

Office of the Speaker
ANTONIO, R. UNPINGCO
Date: 102397
Time: 1555
Rec'd by: Charling Many.

OCT 23 1997

Refer to Legislative Socretary

The Honorable Antonio R. Unpingco Speaker Twenty-Fourth Guam Legislature Guam Legislature Temporary Building 155 Hesler Street Agana, Guam 96910

OFFICE OF THE LEGISLATIVE SECRETARY
ACKNOWLEDGMENT RECEIPT
Received By Jami Gurnalanta
Time 4:35 p.m.
Date 10-23-97

Dear Speaker Unpingco:

Enclosed please find a copy of Bill No. 128 (COR), "AN ACT TO ADD A NEW §40133 TO TITLE 5, AND TO AMEND §68901(c), TITLE 21 ALL OF THE GUAM CODE ANNOTATED, RELATIVE TO CREATING MUNICIPAL PLANNING COUNCIL FUNDS IN EVERY VILLAGE TO BE USED FOR OPERATIONS AND MAINTENANCE OF FACILITIES AND SPECIFIC NEEDS THAT ARE IDENTIFIED BY THE MUNICIPAL PLANNING COUNCILS.", which I have signed into law today as Public Law No. 24-97.

Section 1 of this legislation allows our Mayors to raise funds for their villages through the efforts of their respective Municipal Planning Councils. Each village's fund shall be a revolving fund, used for the identified needs of the individual village. Funds are to be raised by charging fees for the use of facilities, such as gymnasiums, within the village. There are some safeguards built into the concept to provide for the proper handling of funds.

Section 2 of the legislation contains an error, and a correction needs to be made to this public law. Section 2 specifies that it amends Subsection (c) of §68901 of Title 21, Guam Code Annotated, providing for leases on the buffer zone in Dededo for the Dededo and Yigo Municipal Planning Councils. There is no Subsection (c). Within this Section 2, inconsistent statements are made. First, the amendment states that funds for the leases of the Dededo buffer zone are to be used in the ratio of 2/3 to Dededo and 1/3 to Yigo. Then, the amendment goes on to state that "all proceeds under this Subsection (b) shall be deposited into the Dededo Municipal Planning

Speaker/B128/PL24-97 October, 1997 - Page 2

Council Fund." This latter statement seems to mean that all funds go to Dededo, and no funds go to the village of Yigo. It is impossible to determine the intent of the Legislature for Section 2 of this legislation.

Very truly yours,

Carl T. C. Gutierrez Governor of Guam

Attachment

cc: The Honorable Joanne M. S. Brown Legislative Secretary

00501

TWENTY-FOURTH GUAM LEGISLATURE 1997 (FIRST) Regular Session

CERTIFICATION OF PASSAGE OF AN ACT TO THE GOVERNOR

This is to certify that Bill No. 128 (COR), "AN ACT TO ADD A NEW §40133 TO TITLE 5, AND TO AMEND §68901(c), TITLE 21 ALL OF THE GUAM CODE ANNOTATED, RELATIVE TO CREATING MUNICIPAL PLANNING COUNCIL FUNDS IN EVERY VILLAGE TO BE USED FOR OPERATIONS AND MAINTENANCE OF FACILITIES AND SPECIFIC NEEDS THAT ARE IDENTIFIED BY THE MUNICIPAL PLANNING COUNCILS," was on the 9^{TH} day of October, 1997, duly and regularly passed.

ITÒNIO R. UNPINGCO Speaker Attested: JOANNE M.S. BROWN Senator and Legislative Secretary This Act was received by the Governor this 1444 day of October, 1997, at 8:<u>15</u> o'clock <u>a</u>.M. Assistant Staff Officer Governor's Office APPROVED: CARL T. C. GUTIERREZ Governor of Guam Date: 10-23-97 Public Law No. <u>24</u> - 97

TWENTY-FOURTH GUAM LEGISLATURE 1997 (FIRST) Regular Session

Bill No. 128 (COR)

As amended by the author and further substituted on the Floor by the Committee on Power, Foreign Affairs and General Government Services and as amended on the Floor.

