



# CONSOLIDATED COMMISSION ON UTILITIES

Guam Power Authority | Guam Waterworks Authority  
P.O. Box 2977 Hagåtña, Guam 96932 | (671) 648-3002 | guamccu.org

## GPA RESOLUTION NO. FY2023-26

### RELATIVE TO AUTHORIZING EXPENDITURE FOR THE OUT OF SERVICE INSPECTION AND REFURBISHMENT OF GPA BULK STORAGE FUEL TANK 1934

**WHEREAS**, the Guam Power Authority (GPA) operates and maintains the bulk storage fuel tanks located at Piti, Guam, which are managed by the current Contractor, Isla Petroleum and Energy Holdings, LLC (IP&E) and are used to supply fuel to GPA's base load units; and

**WHEREAS**, the bulk storage fuel tanks (tanks 1934 and 1935) last underwent internal inspection and refurbishment in 2007; and

**WHEREAS**, the tanks appurtenances including auxiliary equipment are required to be assessed, recalibrated and refurbished to comply with regulatory requirements; and

**WHEREAS**, upon completion of the out of service/internal inspection and refurbishment of the bulk storage fuel tanks, they will be utilized to store ULSD fuel to supply Piti Power Plant 7, 8, 9 and the new 198 MW Ukudu power plant; and

**WHEREAS**, the Contract was awarded to Tristar Terminals Guam, Inc. on December 02, 2019; and

**WHEREAS**, the project is currently on-going and Tristar Terminals Guam, Inc. submitted a request for a Construction Change Order (Attached Exhibit A); and

**WHEREAS**, the Construction Change Order is for the incremental volume of the oil recovery and sludge to be removed from Tank 1934 and disposed of as per EPA regulations; and

**WHEREAS**, the actual current volume in tank 1934 both for oil recovery and sludge removal is approximately 3,500 barrels which exceeds what was covered in the Scope of Work; and

**WHEREAS**, the proposed Construction Change Order total cost is **\$1,263,448.00**; and

**WHEREAS**, completing these additional work is viable in order to perform the next sequence of project activities and meet the USEPA compliance schedule; and


1           **WHEREAS**, GPA is requesting the approval of the CCU and the PUC for the proposed  
2 Construction Change Order of Tristar Agility for the Out of Service Inspection and  
3 Refurbishment of GPA Bulk Storage Fuel Tanks Project.

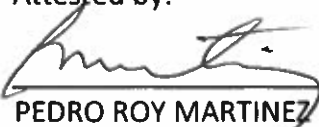
4           **NOW, THEREFORE, BE IT RESOLVED**, by the Consolidated Commission on Utilities,  
5 subject to the approval of the Public Utilities Commission, as follows:

- 6           1. After careful review of the resolution, the Consolidated Commission on Utilities  
7 finds the expenditure for the Out of Service Inspection and Refurbishment of GPA  
8 Bulk Storage Fuel Tank Construction Change Order to be reasonable, prudent and  
9 necessary for the use of Revenue Funds.
- 10          2. The General Manager is hereby authorized to increase his obligating authority by  
11 \$1,263,448.00 from \$13,883,209.91 to \$15,146,657.91 for the Out of Service  
12 Inspection and Refurbishment Services for the GPA Bulk Storage Fuel Tanks  
13 Construction Change Order utilizing Revenue Funds.

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

17  
18           **DULY AND REGULARLY ADOPTED AND APPROVED THIS 29<sup>th</sup> DAY OF AUGUST, 2023.**

19  
20 Certified by:  
21   
22 \_\_\_\_\_  
23 JOSEPH T. DUENAS  
24 Chairperson  
25 Consolidated Commission on Utilities

26  
27 Attested by:  
28   
29 \_\_\_\_\_  
30 PEDRO ROY MARTINEZ  
31 Secretary  
32 Consolidated Commission on Utilities  
33  
34

1           **I, PEDRO ROY MARTINEZ**, Secretary for the Consolidated Commission on Utilities (CCU),  
2 as evidenced by my signature above do certify as follows:

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

7  
8           Ayes:               5      
9  
10          Nays:               0      
11  
12          Absent:             0      
13  
14          Abstain:            0    

