EDDIE BAZA CALVO Governor



RAY TENORIO
Lieutenant Governor

Office of the Governor of Guam

MOV 27 2013

Honorable Judith T. Won Pat, Ed.D. Speaker I Mina'trentai Dos Na Liheslaturan Guåhan 155 Hesler Street Hagåtña, Guam 96910

Dear Madame Speaker:

Transmitted herewith is Bill No. 133-32 (COR) "AN ACT TO ADD A NEW SUBSECTION (c) TO § 6206, TO AMEND SUBSECTION (a) OF § 6210, AND TO ADD A NEW SUBSECTION (c) TO § 6210 OF ARTICLE 2, CHAPTER 6; TO AMEND SUBSECTION (b) OF §6401 OF ARTICLE 4, CHAPTER 6; AND TO AMEND SUBSECTION (d) OF § 10102 AND § 10113 OF ARTICLE 1, CHAPTER 10, ALL OF TITLE 5, GUAM CODE ANNOTATED; AND TO AMEND § 1820 OF ARTICLE 2, CHAPTER 18 OF TITLE 1, GUAM CODE ANNOTATED, RELATIVE TO PROHIBITING THE SEALING OF SETTLEMENTS OF CLAIMS AGAINST THE GOVERNMENT" which I signed into law on November 27, 2013 as Public Law 32-076.

Senseramente,

EDDIÉ BÁZA CALVO

I MINA TRENTAI DOS NA LIHESLATURAN GUÅHAN 2013 (FIRST) Regular Session

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

This is to certify that Bill No. 133-32 (COR), "AN ACT TO ADD A NEW SUBSECTION (c) TO § 6206, TO AMEND SUBSECTION (a) OF § 6210, AND TO ADD A NEW SUBSECTION (c) TO § 6210 OF ARTICLE 2, CHAPTER 6; TO AMEND SUBSECTION (b) OF § 6401 OF ARTICLE 4, CHAPTER 6; AND TO AMEND SUBSECTION (d) OF § 10102 AND § 10113 OF ARTICLE 1, CHAPTER 10, ALL OF TITLE 5, GUAM CODE ANNOTATED; AND TO AMEND § 1820 OF ARTICLE 2, CHAPTER 18 OF TITLE 1, GUAM CODE ANNOTATED, RELATIVE TO PROHIBITING THE SEALING OF SETTLEMENTS OF CLAIMS AGAINST THE GOVERNMENT", was on the 12th day of November 2013, duly and regularly passed.

	Frank
<u> </u>	Judith T. Won Pat, Ed.D.
Attested:	Speaker
alles red.	
Tina Rose Muña Barnes	
Legislative Secretary	
This Act was received by I Maga'lahen Gat \\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	uåhan this 15th day of Nov, 2013,
	J. Pela K
	Assistant Staff Officer
APPROVED:	Maga'lahi's Office
APPROVED.	
EØWARD-J.B. CALVO	
I Maga'lahen Guåhan	
Date:NOV 2 7 2013	
Public Law No. 32-076	

I MINA'TRENTAI DOS NA LIHESLATURAN GUÅHAN 2013 (FIRST) Regular Session

Bill No. 133-32 (COR)

Introduced by:

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Vicente (ben) C. Pangelinan

B. J.F. Cruz

T. C. Ada
V. Anthony Ada
FRANK B. AGUON, JR.
Chris M. Dueñas
Michael T. Limtiaco
Brant T. McCreadie
Tommy Morrison
T. R. Muña Barnes
R. J. Respicio
Dennis G. Rodriguez, Jr.
Michael F. Q. San Nicolas
Aline A. Yamashita, Ph.D.

Judith T. Won Pat, Ed.D.

AN ACT TO ADD A NEW SUBSECTION (c) TO § 6206, TO AMEND SUBSECTION (a) OF § 6210, AND TO ADD A NEW SUBSECTION (c) TO § 6210 OF ARTICLE 2, CHAPTER 6; TO AMEND SUBSECTION (b) OF § 6401 OF 4. ARTICLE **CHAPTER** 6: AND TO **AMEND** SUBSECTION (d) OF § 10102 AND § 10113 OF ARTICLE 1, CHAPTER 10, ALL OF TITLE 5, GUAM CODE ANNOTATED; AND TO AMEND § 1820 OF ARTICLE 2, CHAPTER 18 OF TITLE 1, GUAM CODE ANNOTATED. TO PROHIBITING THE SEALING RELATIVE OF SETTLEMENTS OF **CLAIMS** AGAINST THE GOVERNMENT.

BE IT ENACTED BY THE PEOPLE OF GUAM:

Section 1. **Legislative Findings and Intent.** *I Liheslaturan Guåhan* advocates for an open and transparent government and desires to enhance accountability in public departments, agencies, branches, and corporations.