Introduced by:

A. C. Lamorena, V E. Barrett-Anderson Felix P. Camacho L. F. Kasperbauer T. C. Ada F. B. Aguon, Jr. A. C. Blaz I. M.S. Brown Francisco P. Camacho M. C. Charfauros E. J. Cruz W. B.S.M. Flores Mark Forbes C. A. Leon Guerrero L. Leon Guerrero V. C. Pangelinan J. C. Salas A. L.G. Santos F. E. Santos A. R. Unpingco J. Won Pat-Borja

AN ACT TO ADD A NEW §40133 TO TITLE 5, AND TO AMEND §68901(c), TITLE 21 ALL OF THE GUAM CODE ANNOTATED, RELATIVE TO CREATING MUNICIPAL PLANNING COUNCIL FUNDS IN EVERY VILLAGE TO BE USED FOR

OPERATIONS AND MAINTENANCE OF FACILITIES AND SPECIFIC NEEDS THAT ARE IDENTIFIED BY THE MUNICIPAL PLANNING COUNCILS.

BE IT ENACTED BY THE PEOPLE OF GUAM:

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Section 1. A new §40133 is hereby added to Title 5 of the Guam Code Annotated to read as follows:

"Section 40133. Creation of the Municipal Planning Council Revolving Fund. There is hereby established nineteen (19) Municipal Planning Council Revolving Funds under the control and custody of the respective village Municipal Planning Councils. Each village shall establish their own fund that will be separate and apart from other funds, including the General Fund. The Mayors' Council of Guam is hereby authorized to set charges for the use of community centers, gymnasiums and all sports facilities. These proposed fees shall be submitted to the Guam Legislature for approval. The Mayor and the Municipal Planning Councils of each village are hereby authorized to raise funds through charging commercial enterprises to advertise on the walls of their sports facilities, raise funds through fund-raising efforts, to include approving concessionaire activities within each Municipality as approved by its Municipal Planning Council, solicit corporate sponsorship and to accept contributions that are solely beneficial to the sports facilities or village. These revenues shall be deposited into the Municipal Planning Council Funds of each village and will be used for the operation and maintenance of these facilities and to fund special projects identified by the Municipal Planning Councils.

1	All disbursement transactions on the revolving funds shall be as						
2	stipulated herein:						
3	(a)	the Municipal Planning Council of each village shall approve					
4		all expenditures for that particular village;					
5	(b)	the minutes of the meetings must verify the authorization					
6		given by the Municipal Planning Council;					
7	(c)	there must be two (2) authorized signatures; authorized					
8		signatures shall be determined by the Mayor and the					
9		Chairperson of the Municipal Planning Council or a member					
10		designee;					
11	(d)	the Mayor shall be responsible for receipts and other					
12		substantiation as determined by the Municipal Planning					
13		Council for all checks issued; and					
14	(e)	each Mayor shall submit a financial statement at the end of					
15		each fiscal year to the Mayors' Council of Guam.					
16	The Mayors shall take all action to ensure that the revolving funds						
17	are operating in the conformity with all existing statutes, rules and						
18	regulations, codes, executive orders and any other authority which is						
19	applicable to the operations of the Revolving Funds. Any balance						
20	remaining in the funds at the end of the fiscal year shall carry over into						
21	the next fiscal year or until expended."						
22	Section 2.	Subsection (c) of §68901 of Title 21 of the Guam Code					
23	Annotated is hereby amended to read as follows:						
24	"Section 68901(c). Earmarking Proceeds for Dededo and Yigo.						
25	All proceeds from such leases shall be earmarked for the exclusive use of						

the Dededo and Yigo Municipal Planning Councils (two-thirds to Dededo and one-third to Yigo) to be deposited into the Municipal Planning Council Funds of the respective villages for the upkeep and maintenance of sports and recreational facilities. All proceeds under this Subsection (b) shall be deposited into the Dededo Municipal Planning Council Fund."

