

PORT OF GUAM

ATURIDAT I PUETTON GUAHAN

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January 24, 2022

Dr. Jeffery C. Johnson Chairman, Guam Public Utilities Commission Suite 207, GCIC Building 414 West Soledad Avenue Hagatna, Guam 96910



RE: PETITION: Ultra-Low Sulfur Diesel for the Port Authority of Guam's Load Centers, Above Ground Tank, and Gantry Cranes

Hafa Adai Chairman Johnson:

Buenas! On behalf of the Port Authority of Guam (PAG), I am writing to file PAG's petition for the Guam Public Utilities Commission to review and approve the Invitation for Bid procurement contract award to South Pacific Petroleum Corporation for Ultra-Low Sulfur Diesel (ULSD) delivery to its Load Centers, Above Ground Storage Tank, and Gantry Cranes, IFB-PAG-022-002.

The funding for this contract is made possible through PAG local funds at approximately \$460,000 per year for an initial contract term of three (3) years, with options to renew the contract for two (2) additional years thereafter, not to exceed a total contract term of five (5) consecutive years.

BACKGROUND: On November 29, 2021, PAG initiated the competitive solicitation process by advertising the invitation to bid in the Guam Daily Post. Pursuant to P.L. 30-72, PAG has engaged Attorney Christine K. Claveria as the designated Special Assistant Attorney General to act as legal advisor to the procurement process for this acquisition of ULSD. As part of the procurement process, a pre-bid conference was held on December 2, 2021. Four (4) packets were picked up, but two (2) bids were received at the submission deadline of December 14, 2021. On December 20, 2021, notices to bidders were issued and South Pacific Petroleum Corporation acknowledged our intent to award. The PAG's Board of Directors approved the award to South Pacific Petroleum Corporation for this project at its regular board meeting held January 20, 2022. Subsequent to this approval, Board Resolution No. 2022-03 was also adopted for submission to the Commission in compliance with the contract protocol requirements.

In view of the above, and pursuant to PAG Docket 09-01 Contract Review Protocol, PAG hereby petitions the PUC to review and approve the contract award to South Pacific Petroleum Corporation for the Ultra-Low Sulfur Diesel delivery to its Load Centers, Above Ground Storage Tanks, and Gantry Cranes for an initial contract term of three (3) years including additional two (2) option years not to exceed a total of five (5) years.

Respectfully.

RORY J. RESPICIO General Manager

Enclosures:

PAG Procurement File

Board Resolution

CC:

Attorney Christine K. Claveria Legal Counsel-Guam PUC