

# PORT AUTHORITY OF GUAM

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## NEWS RELEASE

### Board Unanimously Approves FY26 Budget

**Piti, Guam, August 28, 2025:** The Port Authority of Guam Board of Directors today unanimously approved the agency's budget for Fiscal Year 2026, highlighting continued growth and financial discipline.

The FY 2026 budget projects total revenues of \$57.1 million, an increase of \$2.9 million from last year's \$54.2 million. Total expenses are set at \$56.6 million, which includes \$5.7 million in annual debt service. Based on these figures, the Port projects a debt service coverage ratio of 1.99. The budget also projects a net income of \$4.6 million, excluding revenues from the Crane Surcharge and the Facility Maintenance Fees.

To develop the revenue forecast, the Port applied economic growth factors and projected an average six percent increase in cargo-related proceeds. Divisions built their requests through Zero-Based Budgeting, ensuring operational needs are covered while maintaining fiscal responsibility.

"Our bottom-up approach to budgeting has kept the Port on a path of accountability, transparency, and fiscal prudence," said Port General Manager Rory J. Respicio. "I thank Governor Lou Leon Guerrero and Lt. Governor Josh Tenorio for their leadership, our Board of Directors for their guidance, and especially our Port employees whose hard work turns these strategies into real results. Together, we are ensuring financial stability while creating realistic projections to guide operations and capital planning for FY 2026."

The FY 2026 budget also supports ongoing capital improvement initiatives that strengthen the Port's resiliency and capacity. Key projects include the \$4.3 million EQMR Building Maintenance, the \$5.3 million Warehouse 1 Building Maintenance, the \$5.9 million Waterline Replacement and Relocation construction, and the \$4.1 million Enterprise One Financial Management System upgrade, all currently in progress. The capital expenditures outlook includes the acquisition of new gantry cranes, wharf service life extension and rail upgrades, and the ongoing procurement of the Terminal Operating System (TOS).

Respicio noted that the Port has consistently met its revenue projections while spending below authorized levels. "That kind of discipline gives us the confidence that this budget will serve our employees, partners, and the people of Guam well in the year ahead," he added.

A copy of the approved FY 2026 budget will be uploaded at [www.portofguam.com](http://www.portofguam.com).

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