

BOARD OF DIRECTORS

Dorothy P. Harris, Chairperson
Conchita S.N. Taitano, Vice Chairperson
Fe R. Valencia-Ovalles, Board Secretary



Resolution No. 2024-03

RELATIVE TO ADVANCING SUSTAINABLE ENERGY BY FORMALLY REQUESTING THE CONSOLIDATED COMMISSION ON UTILITIES (CCU) TO FACILITATE STRATEGIC LIQUEFIED NATURAL GAS (LNG) INTEGRATION AND ENVIRONMENTAL, SOCIAL, AND GOVERNANCE (ESG)-FOCUSED COLLABORATION WORK SESSIONS BETWEEN THE PORT AUTHORITY OF GUAM AND THE GUAM POWER AUTHORITY.

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

WHEREAS, the Port Authority of Guam (PAG) champions sustainable development, adhering to high standards of environmental stewardship, social responsibility, and governance (ESG), as outlined in the Port 2023 Master Plan and reinforced in the comprehensive Sustainability Study; and

WHEREAS, the PAG Board enacted a Sustainability Portfolio through Board Resolution No. 2022-15, with Board Member Conchita Taitano leading crucial sustainability and ESG initiatives, highlighting the Authority's dedication to clean energy, community engagement, and transparent, accountable governance; and

WHEREAS, the development by the Guam Power Authority (GPA) of a new 198-megawatt power plant capable of utilizing either ultra-low sulfur diesel or LNG from imports is pivotal for achieving Guam's sustainability and ESG objectives, essential for the modernization of Guam's energy infrastructure, contingent upon regulatory consents; and

WHEREAS, the "Evaluation of Potential LNG Receiving, Storage, and Delivery Facilities" study conducted by the GPA, assessing the feasibility of LNG infrastructure in alignment with ESG principles, marks a forward-looking approach to fuel diversification; and

WHEREAS, the Consolidated Commission on Utilities (CCU) oversees GPA and its strategic initiatives, including the shift towards more sustainable and socially responsible energy sources; and

WHEREAS, comprehensive planning and collaboration between the PAG and GPA, facilitated by the CCU, integrating ESG considerations, are crucial for the successful integration of LNG, necessitating in-depth discussions with the LNG supplier, community engagement, and consideration of environmental impacts.

NOW, THEREFORE, BE IT RESOLVED, that the PAG hereby requests the CCU to orchestrate strategic dialogue and collaboration between the PAG and GPA on the incorporation of LNG and infrastructure planning with a strong emphasis on ESG principles. This includes:

1. Initiating in-depth discussions with the LNG supplier to understand infrastructure requirements, focusing on environmental sustainability, social impact, and governance transparency;
2. Facilitating community engagement and participation in the planning process, ensuring the social welfare and informed consent of Guam's residents;
3. Guaranteeing that LNG integration efforts are in alignment with the Sustainability Portfolio and adherence to ESG criteria, under the leadership of Board Member Conchita Taitano;
4. Addressing infrastructural, regulatory, and economic necessities with a comprehensive ESG approach, crucial for the successful adoption of LNG;
5. Constituting a specialized task force, led by Board Member Conchita Taitano for the PAG, to meticulously oversee the strategic execution of LNG projects and sustainability initiatives, with a focus on ESG outcomes; and

BE IT FURTHER RESOLVED, that PAG General Manager Rory J. Respicio is mandated to furnish periodic briefings to the Board on all ESG-related developments pertinent to this resolution, ensuring a continuum of transparency, accountability, and enlightened governance; and

BE IT FURTHER RESOLVED, that the Chairperson certify, and the Secretary attest to, the adoption hereof, and that copies of the same be transmitted to Consolidated Commission on Utilities and Guam Power Authority General Manager John Benavente.

PASSED AND ADOPTED UNANIMOUSLY BY THE BOARD OF DIRECTORS THIS 25th DAY OF APRIL, 2024.

DOROTHY P. HARRIS
CHAIRPERSON, BOARD OF DIRECTORS
PORT AUTHORITY OF GUAM

FE R. VALENCIA-OVALLES
SECRETARY, BOARD OF DIRECTORS
PORT AUTHORITY OF GUAM

