



CONSOLIDATED COMMISSION ON UTILITIES

Guam Power Authority • Guam Waterworks Authority
P.O. BOX 2977 • Agana, Guam 96932

GUAM POWER AUTHORITY
Regular Board Meeting
GPA Board Conference Room
5:30 p.m., August 9, 2011

MINUTES

I. **CALL TO ORDER**

Chairman Sanchez called the regular meeting of the Guam Power Authority to order at 5:45 p.m. He announced that five (5) Commissioners were present. Those in attendance include:

Commissioners:

Simon Sanchez	Chairman
Benigno Palomo	Vice Chair, GPA
Eloy Hara	Vice Chair, GWA
Gloria Nelson	Secretary
Joseph Duenas	Treasurer

Executive Mgmt:

John Benavente	GMCUS
Kin Flores	GPAGM
Melinda Camacho	AGMO (A), GPA
Randy Wiegand	. CFO, GPA
Graham Botha	Staff Atty., GPA

Management & Staff:

Julie Quinata	Personnel Services Administrator / GPA
Simon Camacho	T&D Asst. Mgr. / GPA
John Cruz	SPORD Mgr / GPA
Cora Montellano	Asst. CFO / GPA
Pam Aguigui	Chief Budget Officer / Finance
Heidi Ballendorf	Public Affairs Director, CUS
Jesse Reyes	Procurement Supervisor / GPA
Richard Bersamin	Asst. Mgr. Customer Service / GPA
Valerie Mafnas	Internal Auditor / GPA
Lenora Sanz	Comptroller / GPA
Lou Sablan	Board Recording Secretary / GPA & GWA

II. APPROVAL OF MINUTES

The Minutes of June 7, 2011 was presented for approval.

Comm. Duenas motioned and Comm. Nelson second to approve the Minutes subject to verification and written correction. There was no further discussion or objection and the motion passed.

III. GM (CUS) REPORT - None

IV. GM REPORT / UPDATE

The GPAGM said they owe CCU report on Strategic Planning process. He would like to schedule a work session with Baker Tilly sometime in August. He said he would also like to approach the CCU at the GWA meeting to ratify the GPA Budget which is identical to the Budget presented at the recent rate case work session. The Commission said they would rather continue with the way the Budget has been entertained in the past – to have a work session before the GPA meeting with Agenda item FY12 Budget approval at the September CCU/GPA meeting. The CCU moved the CCU/GPA meeting up to Sept. 6 rather than Sept. 13 with strategic planning and Budget work session at 2 p.m., before the meeting.

1. System Update – not discussed in detail
2. Government Receivables – not discussed in detail
3. Administration Dept. Reports - not discussed in detail
4. System Losses – not discussed in detail

V. COMMUNICATIONS

1. Public Comments - None

VI. LEGAL COUNSEL - None

VII. NEW BUSINESS

1. Resolution 2011-41: Relative to Procurement of Bucket Trucks

Resolution 2011-41 is requesting the Commission to approve the procurement of 2 new 55-ft. bucket trucks to replenish the fleet. The b-trucks will give the Authority the capacity to perform new installations to support customer growth and maintain the overhead power systems.

The GMs said the Authority issued a bid for the procurement of the 2 trucks with the option to purchase additional bucket trucks for three optional years. It was mentioned that the source of funds for this procurement is internal revenues.

Comm. Duenas motioned to approve; Comm. Nelson seconded the purchase of 92) bucket trucks for approval. On the motion there was no further discussion or objection and the motion passed.

2. Resolution 2011-42: Relative to Extension of Contract for Fuel Farm Storage Facility

Comm. Duenas pointed out relative to the contract extension that the date –should be amended to Sept. 30, 2011 – the correct date. He also requested that the monthly payment of \$55,856 be specified in the Resolved section 2.

Comm. Nelson motioned and Comm. Duenas seconded to approve Resolution 2011-42 with amendments. There was no further discussion or objection and the motion carried.

3. Resolution 2011-43-Authorizing Award for Mgmt., Operation, Maint. for Fuel Farm Storage Facility

The GPAGM said this is the 3rd time that the Authority released this bid for the 3rd time. He said the major difference is the restructuring of the 1x maintenance on the fuel internal tank inspection which will now be covered under their fixed fees. The biggest reduction is due to the Guam Response Membership Fee. There are 3 companies that offer this service and now Guam Power Authority is a member.

Comm. Duenas wanted the resolution to note the contract amount. The Chairman recommended that the last Whereas noting the specified price proposal and adding it to the end of the first resolved.

Comm. Duenas motioned and Comm. Hara seconded to approve Resolution 2011-43 as amended. There was no further discussion or objection and the motion passed unanimously.

4. **June 2011 Financials**

This matter was tabled.

VIII. OLD BUSINESS - None

IX. ANNOUNCEMENTS

1. **Next CCU Meeting**

The Chairman said the next meeting would be for GWA on August 23rd.

The GM reported that Agana Shopping Center finally ended their contract with Power Source. They signed a program development agreement with GPA. In Sept. the engineering designs will be complete. He said this is the first positive development with this account.

The GM reported that the owner of the Ship Repair Facility has bought the Marriott and have asked GPA to help them upgrade / retrofit their air conditioning system. SRF is also a huge revenue opportunity; the navy is charging them 38-cents per Kwh. They want to get off the Navy grid and GPA is looking at this possibility. It will be GPA's first industrial rate customer.

Comm. Duenas asked the status of generator tuning and the AGMO (A) said it will be January before this matter is addressed. He said this is a sense of urgency because it improves the service to the military.

There was discussion on the upcoming forum at the Marriott to address the many bond funded revenues at the different agencies on Guam. There seems to be a lot of interest and JohnB and Heidi are leads in this project. The Forum is scheduled for mid-September. It is a forum to give Guam contractors a taste of what bond funded projects are out there.

X. ADJOURNMENT

There was no further business to bring before the Commission and the meeting was adjourned at 6:30 p.m.

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Attested:


SIMON A. SANCHEZ II, Chairman


GLORIA B. NELSON, Secretary