

MECON

The Honorable Joe T. San Agustin Speaker, Twentieth Guam Legislature Post Office Box CB-1 Agana, Guam 96910

Dear Mr. Speaker:

Transmitted herewith is Bill 582 which I have signed into law this date as Public Law 20-84.

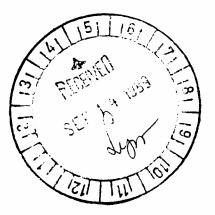
In order to end fiscal year 1989 with a balanced budget, I request that the Legislature amend Section 2 to indicate that the appropriation made in that section is from the fiscal year 1990 revenues.

i/ncerely you<u>r</u>s,

OSEPH F. ADA Governor

Enclosure

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والصاغية الالانتهاد والتبار فالتحا

TWENTIETH GUAM LEGISLATURE 1989 (FIRST) Regular Session

CERTIFICATION OF PASSAGE OF AN ACT TO THE GOVERNOR

This is to certify that Substitute Bill No. 582 (LS), "AN ACT TO ADD A NEW CHAPTER VI TO TITLE XIII OF THE GOVERNMENT CODE OF GUAM TO PROVIDE FOR COMPENSATION FOR CROP DAMAGES AND TO MAKE AN APPROPRIATION THEREFOR", was on the 1st day of September, 1989, duly and regularly passed.

'IN Speaker

Attested:

R C. LUJA

Senator and Legislative Secretary

This Act was received by the Governor this _ at $\underline{1'30}$ o'clock $\underline{2.m}$.

day of 1989, Assistant Starf Officer Governor's Office

APPROVED: JOSEPH F. ADA

Governor of Guam

Date: September 14, 1989

Public Law No.20-84

والمستقصي والأستين والمراجب

TWENTIETH GUAM LEGISLATURE 1989 (FIRST) Regular Session

Bill No. 582 (LS) As substituted by the Committee on Economic Development and further substituted by Committee on Rules

Introduced by:

- C. T. C. Gutierrez
- T. S. Nelson
- E. D. Reyes
- H. D. Dierking
- F. R. Santos
- J. P. Aguon
- E. P. Arriola J. G. Bamba
- M. Z. Bordallo
- D. F. Brooks
- E. R. Duenas
- E. M. Espaldon
- P. C. Lujan
- G. Mailloux
- M. D. A. Manibusan
- D. Parkinson
- F. J. A. Quitugua
- M. C. Ruth
- J. T. San Agustin
- T. V. C. Tanaka
- A. R. Unpingco

AN ACT TO ADD A NEW CHAPTER VI TO TITLE XIII OF THE GOVERNMENT CODE OF GUAM TO PROVIDE FOR COMPENSATION FOR CROP DAMAGES AND TO MAKE AN APPROPRIATION THEREFOR.

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

 2
 Section 1. A new Chapter VI is added to Title XIII of the Government

 3
 Code to read:

 4
 "Chapter VI

5	Compensation	to Far	mers for	Crop	Damages
	2450 D			F	2 amages

5§12450.Program.The Department of Agriculture (the7"Department") shall establish a program to compensate bona fide

farmers for any losses to their crops or property, such as damaged
 access roads to the farms, due to natural disasters such as typhoons,
 severe rain storms, floods and droughts.

\$12451. Criteria. The Department is authorized to establish criteria to accomplish the purpose set forth in this Chapter.

6 §12452. Submission of appropriation request. The Department 7 shall immediately, but no later than fifteen (15) days after the 8 occurrence of a natural disaster, submit to the Legislature the 9 Department's estimate of the amount of funds necessary to implement 10 this Chapter."

11 Section 2. There is appropriated from the General Fund to the 12 Department of Agriculture the sum of Six Hundred Thousand Dollars 13 (\$600,000) for the purpose set forth in this Act.

14 Section 3. The funds appropriated by Section 2 of this Act shall be utilized for the damages caused by the natural disasters occurring in 1988, 15 namely Typhoon Roy, the severe pre-Typhoon Andy rain storm, and 16 17 Typhoon Andy; provided, that such funds shall be paid only to those bona fide farmers who filed their claims for damages prior to the effective date of 18 19 this Act. Any funds remaining after payment of the 1988 claims shall remain with the Department of Agriculture for future claims. 20

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TWENTIETH GUAM LEGISLATURE 1989 (FIRST) Regular Session

ROLL CALL SHEET

Bill No. <u>572</u>

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Date:	9/1/81

Resolution No.

