(2) Voting File:

- 1. The nomination of Frances A. Castro to serve as a Member of the Guam Environmental Protection Agency Board of Directors. Confirmed 8/4/21.
- 2. The nomination of Rudy A. Paco to serve as a Member (MCOG Representative) of the Guam Visitors Bureau Board of Directors. Confirmed 8/4/21.
- **3.** The nomination of Sandra S. Flores to serve as a Director of the Council on the Arts & Humanities Agency (CAHA). Confirmed 8/4/21.
- **4.** The nomination of Andrew C. Park to serve as a Member of the Guam Economic Development Authority Board of Directors. **Confirmed 8/4/21**.
- 5. The nomination of Attorney Alberto E. Tolentino to serve as Judge of the Superior Court of Guam. Confirmed 8/4/21.
- 6. The nomination of Wayne W. Bigler to serve as a Member of the Guam Environmental Protection Agency Board of Directors. Confirmed 8/4/21.
- 7. The nomination of Maria M. Dunn to serve as a Member (Sports Tourism Representative) of the Guam Unarmed Combat Commission. Confirmed 8/4/21.
- **8.** The nomination of Shannon J. Murphy to serve as a Member of the Guam Ethics Commission. **Confirmed 8/6/21**.
- **9.** The nomination of Joseph D. Franquez to serve as a Member (Classroom Teacher) of the Guam Educational Telecommunications Corporation (KGTF/PBS) Board of Trustees. **Confirmed 8/6/21**.
- **10.** The nomination of Joseph M. Crisostomo, Jr. to serve as a Member (Mixed Martial Arts Representative) of the Guam Unarmed Combat Commission. **Confirmed 8/6/21**.
- **11.** The nomination of Justin P. Benavente to serve as a Member (Mixed Martial Arts Representative) of the Guam Unarmed Combat Commission. **Confirmed 8/6/21**.
- 12. The nomination of Christopher S. Murphy to serve as a Member (Real Estate Broker Representative) of the Guam Real Estate Commission. Confirmed 8/6/21.
- **13. VETOED BILL NO. 11-36 (COR)** AN ACT TO *AMEND* § 19405(b) AND (c) OF ARTICLE 4, CHAPTER 19, TITLE 10, GUAM CODE ANNOTATED, RELATIVE TO REQUIRING LEGISLATIVE AUTHORIZATION TO EXTEND A DECLARATION OF A STATE OF PUBLIC HEALTH EMERGENCY AND TO BE KNOWN AS "THE RESTORATION OF SEPARATION OF POWERS ACT." Failed 8/23/21.
- 14. VETOED BILL NO. 164-36 (COR) AN ACT TO AMEND SECTIONS 4, 5, 6, AND 7, AND ADD A NEW SECTION 8, AND REPEAL "EXHIBIT A,"ALL OF PUBLIC LAW 35-136 THE RECOVERY INCOME SUPPORT AND EMPOWERMENT (RISE) ACT OF 2020, RELATIVE TO REMOVING IMPEDIMENTS TO THE ISSUANCE OF PAYMENTS TO ELIGIBLE GUAM RESIDENTS DURING THE STATE OF PUBLIC HEALTH EMERGENCY DUE TO THE COVID-19 PANDEMIC. Failed 8/31/21.
- 15. VETOED BILL NO. 75-36 (COR) AN ACT TO AMEND SECTIONS 2(c), 2(d)(1), 3, 4, 5, AND 6, AND REPEAL SECTION 2(d)(2) OF PUBLIC LAW 35-136; AND AMEND SECTIONS 1(d), 4, 5, 6, AND 8 OF "EXHIBIT A" OF PUBLIC LAW 35-136, RELATIVE TO AMENDING PROVISIONS OF THE RECOVERY INCOME SUPPORT AND EMPOWERMENT (RISE) ACT OF 2020, TO INCLUDE INCREASING THE AMOUNT OF THE PAYMENT, REMOVING CERTAIN ELIGIBILITY REQUIREMENTS, AMENDING THE AUTHORIZED BUDGET, AND EXTENDING THE DEADLINE FOR THE PAYOUT BY SIX (6) MONTHS." Overridden 8/31/21.

