I Mina'trentai Singko Na Liheslaturan Guåhan THE THIRTY-FIFTH GUAM LEGISLATURE Bill HISTORY 3/11/2020 4:14 PM

I Mina'trentai Singko Na Liheslaturan Guåhan BILL STATUS

BILL NO.	SPONSOR	TITLE	DATE INTRODUCED	DATE REFERRED	CMTE REFERRED	PUBLIC HEARING DATE	DATE COMMITTEE REPORT FILED	FISCAL NOTES	NOTES
196-35 (LS) As amended by the Committee on Education Air Transportation, and Statistics, Research,	Telena Cruz Nelson Joe S. San Agustin	AN ACT TO AMEND \$\$ 7116(a) AND (d) OF CHAPTER 7, DIVISION 2, TITLE 17 AND \$\$ 5008.2(a), (b)(1), and (b)(2), CHAPTER 5, TITLE 5 OF THE GUAM CODE ANNOTATED, RELATIVE TO AUTHORIZING THE GUAM DEPARTMENT OF EDUCATION TO ENTER INTO POWER PURCHASE AGREEMENTS TO PURCHASE SOLAR ENERGY FROM QUALIFIED PROVIDER(S).	8/19/19 3:50 p.m.	10/14/19	Committee on Education, Air Transportation, and Statistics, Research, and Planning	10/30/19 5:00 p.m.	12/16/19 3:39 p.m. As amended by the Committee on Education, Air Transportation, and Statistics, Research, and Planning	9/17/19	
and Planning; and further	SESSION DATE	TITLE	DATE PASSED	TRANSMITTED	DUE DATE	NOTES			
amended on the Floor	3/3/20	AN ACT TO AMEND \$ 7116(a) AND (d) OF CHAPTER 7, DIVISION 2, TITLE 17, GUAM CODE ANNOTATED, AND \$ 5008.2 OF SUBARTICLE A, ARTICLE 1, CHAPTER 5, TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO AUTHORIZING THE GUAM DEPARTMENT OF EDUCATION TO ENTER INTO POWER PURCHASE AGREEMENTS TO PURCHASE SOLAR ENERGY FROM QUALIFIED PROVIDERS.	3/11/20	3/11/20	3/23/20				

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I MINA'TRENTAI SINGKO NA LIHESLATURAN GUÅHAN Thirty-Fifth Guam Legislature

Elaine Tajalle

March 11, 2020

The Honorable Lourdes A. Leon Guerrero I Maga'hågan Guåhan Ufisinan I Maga'håga Hagåtña, Guam 96910

Dear Maga'håga Leon Guerrero:

Transmitted herewith are Bill Nos. 154-35 (COR), 170-35 (COR), 196-35 (LS), 208-35 (COR), 232-35 (COR), 237-35 (COR), and 257-35 (COR); and Substitute Bill Nos. 53-35 (COR) and 84-35 (COR), which were passed by *I Mina'trentai Singko Na Liheslaturan Guåhan* on March 11, 2020.

Sincerely,

AMANDA L. SHELTON Legislative Secretary

Enclosure (9)

I MINA'TRENTAI SINGKO NA LIHESLATURAN GUÅHAN 2020 (SECOND) Regular Session

CERTIFICATION OF PASSAGE OF AN ACT TO I MAGA'HÂGAN GUÂHAN

This is to certify that Bill No. 196-35 (LS), "AN ACT TO AMEND § 7116(a) AND (d) OF CHAPTER 7, DIVISION 2, TITLE 17, GUAM CODE ANNOTATED, AND § 5008.2 OF SUBARTICLE A, ARTICLE 1, CHAPTER 5, TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO AUTHORIZING THE GUAM DEPARTMENT OF EDUCATION TO ENTER INTO POWER PURCHASE AGREEMENTS TO PURCHASE SOLAR ENERGY FROM QUALIFIED PROVIDERS," was on the 11th day of March 2020, duly and regularly passed.

I MINA'TRENTAI SINGKO NA LIHESLATURAN GUÅHAN 2019 (FIRST) Regular Session

Bill No. 196-35 (LS)

As amended by the Committee on Education, Air Transportation, and Statistics, Research, and Planning; and further amended on the Floor.

Introduced by:

Telena Cruz Nelson
Joe S. San Agustin
Jose "Pedo" Terlaje
William M. Castro
Régine Biscoe Lee
Kelly Marsh (Taitano), PhD
James C. Moylan
Louise B. Muña
Tina Rose Muña Barnes
Sabina Flores Perez
Clynton E. Ridgell
Amanda L. Shelton
Telo T. Taitague
Therese M. Terlaje
Mary Camacho Torres

AN ACT TO AMEND § 7116(a) AND (d) OF CHAPTER 7, DIVISION 2, TITLE 17, GUAM CODE ANNOTATED, AND § 5008.2 OF SUBARTICLE A, ARTICLE 1, CHAPTER 5, TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO AUTHORIZING THE GUAM DEPARTMENT OF EDUCATION TO ENTER INTO POWER PURCHASE AGREEMENTS TO PURCHASE SOLAR ENERGY FROM QUALIFIED PROVIDERS.