QUESTION:

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	AYE	NAY	NOT VOTING	ABSENT
J. P. Aguon	\checkmark			
E. P. Arriola	~			
J. G. Bamba	-			
M. Z. Bordallo	~			
D. F. Brooks				
H. D. Dierking	/			
E. R. Duenas	~			
E. M. Espaldon	~			
C. T. C. Gutierrez	~			
P. C. Lujan	~			
G. Mailloux				
M. D. A. Manibusan				
T. S. Nelson	\checkmark			
D. Parkinson	Var.			
F. J. A. Quitugua	\checkmark			
E. D. Reyes	- Martin			:
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J. T. San Agustin	\checkmark			
F. R. Santos	~			
T. V. C. Tanaka	V			
A. R. Unpingco	- land			
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Introduced

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TWENTIETH GUAM LEGISLATURE 1989 (FIRST) Regular Session

Bill No. 582(LS)

Introduced by:

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T. S. Nelson C. T.C., Guti

H. D. Dierkir F. R. Santos J. P. Aguon

AN ACT TO ADD A NEW CHAPTER VI TO TITLE XIII TO THE GOVERNMENT CODE OF GUAM TO PROVIDE FOR COMPENSATION FOR CROP DAMAGES AND TO MAKE AND APPROPRIATION THERETO.

BE IT ENACTED BY THE PEOPLE OF THE TERRITORY OF GUAM:
 Section 1. A new Chapter VI is added to Title XIII of
 the Government Code to read:

"Chapter VI

Compensation to Farmers for Crop Damages

\$12450. The Department of Agriculture shall establish a program for the reinbursement to bona fide farmers any loss they sustained to their crops due to natural disasters such as typhoons, severe rain storms, flood and drought.

10 \$12451. The Department is authorized to established 11 criteria to accomplish the purpose set forth in this Act.

12 §12452. There is appropriated from the General Fund 13 to the Department of Agriculture the sum of Two Hundred 14 Thousand Dollars (\$200,000) for the purpose set forth in 15 this Act."



Twentieth Guam Legislature

163 Chalan Santo Papa Street Agana, Guam 96910 6 - and

26 July 1989

SPEAKER JOE T. SAN AGUSTIN Twentieth Guam Legislature 163 Chalan Santo Papa Agana, GU 96910

Dear Mr. Speaker:

The Committee on Economic Development, together with the Committee on Ways and Means, to which was jointly referred Bill No. 582 [An Act to Add a New Chapter VI to Title XIII to the Government Code of Guam to Provide for Compensation for Crop Damages and to Make an Appropriation Thereto], wishes to report back to the Legislature with its recommendation to pass Substitute Bill No. 582. The respective voting records are as follows:

COMMITTEE	TO DO <u>PASS</u>	NOT TO <u>PASS</u>	REPORT <u>OUT</u>	INACTIVE <u>FILE</u>	OFF- <u>ISLAND</u>
Economic Development	_10	0	0	0	2
Ways and Means	8	0	3	0	1

Copies of the joint Committee Report and other pertinent documents are enclosed.

Sincerely,

EDWARD D. REYES Chairman, Committee on Economic Development

CARL T.C. GUTIERREZ Chairman, Committee on Ways and Means

Enclosures.

COMMITTEE ON ECONOMIC DEVELOPMENT 20th Guam Legislature

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Bill No. 582 - An Act to Add a New Chapter VI to Title XIII to the Government Code of Guam to Provide for Compensation for Crop Damages and to Make an Appropriation Thereto

COMMITTEE MEMBER	TO PASS	<u>NOT</u> TO PASS	<u>to report</u> <u>out only</u>	<u>TO PLACE</u> INACTIVE	
EDWARD D. REYES, Chairman	<u> </u>				-
OFF-ISLAND MADELEINE Z. BORDALLO, Vice-Chai	rman				
JOHN P. AGUON, Member		annya katala			
ELIZABETH P. ARRIOLA, Member	L				
J. GEORGE BAMBA, Member	<u> </u>				
OFF-ISLAND HERMINIA D. DIERKING, Member					·····
PILAR C LUJAN, Member	_ <u>/</u> _				
GORDON MAILLOUX, Member	2/1/09				
GORDON MAILLOUX, Member Marilyn Manibusan MARILYN MANIBUSAN, Member	Milm				
TED S. NELSON, Member					
JOE T. SAN AGUSTIN, EX-Officio M	ember				
FRANCISCO R. SANTOS, Member	V				