I MINA'TRENTAI SAIS NA LIHESLATURAN GUÅHAN 2021 (FIRST) Regular Session **VOTING RECORD**

Notwithstanding the objections of <i>I Maga'hågan</i> <i>Guåhan</i> , shall VETOED Bill No. 75-36 (COR) be overridden?										
NAME	Aye		Nay		Not Voting/ Abstained	Out D Roll			Absent	Excused
Senator V. Anthony Ada	J									
Senator Frank Blas Jr.	J									
Senator Joanne Brown	J									
Senator Christopher M. Dueñas	1									
Senator James C. Moylan	< 1			Π						
Vice Speaker Tina Rose Muña Barnes	-			Π					1	1
Senator Telena Cruz Nelson	1	Π								
Senator Sabina Flores Perez	J		1	Π						
Senator Clynton E. Ridgell	1			Π						
Senator Joe S. San Agustin	J									
Senator Amanda L. Shelton	1			Π						
Senator Telo T. Taitague	1			Π						
Senator Jose "Pedo" Terlaje	V			Π						
Speaker Therese M. Terlaje	V			Π						
Senator Mary Camacho Torres			1	Π						

TOTAL

CERTIFIED TRUE AND CORRECT: RENNAE V. C. MENO

Clerk of the Legislature

I = Pass

1

Nay

Not Voting/

Abstained

1

Absent

Out During

Roll Call

1

Excused

13

Aye

LOURDES A. LEON GUERRERO GOVERNOR



JOSHUA F. TENORIO LT. GOVERNOR

UFISINAN I MAGA'HÅGAN GUÅHAN OFFICE OF THE GOVERNOR OF GUAM

August 16, 2021

HONORABLE THERESE M. TERLAJE Speaker, I Mina'trentai Sais Na Liheslaturan Guåhan 36th Guam Legislature Guam Congress Building 163 Chalan Santo Papa Hagåtña, Guam 96910

3661-21-0988 56Q-21-Doc Type: 1 9 2021

RE: <u>BILL NO. 75-36 (COR)</u> "AN ACT TO *AMEND* SECTION 2(c), 2(d)(1), 3, 4, 5, AND 6, AND *REPEAL* SECTION 2(d)(2) OF PUBLIC LAW 35-136; AND *AMEND* SECTIONS 1(d), 4, 5, 6 and 8 OF "EXHIBIT A" OF PUBLIC LAW 35-136, RELATIVE TO AMENDING PROVISIONS OF THE *RECOVERY INCOME SUPPORT AND EMPOWERMENT (RISE) ACT OF 2020*, TO INCLUDE INCREASING THE AMOUNT OF THE PAYMENT, REMOVING CERTAIN ELIGIBILITY REQUIREMENTS, AMENDING THE AUTHORIZED BUDGET, AND EXTENDING THE DEADLINE FOR THE PAYOUT BY SIX (6) MONTHS"

RE: **BILL NO. 164-36 (COR)** "AN ACT TO *AMEND* SECTIONS 4,5,6 AND 7, AND *ADD* A NEW SECTION 8, AND TO *REPEAL* "EXHIBIT A," ALL OF PUBLIC LAW 35-136 THE *RECOVERY INCOME SUPPORT AND EMPOWERMENT (RISE) ACT OF 2020*, RELATIVE TO REMOVING IMPEDIMENTS TO THE ISSUANCE OF PAYMENTS TO ELIGIBLE GUAM RESIDENTS DURING THE STATE OF PUBLIC HEALTH EMERGENCY DUE TO THE COVID-19 PANDEMIC"

Buenas yan Hafa Adai Madame Speaker:

The RISE Act, which lapsed into law as Public Law No. 35-136, on December 29, 2020, was passed to offer direct aid to a limited class of Guam residents under a particular income threshold. From the onset, the RISE Act was problematic. It purported to appropriate federal funds as the first possible source of payments, though the Legislature had no authority to appropriate such funds. At the time of its enactment, federal funding under the Coronavirus Aid, Relief, and Economic Security Act, also known as the CARES Act, had already been largely disbursed to our community or designated for use in numerous programs intended to help our people weather the effects of the pandemic. No CARES Act funds were available to pay the RISE Act's \$30M appropriation.