Currently, there is *no* provision in statute requiring open and transparent settlements for civil action suits or other disputes concerning public departments, agencies, branches, corporations and funds. Without such a statute to allow for the public to review the government's actions in all settlements, the government will never truly be open and accountable.

I Liheslaturan Guåhan finds that good public policy allows all settlements are accessible for public review. Full disclosure of decisions made by elected or appointed public officials, on behalf of the government of Guam, with individuals, private businesses or other governments provides for review and scrutiny of such decisions. By enacting a policy establishing full disclosure, public officials and the government of Guam are more accountable in aligning settlements with the public's interest, as well as building a climate of public trust.

Therefore, *I Liheslaturan Guåhan* intends to prohibit the sealing of settlements concerning public departments, agencies, branches, corporations and funds by adding and amending current laws relative to the procedures for filing claims and actions to ensure that settlement of claims on behalf of the government of Guam *shall* be open to public review.

- **Section 2.** A new §6206(c) is hereby *added* to Article 2 of Chapter 6, Title 5, Guam Code Annotated, to read:
 - "(c) Settlement of any claims concerning the government of Guam shall not be sealed and shall be open to public inspection. The Attorney General or the attorney for the agency shall send a copy of each settlement to the Speaker of I Liheslaturan Guåhan within five (5) days of approval by I Maga'lahen Guåhan."

Section 3. §6210(a) is hereby amended and a new §6210(c) is hereby 1 2 added to Article 2 of Chapter 6, Title 5 Guam Code Annotated, to read: 3 "(a) Subject to the approval of the court in which the case is 4 pending, the Attorney General is authorized to settle a suit at any time 5 before final judgment; provided, that if government funds are to be 6 paid in excess of the balance in the Government Claims Fund, an appropriation for that purpose or authorization to transfer resources of 7 8 the government for that purpose shall have been previously authorized 9 by law." 10 Settlement of any claims concerning the government of 11 Guam shall not be sealed and shall be open for public inspection. A 12 copy of each settlement shall be sent to the Speaker of I Liheslaturan Guåhan." 13 14 Section 4. §6401(b) of Article 4 of Chapter 6, Title 5, Guam Code 15 Annotated, is hereby *amended* to read:, 16 "(b) Reports by the Attorney General. Upon the settlement of 17 any claim by the Attorney General, or final judgment in any action 18 under this Chapter, the Attorney General shall designate which line 19 agency incurred the liability, which requires payment, and whether the liability arose under tort or contract. A report of settlements or 20 21 judgements in any action under this Chapter shall be made to the 22 Speaker of I Liheslaturan Guåhan every thirty (30) days." §10102(d) of Article 1 of Chapter 10, Title 5, Guam Code 23 Section 5. Annotated, is hereby amended to read: 24 25 "(d) Public records includes any writing containing 26 information relating to the conduct of the public's business prepared, owned, used, or retained by any state or local agency in any format,

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1 including electronic format; and any out-of-court settlement records."

Section 6. §10113 of Article 1 of Chapter 10, Title 5, Guam Code Annotated, is hereby *amended* to read:

"§ 10113. Judicial Records.

The provisions of this Chapter *shall not* be deemed in any manner to affect the status of judicial records as it existed immediately prior to the effective date of this Section, nor to affect the rights of litigants, including parties to administrative proceedings, under the laws of discovery of Guam, nor to limit or impair any rights of discovery in a criminal case. The sealing of settlement documents in cases involving the government of Guam is prohibited."

Section 7. §1820 of Article 2 of Chapter 18, Title 1, Guam Code Annotated, is hereby *amended* to read:

"§ 1820. Legislative Approval of Settlements.

No office, department, instrumentality, agency, institution, board, bureau, commission, council, authority, committee of territorial government, or branch of the government of Guam may enter into any consent decree, stipulated order or other settlement agreement with any party seeking a claim against the government of Guam that requires the payment of cash, financing, or future financing by the government of Guam without the approval of I Liheslatura (the Legislature), or a specific appropriation for that claim. Any proposed settlement agreement, supra, that requires legislative appropriation or authorization, by an office, department, instrumentality, agency, institution, board, bureau, commission, council, authority or branch, purporting a consent decree, stipulated order or other settlement with the government of Guam shall be transmitted to I Liheslatura which, by statute, may amend, approve, or disapprove the plan

or the action taken within forty-five (45) days, or said plan or action *shall* be deemed disapproved. This Section *shall not* apply to claims against the government arising from the provisions of the Government Claims Act (Chapter 6, 5GCA), the actions authorized by public law of the Civil Service Commission, or other settlements expressly authorized by public law. *No* settlement in legal proceedings or threatened legal proceedings concerning the government of Guam *shall* be sealed from public review."

Section 8. **Severability.** *If* any provision of this Act or its application to any person or circumstance is found to be invalid or contrary to law, such invalidity *shall not* affect other provisions or applications of this Act which can be given effect without the invalid provisions or applications, and to this end the provisions of the Act are severable.