Twentieth Guam Legislature

163 Chalan Santo Papa Street Agana, Guam 96910

05 July 1989

MEMORANDUM

- TO: Members, Committee on Economic Development
- FROM: Chairman, Committee on Economic Development
- SUBJECT: Committee Report Bill No. 582

Transmitted herewith for your information and action is the Committee on Economic Development's Report on Bill No. 582 [An Act to Add a New Chapter VI to Title XIII to the Government Code of Guam to Provide for Compensation for Crop Damages and to Make an Appropriation Thereto].

The narrative report is accompanied by the following:

- 1. Bill No. 582;
- 2. Committee on Economic Development Voting Sheet;
- 3. Written Testimony; and
- 4. Substitute Bill No. 582.

Should you have any questions on the narrative report or the accompanying documents, I would be most happy to answer any of them.

Please take appropriate action on the attached voting sheet and return the documents to my office for transmittal to the other members.

Your attention and cooperation in this matter is greatly appreciated.

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EDWARD D. REYES

Attachments.



Twentieth Guam Legislature

163 Chalan Santo Papa Street Agana, Guam 96910

July 11, 1989

MEMORANDUM

To: The Members, Committee on Ways & Means

From: The Acting Chairman

Subject: Committee Report - Substitute Bill No. 582

Transmitted herewith for your information and action is a copy of the joint Committee Report on Substitute Bill No. 582, "An act to add a new Chapter VI to Title XIII of the Government Code to provide for compensation for crop damages and to make an appropriation thereto." The Committee on Economic Development has already expressed its desire to pass Substitute Bill No. 582. Therefore, your action on the attached report is greatly appreciated.

Chark you for your attention and cooperation and should you have any questions, please feel free to call on me or Mr. James P. Castro, my Deputy Chief of Staff at 472-2784 or 472-3428.

S NELSON cting Chairman

"thachment:



COMMITTEE ON WAYS AND MEANS VOTE SHEET ON SUBSTITUTE BILL NO. 582

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AN ACT TO ADD A NEW CHAPTER VI TO TITLE XIII OF THE GOVERNMENT CODE OF GUAM TO PROVIDE FOR COMPENSATION FOR CROP DAMAGES OR IN-KIND CONTRIBUTIONS AND TO MAKE AN APPROPRIATIONS THERETO.

WITH THE RECOMMENDATION TO DO PASS

	TO DO	NOT TO	REPORT	INACTIVE	
COMMITTEE MEMBERS:	PASS:	PASS:	OUT:	FILE:	OTHER:
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C. T.C. Gutierrez, Chai	rman				
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H. D. Dietking, Vice Ch	airperson				
J. P. Aguen, Member			-	*******	
T. S. Melson, Member	· · · · · · · · · · · · · · · · · · ·				
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D. Parkinson, Member	\checkmark				
F. J.A. Quitugua Membe	r			<u> </u>	<u></u>
J. T. San Agustin, Spea	ker & Ex-0	fficio			
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M. D.A. Manibusan, Memb	er				
M. C. Ruth, Member			m	7	<u> </u>
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COMMITTEE ON ECONOMIC DEVELOPMENT Twentieth Guam Legislature

REPORT ON BILL NO. 582

AN ACT TO ADD A NEW CHAPTER VI TO TITLE XIII TO THE GOVERNMENT CODE OF GUAM TO PROVIDE FOR COMPENSATION FOR CROP DAMAGES AND TO MAKE AN APPROPRIATION THERETO

I. <u>PREFACE</u>

The Committee on Economic Development held a public hearing on Monday, 08 May 1989, at 9:00 a.m. at the Legislative Session Hall. Members present at the hearing were Senator Edward D. Reyes, Chairman, and Senators Ted S. Nelson and J. George Bamba. Also present was Senator Carl T.C. Gutierrez.