11 **COMMITTEE ON RULES** // RECEIVED: August 19, 2021 3:45 P.M.

RICARDO J. BORDALLO GOVERNOR'S COMPLEX 513 W. Marine Corps Drive Hagåtña, Guam 96910 governor.guam.gov | {671} 472-8931 Doc. No. 36GL-21-0988.* LOURDES A. LEON GUERRERO GOVERNOR



JOSHUA F. TENORIO LT. GOVERNOR

UFISINAN I MAGA'HÅGAN GUÅHAN OFFICE OF THE GOVERNOR OF GUAM

On March 11, 2021, the United States Congress passed the American Rescue Plan ("ARP"), which provides direct financial assistance to states and territories to support urgent pandemic response efforts to decrease the spread of the virus, replace lost revenue for governments to strengthen support for vital public services and help retain jobs, support immediate economic stabilization for households and businesses, and address systemic public health and economic challenges that have resulted to some communities suffering more severely from the pandemic impacts than others. The Legislature continues to lack authority to appropriate federal funds, and the prohibition extends to ARP funds as it did to CARES Act funds.

Further, as with the CARES Act funds, use of ARP funds is governed by rules issued by the Department of Treasury. As of present time, the Department of Treasury has yet to issue final guidance regarding use of ARP funds. However, on May 10, 2021, the Department of Treasury issued its Interim Final Rule ("Interim Rule"), which established eligibility criteria for the use of ARP funds. The Interim Rule provides that ARP funds are eligible for use to provide assistance to households or populations facing negative economic impacts due to COVID-19. Notably, the RISE Act did not include such eligibility requirements.

The RISE Act was further plagued by eligibility requirements that rendered it onerous to implement. Specifically, the RISE Act required applicants to submit a mayor's verification to ensure residency. However, this requirement unnecessarily overwhelmed our mayor's offices with requests despite the fact that residency could be easily and efficiently ascertained by referring to filed tax returns. The RISE Act further required that applicants submit an "employment certification," which is not defined in the Act or in any other Guam statute.

In recognition of the operational flaws of the RISE Act, the Legislature has presented me with two additional bills, Bills No. 75-36 and 164-36, "Hail Mary" efforts to cure the problems with the original Act. However, the bills contain conflicting amounts for payments, and if both were signed into law, would be impossible to reconcile, operationalize, and implement. Though some among the Legislature have attempted to pass off the conflict as a deliberate strategy to "give [me] options," the Legislature is not in the general practice of presenting a governor with options in the form of conflicting bills. It is clear that the authors of these bills did not even attempt to reconcile their positions and present a unified bill, a disappointing but sure sign of a failure of leadership and bold attempts to claim credit for rescuing a floundering program.

11

11

^{//}

LOURDES A. LEON GUERRERO GOVERNOR



JOSHUA F. TENORIO LI. GOVERNOR

UFISINAN I MAGA'HÅGAN GUÅHAN OFFICE OF THE GOVERNOR OF GUAM

Perhaps most problematic is that, in an attempt to push through bills that simplistically remove eligibility impediments, the Legislature has, again, overlooked the forest for the trees. We cannot indiscriminately disburse ARP funds to individuals. Treasury guidance requires that jurisdictions consider whether and the extent to which the affected population experienced economic harm as a result of the pandemic. Neither bill before me addresses this critical oversight. And ultimately, these bills still purport to appropriate federal funds, authority the Legislature did not have when it passed the RISE Act, and authority it certainly does not have now.

