



**RESOLUTION NO. FY2024 - 30**

**RELATIVE TO APPROVAL OF THE REPAIR AND OVERHAUL  
OF THE NAVY-OWNED OROTE POWERPLANT**

**WHEREAS**, Guam Power Authority (GPA) and Commander, Joint Region Marianas (CJRM), renewed the Inter-Governmental Support Agreement (IGSA) for another 10- year period in June 2023 for the purpose of providing each other with mutual assistance of electrical power goods and support services; and

**WHEREAS**, CJRM has requested GPA to assist with the repair and overhaul services for the Orote Power Plant located on Naval Base Guam (NBG); and

**WHEREAS**, the Orote Power Plant consists of three 6.8MW Wartsila diesel engines; and

**WHEREAS**, the diesel engines were recently assessed by Wartsila and Navy has justified use of the original equipment manufacturer (OEM) to provide the repair and overhaul services; and

**WHEREAS**, GPA requests for approval of up to \$3M based on an initial estimate for all work related to the Orote Power Plant which is a reimbursable cost to GPA under the IGSA from Navy that will not produce an increased revenue requirement and as such notice shall be provided to the Guam Public Utilities Commission under its contract review protocol; and

**WHEREAS**, presently two diesel engines at the Orote Power Plant are operational and have provided support to the Island Wide Power System during GPA generation capacity shortfalls and is a critical capacity reserve resource until the Ukudu Power Plant is commissioned in September 2025; and

**WHEREAS**, Navy has requested to expedite this service to ensure power supply to the Naval Base Guam at all times especially after typhoons.

**NOW, THEREFORE, BE IT RESOLVED**, by the **Consolidated Commission on Utilities**, as follows:

- 1 1. GPA is approved to contract Wartsila, to provide repair and overhaul services on the  
2 Orote Power Plant which shall be reimbursed by Navy under the IGSA.  
3 2. GPA shall notify the PUC of the contract as required by the contract review protocol.  
4

5 **RESOLVED**, that the Chairman certifies and the Board Secretary attests to the adoption  
6 of this Resolution.

7 **DULY AND REGULARLY ADOPTED AND APPROVED THIS 27<sup>TH</sup> DAY OF**  
8 **August, 2024.**

9 Certified by:

Attested by:

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12 **JOSEPH T. DUENAS**

**PEDRO ROY MARTINEZ**

13 Chairperson

Secretary

14 Consolidated Commission on Utilities

Consolidated Commission on Utilities

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16 **I, Pedro Roy Martinez**, Secretary for the Consolidated Commission on Utilities (CCU), as  
17 evidenced by my signature above do certify as follows:

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

22  
23 Ayes: 4  
24 Nays: 0  
25 Absent: 1  
26 Abstain: 0

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