I MINA'TRENTAI SIETTE NA LIHESLATURAN GUÅHAN 2024 (SECOND) Regular Session VOTING RECORD

Resolution No. 447-37 (COR) As amended on the Floor.	Speaker Antonio R. Unpingco Legislative Session Hall Guam Congress Building October 7, 2024					
NAME	Aye	Nay	Not Voting/ Abstained	Out During Roll Call	Absent	Excused
Senator Chris Barnett	J					
Senator Frank Blas, Jr.	J					
Senator Joanne Brown	1					
Senator Christopher M. Dueñas	J					
Senator Thomas J. Fisher	J					
Senator Jesse A. Lujan	J					
Vice Speaker Tina Rose Muña Barnes					J	J
Senator William A. Parkinson	J					
Senator Sabina Flores Perez	J					
Senator Roy A. B. Quinata	J					
Senator Joe S. San Agustin					J	J
Senator Dwayne T. D. San Nicolas	J					
Senator Amanda L. Shelton	1					
Senator Telo T. Taitague	J					
Speaker Therese M. Terlaje	J					
TOTAL	13	0			2	2
/	Aye	Nay	Not Voting/ Abstained	Out During Roll Call	Absent	Excused
CERTIFIED TRUE AND CORRECT:						

I = Pass

JOAQUIN PAIAITAGUE Clerk of the Legislature

I MINA'TRENTAI SIETTE NA LIHESLATURAN GUÅHAN 2024 (SECOND) Regular Session

Resolution No. 447-37 (COR)

As amended on the Floor.

Introduced by:

Jesse A. Lujan Tina Rose Muña Barnes Joanne M. Brown Therese M. Terlaje Joe S. San Agustin Dwayne T.D. San Nicolas Sabina Flores Perez Telo T. Taitague Chris Barnett Roy A. B. Quinata Frank Blas, Jr. Thomas J. Fisher Christopher M. Dueñas William A. Parkinson Amanda L. Shelton

Relative to requesting the United States Secretary of Transportation to authorize a temporary twenty-four (24) consecutive month exemption to expand cargo and passenger flexibility at the A.B. Won Pat International Airport Authority, Guam and allow certain foreign air carriers to stop in Guam in the course of transportation of passengers or cargo in either direction between a place in the United States and a place outside the United States, and for other purposes.

1 BE IT RESOLVED BY *I MINA'TRENTAI SIETTE NA LIHESLATURAN*

2 GUÅHAN:

3 WHEREAS, limited air competition has made flights from Guam to the 4 Commonwealth of Northern Mariana Islands (CNMI), to Hawaii, or to the U.S. mainland, exceedingly expensive, imposing a significant financial burden on residents,
 visitors, and military personnel stationed on the island, ultimately restricting their
 ability to travel affordably and frequently; and

WHEREAS, the Antonio B. Won Pat International Airport, Guam (IATA:
GUM) relies heavily on foreign air carriers for transportation needs due to the limited
availability and high costs of U.S. carrier flights; and

WHEREAS, Japan, the Philippines, and the Republic of Korea are critical allies
of the United States in the Indo-Pacific region, and their air carriers have been essential
in bridging the transportation gaps between the U.S. and the Pacific islands; and

WHEREAS, facilitating the operation of foreign air carriers from these nations
 in Guam would enhance connectivity, promote competition, reduce travel costs, and
 boost tourism and economic development in the region; and

WHEREAS, in June 2024, Guam Delegate to the U.S. House of Representatives, the Honorable James C. Moylan, introduced the Pacific Island Flight Alternatives Act of 2024 (PIFAA) which seeks to amend Section 41703 of Title 49, United States Code, to allow certain foreign air carriers to add or remove passengers or cargo in Guam or CNMI without breaking the international journey, thereby enhancing air commerce in these territories; and

WHEREAS, the government of Guam has a longstanding commitment to
 seeking regulatory changes that enhance air service access and economic opportunities;
 and

WHEREAS, in 2002, Guam's leaders, including the Antonio B. Won Pat International Airport Authority, Guam Board of Directors, the 27th Guam Legislature, and the Governor of Guam, united in support of petitions for exemptions that would allow Guam to better utilize its geographic location for economic advantage, highlighting the potential for economic benefits from increased U.S. and foreign air
 carrier activity; and