1 BE IT ENACTED BY THE PEOPLE OF GUAM:

- 2 Section 1. Legislative Findings and Intent. I Liheslaturan Guåhan finds
- 3 that Public Law 32-95 authorized the Guam Department of Education (GDOE) to

1 enter into Power Purchase Agreements (PPA) in order to purchase solar energy from

2 qualified providers; provided, that such agreements are in the "best financial

3 interests of the government of Guam," for a period not to exceed twenty-five (25)

4 years.

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5 ILiheslatura also finds that such agreements with PPA providers were subject

6 to selection in a Multi-Step Bid conducted by the General Services Agency (GSA)

in accordance with the procurement law and regulations for the government of

Guam; and further finds that although Public Law 32-95 was signed into law in

Fiscal Year 2014, as of Fiscal Year 2019, GDOE has yet to enter into a PPA

10 conducted by GSA.

I Liheslatura finds that there is a need to address the budgetary challenges of the Guam Department of Education, including those related to the rising costs of electricity.

Thus, it is the intent of *I Liheslaturan Guåhan* to authorize the GDOE to enter into one (1) or more PPAs in accordance with the procurement law and regulations of the government of Guam.

Section 2. § 7116(a) and (d) of Chapter 7, Division 2, Title 17, Guam Code Annotated, are hereby *amended* to read:

"(a) The Guam Department of Education (GDOE) may enter into one (1) or more Power Purchase Agreements (PPA) to purchase solar energy from qualified provider(s) which will be in the best financial interests of the government of Guam for a period up to and not exceeding twenty-five (25) years. Such qualified PPA provider(s) shall be selected by a Multi-Step Bid conducted by GDOE, in accordance with the procurement law and regulations of the government of Guam. The qualified PPA provider(s) will be responsible for providing a PPA to cover no more than eighty percent (80%) of the school's power needs, all GDOE owned schools, and GDOE

administrative and ancillary buildings. For schools occupied under a lease agreement as of the enactment of this Section, GDOE may amend its lease agreements or otherwise directly enter into a PPA with a lessor for the purchase of solar power produced with renewable energy directly from the lessor and without application of the procurement law. GDOE is encouraged to participate in energy efficiency programs available through the Guam Power Authority, and shall make every effort to secure federal funding opportunities to augment any local appropriations authorized for Power Purchase Agreements."

"(d) The Guam Power Authority, under the direction of GDOE, shall provide bid specifications for the implementation of this Section, and shall provide technical assistance during the bid selection process as overseen by GDOE. GDOE shall seek technical consultation from the Guam Power Authority in implementing this Section, and the Guam Power Authority shall provide the technical consultation upon request at no cost to GDOE for the life of the contract. Upon GDOE's request, GPA shall provide a cost-benefit analysis of a PPA to GDOE and to *I Liheslaturan Guåhan* within ninety (90) days of said request. GDOE may further seek technical consultation from the Guam Energy Office, the Department of Public Works, the Guam Renewable Energy Association, and/or a third party renewable energy consultant in implementing this Section, and the consultation shall be at no cost to GDOE. Any costs associated with a third party consultant will be passed through in total to the qualified PPA provider(s) equally and in full who is awarded the Multi-Step Bid."

Section 3. § 5008.2 of Subarticle A, Article 1, Chapter 5, Title 5, Guam Code Annotated, is hereby *amended* to read:

1	"§ 5008.2. Policy in Favor of Renewable Energy Purchase of
2	Service.
3	(a) In procuring services pursuant to 17 GCA § 7116, GDOE shall,
4	subject to the provisions of this Chapter, grant a preference to a local business;
5	and
6	(b) In addition, five percent (5%) preference of the lowest Multi-
7	Step Bidder for contracts under Five Hundred Thousand Dollars (\$500,000);
8	or three percent (3%) preference of the lowest Multi-Step Bidder for contracts
9	of Five Hundred Thousand Dollars (\$500,000) or more, shall be given to a
10	local business that meets the following criteria:
11	(1) the qualified Power Purchase Agreement provider(s) must
12	be doing business on Guam with a valid business license, and be in
13	good standing with the Department of Revenue and Taxation prior to
14	the award of the contract; and
15	(2) the qualified Power Purchase Agreement provider(s) shall
16	be experienced in designing, implementing and installing solar energy
17	systems, have a record of established projects, and demonstrate
18	technical, operational, financial and managerial capabilities to design
19	and operate the solar energy system."
20	Section 4. Upon enactment of this Act, GDOE shall calculate its average
21	expenditure on power for the past three (3) fiscal years. This figure shall be used to
22	determine GDOE's realized savings from the implementation of the purchase of
23	solar energy. On a quarterly basis, GDOE shall post on its website and submit to I
24	Liheslatura a report on realized savings of the dollar amount and expenditures of
25	funds."

Section 5. GDOE and GPA shall certify and transmit a report to the Legislature that there is a cost savings for both GDOE and GPA ratepayers prior to entering into any Power Purchase Agreement.

Section 6. Notwithstanding any law, rule or regulation, GDOE and the government of Guam may be required to obtain an energy storage system (ESS), such as a battery or frequency control capability, for any solar photovoltaic system or solar energy procured under any Power Purchase Agreement pursuant to 17 GCA § 7116.

Section 7. Severability. If any provision of this Act or its application to any person or circumstance is found to be invalid or contrary to law, such invalidity shall not affect other provisions or applications of this Act that can be given effect without the invalid provision or application, and to this end the provisions of this Act are severable.