Providing aid to individuals and families adversely affected economically by the COVID-19 pandemic is important to me and Lt. Governor Josh Tenorio, as evidenced by the multitude of programs we have implemented to provide support for our communities during the public health emergency. We intend to continue these efforts, beginning with direct aid to individuals and families through the ALL RISE Program, which I re-established in Executive Order No. 2021-18, issued on August 12, 2021. The ALL RISE Program not only streamlines processes for providing direct aid to the members of our community who need it the most as expeditiously and efficiently as possible, it expands eligibility to include those the Legislature arbitrarily excluded from the RISE Act, including our government workers and retirees.

Though the intent behind the RISE Act was laudable, our people should not have to wait for the Legislature to piecemeal correct the issues with its attempt at a direct aid program until it finally gets it right. Our community needs relief now, and our administration will get it to them, just as we have done time and again during the entire pandemic relief effort.

For all these reasons, I veto Bills No. 75-36 and 164-36.

Senseremente, Lou dem Mureur

LOURDES A. LEON GUERRERO Maga'hågan Guåhan Governor of Guam

cc:

Enclosure(s): BILL NO. 75-36 (COR)-VETO; BILL NO. 164-36 (COR)- VETO

Honorable Joshua F. Tenorio, Sigundo Maga'låhen Guåhan Compiler of Laws

I MINA'TRENTAI SAIS NA LIHESLATURAN GUÅHAN 2021 (FIRST) Regular Session

CERTIFICATION OF PASSAGE OF AN ACT TO I MAGA'HÅGAN GUÅHAN

This is to certify that Substitute Bill No. 75-36 (COR), "AN ACT TO AMEND SECTIONS 2(c), 2(d)(1), 3, 4, 5, AND 6, AND REPEAL SECTION 2(d)(2) OF PUBLIC LAW 35-136; AND AMEND SECTIONS 1(d), 4, 5, 6, AND 8 OF "EXHIBIT A" OF PUBLIC LAW 35-136, RELATIVE TO AMENDING PROVISIONS OF THE RECOVERY INCOME SUPPORT AND EMPOWERMENT (RISE) ACT OF 2020, TO INCLUDE INCREASING THE AMOUNT OF THE PAYMENT, REMOVING CERTAIN ELIGIBILITY REQUIREMENTS, AMENDING THE AUTHORIZED BUDGET, AND EXTENDING THE DEADLINE FOR THE PAYOUT BY SIX (6) MONTHS," was on the 6th day of August 2021, duly and regularly passed.

Therese M. Terlaie Speaker Attested: Shelton Legislative Secretary This Act was received by I Maga'hågan Guåhan this The day of August octock P .M. 202 at SteV. 2 Assistant Staff Officer Maga'haga's Office APPROVED: Lourdes A. Leon Guerrero I Maga'hagan Guahan 2021-14303 Date: CENTIAL CILLS Public Law No. Elaine Tajalle

ALIG 0 7 2021

I MINA'TRENTAI SAIS NA LIHESLATURAN GUÅHAN 2021 (FIRST) Regular Session

Bill No. 75-36 (COR)

As substituted by the Committee on General Government Operations, Appropriations, and Housing.

Introduced by:

James C. Moylan V. Anthony Ada <u>Christopher M. Dueñas</u> Frank Blas Jr. Joanne Brown Tina Rose Muña Barnes Telena Cruz Nelson Sabina Flores Perez Clynton E. Ridgell Joe S. San Agustin Amanda L. Shelton Telo T. Taitague Jose "Pedo" Terlaje Therese M. Terlaje Mary Camacho Torres

AN ACT TO AMEND SECTIONS 2(c), 2(d)(1), 3, 4, 5, AND 6, AND REPEAL SECTION 2(d)(2) OF PUBLIC LAW 35-136; AND AMEND SECTIONS 1(d), 4, 5, 6, AND 8 OF "EXHIBIT A" OF PUBLIC LAW 35-136, RELATIVE TO AMENDING PROVISIONS OF THE RECOVERY INCOME SUPPORT AND EMPOWERMENT (RISE) ACT OF 2020, TO INCLUDE INCREASING THE AMOUNT OF THE PAYMENT, REMOVING CERTAIN ELIGIBILITY REQUIREMENTS, AMENDING THE AUTHORIZED BUDGET, AND EXTENDING THE DEADLINE FOR THE PAYOUT BY SIX (6) MONTHS.

