



Bringing Energy Solutions to You

# Insights

A monthly newsletter for all GPA Customers  
Issue No. 110 • June 2026

## Fuel Cost Pressures Prompt Proposed LEAC Adjustment

The Consolidated Commission on Utilities (CCU) approved Guam Power Authority's (GPA) recommendation to adjust the Levelized Energy Adjustment Clause (LEAC), also known as the Fuel Recovery Charge, as regional fuel costs continue to place pressure on island utilities.

The recommendation now moves to the Public Utilities Commission (PUC) for review and decision. If approved by the PUC, the adjusted LEAC would take effect July 1, 2026.

The CCU-approved recommendation would adjust the LEAC from approximately 13.6 cents per kilowatt-hour to 19.4 cents per kilowatt-hour, an increase of approximately 5.8 cents per kilowatt-hour. For an average residential customer using 1,000 kilowatt-hours per month, the proposed adjustment would result in an estimated increase of approximately \$58 per month, if approved by the PUC.

Even with the proposed adjustment, GPA's combined base and fuel surcharge rates would be approximately 32 cents per kilowatt-hour for average residential customers and, once effective, would remain among the lowest rates in the region based on GPA's regional rate comparison chart.

GPA General Manager John M. Benavente, P.E., said the CCU's approval moves the recommendation to the next step in the regulatory process.

"We understand that customers are concerned about any increase to their monthly bills," Benavente said. "This recommendation is not

intended to recover the full projected fuel under-recovery at once. It is intended to keep that balance from growing while helping ensure GPA can continue purchasing fuel and spread fuel cost impacts over time, rather than asking customers to absorb a larger increase all at once."

GPA expects approximately \$27 million in fuel under-recovery by June 30, 2026. Fuel under-recovery occurs when the LEAC collected from customers is not enough to cover the actual fuel costs incurred to generate electricity.

Since March, GPA has worked to lessen the impact of global fuel volatility by holding the LEAC steady, managing fuel purchases carefully, evaluating alternative fuel supply options, applying available Ukudu liquidated damages to GPA's fuel under-recovery balance, relying on the Ukudu Power Plant's efficiency, and using available solar energy to reduce the amount of fuel needed to serve customers.

Fuel shipment costs have increased sharply in recent months. GPA's March fuel shipment was approximately \$26 million, while the April shipment increased to approximately \$54 million. GPA is also anticipating elevated pricing for its next fuel shipment at approximately \$168 per barrel, or about \$44 million, continuing pressure on fuel recovery and cash flow.

GPA noted that the LEAC is not a profit charge and does not pay for payroll, debt service, capital projects, or general operations. The LEAC is the mechanism used to recover the actual cost of fuel needed to generate electricity for customers.

## LEAC AT A GLANCE

### LEVELIZED ENERGY ADJUSTMENT CLAUSE

Proposed effective date  
**July 1, 2026**  
*if approved by the PUC*

Proposed LEAC: **19.4¢/kWh**  
*up from approx. 13.6¢/kWh*

About  
Estimated **\$58** more per  
impact: **month**  
*\*For an average residential customer using 1,000 kWh*

**PURPOSE**  
Helps recover the actual cost of fuel used to generate electricity

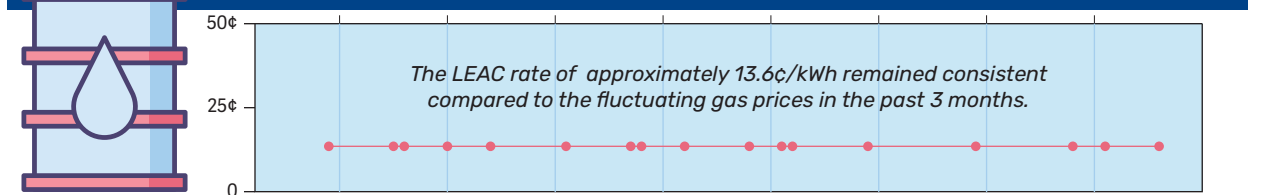
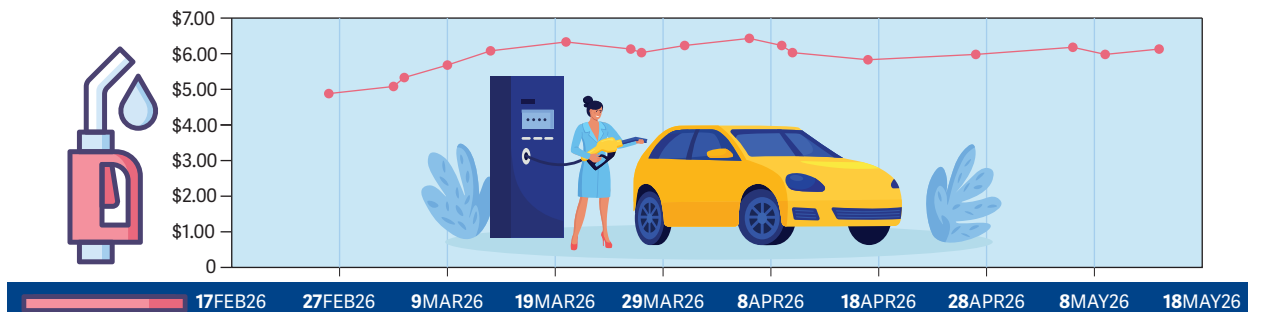
**IMPORTANT NOTE**  
*The LEAC is to recover costs for fuel. It does not fund payroll, debt service, capital projects, or general operations.*

