

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

2008 DEC 11 PM 12:17  
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Bill No. 403(LS)

Introduced by:

F. F. Blas, Jr. 

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AN ACT TO ADD §26208.2 TO CHAPTER 26,  
DIVISION 2 OF TITLE 11 OF THE GUAM CODE  
ANNOTATED RELATIVE TO THE  
PHARMACEUTICALS FUND.

1 **BE IT ENACTED BY THE PEOPLE OF GUAM:**

2 **Section 1. Amendment to Pharmaceuticals Fund.** A new §26208.2 is  
3 hereby added to Chapter 26, Division 2 of Title 11 of the Guam Code Annotated to  
4 read as follows:

5 **“§26208.2 Application of Guam Memorial Hospital Authority**  
6 **Pharmaceuticals Fund.** For the purpose of recognizing appropriated  
7 Pharmaceutical funds as operating revenue by the Guam Memorial Hospital  
8 Authority, retroactively and prospectively. The Hospital will be responsible to  
9 fully demonstrate the manner in which the payments were applied via the  
10 Hospital’s annual audited financial report. Such distinction shall in no way  
11 result in the recognition of additional revenue by the Hospital other than what  
12 was appropriated by the Legislature.”



# Guam Memorial Hospital Authority

Aturidåt Espetåt Mimuriåt Guåhan

850 GOV. CARLOS CAMACHO ROAD  
OKA, TAMUNING, GUAM 96913



## BOARD OF TRUSTEES OFFICIAL RESOLUTION

No. 09-15

### *“Relative to the administration of funding relevant to hospital patients accounts”*

**WHEREAS**, the Guam Memorial Hospital Authority a component of Government of Guam, is responsible to provide and deliver quality health care to the people of Guam notwithstanding one’s financial ability; and

**WHEREAS**, the Guam Legislature, in recognition of the Hospital’s meaningful commitment has succored via legislatively appropriated funding intended to support Hospital operations; and

**WHEREAS**, the Hospital has properly recorded and reflected receipt of the legislative funds as non-operating revenue – Reimbursement from the Government of Guam; and

**WHEREAS**, the Hospital’s auditors, Deloitte and Touche has recommended that such funding be recognized and recorded as revenue applied towards patient accounts with the legislative intent of the funding to remain intact; and

**WHEREAS**, the change in recognition of legislatively appropriated funding from non-operating revenue to patient revenue is for the sole purpose for the Hospital to abate the growing number of patients accounts that remain outstanding, specifically patients who have been determined unable to reimburse the Hospital for services rendered due to financial limitation; and

**WHEREAS**, internal Hospital collection efforts from such patients would be deemed unsuccessful and external collection means would be imprudent and impractical as such patients are without any means of stable and reliable source(s) of income and/or are on government financial assistance programs; and

**WHEREAS**, it is clearly understood the change in recognition of legislatively appropriated funding from non-operating revenue to patient revenue **will not result in any additional revenue** to the Hospital and is strictly for the employment of funding towards the Hospital’s outstanding patient accounts receivable; and

**WHEREAS**, the Hospital shall be responsible to recommend qualified patient accounts in application of the funding as outlined in Hospital approved policy governing the execution of application of the legislatively appropriated funding; and

**WHEREAS**, the Hospital shall be responsible to report the application of legislatively appropriated funding towards outstanding patient accounts to both the Board of Trustees and the Guam Legislature on a quarterly basis; and

**WHEREAS**, the GMHA Board of Trustees accepts the recommendations of the Hospital’s auditor’s, Deloitte and Touche and Hospital Management to recognize legislatively appropriated funds towards qualified outstanding patient accounts and delegates the Chief Financial Officer to ensure strict compliance to the Hospital’s policy governing and reporting of such application to the Board of Trustees and Guam Legislature on a quarterly basis; now therefore be it

**RESOLVED**, that the Hospital Administrator/CEO is directed to administer legislative appropriated funding towards qualified outstanding patient accounts as governed by Hospital approved policy with the understanding of the reporting requirements; and be it further

**RESOLVED**, that the Chairman certifies and the Secretary attests to the adoption of this resolution.

DULY AND REGULARLY ADOPTED ON THIS 4<sup>TH</sup> DAY OF DECEMBER 2008.

Certified by:

DANIEL L. WEBB  
Chairperson, Board of Trustees

Attested by:

GLORIA R. MORTERA  
Secretary, Board of Trustees