September 26, 1997

The Honorable Antonio R. Unpingco Speaker, 24th Guam Legislature Agana, Guam

via: Committee on Rules

Dear Mr. Speaker:

The Committee on Power, Foreign Affairs & General Government Services, to which was referred Bill No. 128, "An act to add a new §40133 to Title 5, Guam Code Annotated relative to creating Municipal Planning Council funds in every village to be used for operations and maintenance of facilities and specific needs that are identified by the Municipal Planning Councils" as substituted by the author with the recommendation TO DO PASS.

Votes of committee members are as follows:

10	_ To Pass
	Not To Pass
	To The Inactive File
	Abstained
	Off-Island
4	 Not Available

Sincerely,

Felix P. Camacho

Attachments

COMMITTEE ON POWER, FOREIGN AFFAIRS & GENERAL GOVERNMENT SERVICES

TWENTY-FOURTH GUAM LEGISLATURE

155 Hesler Street, Agana, Guam 96910

Chairman: Senator Felix P. Camacho Vice Chairman: Senator Lawrence F. Kasperbauer Ex-Officio Member: Speaker Antonio R. Unpingco

VOTING SHEET ON:

Bill No. 128, "An act to add a new §40133 to Title 5, Guam Code Annotated relative to creating Municipal Planning Council funds in every village to be used for operations and maintenance of facilities and specific needs that are identified by the Municipal Planning Councils"

			NOT		TO PLACE IN
COMMITTEE MEMBERS	INTIAL	TO PASS	TO PASS	<u>ABSTAIN</u>	INACTIVE FILE
Sen. Felix P. Camacho	4				
Sen. Lawrence F. Kasperbauer	93K	1			
Sen. Thomas C. Ada	2				
Sen. Elizabeth Barrett-Anderso	n				
Sen. Francisco P. Camacho	9	<u> </u>			
Sen. Mark C. Charfauros					
Sen. Edwardo J. Cruz, MD	(X)	/ <u>'</u> /	/		
Sen. William B. S.M. Flores	W.				
Sen. Carlotta A. Leon Guerrerd	Cofox	V			
Sen. Alberto A.C. Lamorena V	Pan-	<u></u>			
Sen. Vicente C. Pangelinan					
Sen. Angel L.G. Santos					
Sen. Francis E. Santos					
Sen. Judith Won Pat-Borja	93				

COMMITTEE ON POWER, FOREIGN AFFAIRS & GENERAL GOVERNMENT SERVICES TWENTY-FOURTH GUAM LEGISLATURE 155 Hesler Street, Agana, Guam 96910

COMMITTEE REPORT

ON

Bill No. 128

Bill No. 128, "An act to add a new §40133 to Title 5, Guam Code Annotated relative to creating Municipal Planning Council funds in every village to be used for operations and maintenance of facilities and specific needs that are identified by the Municipal Planning Councils"

COMMITTEE MEMBERS

Chairman: Felix P. Camacho Vice Chairman: Senator Lawrence F. Kasperbauer Ex-Officio Member: Antonio R. Unpingco

Thomas C. Ada
Elizabeth Barrett-Anderson
Francisco P. Camacho
Edwardo J. Cruz, MD
Alberto A.C. Lamorena V
Vicente C. Pangelinan
Francis E. Santos
Elizabeth Barrett-Anderson
Mark C. Charfauros
William B. S.M. Flores
Carlotta A. Leon Guerrero
Angel L.G. Santos
Judith Won Pat-Borja

COMMITTEE REPORT POWER, FOREIGN AFFAIRS & GENERAL GOVERNMENT SERVICS

Bill No. 128

"An act to add a new §40133 to Title 5, Guam Code Annotated relative to creating Municipal Planning Council funds in every village to be used for operations and maintenance of facilities and specific needs that are identified by the Municipal Planning Councils"

PUBLIC HEARING

Senator Felix P. Camacho, Chairman of the Committee on Power, Foreign Affairs & General Government Services (CPFA&GGS) called to order at 8:30 a.m. Monday, April 14, 1997, a public hearing to gather testimony on Bill No. 128, "An act to add a new §40133 to Title 5, Guam Code Annotated relative to creating Municipal Planning Council funds in every village to be used for operations and maintenance of facilities and specific needs that are identified by the Municipal Planning Councils"

