

GUAM WATERWORKS AUTHORITY
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October 10, 2025

Mr. Frederick J. Horecky
Chief Administrative Law Judge
Public Utilities Commission
GCIC Building, Suite 207
414 West Soledad Avenue
Hagatna, Guam 96910

Re: Accounting Order to Permit GWA to Record Selected Legal Expenses as Regulatory Assets for Recovery in FY 2027-FY2029, Guam Waterworks Authority (GWA) Docket 24-05

Hafa Adai! This letter addresses *Accounting Order to Permit GWA to Record Selected Legal Expenses as Regulatory Assets for Recovery in FY 2027-FY2029, Guam Waterworks Authority (GWA) Docket 24-05*, adopted on September 25, 2025.

In compliance with the order, GWA confirms that the regulatory asset set up for expenses related to the adjudication of the FY 2020- FY 2024 rate case (Docket 19-08) was expensed at the end of FY 2025. Further, we confirm that no expenses incurred in FY 2025 were placed in a regulatory asset.

GWA acknowledges it will create a regulatory asset for legal expenses related to the litigation regarding the ownership of land at the site of the Northern District Wastewater Treatment Plan in FY 2026 and beyond which will be amortized for five years beginning the first year subsequent to the termination of the litigation. Further, GWA will provide an annual report on the amortization of the legal expense regulatory asset required by the accounting order.

Please contact Ms. Taling M. Taitano, Chief Financial Officer, if you have any questions or concerns or if additional information is needed. Ms. Taitano can be reached at tmtaitano@guamwaterworks.org, 671 300-6860, or 671 488-2234.

Si Yu'os Ma'ase,



MIGUEL C. BORDALLO, P.E.
General Manager

cc: CCU Members
T.G. Rojas, GWA Legal Counsel

MCB/TMT