT: 0

20 ABSTAIN: 0

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