

Office of the Governor of Guahan

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Felix P. Camacho Governor

Michael W. Cruz, M.D. Lieutenant Governor

115 DEC 17

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IC 17 PM 4:

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. 442-30 (COR): "AN ACT TO AUTHORIZE THE EXTENSION OF TH TERM OF THE LEASE BETWEEN THE PORT AUTHORITY OF GUAM AND CEMENTON MICRONESIA, LLC, FOR A TERM OF UP TO THIRTY (30) YEARS" which was signed into law on December 13, 2010 as Public Law 30-209.

Sinseru yan Magåhet,

FELIX P. CAMACHO

I Maga'låhen Guahan Governor of Guahan

Attachment: copy of Bill

3.451/12/18

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. 442-30 (COR)**, "AN ACT TO AUTHORIZE THE EXTENSION OF THE TERM OF THE LEASE BETWEEN THE PORT AUTHORITY OF GUAM AND CEMENTON MICRONESIA, LLC, FOR A TERM OF UP TO THIRTY (30) YEARS", was on the 30th day of November 2010, duly and regularly passed.

Attelied:	Judith T. Won Pat, Ed. D. Speaker
Tina Rose Muña Barnes Legislative Secretary	
This Act was received by I Maga'lahen Guåhan this o'clockM.	day of Dec , 2010, at How Week Assistant Staff Officer Maga'lahi's Office
APPROVED: FELIX P. CAMACHO I Maga'lahen Guåhan	
Date:	

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

Bill No. 442-30 (COR)

As substituted by the Committee on Appropriations, Taxation, Banking, Insurance, Retirement and Land, and amended.

Introduced by:

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T. C. Ada
V. Anthony Ada
F. B. Aguon, Jr.
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.
v. c. pangelinan
R. J. Respicio
Telo Taitague
Ray Tenorio
Judith T. Won Pat, Ed.D.

AN ACT TO AUTHORIZE THE EXTENSION OF THE TERM OF THE LEASE BETWEEN THE PORT AUTHORITY OF GUAM AND CEMENTON MICRONESIA, LLC, FOR A TERM OF UP TO THIRTY (30) YEARS.

BE IT ENACTED BY THE PEOPLE OF GUAM:

Section 1. Legislative Findings and Intent. *I Liheslaturan Guåhan* finds that investment by the private sector is a necessary component to the improvement and development of the Port Authority of Guam (Port). Certain Port-dependent or marine commercial activities require significant private capital investments and long-term leases for the purpose of recouping such investments. Allowing longterm leases that will result in the creation of new jobs and other economic activities is beneficial for the island. *I Liheslaturan Guåhan* therefore intends to authorize the Port to enter into a specific long-term lease agreement for the use and

development of Parcel 3-1 at the Port Authority of Guam.

I Liheslaturan Guåhan further finds that in May 2008, in response to the Port's Notice of Land Availability, Cementon Micronesia, LLC submitted a proposal expressing interest in developing Parcel 3-1 for the importation and distribution of cement and cement-related products. The Port and Cementon Micronesia, LLC thereafter entered into a lease for the construction and operation of a cement terminal facility. The initial estimated investment to construct such facility is Twelve Million Dollars (\$12,000,000). The current lease term is for a period of five (5) years, pursuant to Title 12 GCA §10105(i), commencing on December 1, 2009. The lease term also provides an option for three (3) additional terms of five (5) years each, subject to legislative approval.

I Liheslaturan Guåhan further finds that the Port and the island of Guam would benefit from the development of a cement terminal facility and that the use of Parcel 3-1 as a cement terminal facility is consistent with the Port Master Plan and the Port Modernization Update Report 2007. Such development would be enhanced by legislative approval of the extension of the term of the lease resulting in a total period of up to thirty (30) years. I Liheslaturan Guåhan therefore intends to approve the extension of the term of the lease for a total of up to thirty (30) years, commencing on December 1, 2009.

Section 2. Term of Lease. Notwithstanding any other provision of law, *I Liheslaturan Guåhan* hereby approves the extension of the term of the lease between the Port Authority of Guam and Cementon Micronesia, LLC, for a total period of *up to* thirty (30) years, commencing on December 1, 2009, subject to the

- 1 execution by I Maga'lahi (the Governor), attestation by I Segundu Na Maga'lahi
- 2 (the Lieutenant Governor), and approval as to form by the Attorney General of
- 3 Guam, pursuant to Title 21 GCA § 60114 (c).
- 4 Section 3. Real Estate Taxes. The lessee *shall* pay all real estate taxes,
- 5 property and improvements pursuant to applicable laws.
- 6 Section 4. Severability. If any provision of this law or its application to
- 7 any person or circumstance is found to be invalid or contrary to law, such
- 8 invalidity shall not affect other provisions or applications of this law which can be
- 9 given effect without the invalid provisions or application, and to this end the
- 10 provisions of this law are severable.