



GUAM POWER AUTHORITY

ATURIDÁT ILEKTRESEDÁT GUAHAN
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October 16, 2007

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



RE: GPA IRP Stakeholder Meeting #1

Dear Judge Boertzel:

Enclosed please find a copy of materials presented at Authority's first Stakeholder meeting for the IRP. These materials are also available on the GPA's website at <http://www.guampowerauthority.com/operations/strategicplanning/IRPStakeholderMeeting1.html>.

Access is available to all. Enclosed are the following materials for Stakeholder Meeting #1:

- ◆ Meeting 1 Agenda
- ◆ Background on the GPA System and Looking to the Future
- ◆ Future Electric Needs on Guam
- ◆ An Initial Look at Future Power Options
- ◆ IRP and Competitive New Resource Acquisition
- ◆ Initial Information on Demand Side Management Alternatives
- ◆ Energy Act of 2005 — Implications to GPA
- ◆ Generation Resource Handbook.

The Authority has included portions for the audio recording taken during the meeting as well. For sake of time and clarity, the audio recording is matched to the presentation of key materials. GPA will submit this by October 24, 2007

The Authority attempted to set up a video link (Skype) for members of Georgetown Consulting Group, but it is our understanding that the key people were in transit that day. The use of Skype would have allowed real-time video and audio from the meeting.

The next Stakeholder meeting will occur on November 29 and will be limited to a morning session. We plan on having most of the presentation material available on the

GPA website prior to the meeting. The Authority will record this session as well. Furthermore, enclosed is the draft Agenda for Meeting 2. This agenda is posted on the Authority corporate website at <http://www.guampowerauthority.com/operations/strategicplanning/IRPStakeholderMeeting2.html>

If you should have any questions, please contact me at 648-3206 or Graham Botha at 648-3203.

Sincerely,



JOHN J. CRUZ, P.E.
MANAGER - SPORD

Cc: PUC Commissioners
Georgetown Consulting Group – electronic copies
R.W. Beck – w/o attachments
Joaquin C. Flores, GM – w/o attachments
William J. Blair, Esq. – electronic copies

Draft Agenda for Stakeholder Meeting 2

Key Uncertainties

Load Forecast

- Key assumptions on normal growth
- Key assumptions on DOD build up and timing
- Key assumptions on customer self generation
- Load resource balance for normal growth case.

Round table discussion and opinions on key assumptions, impacts and need scenarios

Fuel Forecasts

- Key assumptions on future pricing and volatility
- Key assumptions on availability and deliverability
- Key assumptions on environmental and regulatory risks

Initial Look at New Power Plant and DSM program costs

- Screening curve analysis
- Present and discuss several generation options
- Present and discuss several DSM options

Estimated time: 3.5 hours