



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 5:00 p.m., May 11, 2010

MINUTES

I. CALL TO ORDER

Chairman Sanchez called the regular meeting of the Guam Power Authority to order at 5:15 p.m. He announced that four (4) Commissioners were present; Comm. Gloria was excused. Those in attendance include:

Commissioners:

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

Executive Mgmt:

John Benavente	GMCUS
Kin Flores	GPAGM
Andy Balajadia	AGMO
Randy Wiegand	CFO, GPA
Graham Botha	Staff Atty., GPA

Management & Staff:

Julie Quinata	Personnel Services Administrator / GPA
Sandy Perez	Human Resources
Lenora Sanz	Controller / Finance
Rudy Manibusan	Computer Services Mgr.
Art Perez	Communications Mgr./ PIO
Ron Okada	T&D Manager / Transmission & Distribution
Pam Aguigui	Chief Budget Officer / Finance
Lou Sablan	Board Recording Secretary / GPA & GWA

GUEST

Laura Matthews	Pacific Daily News
Cyrus Luhr	Sen. Tom Ada's Office

II. APPROVAL OF MINUTES

The Minutes of March 9, 2010 was presented for approval.

Comm. Duenas motioned to approve the Minutes subject to verification and correction; Comm. Hara seconded. There was no further discussion or objection and the motion passed.

III. GM (CUS) REPORT

IV. GM REPORT / UPDATE

Hardcopies relative to the following GM report matters were presented but not discussed.

1. System Update
2. Government Receivables
3. Administration Dept. Reports
4. System Losses
5. Fuel Inventory Update

V. COMMUNICATIONS

1. Public Comments - None

VI. LEGAL COUNSEL - None

VII. NEW BUSINESS

1. Resolution 2010-31: Creation of Chief Information Position

Julie Quinata, HR Administrator that this position will oversee the Computer System Division in GPA. Management is requesting CCU to create the position, an unclassified position at minimum range of \$83,208 and to adopt the market percentiles illustrated in the packet and to add this position to the current approved CTP list. This position will still be a direct report to the GM.

Comm. Duenas expressed that some level of management should be classified. He said he is in support of the resolution / creating the position. In further discussion, the Staff Atty. commented that GPA's enabling act specifies that all positions must be hired as classified employees with exception of six (6) positions - GM, CFO, Controller, Board Secretary, Staff Attorney and AGMO serve & are compensated at the pleasure of the Board. The Chairman tasked the management team to review other unclassified positions and give the CCU a report why they cannot be classified. He said he is interested in management's feedback and how high the CCU can go or cannot go. Comm. Hara recommended that the title Chief Information Officer be amended to Chief Information Technology Officer because it is confusing with Chief Public Information Officer; he said it would make it very clear if the word technology be included. It was decided to amend the Resolution to change the title accordingly. Comm. Hara further cited the law reiterating what positions are specified as unclassified by law. This position is not one of those and he recommended that the position be deemed classified and subject to the merit system.

Comm. Duenas motioned to adopt resolution 2010-31; Comm. Palomo seconded. There was no further discussion or objection and the motion passed as amended.

2. March 2010 Financials

The CFO reported that relative to sales, large business sales are down and residential sales are up. He also reported that budgeting controls were in place. The net loss for the month ended was \$.04 million; the total kWh sales for the month were 1.78% more than projected and non-fuel revenues were \$96 thousand more than the estimated amounts. O&M expenses were \$5.2 million which was \$.02million less than monthly projections. Other expenses such as interest expense, IPP costs totaled \$4.6million which was \$.02million over the projected amount. He said there were no other significant departures from the budget during the period.

VIII. OLD BUSINESS

1. Procurement Initiative Update

The CFO updated the CCU on GPA's Procurement Initiative. He said that GPA's procurement laws and regulations are outdated so GPA has embarked on an initiative to modernize the procurement laws and regulations. GPA is proposing the both GPA and GWA be allowed to adopt new procurement regulations as a pilot project for the rest of the Government of Guam. Some features of the new procurement code and regulations will increase small purchases to \$3k, restore competitive sealed proposals, adapt for paperless procurements, create a Procurement Advisory Council and others. He mentioned that details of the pilot project includes that purchases be handled by contracting officers who are certified. The CFO said that a draft code has been received and should receive a complete draft within the next week. He then shared some plans for implementing the new procurement code and some issues that have arisen.

The Chairman commented that this was a good beginning and recommended that and recommended that GPA continue with the process and bring plan to GWA once final for possible adoption. He also mentioned that management should work out all the kinks / possible scenarios before bringing to the Legislature advising not to go before them more times than necessary.

IX. ANNOUNCEMENTS

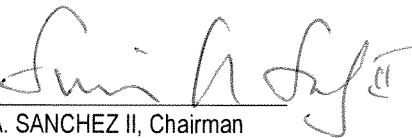
The Chairman announced that the next CCU meeting would be for GWA on May 25th. The Chairman said that the DoD MOU is still a work in progress and several meetings have happened to get us closer to a final product. He said it should be ready by the June meeting. Relative to personnel evaluations, there are (5) personal evaluations that the CCU must do and he asked the CCU for a work session on June 8th at 3 p.m. before the 5 p.m. meeting. He asked senior management to assist with their own evaluations accordingly – the GMCUS to do the GWA and GPA GM's; the GPA GM to do the GPA CFO and Staff Attorney; the GWA GM to do the GWA CFO and Staff Attorney; the CCU will do the Board Secretary. The Chairman said he would like to see the evaluation reviews before the June 8th work session. Because this review would be a combined 08-09 review, any salary increases given would be for GPA – retroactive to January 1020; for GWA retroactive to October 2009.

X. ADJOURNMENT

With no further business to bring before the Commission, the meeting was adjourned at 6:45 p.m.

llsl
bls

Attested:


SIMON A. SANCHEZ II, Chairman


GLORIA B. NELSON, Secretary