



# GUAM POWER AUTHORITY

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

December 1, 2008

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



COPY

**Subject: Fiscal Year 08 Approved Contracts & Obligations**  
**Ref: Docket No.: 94-04 General Matters**

Dear Mr. Boertzel:

Attached are Guam Power Authority's Fiscal Year 2008 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

/attachment

cc: R. Wiegand, Chief Financial Officer  
C. Montellano, Assistant Chief Financial Officer  
J. Carbullido, Chief Budget Officer (A)  
CFO 039 09

**EXHIBIT A**

**GUAM POWER AUTHORITY  
FY08 PUC CONTRACTS VARIANCE REPORT (FUEL & O&M)  
EXCEEDS \$1.5M including multi-year  
BUDGET VS ACTUAL**

	CONTRACTS CATEGORY	VENDOR	FY08 ADJ. BUDGET	FY08 ACTUALS	BUDGET VARIANCE	CONTRACT YR	TERMS
1	<b>A Fuel / Fuel Handling:</b>						
2	Residual Fuel #6	BP Singapore	\$227,738,002	\$226,374,355	\$1,363,647	2nd Base Year	3 year base contract + 2 - one year options to renew
3	Diesel Fuel:						
4	Temes CT Plant	Shell	\$7,136,146	\$6,854,161	\$281,985	2nd Base Year	3 year base contract + 2 - one year options to renew
5	Tenjo Vista	Shell	\$6,023,110	\$5,832,557	\$190,553	2nd Base Year	3 year base contract + 2 - one year options to renew
6	Dededo Diesel/Mach, Yigo/Marbo	Shell	\$2,158,850	\$2,079,684	\$79,166	2nd Base Year	3 year base contract + 2 - one year options to renew
7	Fast Track (Manengon/Talofoto)	Shell	\$1,370,478	\$886,605	\$483,873	2nd Base Year	3 year base contract + 2 - one year options to renew
8	Engine Cylinder Lubrication Oil (Cabras 3&4)	Shell	\$997,216	\$880,715	\$116,501	2nd Option Year	1 Year base contract + 3-one year options to renew
9	Storage Tank Lease	Shell	\$1,346,420	\$1,346,420	\$0	1st Additional Renewal Year	10 years (3/1/98 thru 2/29/08) + Renew for an additional 5 year term commencing (03/01/08 thru 02/28/13).
10	Fuel Farm Management & Operations	Peterra, Inc.	\$750,000	\$652,272	\$97,728	5 months of the 2nd base year	2 year base contract + 2 one year option to renew
11							
12	<b>B FIXED MANAGEMENT FEES:</b>						
13	PMC - Cabras 1 & 2	Temes	1,789,570	1,771,227	\$18,343	Extension year	3 year base contract + 2 - one year options to renew - Contract extended till 12/31/08 due to Procurement Protest
14	PMC - Cabras 3 & 4	Doosan	1,355,326	1,334,265	\$21,061	4thd base year	5 year base contract + option for 5 additional years
15	<b>C INSURANCE PREMIUM</b>						
16	Property	Norrick	6,964,056	5,678,914	\$1,285,142	Year 2 of renewal option	3 year base contract + 2 - one year options to renew
17	Excess Pollution	Norrick	572,400	478,481	\$93,919	Year 2 of renewal option	3 year base contract + 2 - one year options to renew
18							

**EXHIBIT B**

**GUAM POWER AUTHORITY (GPA)  
FY 2008 CIP VARIANCE REPORT  
as of 12/01/08**

	FY08 CCU APPROVED ADJUSTED BUDGET	FY08 ACTUALS UNAUDITED	VARIANCE
<b>A) INTERNALLY FUNDED:</b>			
REVENUE FUNDED			
LINE EXTENSIONS AND BLANKET	\$ 5,000,000	\$ 4,203,833	\$ 796,167
ENGINEERING PROJECTS:	\$ 5,788,959	\$ 2,063,450	\$ 3,725,509
GENERAL PLANT:	\$ 2,849,451	\$ 644,918	\$ 2,204,533
<b>TOTAL REVENUE CIP:</b>	<b>\$ 13,638,410</b>	<b>\$ 6,912,201</b>	<b>\$ 6,726,209</b>
<b>B) PMC FUNDED CIP (PIPS):</b>			
CABRAS 1&2:	\$ 4,200,000	\$ 3,407,961	\$ 792,039
CABRAS 3&4	\$ 2,500,000	\$ 979,842	\$ 1,520,158
<b>TOTAL CIP (PIPS):</b>	<b>\$ 6,700,000</b>	<b>\$ 4,387,803</b>	<b>\$ 2,312,197</b>
<b>TOTAL INTERNAL CIP:</b>	<b>\$ 20,338,410</b>	<b>\$ 11,300,003</b>	<b>\$ 9,038,407</b>