

# Office of the Governor of Guahan

P.O. Box 2950 Hagåtña, GU 96932 Tel: (671) 472-8931 • Fax: (671) 477-4826 • Email: governor@guam.gov

Felix P. Camacho Governor

Michael W. Cruz, M.D. Lieutenant Governor

JUL 2 2 2010

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The Honorable Judith T. Won Pat, Ed.D. Speaker *Mina' Trenta Na Liheslaturan Guåhan* 155 Hessler Street Hagåtña, Guam 96910

Dear Speaker Won Pat:

Transmitted herewith is Substitute Bill No. 405-30 (COR) "AN ACT TO AMEND §5270 OF ARTICLE 4, CHAPTER 5, TITLE 5 GUAM CODE ANNOTATED, RELATIVE TO INCLUDING THE DEPARTMENT OF MENTAL HEALTH & SUBSTANCE ABUSE IN THE GOVERNMENT GROUP PURCHASE OF DRUGS FROM MANUFACTURERS", which I signed into law on July 16, 2010 as Public Law 30-175.

Sinseru yan Magahet,

MICHAEL W. CRUZ, M.D.

I Maga'låhen Guahan para pa'go Acting Governor of Guahan

Attachment: copy of Bill

30-10-0622

Office of the Speaker Judith T. Won Pat, Ed. D.

Date 1

Received by

2124

# I MINA'TRENTA NA LIHESLATURAN GUÅHAN 2010 (SECOND) Regular Session

## CERTIFICATION OF PASSAGE OF AN ACT TO I MAGA'LAHEN GUÅHAN

This is to certify that Substitute Bill No. 405-30 (COR), "AN ACT TO AMEND §5270 OF ARTICLE 4, CHAPTER 5, TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO INCLUDING THE DEPARTMENT OF MENTAL HEALTH & SUBSTANCE ABUSE IN THE GOVERNMENT GROUP PURCHASE OF DRUGS FROM MANUFACTURERS", was on the 2<sup>nd</sup> day of July, 2010, duly and regularly passed.

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Attested:  Tina Rose Muña Barnes Legislative Secretary	Judith T. Won Pat, Ed. D. Speaker	
		This Act was received by <i>I Maga'lahen Guåhan</i> th
APPROVED:	Maga'lahi's Office	
MIKE W. CRUZ, MD GOVERNOR OF GUAN ACTING  JUL 16 2010  Date:		
P.L. 30-175		

## I MINA'TRENTA NA LIHESLATURAN GUÅHAN 2010 (SECOND) Regular Session

#### Bill No. 405-30 (COR)

As substituted by the Committee on Economic Development, Health & Human Services, and Judiciary, and amended on the Floor.

Introduced by:

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v. c. pangelinan
F. B. Aguon, Jr.
T. C. Ada
V. Anthony Ada
F. F. Blas, Jr.
E. J.B. Calvo
B. J.F. Cruz
J. V. Espaldon
Judith P. Guthertz, DPA
T. R. Muña Barnes
Adolpho B. Palacios, Sr.
R. J. Respicio
Telo Taitague
Ray Tenorio
Judith T. Won Pat, Ed.D.

AN ACT TO AMEND §5270 OF ARTICLE 4, CHAPTER 5, TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO INCLUDING THE DEPARTMENT OF MENTAL HEALTH & SUBSTANCE ABUSE IN THE GOVERNMENT GROUP PURCHASE OF DRUGS FROM MANUFACTURERS.

### BE IT ENACTED BY THE PEOPLE OF GUAM:

- 2 Section 1. Legislative Findings and Intent. I Liheslaturan Guåhan finds
- 3 that the Department of Mental Health & Substance Abuse (DMHSA) is unable to
- 4 take advantage of wholesale purchase prices in the acquisition of pharmaceuticals,

- 1 as are the Department of Administration, the Department of Public Health & Social
- 2 Services, the Guam Memorial Hospital Authority, and the Department of
- 3 Education, because they are *not* included in §5270, of Article 4, Chapter 4, Title 5,
- 4 Guam Code Annotated Government to Purchase Drugs from Manufacturer.
- 5 This has resulted in DMHSA paying higher prices for the same pharmaceuticals
- 6 being procured in group purchases by other government of Guam agencies.
- Historically, the Department of Mental Health & Substance Abuse was once
- 8 a part of the Guam Memorial Hospital Authority. However, upon their separation
- 9 and establishment as an independent agency pursuant to statute, DMHSA
- 10 inadvertently became excluded from the group purchase of pharmaceuticals
- pursuant to §5270 of Title 5 GCA.
- Therefore, it is the intent of I Liheslaturan Guåhan to amend §5270 of
- 13 Article 4, Chapter 5, Title 5, Guam Code Annotated Government to Purchase
- 14 Drugs from Manufacturer, to include the Department of Mental Health &
- 15 Substance Abuse.
- Section 2. §5270 of Article 4, Chapter 5, Title 5, Guam Code Annotated,
- is hereby *amended* to read:
- 18 "§5270. Government to Purchase Drugs from Manufacturer.
- Whenever possible, the Department of Administration, the Department of
- Public Health and Social Services, the Guam Memorial Hospital Authority,
- the Department of Mental Health and Substance Abuse, and the Department
- of Education shall purchase drugs, generic or otherwise, directly from the
- manufacturer so as to ensure and maximize economy."
- Section 3. Severability. If any of the provisions of this Act or the
- application thereof to any person or circumstance is held invalid, such invalidity
- 26 shall not affect any other provision or application of this Act which can be given

- 1 effect without the invalid provision or application, and to this end the provisions of
- 2 this Act are severable.