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8 **BEFORE THE GUAM PUBLIC UTILITIES COMMISSION**

9 IN THE MATTER OF:
10 GPA's Filing of FY2007 Approved
11 Contracts and Obligations

DOCKET NO. ⁹⁴⁻⁰⁴ ~~92-04~~ *4ms*

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13
14 **COMES NOW**, the GUAM POWER AUTHORITY (GPA), by and through its counsel
15 of record, D. GRAHAM BOTHA, ESQ., and hereby files GPA's FY2007 Approved Contracts
16 and Obligations, pursuant to the Contract Review Protocol. The report shows the amounts
17 approved by the PUC and the actual expenditures incurred during the preceding fiscal year for
18 GPA's contracts and obligations. Exhibit A lists fuel contracts, fixed management fees, and
19 insurance contracts. Exhibit B lists engineering and plant Capital Improvement Projects (CIPs).
20

21 **RESPECTFULLY SUBMITTED** this 30th day of November, 2007.

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24 **D. GRAHAM BOTHA, ESQ.**
25 **GPA Legal Counsel**
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GUAM POWER AUTHORITY

ATURIDÁT ILEKTRESEDÁT GUAHAN
P.O. BOX 2977 • AGANA, GUAM U.S.A. 96932-2977

28 November 2007

Mr. Harry Boertzel, Administrative Law Judge
Public Utilities Commission of Guam
Suite 401, GCIC Building
Hagåtña, Guam 96932

Subject: FY'07 Approved Contracts & Obligations
Ref: Docket No.: 94-04 General Matters

Dear Mr. Boertzel:

Attached are Guam Power Authority's Fiscal Year 2007 Approved Contracts & Obligations inclusive of variance information for your perusal.

As per Contract Review Protocol: Section 9 – "GPA shall, on or before December 1 of each year, file a report on the contracts and obligations approved by PUC for the prior fiscal year pursuant to this Protocol. This report shall show the amount approved by PUC and the actual expenditures incurred during the preceding fiscal year for each such contract and obligation and other changes from the prior filing in cost estimates, start dates and in service or completion dates."

Should you have any questions, please contact Mr. Randall Wiegand, Chief Financial Officer at 648-3120.

Sincerely,

JOAQUIN C. FLORES, P.E.
General Manager

EXHIBIT A

Exhibit A

**GUAM POWER AUTHORITY
FY07 PUC CONTRACTS VARIANCE REPORT (FUEL & O&M)
EXCEEDS \$1.5M including multi-year
BUDGET VS ACTUAL**

	CONTRACTS CATEGORY	VENDOR	FY07 ADJ. BUDGET	FY07 ACTUALS	VARIANCE	CONTRACT YR	TERMS
1	Fuel / Fuel Handling:						
2	Residual Fuel #6	BP Singapore	\$156,255,450	\$153,931,299	\$2,324,152	Year 1 w/renewal option	3 year base contract + 2 - one year options to renew
3	Diesel Fuel:						
4	Temes CT Plant	Mobil	\$9,624,992	\$8,705,975	\$919,016	Year 3 of 3 years w/renewal option	3 year base contract + 2 - one year options to renew
5	Tenjo Vista	Shell	\$3,096,743	\$2,027,635	\$1,069,109	Year 3 of 3 years w/renewal option	3 year base contract + 2 - one year options to renew
6	Dededo Diesel/Mach, Yigo/Marbo	Shell	\$2,612,529	\$1,809,038	\$803,491	Year 3 of 3 years w/renewal option	3 year base contract + 2 - one year options to renew
7	Fast Track (Manengon/Taloforo)	Shell	\$637,595	\$37,565	\$600,030	Year 3 of 3 years w/renewal option	3 year base contract + 2 - one year options to renew
8							
9	Engine Cylinder Lubrication Oil (Cabras 3&4)	Shell	\$1,314,000	\$726,355	\$587,645	Year 2 of renewal option	1 year contract + 3-one year options to renew
10	Storage Tank Lease Fees	Shell	\$1,290,000	\$1,290,000	\$0	Year 9 of 10 yrs w/renewal option	10 year contract + 5 years renewal option
11	Fuel Farm Management & Operations	Peterra, Inc.	\$684,780	\$684,780	\$0	Year 1 of 2 years	2 year contract + 2 one-year renewal option
12							
13	FIXED MANAGEMENT FEES:						
14	PMC - Cabras 1 & 2	Temes	1,672,495	1,672,495	\$0	Year 3 of renewal option	3 year base contract + 2 one year options to renew. (Extension in progress)
15	PMC - Cabras 3 & 4	Doosan	1,307,910	1,295,408	\$12,503	3rd base year	5 year base contract + option for 5 additional years
16							
17	INSURANCE PREMIUM						
18	Property	Norrick	6,567,166	6,567,166	\$0	Year 2 of renewal option	3 year base contract + 2 - one year options to renew
19	Excess Pollution	Norrick	572,400	451,443	\$120,957	Year 1 of renewal option	3 year base contract + 2 - one year options to renew
20							

EXHIBIT B (1 of 3)