MEMBERS PRESENT

Senator Felix P. Camacho Chairman Senator Lawrence Kasperbauer Vice-Chairman Senator Carlotta Leon Guerrero Member Senator Edwardo Cruz Member Senator Mark Charfauros Member Senator Vicente Pangelinan Member Senator Tom Ada Member Senator William Flores Member Senator Judy Won Pat-Borja Member

Senator Frank Aguon Nonmember Senator Lou Leon Guerrero Nonmember

PRESENT TO TESTIFY

Mayor Jose Rivera Municipality of Dededo

Mrs. Margaret Palomo Resident

BACKGROUND

There is no standard and lawful mechanism for the municipalities to actively seek and manage funds from commercial and private sources. The Mayors have community centers and sports facilities which can capitalize on advertisers and commercial

ventures as a source of funds that can be used to benefit the community. The fees to be charged for the use of the facilities should be established uniformly among municipalities and that the Municipal Planning Councils shall ratify all actions taken in its jurisdiction. All funds should be deposited and spent from a separate special account established by the Department of Administration.

TESTIMONY AND DISCUSSION

Mrs. Margaret Palomo, a resident from Tamuning, orally testified against this bill because she finds it objectionable to charge residents for use of facilities in the villages. The Mayors should prioritize residents first before others and impose fees on others if they have to.

Mayor Jose Rivera stated that he supports this bill but needs more time to prepare written testimony. He cautions the author that it will be difficult for the Mayors' Council of Guam to dictate how much each municipality should charge for its facilities. Furthermore, the Department of Parks and Recreation own and manage some of the public facilities in each village and are able to charge for its use. He asks are corporate sponsors entitled to tax relief for its investment in such facilities?

Senator Frank Aguon wants to ensure senior citizens be waived fees for the use of the facilities. Only enterprising profit making organizations should be charged fees.

Senator Edwardo Cruz makes the point that not all villages are as wealthy as others. Even if one Mayor can charge fees, it may be small compared to what a more resourceful village can generate.

Senator Felix P. Camacho, Chairman, reinforces the point of the bill which is to have each municipality generate its own fees for use in the villages.

Senator Lawrence Kasperbauer stated that the intent is good but the bill must ensure conformity with fees already established by the Department of Parks and Recreation.

Mayor Johnny Reyes of Agat, provided written testimony wholeheartedly supporting the MPC Revolving Fund concept in the bill. He outlines some specific changes to the bill that grants broader authority to the Mayors as it administers the provisions of the legislation.

Mayor Isabel Haggard of Piti provided written testimony in support of the bill which will help defray the costs of sponsorship for sports and other year round activities.

BBMR in its Fiscal Note dated April 23, 1997, states there is no effect on present program funding although this bill will provide a third source of funding for each Mayor. The fees generated will depend on the type and quantity of facilities under the control of the Mayors.

FINDINGS

The Committee finds that Bill No. 128 can be reported out with appropriate changes.

RECOMMENDATION

The Committee on Power, Foreign Affairs & General Government Services hereby reports out Bill No. 128, as substituted by the author with the recommendation **TO DO PASS**.



Office of the Mayor Municipality of Agat Territory of Guam



Johnny M. Reyes Mayor

Jesus B. Chaco Vice Mayor TESTIMONY ON BILL NO. 128

APRIL 14, 1997

MAYOR JOHNNY M. REYES

MUNICIPALITY OF AGAT

The Honorable Felix P. Camacho Chairman, Committee on Power, Foreign Affairs & General Government Services

Mr. Chairman and Members of this Committee:

First, I applaud Senator Alberto C. Lamorena V for his introduction of this Bill and thank the Chairman and the Committee for allowing this Bill to be heard today.

The creation of a revolving fund within each municipality further extends the arm of the Mayor thereby enabling him to reach out to the needs of his community.