3 WHEREAS, the U.S. Department of Transportation has previously granted 4 exemptions from domestic air service regulations to international airports in Alaska and 5 Hawaii to promote increased U.S. and foreign air carrier activity, recognizing the unique 6 needs of these regions; and

7 WHEREAS, the government of Guam's endeavors to ease air transportation 8 restrictions is further evidenced by the efforts to petition the U.S. Department of 9 Transportation for exemptions from restrictive regulations, such as in the case presented to Ms. Dorothy Beard, Director, Documentary Services, U.S. Department of 10 11 Transportation, in February of 2006, where the Guam Legislature wrote to Ms. Dorothy Beard referencing the state of Alaska's petition (OST-96-1600), which explicitly 12 acknowledged Guam's special needs for air services and the regulatory power to assist 13 14 in the economic well-being of the island. The petition highlighted the economic benefits 15 of such an exemption for the A.B. Won Pat International Airport, Guam, particularly in enhancing the island's ability to compete in the trans-Pacific travel and cargo markets; 16 17 and

WHEREAS, the requested exemption aligned with the broader goals of the U.S. Department of State's "Open Skies" initiative, which is aimed at allowing market forces to determine air transportation access and frequency, which could significantly contribute to Guam's economic recovery and growth by leveraging its strategic geographic location; and

WHEREAS, in 2009, the U.S. Department of Transportation recognized that Guam's location and isolation places the island at an economic disadvantage and granted Guam cargo exemption to air transportation regulations that had the potential to reduce the cost of air freighted goods to and from Guam. The air cargo exemption allowed foreign carriers to move cargo from a foreign city to a U.S. point of entry, then
 to another; however, the U.S. Department of Transportation did not grant Guam
 passenger exemption; and

4 WHEREAS, in recent years, the U.S. Department of Transportation has granted 5 exemptions to air cargo and air passenger flexibility, such as in the case of Puerto Rico. 6 On June 7, 2019, the Puerto Rico Department of Economic Development and 7 Commerce (DEDC) applied to the U.S. Department of Transportation (USDOT) to 8 expand international cargo and passenger transfer activities at several Puerto Rican 9 airports. On February 19, 2020, the USDOT issued an order for public comment on granting foreign air carriers a two (2)-year exemption to expand these activities. On 10 11 April 29, 2020, the USDOT granted this exemption, allowing international cargo and 12 passenger transfer services at the Mercedita Airport in Ponce, the Rafael Hernández Airport in Aguadilla, and the Luis Muñoz Marín Airport in Carolina. This exemption is 13 14 significant because it makes Puerto Rico the only U.S. territory with such an exemption 15 for both cargo and passenger transfers, unlike the state of Alaska, the Mariana Islands, 16 and Guam, which had only previously been granted cargo exemptions; and

WHEREAS, the negative effects of the COVID-19 pandemic shutdown, which spanned over three (3) years from 2020 to 2022, devastated Guam's tourism industry, a vital component of the island's economy, causing significant financial loses and widespread unemployment across the island; and

WHEREAS, the aftermath of Super Typhoon Mawar in 2023 further exacerbated Guam's economic challenges, damaging infrastructure and delaying recovery efforts; and

24 WHEREAS, authorizing a temporary twenty-four (24) consecutive month 25 exemption to expand air cargo and passenger flexibility at the A.B. Won Pat International Airport Authority, Guam would provide a crucial boost to the island by
 increasing air traffic, promoting trade, and attracting new business opportunities; and

WHEREAS, the government of Guam deems an air cargo and passenger exemption essential for the economic recovery and long-term prosperity of Guam, aiding in the restoration of Guam's tourism industry and the overall economic health in the aftermath of the COVID-19 pandemic and Super Typhoon Mawar; and

WHEREAS, *I Liheslaturan Guåhan* (the Guam Legislature) hereby strongly
supports cargo and passenger flexibility at the A.B. Won Pat International Airport
Authority, Guam with the enactment of the Pacific Island Flight Alternatives Act of
2024 (PIFAA) and anticipates the benefits of increased air service, competition, reduced
travel costs, improved regional connectivity, and strengthened economic ties with key
Indo-Pacific allies; and

