## I MINA' BENTE NUEBI NA LIHESLATURAN GUÅHAN 2008 (SECOND) Regular Session

Bill No. 212 (LS)

Introduced by:

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AN ACT TO ADD A NEW SUBSECTION (7) TO § 6301 AND TO ADD A NEW § 6302.1 TO ARTICLE 3 OF CHAPTER 6 OF TITLE 4 OF THE GUAM CODE ANNOTATED, TO PROVIDE FOR GOVERNMENT WIDE UPDATING OF CLASSIFICATION AND COMPENSATION FOR ALL GOVERNMENT OF GUAM POSITIONS.

## BE IT ENACTED BY THE PEOPLE OF GUAM:

Section 1. Legislative history and intent. In 1991, uniform 2 compensation plan throughout the government of Guam, known as the 3 Unified Pay Schedule, developed by the Hay Group whose results were 4 known as the Hay Study, was adopted by the government of Guam pursuant 5 to Public Law No. 21-42, amended by Public Law No. 21-59. At the time of 6 adoption of this schedule, it was contemplated that the schedule would be 7 updated on approximately a three-year basis to keep the schedule current. It is 8

now more than sixteen years since the adoption of the Hay Study Unified Pay
Schedule.

Numerous laws have been passed since the adoption of the Hay Study Unified Pay Schedule to deal with a variety of compensation issues for certain employee groups. Some of these groups are nurses, law enforcement personnel and attorneys. Their pay scales have been dealt with separately from the Unified Pay Schedule. The judiciary has also been authorized to conduct its own compensation updating and has completed its study.

Recognizing that other positions within the government have not had the benefit of an upgraded study for many years, Executive Order No. 20006-21 was signed August 31, 2006 to direct the Department of Administration to conduct an update of the Hay Study. On October 24, 2007, Public Law No. 29-24 authorized the updating of compensation plans for the Jose D. Leon Guerrero Commercial Port of Guam and the A.B. Won Pat International Airport Authority, Guam, to conduct compensation studies and funding has been authorized or spent to complete these studies.

Realizing the need for uniform updating of an outdated compensation schedule for the entire government, several recent bills have been introduced to provide funding for such work, namely, Bill No. 193 and Bill No. 196 in i Mina' Bente Nuebi na Liheslaturan Guahan. An appropriation for an updating study was recently included in Section 13 of Substitute Bill No. 180, enacted as Public Law No. 29-52. While this section states the intent of the legislature, subsequent examination reveals that more comprehensive legislation on the government wide employee compensation matter is needed, as well as a more direct method of funding a government wide employee

- 1 compensation study to update the sixteen year old Hay Study. For these
- 2 reasons this legislation provides some amendments to more fully realize the
- 3 legislative intent.
- 4 Section 2. Uniform compensation application throughout the
- 5 government. A new Subsection (7) is added to § 6301 of Article 3 of
- 6 Chapter 6 of Title 4 of the Guam Code Annotated to read:
- 7 "(7) Compensation throughout the government of Guam, including
- 8 line agencies, autonomous and semi-autonomous agencies, non-autonomous
- 9 agencies, the Guam Power Authority, the Guam Waterworks Authority, the
- 10 judiciary, and any entity employing individuals receiving salary
- 11 compensation from the government of Guam, shall be uniform for positions
- 12 with essentially similar classification descriptions. Essentially similar
- classification descriptions shall be maintained for essentially similar positions
- 14 throughout the government. This uniformity shall be determined through
- combining and synchronizing the data from all government entities."
- Section 3. Centralization of updating of Unified Pay Schedule
- throughout the government. A new § 6302.1 is added to Article 3 of
- 18 Chapter 6 of Title 4 of the Guam Code Annotated to read:
- 19 "§ 6302.1. Centralization of updating of Unified Pay Schedule. (a)
- Three year time line for conduct of compensation studies. Every three
- years, the Human Resources Division of the Department of
- Administration, in conjunction with Human Resources personnel in line
- agencies, autonomous and semi-autonomous agencies, non-autonomous
- agencies, the Guam Power Authority, the Guam Waterworks Authority,
- 25 the judiciary, and any entity employing individuals receiving salary

compensation from the government of Guam, shall provide for an updating of the Unified Pay Schedule to be used throughout all the entities of the government of Guam, to include the Guam Power Authority and the Guam Waterworks Authority.

- (b) Joint sharing of resources throughout the government for the conduct of compensation studies. In order to accomplish the updating of the Unified Pay Schedule, human resource personnel throughout the government shall meet with the chief of Human Resources in the Division of Human Resources of the Department of Administration and this unified group shall jointly plan for and see that the government wide study is carried out.
- (c) Funding. Funding for the study shall be shared on a pro-rata basis, proportionate to the number of employees of each government entity. Each government entity shall provide for the triennial update to the Unified Pay Schedule in their budgets for the years in which the studies are to be completed.
- (d) Unification of future compensation studies. Notwithstanding any other law, rule, or regulation, after the effective date of this Section, no entity of the government of Guam, including the Guam Power Authority and the Guam Waterworks Authority shall independently contract for the updating of personnel studies involving the Unified Pay Schedule unless the entire government is being studied at the same time.
  - (e) Enactment date. This § 6302.1 is effective October 1, 2009."
- Section 4. Appropriation; amendment of Section 13 of Public Law No 29-52. Section 13 of Public Law No. 29-52 is amended to read:

[The sum of] Five Hundred Thousand Dollars "Section 13. (\$500,000) is [authorized from lapsed personnel fund from all departments and agencies and autonomous instrumentalities within the government of Guam] appropriated from the General Fund to the Department of Administration. The revenue tracking report as required by Public Law 29-19 show actual revenues collected for the most recent month is greater than revenue projections.. The Department of Administration shall contract with a consulting expert on classification and compensation in public employment to conduct a study of all government of Guam positions, including those in autonomous, semi-autonomous, and non-autonomous agencies, public corporations and all instrumentalities, and the Judiciary, to update the Unified Pay Schedule The contract shall include the conduct of compensation training to the Human Resources staff throughout the government. This appropriation shall remain throughout Fiscal Year 2008 and Fiscal Year 2009."

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Section 5. Coordination of already undertaken compensation studies with updating Unified Pay Schedule. No section of this legislation shall affect any compensation laws currently in effect for the line agencies, autonomous and semi-autonomous agencies, non-autonomous agencies, the Guam Power Authority, the Guam Waterworks Authority, the judiciary, and any entity employing individuals receiving salary compensation from the government of Guam.

The work already completed or in the process of being implemented on the date of enactment of this Section within line agencies, autonomous and semi-autonomous agencies, non-autonomous agencies, the Guam Power Authority, the Guam Waterworks Authority, the judiciary, and any entity employing individuals receiving salary compensation from the government of Guam shall be implemented in accordance with the current statutes governing such actions.

In addition to the work already completed or in the process of being implemented, the Department of Administration shall utilize studies from the line agencies, autonomous and semi-autonomous agencies, non-autonomous agencies, the Guam Power Authority, the Guam Waterworks Authority, the judiciary, and any entity employing individuals receiving salary compensation from the government of Guam, in conducting its own update of the Unified Pay Schedule in Fiscal Year 2008 and Fiscal Year 2009 so that no salary already raised shall be reduced and all essentially similar classification descriptions shall be implemented for essentially similar positions throughout the government. The Unified Pay Schedule shall be uniform throughout the government of Guam.