



PORT AUTHORITY OF GUAM
ATURIDAT I PUETTON GUAHAN
Jose D. Leon Guerrero Commercial Port
Government of Guam
1026 Cabras Highway, Suite 201
Piti, Guam 96925



Felix P. Camacho
Governor of Guam

Michael W. Cruz
Lieutenant Governor

Telephone: (671) 477-5931/35
(671) 477-2683/83
Facsimile: (671) 477-2689/4445
Webpage: www.portguam.com


NOTICE TO THE PUBLIC

On October 27, 2009, the Port Authority of Guam ["PAG" or "Port"] requested that the Guam Public Utilities Commission (PUC) conduct an investigation into the rates and tariffs of the Port. Pursuant to Public Law 30-52, the PUC is tasked with the duty to begin proceedings to review and modify, or establish rates and other charges, for the use of port facilities or appliances. "Until December 31, 2010, the Commission has the authority to establish interim rates and charges for the Port as may be necessary for estimated operations or maintenance costs, required capital improvements, or other reasonable costs."

PAG is requesting that the PUC consider the establishment of the following interim rates and tariffs: (1) 3.4% increase of Cargo Handling charges; (2) Fuel Throughput for Import, from Truck to vessels when serviced at Port piers and vessel to vessel at \$0.40 per barrel; (3) Fuel Throughput for Export at \$0.19 per barrel;(4) Bunkering at \$0.53; (5) Fuel Throughput Direct to or from Vessel through privately owned pipelines located on port property at \$0.35 per barrel; (6) Fuel storage on Tanks at \$1.00; (7) Wharfage Rates-Transshipment of Other Cargo utilizing Pipelines, and or Hoses- Inbound at \$8.75 and Outbound at \$4.38; (8) Pipeline Easement Lease Rates: a. Within Existing Right of Way- 25% of Fair Market Rent, b. Not Within Right of Way- 50% of Fair Market Rent; (9) Gregorio D. Perez (Hagatna)Marina Fees and (10) Facility Maintenance Fees at \$25.00 for each bill of lading.

The rate and tariff increases sought by PAG are based upon recommendations in the Port Master Plan Update 2007(Master Plan) and related documents, and the appraisal and consulting reports done by Captain, Hutapea & Associates between November, 2008 and November, 2009. The primary justification for the increases is the Port's need to generate adequate revenues to fund an estimated Two Hundred Million Dollars (\$200,000,000) capital improvement undertaking in the implementation of the Port Modernization Master Plan. There has been no increase in the existing Terminal Tariff since 1993.

On November 13, 2009, the PUC ordered that it would conduct an investigation into the rates and tariffs of the Port. After its initial review is conducted, the PUC will schedule public hearings to receive public comment and written testimony. The PUC will notify the public of the specific dates upon which the hearings will be scheduled. The schedule of the rate changes requested by PAG, as well as a more detailed justification for such increases, can be reviewed at the Port Authority's Administration Office or on it's website. Any public or customer comments concerning interim PAG rates and tariffs may be submitted to the PAG at the address indicated above or at www.portguam.com


GLENN A. LEON GUERRERO
General Manager