II. <u>BACKGROUND</u>

Bill No. 582 was introduced by Senators Ted S. Nelson and Carl T.C. Gutierrez. It proposes to add a new Chapter VI to Title XIII to the Government Code of Guam, to provide for compensation for crop damages and to make an appropriation thereto. The new sections to be established and the purpose are as follows:

- A. §12450 directs the Department of Agriculture to establish a program for the reimbursement to bona fide farmers any loss they sustained to their crops due to natural disasters such as typhoons, severe rain storms, flood and drought.
- B. §12451 authorizes the Department of Agriculture to establish criteria to accomplish the purpose of the Bill.
- C. §12452 appropriates from the General Fund to the Department of Agriculture the sum of \$200,000 to accomplish the intent of the Bill.

III. TESTIMONY

There were eight individuals who testified at the public hearing: Mr. Antonio S. Quitugua (Director, Department of Agriculture), Mr. Alfred S.N. Flores, Mr. Joseph San Nicolas, Mr. Jack Custer, Mr. Benny San Nicolas, Mr. Ben Crisostomo, Mr. Felix Quan and Ms. Mariquita F. Taitague. Of the eight, only Mr. Quitugua provided written testimony in addition to his oral presentation. All eight testified in favor of Bill 582.

The following represents a synopsis of the testimony:

- A. Alfred S.N. Flores stated that the Bill would alleviate the farmers' problems arising from crop damages. The assistance from the Bill would be one way of helping the farmers. Additionally, Flores said, crop damage occurs not only from natural disasters but also from plant diseases and insect problems.
- B. Joseph San Nicolas testified that the appropriation would assist farmers recover due to crop damages.



- C. Jack Custer offered favorable testimony, but questioned whether the intent is for a direct grant or a low-interest loan. He expressed his concern that the data collected by the Department of Agriculture on crop damages may just be more statistical information, with nothing substantial materializing from it.
- D. Benny San Nicolas testified that he was in favor of any action that would provide some relief to farmers based on crop damages. He recommended that relief to farmers should not be limited to financial assistance, but also by indirect means, such as the repair of damaged (by erosion, landslides, floods) access roads to the farm area.
- E. Ben Crisostomo stated that although he was not affected by crop damage from Typhoon Andy, he is in support of the Bill because he is concerned with his fellow farmers.
- F. Felix Quan recommended the expansion of the intent of the Bill so as to use the appropriations as seed money from which to tap into whenever crop damages occur or to pay for other damages the Legislature feels ought to be compensated for.
- G. Antonio Quitugua fully supported the Bill, noting that the assistance provided for is desperately needed. He stated that farming is not an easy profession; it requires a great deal of investment, knowledge, hard work and fortitude. Additionally, it is always devastating when a farmer loses his crops. The assistance from the Bill, Quitugua said, is a welcome relief, and may prove to be the catalyst for continued growth of the agricultural industry on Guam.
- H. Mariquita Taitague expressed her appreciation to the Senators for considering the Bill. In her testimony, Taitague stated that as a full-time farmer, she works very hard so that when she loses crops due to natural disasters, any financial assistance provided would be very handy to bringing her production back to normalcy.

IV. <u>FINDINGS</u>

The Committee finds that:

- 1. Farmers, particularly those from southern Guam, suffer not only from crop damages as a result of natural disasters. Damage occurs to access roads where farmers do their farming, making roads impassable. These farmers request that assistance in the form of gravel and machinery services be provided.
- 2. Farmers experienced damages from recent natural disasters, namely Typhoon Roy and Typhoon Andy (inclusive of the severe pre-Typhoon Andy rain storm).
- 3. Senators expressed concern and desire during the hearing about the possibility of payments to the farmers being made retroactive in order to pay for damages incurred from the



disasters listed in item 2 above.

V. <u>RECOMMENDATIONS</u>

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The Committee recommends that a substitute Bill No. 582 be passed, taking into consideration the following:

- 1. Assistance need not be given solely based on crop damages but also damages to access roads due to flooding and erosion.
- 2. Assistance is retroactive to assist farmers who suffered damages from Typhoons Roy and Andy (including the severe pre-Typhoon Andy rain storm).
- 3. Amount appropriated is increased to \$600,000 to retroactively address damages resulting from item 2 above.
- 4. Another provision is included to mandate that the Department of Agriculture immediately but no later than fifteen days after the occurrence of a natural disaster submit to the Legislature the amount of funds necessary to assist farmers who have been victimized by natural disaster.