WHEREAS, the government of Guam remains committed to promoting the 13 14 island's economic development and maximizing all its economic sectors, components, 15 and opportunities to ensure a stable, sustainable, and growing economy to benefit all 16 the residents of Guam and places a high priority on requesting a two (2)-year term to 17 all foreign air carriers that currently hold, or that may subsequently receive, effective U.S. Department authority to engage in scheduled foreign air transportation of cargo 18 (whether under authorizations permitting combination or all-cargo services), an 19 20 exemption from 49 U.S.C. § 41301 to engage in the following cargo transfer activities at the A.B. Won Pat International Airport Authority, Guam, and to all foreign air 21 22 carriers that currently hold, or that may subsequently receive, effective U.S. Department 23 authority to engage in the foreign air transportation of passengers, an exemption from 24 49 U.S.C. § 41301 to engage in the following transfer activities at the A.B. Won Pat 25 International Airport Authority, Guam:

1 (1) to transfer cargo and passengers from any of their aircraft to any of 2 their other aircraft; provided, that both aircraft are operating to/from a point in 3 the carrier's homeland; and

.

4 (2) to make changes at the A.B. Won Pat International Airport 5 Authority, Guam in the type or number of aircraft used to transport cargo and 6 passengers; provided, that in the outbound direction, the transportation beyond 7 Guam is a continuation of the transportation from the carrier's homeland to 8 Guam, and in the inbound direction, the transportation to the carrier's homeland 9 is a continuation of the transportation from beyond Guam; and

- 10 (3) to commingle cargo and passenger traffic moving in foreign air
 11 transportation with cargo and passenger traffic not moving in foreign air
 12 transportation; and
- (4) to discharge cargo and passenger traffic at the A.B. Won Pat
 International Airport Authority, Guam for transfer to a U.S. carrier for onward
 carriage to a final destination in the United States or in a third country, and to
 uplift from Guam and passenger traffic transferred from a U.S. carrier that was
 transported by that carrier to Guam from a point of origin elsewhere in the United
 States or in a third country; and
- 19 (5) to discharge passengers and cargo at the A.B. Won Pat International 20 Airport Authority, Guam for transfer to another foreign carrier for onward 21 carriage to a final destination in a third country, and to uplift from Guam 22 international airport passengers and cargo transferred from another foreign 23 carrier that was transported by that carrier to Guam from a point of origin in a 24 third country; now therefore, be it

RESOLVED, that *I Mina'trentai Siette Na Liheslaturan Guåhan* (the 37th Guam
 Legislature) does hereby, on behalf of the people of Guam, request the United States

1 Secretary of Transportation to authorize a temporary twenty-four (24) consecutive 2 month exemption to expand cargo and passenger flexibility at the A.B. Won Pat 3 International Airport Authority, Guam and allow certain foreign air carriers to stop in 4 Guam in the course of transportation of passengers or cargo in either direction between 5 a place in the United States and a place outside the United States, and for other purposes; 6 and be it further

7 **RESOLVED**, that the Speaker certify, and the Legislative Secretary attest to, the 8 adoption hereof, and that copies of the same be thereafter transmitted to the Honorable 9 Joseph R. Biden, Jr., President of the United States; the Honorable Mike Johnson, Speaker of the House of Representatives; the Honorable Chuck Schumer, Senate 10 11 Majority Leader; the Honorable Alejandro Mayorkas, United States Secretary of Homeland Security; the Honorable Pete Buttigieg, United States Secretary of 12 Transportation; the Honorable Sam Graves, Chairman of the House Committee on 13 14 Transportation and Infrastructure; the Honorable James C. Moylan, Guam Delegate to 15 the U.S. House of Representatives; and to the Honorable Lourdes A. Leon Guerrero, I 16 Maga'hågan Guåhan.

DULY AND REGULARLY ADOPTED BY *I MINA'TRENTAI SIETTE NA LIHESLATURAN GUÅHAN* ON THE DAY OF MONTH 2024.