### I Mina'Trentai Dos Na Liheslaturan Guahan

**Bill Log Sheet** 

| BILL<br>NO. | SPONSOR           | TITLE                                | DATE<br>INTRODUCED | DATE<br>REFERRED | CMTE<br>REFERRED     | PUBLIC<br>HEARING<br>DATE | DATE<br>COMMITTEE<br>REPORT FILED | STATUS |
|-------------|-------------------|--------------------------------------|--------------------|------------------|----------------------|---------------------------|-----------------------------------|--------|
|             |                   | AN ACT TO AUTHORIZE THE DEPARTMENT   |                    | 3/26/2013        | Committee on General |                           |                                   |        |
|             | Ed.D., Aline A.   | OF EDUCATION TO ENTER INTO A PUBLIC- | 1:55pm             |                  | Governmental         |                           |                                   |        |
|             | Yamashita, Ph.D., | PRIVATE RENEWABLE ENERGY PURCHASE    |                    |                  | Operations and       |                           |                                   |        |
|             | Tina Rose Muña    | AGREEMENT WITH A QUALIFIED           |                    |                  | Cultural Affairs     |                           |                                   |        |
|             | Barnes            | PROVIDER, BY ADDING A NEW §7120 TO   |                    |                  |                      |                           |                                   |        |
|             |                   | CHAPTER 7 OF DIVISION 2, TITLE 17,   |                    |                  |                      |                           |                                   |        |
|             |                   | GUAM CODE ANNOTATED.                 |                    |                  |                      |                           |                                   |        |
|             |                   |                                      |                    |                  |                      |                           |                                   |        |



# COMMITTEE ON RULES

*I Mina'trentai Dos na Liheslaturan Guåhan* • The 32nd Guam Legislature 155 Hesler Place, Hagåtña, Guam 96910 • *www.guamlegislature.com* E-mail: *roryforguam@gmail.com* • Tel: (671)472-7679 • Fax: (671)472-3547

Senator Rory J. Respicio Chairperson Majority Leader

March 26, 2013

Senator Thomas C. Ada Vice Chairperson Assistant Majority Leader

Senator Vicente (Ben) C. Pangelinan Member

Speaker Judith T.P. Won Pat, Ed.D. Member

Senator Dennis G. Rodriguez, Jr. Member

> Vice-Speaker Benjamin J.F. Cruz Member

Legislative Secretary Tina Rose Muña Barnes Member

Senator Frank Blas Aguon, Jr. Member

Senator Michael F.Q. San Nicolas Member

> Senator V. Anthony Ada Member **M**INORITY LEADER

Senator Aline Yamashita Member

#### **MEMORANDUM**

To: Rennae Meno Clerk of the Legislature

> **Attorney Therese M. Terlaje** *Legislative Legal Counsel*

 From:
 Senator Rory J. Respicio

 Majority Leader & Rules Chair

Subject: Referral of Bill No. 74-32(LS)

As the Chairperson of the Committee on Rules, I am forwarding my re referral of Bill No. **74-32(LS)**.

Please ensure that the subject bill is referred, in my name, to the respective committee, as shown on the attachment. I also request that the same be forwarded to all members of *I Mina'trentai Dos na Liheslaturan Guåhan*.

Should you have any questions, please feel free to contact our office at 472-7679.

Si Yu'os Ma'åse!

Attachment

## I MINA'TRENTAI DOS NA LIHESLATURAN GUÅHAN 2013 (FIRST) Regular Session

Bill No. 74 32 (LS)

Introduced by:

Judith T. Won Pat, Ed.D. Aline A. Yamashita, Ph.D. Tina R. Muna-Barnes

AN ACT TO AUTHORIZE THE DEPARTMENT OF EDUCATION TO ENTER INTO A PUBLIC-PRIVATE RENEWABLE ENERGY PURCHASE AGREEMENT WITH A QUALIFIED PROVIDER, BY ADDING A NEW §7120 TO CHAPTER 7 OF DIVISION 2, TITLE 17, GUAM CODE ANNOTATED.

#### **1 BE IT ENACTED BY THE PEOPLE OF GUAM:**

Section 1. Legislative Findings and Intent. *I Liheslaturan Guåhan*finds that the cost of electricity provided by the Guam Power Authority
(GPA) continues to rise as the price of oil, worldwide, correspondingly
increases. GPA is totally dependent on oil for the production of electricity
for consumers. Such dependence has resulted in rate increases in the form
of increased fuel surcharges.

8 *I Liheslatura* finds that although GPA is currently only able to 9 produce electricity using oil-powered generators, the agency entered into a 10 public-private renewable energy purchase agreement with a qualified

2013 MAR 26 PM 1: 55

renewable energy provider. Local media report that the provider is expected to develop solar/wind turbine technology renewable resource with a capacity of 15 megawatts or approximately 10 wind turbines and 5 solar panels for a 20 and 25 year contract terms with a guaranteed energy production and fixed price per contract year. The output of renewable power onto GPA's power grid will serve nearly 2,200 homes.

I Liheslaturan Guåhan finds that a private school in Guam recently 7 entered into a 25-year agreement with a renewable energy provider. The 8 9 school expects to pay 23 cents per kilowatt-hour for the first year. GPA 10 currently charges 29 cents per kilowatt-hour for residential customers, 32 11 cents per kilowatt-hour for mid-size commercial customers, and 34 cents 12 per kilowatt-hour for large commercial customers. Approximately 50% of 13 the school's power needs, or 100 kilowatt-hours, will be generated by new 14 solar panels that were paid for, and installed by, a renewable energy 15 provider through a power purchase agreement.

*I Liheslatura* further finds that the Superintendent of Education has publicly stated in recent media interviews that the Department of Education (DOE) projects an approximately \$5 million shortfall in its FY 2013 budget due to rate increases for electricity. It is, therefore, the intent of *I Liheslaturan Guåhan* to assist DOE in addressing the rising cost of electricity. *I Liheslatura* intends for DOE, which is made up of 41 schools, to enter into a public-private renewable energy purchase agreement with one

2

or more qualified renewable energy providers, by adding a new §7120 to
 Chapter 7 of Division 2, Title 17, Guam Code Annotated.

3 Section 2. A new §7120 is hereby added to Chapter 7 of Division 2,
4 Title 17, Guam Code Annotated, to read:

5 "§7120. Public-Private Renewable Energy Purchase Agreement(s)
6 Authorized.

The Department of Education (Department) is hereby authorized to 7 solicit, from qualified renewable energy providers, proposals for the 8 9 installation and maintenance of renewable energy technology which shall 10 include, but not be limited to, solar power technology. The Department is 11 further authorized to enter into a renewable energy purchase agreement(s) 12 with a qualified renewable energy provider(s), in the event such 13 provider(s) is able to meet the department's energy requirements in 14 accordance with Guam's laws, rules and regulations, for a term of up to twenty-five years. The renewable energy provider(s) selected shall be 15 16 responsible for all costs required to install and maintain such renewable energy technology at DOE schools and facilities." 17