As Guam moves into warmer months, GPA encourages customers to look for simple ways to reduce daily energy use, especially from air conditioning and water heating. Using ceiling fans to help circulate cool air, setting air conditioners between 75°F and 77°F, installing a water heater timer, and turning off lights and appliances when not in use can help customers better manage their monthly bills. Customers may also use MyEnergyGuam.com and Energy Xpert to monitor usage, review consumption patterns, and identify ways to save.

## Gas Prices Can Change Quickly. Power Bills Stay Steady.

SINCE FEBRUARY 2026, GAS PRICES HAVE FLUCTUATED 16 TIMES

DATE OF CHANGE	REGULAR GAS PRICE
26FEB26	\$4.88
4MAR26	\$5.08
5MAR26	\$5.33
9MAR26	\$5.68
13MAR26	\$6.08
20MAR26	\$6.33
26MAR26	\$6.13
27MAR26	\$6.03
31MAR26	\$6.23
6APR26	\$6.43
9APR26	\$6.23
10APR26	\$6.03
17APR26	\$5.83
27APR26	\$5.98
6MAY26	\$6.18
9MAY26	\$5.98
14MAY26	\$6.13



# June is Typhoon Preparedness Month

## TYPHOON PREPAREDNESS MONTH: A TIMELY REMINDER

As Guam enters Typhoon Preparedness Month, GPA encourages customers to take time now to review their household emergency plans, build or restock emergency preparedness kits, and prepare for tropical weather threats that could emerge in the coming months.

Simple steps such as charging devices, checking flashlights and batteries, keeping emergency contact numbers nearby, and ensuring generators are used safely can help families stay prepared before conditions change.

When weather conditions develop, GPA encourages customers to stay informed through reliable, official sources. GPA's ongoing partnership with the National Weather Service helps strengthen preparedness efforts and share timely information so families can make safe, informed decisions before, during, and after severe weather.

"Whether we expect a busy or a slow year for tropical cyclones, it only takes one typhoon to disrupt daily life on Guam," said Landon Aydlett, Warning Coordination Meteorologist with the National Weather Service Guam. "Take time now to ensure you and your family are prepared at home and at work: review your preparedness plans and stock up on supplies while the weather is fair and favorable."



**LONDON  
AYDLETT**

Preparedness Tips provided by the US National Weather Service Guam in collaboration with GPA.

### #1



**Check emergency equipment,** such as flashlights, emergency generators, battery-operated (hand-crank or solar) radios, light sticks, and lanterns to be sure they are operational, and buy extra batteries.

### #2

**If someone in your home is dependent on electrically powered, life-sustaining medical equipment, plan where to go should an extended power outage occurs.** If you need to go to the hospital or other emergency shelter, remember to take your medical equipment and medications with you to the facility.

**#3 Secure light or loose objects around your home.** Unsecured canopies and tarps can easily become airborne with strong wind gusts.

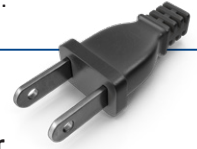


### #4

**Turn your refrigerator and freezer to their coldest settings.** If power goes out, this will keep food fresher longer.

### #5

**During the heavy weather events, turn off and unplug any unnecessary electrical equipment, especially sensitive electronics.** In the event of an outage, this will prevent damage to the equipment from surges when power is restored.



### #6

If you see a downed power line, assume it is energized and dangerous. Stay at least 30 feet or more away from all power lines. Warn others to stay away.

**Please report any downed power lines and outages to our 24/7 Trouble Dispatch at (671) 475-1472/3/4.**

## Power To Serve, Beyond Guam

Following Super Typhoon Sinlaku, GPA crews joined regional partners to support power recovery efforts in the CNMI. The work reflects the close ties between island communities and the shared commitment of utility workers who answer the call when help is needed most.

GPA recognizes the hard work of the crews, support teams, and partner agencies who helped restore power safely and steadily for families and communities impacted by the storm. *Si Yu'os Ma'ase'* to everyone who continues to serve with care, skill, and dedication.



Your elected Consolidated Commission on Utilities (CCU) holds two (2) working sessions and one (1) regular meeting monthly. Meeting location is the CCU Conference Room, Gloria B. Nelson Public Service Building in Fadian, Mangilao. For more information and agencies, call the CCU Board Secretary at (671) 648-3002 or visit [www.guamccu.org](http://www.guamccu.org).

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View your energy usage at [myenergyguam.com](http://myenergyguam.com)