GUAM POWER AUTHORITY
 FY 07 CAPITAL IMPROVEMENT VARIANCE REPORT
 BUDGET VS ACTUAL

Row #	Description	FY 2007 APPROVED	FY 2007 TRANSFERS	FY 2007 ADJ. BUDGET	FY 2007 ACTUAL	VARIANCE
1						
2	TOTAL BLANKET JOB ORDERS (See Attached)	2,200,000	-	2,200,000	3,486,885	(1,286,885)
3						
4	TOTAL GENERAL PLANT (See Attached)	1,521,000	168,000	1,689,000	1,093,303	595,697
5						
6	ENGINEERING PROJECTS:					
7	750 KW Emergency Generator	600,000	3,502	603,502	693,218	(89,716)
8	8" USN Pipeline	350,000	(40,403)	309,597	607	308,990
9	Agana Power Plant Asbestos Removal/New WSD Facility	100,000	(100,000)	-	-	-
10	GPA Central Office	333,000	31,595	364,595	19,296	364,595
11	Islandwide Pole Assessment	-	17,593	17,593	60,612	(1,703)
12	Menzo Underground Reconstruction	100,000	13,934	113,934	82,608	31,326
13	Office & Maintenance Bldg	36,000	(49,766)	13,234	158,427	220,881
14	Relay Coordination Study	300,000	4,237	304,237	20,191	284,046
15	Substation/Capacitor Program	200,000	19,308	219,308	158,427	60,881
16	T-21 Replacement	-	(68,000)	(68,000)	20,191	(88,191)
17	Underground Fuel Pipeline at NAS	360,000	-	360,000	158,427	201,573
18	Upgrade Fire Protection various GPA sites	400,000	-	400,000	20,191	379,809
19	TOTAL ENGINEERING PROJECTS	2,779,000	(168,000)	2,611,000	1,044,173	1,566,827
20						
21						
22	CABRAS 1 & 2 (See Attached)	4,132,000	-	4,132,000	811,522	3,320,478
23	CABRAS 3 & 4 (See Attached)	1,792,774	-	1,792,774	168,050	1,624,724
24	TOTAL PIPS	5,924,774	-	5,924,774	979,572	4,945,202
25						
26						
27	TOTAL FY 07 INTERNALLY FUNDED CIP'S	12,424,774	-	12,424,774	6,603,933	5,820,841

EXHIBIT B (2 of 3)

**GUAM POWER AUTHORITY (GPA)
FY07 CABRAS 3&4 PIPS-CCU APPROVED 8-15-06**

NO.	DESCRIPTION	FY2007	O.R. #	P.O. #
1. (390) STRUCTURES AND IMPROVEMENTS				
1	Sea Water Pipeline Replacement (Financing Payments)	\$995,287	17210	11505
2	Emulsion Water System Improvement (Financing Payments)	230,225	17210	11505
3	Alpha Lubricator Retrofit (Financing Payments)	277,262	17210	11505
4	Homogenizer Development (Control Panels)	50,000	17199	11506
5	Modification of Exhaust Cooling Water Pipe	20,000	17199	11506
6	Stainless Steel upgrade of PIE Shop Awning	15,000	17199	11506
7	Flowmeter with Strainer (Day Tank Suction Line)	25,000	17199	11506
8	Construct and Upgrade Restroom Facilities for Water Treatment House and Power House	60,000	17199	11506
9	Upgrade C3 Unit Transformer Fins to Stainless Steel	30,000	17199	11506
10	Plant Security Surveillance System	40,000	17199	11506
	TOTAL (390) STRUCTURES AND IMPROVEMENTS:	\$1,742,774		
7. (396) POWER OPERATED EQUIPMENT				
11	15KVA UPS (DC-AC Inverter)	\$45,000	17199	11506
	TOTAL (396) POWER OPERATED EQUIPMENT	\$45,000		
8. (397) COMMUNICATION EQUIPMENT				
12	Upgrade Plant PA System	\$5,000	17199	11506
	TOTAL (397) COMMUNICATION EQUIPMENT	\$5,000		
	GRAND TOTAL	\$1,792,774		

FY2007 ACTUALS AS OF 9/30/07	\$168,050
FY2007 BALANCE	\$1,624,724

EXHIBIT B (3 of 3)

GUAM POWER AUTHORITY (GPA)

FY07 CABRAS 1 & 2 (PIPS)-CCU Approved 8-15-06

NO.	DESCRIPTION	FY2007	O.R. #	O.P. #
1. (390) STRUCTURES AND IMPROVEMENTS				
1	Financing Payments II	\$2,640,000	17206	11509
2	Econo. HDR installation	\$155,000	17209	11510
3	Asbestos Removal/abatement	\$80,000	17209	11510
4	Renewal & S.H. tubes	\$300,000	17209	11510
5	Establish QA function/SOPs	\$60,000	17209	11510
6	Atch tube replacement	\$150,000	17209	11510
7	Upgrade air preheater basket hot-cold	\$200,000	17209	11510
8	New boiler Feed Pump Motor	\$80,000	17209	11510
9	Upgrade control valves	\$100,000	17209	11510
10	Stack refurbishment	\$200,000	17209	11510
11	Raw Water System renovation	\$110,000	17209	11510
12	Boiler casing and refractory renewal	\$20,000	17209	11510
TOTAL (390) STRUCTURES AND IMPROVEMENTS:		\$4,095,000		
5. (394) TOOLS, SHOP & GARAGE EQUIPMENT				
Power plant special tools, hydrogen portable gas analyzer (\$8,000) 1 ea, power analyzer, hydraulic torque wrenches & hand pump, 1 set, refrigerator and stove electric 1 each, hand pump & hydraulic cylinders 1 set, fluke 434 (6,000) 1 each, multi fluke meter				
13		\$20,000	17209	11510
TOTAL (394) TOOLS, SHOP & GARAGE EQUIPMENT:		\$20,000		
6. (395) LABORATORY EQUIPMENT				
14	Laboratory equipment	\$17,000	17209	11510
TOTAL (395) LABORATORY EQUIPMENT		\$17,000		
GRAND TOTAL		\$4,132,000		

FY2007 ACTUALS AS OF 9/30/07	FY2007 BALANCE
\$811,522	\$3,320,478