BE IT ENACTED BY THE PEOPLE OF GUAM:

Section 1. Legislative Findings and Intent. I Liheslaturan Guåhan finds
that Governor Lou Leon Guerrero allowed Bill No. 340-35 (COR), the Recovery
Income Support and Empowerment (RISE) Act of 2020, to lapse into law as Public

Law 35-136 on December 29, 2020. The measure proposed a one (1)-time payment of Eight Hundred Dollars (\$800) for eligible individuals and One Thousand Six Hundred Dollars (\$1,600) for those filing joint returns, with specific eligibility requirements in place. While funding options were noted in the legislation, no plan of action was provided by the administration on if, or even when, the payouts would take place as the new law stipulated.

Many qualified island residents have been waiting for the funds from the RISE 7 8 Act for months and, unfortunately, have yet to hear back from the administration on any timelines. Bill No. 340-35(COR), introduced by former Senator Regine Biscoe-9 Lee, was intended to help eligible families address critical needs. With a new federal 10 relief program providing adequate funding for Guam, the payout assistance from 11 P.L. 35-136 may finally be disbursed; however, because of the Government's failure 12 to provide adequate information and timelines for qualified recipients, it is only 13 proper to provide a moderate increase in the payout to provide families with the 14 15 additional support.

16 The payout from the RISE Act would provide a much-needed economic 17 infusion for the island, and even if fifty percent (50%) of the funds are expended at 18 island businesses, nearly Nineteen Million Dollars (\$19,000,000) would circulate 19 within Guam's economy. This would equate to a new tax base, along with additional 20 displaced employees being called back to work.

Section 2. Section 2(c) of Public Law 35-136 is hereby *amended* to read as
follows:

"(c) In the case of an eligible individual, there shall be allowed a onetime payment up to the sum of One Thousand Dollars (\$1,000). In the case
of eligible individuals filing a joint return, there shall be allowed a one-time
payment up to the sum of Two Thousand Dollars (\$2,000), subject to Section
2(d)(1) of this Act."

2

1 Section 2(d)(1) of Public Law 35-136 is hereby amended to read Section 3. 2 as follows:

3 "(d) Eligibility of RISE Program. Eligible individuals, to include eligible individuals filing a joint return, are those Guam taxpayers who filed 4 5 returns in the tax year 2020. Such returns must be deemed validly filed and processed by the Department of Revenue and Taxation. 6

7 For purposes of this Section, the term eligible individual (1)8 means any individual other than:

9 (A) a nonresident alien individual; 10 a deceased individual; or **(B)** 11 an estate or trust." (C) 12 Section 2(d)(2) of Public Law 35-136 is hereby repealed. Section 4. 13 Section 3 of Public Law 35-136 is hereby amended to read as Section 5. follows:

14

"Section 3. Implementation. Upon enactment of this Act, the 15 16 Department of Revenue and Taxation shall implement the Program."

Section 6. Section 4 of Public Law 35-136 is hereby amended to read as 17 18 follows:

"Section 4. Delivery of Payments. Notwithstanding any other 19 provision of law, or rule or regulation, the Director shall certify and disburse 20 21 payments pursuant to this Act. No payment shall be made or allowed under 22 this Act after June 30, 2022."

23 Section 7. Section 5 of Public Law 35-136 is hereby amended to read as 24 follows:

25 "Section 5. Funding. Notwithstanding any other provision of law, or rule or regulation, I Maga'hågan Guåhan is authorized to transfer up to the 26 27 amount needed to pay all qualified applicants pursuant to the requirements set forth in this Act, plus any additional amount needed for administrative costs,
 to the Department of Revenue and Taxation, for the purposes of this Act, as
 may be available from the following:

4

(a) Fiscal Year 2021 General Fund appropriations; and

5 (b) any federal appropriations that can be used for the 6 purposes of this Act.

