

BOARD OF DIRECTORS

*Francisco G. Santos, Chairman
Nathan T. Taimanglo, Vice Chairman
Isa Marie C. Koki, Board Secretary
Maria D.R. Taitano, Member*



Resolution No. 2020-05

**RELATIVE TO ESTABLISHING A GENERAL RESERVE FUND
ACCOUNT FOR THE PORT AUTHORITY OF GUAM**

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE PORT AUTHORITY OF GUAM:

WHEREAS, the Port Authority of Guam (Port) recognizes the need to have an unrestricted reserve fund which sets cash aside in addition to the regular bank fund balances for use when regular cash flow is disrupted; and

WHEREAS, the Port recognizes that the reserves are built up over time by generating an unrestricted surplus and intentionally designating a portion of the excess cash as a reserve fund; and

WHEREAS, the Port has determined that the unrestricted fund balance set aside to stabilize finances by providing a reserve account against unexpected events, losses of income, and unbudgeted expenditures; and

WHEREAS, the Port recognizes the need to open such account which will accrue higher interest income; and

WHEREAS, the Port has determined that the Port Authority shall name this initial reserve fund as the General Reserve Fund; and

WHEREAS, the Port has determined that any drawdown of funds for authorized transactions shall require two signatures; one by the General Manager and any of the three authorized signatories herein named; and

WHEREAS, the Port Authority of Guam Board of Directors has reviewed the recommendations of Port Management; now therefore be it

RESOLVED, that the new account be created for the sole purpose of an Unrestricted Reserve Fund Account; and be it further

RESOLVED, that the Port Authority of Guam authorizes the Bank of Guam Trust Services Department to establish an account for the General Reserve Fund account; and be it further

RESOLVED, that the following individuals are the authorized signatories for the General Reserve Fund account; and be it further

1. Rory J. Respicio, General Manager
2. Dominic G. Muña, Deputy General Manager of Operations
3. Luis R. Baza, Deputy General Manager of Administration & Finance
4. Jose B. Guevara III, Financial Affairs Controller

RESOLVED, that the Chairman certify to, and the Secretary attest to, the adoption hereof, and that a copy of this resolution be sent to the financial institution(s).

**PASSED AND ADOPTED UNANIMOUSLY BY THE BOARD OF
DIRECTORS THIS 30th DAY OF JULY, 2020.**

**FRANCISCO G. SANTOS
CHAIRMAN, BOARD OF DIRECTORS
PORT AUTHORITY OF GUAM**

**ISA MARIE C. KOKI
SECRETARY, BOARD OF DIRECTORS
PORT AUTHORITY OF GUAM**