TWENTIETH GUAM LEGISLATURE 1989 (First) Regular Session

Bill No. 582 As Substituted by the Committee on Economic Development C Introduced By: T.S. Nelson C.T.C. Gutierrez E.D. Reyes H.D. Dierking F.R. Santos J.P. Aguon

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AN ACT TO ADD A NEW CHAPTER VI TO TITLE XIII TO THE GOVERNMENT CODE OF GUAM TO PROVIDE FOR COMPENSATION FOR CROP DAMAGES OR IN-KIND CONTRIBUTIONS AND TO MAKE AN APPROPRIATION THERETO

1	BE IT ENACTED BY THE PEOPLE OF THE TERRITORY OF GUAM:
2	SECTION 1. A new Chapter VI is added to Title XIII of the
3	Government Code to read:
4	"Chapter VI
5	Compensation to Farmers for Crop Damages
6	§12450. The Department of Agriculture shall establish a
7	program to assist bona fide farmers any loss they sustained to
8	their crops or property, such as damaged access road, due to
9	natural disasters such as typhoons, severe rain storms, flood and
10	drought.
11	§12451. The Department is authorized to establish criteria
12	to accomplish the purpose set forth in this Act.
13	§12452. The Department shall immediately, but no later than
14	fifteen (15) days after the occurrence of a natural disaster,
15	submit to the Legislature the amount of funds necessary to
16	implement this Act.

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1 SECTION 2. There is appropriated from the General Fund to the 2 Department of Agriculture the sum of Six Hundred Thousand Dollars 3 (\$600,000) for the purpose set forth in this Act.

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4 SECTION 3. The funds appropriated by Section 2 of this Act shall 5 be utilized for the damages suffered from the natural disasters which 6 occurred in 1988, namely Typhoon Roy, the severe pre-Typhoon Andy rain 7 storm, and Typhoon Andy.

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TWENTIETH GUAM LEGISLATURE 1989 (FIRST) Regular Session

Bill No. <u>582</u> (.5)

Introduced by:

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T. S. Nelson C. T.C. Gutierrez

H. D. Dierkin F. R. Santos J. P. Aguon

AN ACT TO ADD A NEW CHAPTER VI TO TITLE XIII TO THE GOVERNMENT CODE OF GUAM TO PROVIDE FOR COMPENSATION FOR CROP DAMAGES AND TO MAKE AND APPROPRIATION THERETO.

BE IT ENACTED BY THE PEOPLE OF THE TERRITORY OF GUAM: Section 1. A new Chapter VI is added to Title XIII of the Government Code to read:

"Chapter VI

Compensation to Farmers for Crop Damages

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\$12451. The Department is authorized to established criteria to accomplish the purpose set forth in this Act.

12 \$12452. There is appropriated from the General Fund 13 to the Department of Agriculture the sum of Two Hundred 14 Thousand Dollars (\$200,000) for the purpose set forth in 15 this Act."

rop Damage

TESTIMONY ON BILL 582

Mr. Chairman and Members of the Committee, my name is Antonio S. Quitugua, Director of the Department of Agriculture. Thank you for giving me the opportunity to testify on Bill 582 which is, an Act Relative to adding a new Chapter VI to Title XIII of the Government Code of Guam to provide compensation for crop damages and to make and appropriation thereto. I support Bill No. 582 to the fullest. This kind of government assistance is desperately needed by our farmers on Guam. In the U.S. Mainland, farmers receives all kinds of subsidies from the Government. I applaud the Legislature for the foresight and for taking the step in the right direction. With this assistance, I foresee continued growth of the Industry.

As a part time farmer myself, it has always been devastating for me whenever I lose my crop because of bad weather; I can imagine how others would feel if their livelihood is dependent on their crops to support a family.

Farming is not an easy profession on Guam. It requires alot of investments, knowledge, hardwork from sunrise to sunset, and fortitude to withstand the pressures of unavoidable losses due to bad weather, pest outbreaks, etc. Also we would like to see Guam cutting down on importations of fresh fruits and vegetables. Further, we would like to see our farmers provide the schools, hotels, and other markets with locally grown fresh fruits and vegetables that are needed because it could be grown successfully on Guam.

In the village of Talofofo that I am quite familar with, many young Chamorro farmers derive their income from the farm - we need to have them, as well as others continue in this kind of business or else we would have to settle with goods that are imported and not provide the public with fresh fruits and vegetables that are highly in demand.

Bill 582 is a very good Bill for our farmers and we look forward for your support in the passage of this Bill.

Thank you for allowing me to testify on Bill 582.