No local funds may be used for this Program as long as federal funds
that can be used for the purposes of this Act are available to encumber,
obligate, or expend. Any funds transferred pursuant to this Act shall only be
used for the purposes of this Act. Payments under this Act shall be required
only if payments can be funded under a federal coronavirus relief package or
such other federal funds as are appropriate and lawful."

13 Section 8. Section 6 of Public Law 35-136 is hereby *amended* to read as
14 follows:

15 "Section 6. Reporting. Sixty (60) days from the implementation of 16 the Program, the Department of Revenue and Taxation and the Department of Administration shall submit a report to the Speaker of I Liheslaturan Guåhan, 17 which shall include the cumulative amount of payments made under the 18 Recovery Income Support and Empowerment (RISE) Program, and the total 19 20 administrative costs to facilitate this Act. Following the initial report, the 21 Department of Revenue and Taxation and the Department of Administration shall continue to provide reports to the Speaker of I Liheslaturan Guahan, 22 pursuant to this Section every thirty (30) days until June 30, 2022." 23

Section 9. Section 1(d) of the "Exhibit A" Rules and Regulations of Public
Law 35-136 is hereby *amended* to read as follows:

- 26
- "(d) an individual other than:
- 27

(1) a nonresident alien individual;

- 1 2

- (2) a deceased individual; or
- (3) an estate or trust."

3 Section 10. Section 4 of the "Exhibit A" Rules and Regulations of Public Law
4 35-136 is hereby *amended* to read as follows:

5 "Section 4. Filing a Claim for Payment. Eligible individuals must register at the website specified by the Department of Revenue and Taxation 6 7 to fill out and submit the application online, along with the required documents pursuant to Section 5, or must file an application and submit the 8 required documents in such other form as prescribed by the Director. The 9 10 Department of Revenue and Taxation shall continue to accept applications for the RISE Act of 2020, pursuant to Public Law 35-136, for up to six (6) months 11 12 from the implementation date of the Program."

Section 11. Section 5 of the "Exhibit A" Rules and Regulations of Public Law
35-136 is hereby *amended* to read as follows:

- "Section 5. Required Documents. The following documentation
 must be submitted to qualify for payment under the Program. Additional
 documentation may be required, as deemed necessary, upon verification of
 the documentation listed in this Section. These documents shall be subject to
 review and verification. Applications will be processed, on a first-in, first-out
 basis, only when they are completed, including all required documents.
- (a) Completed Form 8821, *Tax information Authorization*, to
 authorize the Department of Revenue and Taxation to inspect and
 receive Guam Form 1040 Individual Income Tax Return and return
 information for tax years 2020 and 2019 submitted by individuals, for
 the purpose of administering the Program;
- 26(b) Copy of Form SSA-1099 or Form RRB-1099, Social27Security Benefit Statement, for calendar year 2020, if an individual is

1	an SSB recipient who is not required to file tax return for tax years 2020						
2	or 2019;						
3	(c) Social security card number(s) for individuals; and						
4	(d) Application for RISE Program."						
5	Section 12. Section 6 of the "Exhibit A" Rules and Regulations of Public Law						
6	35-136 is hereby amended to read as follows:						
7	"Section 6. Payment Amount. A one-time payment of One Thousand						
8	Dollars (\$1,000) shall be allowed for each eligible individual; and Two						
9	Thousand Dollars (\$2,000) in the case of eligible individuals filing a joint						
10	return."						
11	Section 13. Section 8 of the "Exhibit A" Rules and Regulations of Public Law						
12	35-136 is hereby amended to read as follows:						
13	"Section 8. Funding. The maximum amount allowed to be paid under						
14	the Program, not including administrative costs, shall be based on the total of						
15	all qualified applicants who apply within the timelines pursuant to the RISE						
16	Act of 2020."						
17	Section 14. Severability. If any provision of this Act or its application to any						
18	person or circumstance is found to be invalid or contrary to law, such invalidity shall						
19	not affect other provisions or applications of this Act that can be given effect without						
20	the invalid provision or application, and to this end the provisions of this Act are						
21	severable.						
22	Section 15. Effective Date. This Act shall be effective upon enactment.						

Doc. No. 36GL-21-0988.*