I wholeheartedly support the creation of a Municipal Planning Council Revolving Fund but I must ask that you reconsider the limitations placed on such Fund and amend certain sections of the Bill as follows:

Line 10 of Section 40133 as written in its introduction form should be amended to add and to read after the word "The" the following: "Mayor and the Municipal Planning Councils...."

Line 12 of Section 40133 as written in its introduction form should be amended to add and to read after the word "efforts" the following: "to include approving concessionary activities within each municipality as approved by its Municipal Planning Council,..."

Line 19 of Section 40133 as written in its introduction form should be amended to add and to read after the word "expended" the following: "and any disbursements of approved funds is hereby exempted from the provisions of the procurement statutes."

Testimony relative to Bill No. 128 April 14, 1997 Page 2 of 2

To establish a Municipal Planning Council Revolving Fund that conforms to all applicable and existing statutes, rules and regulations, executive orders, codes, etc., in itself sets limitations. The technical measures as set forth in this Bill is a necessary modus operandi and clearly establishes the check and balance system. If I as Mayor am not given the flexibility to tap into the available resources within my own because of conformity to municipality existing statutes, etc., then the Revolving Fund is limited. Each municipality is guided by its current policies and other provisions contained in this Bill and therefore should stand on its own merits for accountability.

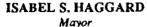
The revenue generating concepts listed in this Bill are long overdue. Mayors have been put to task with very limited resources and flexibility to seek alternative funding, until this Bill.

I thank the Committee for allowing me this time, and sincerely hope the above amendments to this Bill are taken into consideration.

Sincerely,

JOHNNY M. REYES Mayor of Agat









OFFICE OF THE MAYOR

P.O. BOX 786 • AGANA, GUAM 96910 • TEL.: (671) 472-1232/3 • FAX: (671) 477-2674

April 23, 1997

Honorable Senator Felix P. Camacho Chairman, Committee on Power, Foreign Affairs and General Government Services Twenty-fourth Guam Legislature 155 Hesler Street Agana, Guam 96932

Dear Mr. Chairman & Members:

I am hereby submitting favorable testimony on the following Bills:

<u>Bill No. 172</u>, "AN ACT TO REQUIRE THE DEPARTMENT OF REVENUE AND TAXATION TO FORMULATE AND TO ADMINISTER A PROGRAM OF MOTOR VEHICLE EMISSION INSPECTIONS IN ORDER TO REDUCE VEHICLE RELATED AIR POLLUTION, AND TO CREATE AN EMISSIONS FUND TO GO TOWARD VARIOUS ROADSIDE BEAUTIFICATION PROJECTS IN THE DIFFERENT VILLAGES UNDER THE DISCRETION OF THE MAYORS' COUNCIL."

<u>Bill No. 128</u>, "AN ACT TO ADD A NEW SECTION 40133 TO TITLE 5, GUAM CODE ANNOTATED RELATIVE TO CREATING MUNICIPAL PLANNING COUNCIL FUNDS IN EVERY VILLAGE TO BE USED FOR OPERATIONS AND MAINTENANCE OF FACILITIES AND SPECIFIC NEEDS THAT ARE IDENTIFIED BY THE MUNICIPAL PLANNING COUNCILS."

There is just one minor technicality on Bill No. 172, of which I am not too comfortable and that is the limitation of using the "funds" solely for our beautification projects along the roadsides of our village. I would like to propose that the language also include our community parks and beaches. This way the smaller villages are given more flexibility. Bill No. 128, finally addresses what I and most of the other Mayors/Vice Mayors have been requesting, to the Legislature, for many years, especially for those districts who have sports facilities and community centers. The establishment of the revolving fund will assist us in defraying costs of sponsorship for sports, Christmas activities, Easter, etc.

Thank you for the opportunity of expressing my views on these Bills.

Sincerely.

FISCAL NOTE BUREAU ()UDGET AND MANAGEMENT RESEARC

	BUKLAU	ODOL (NIID (I)	ANAGEMENT N				
Bill No.	128			Date Receiv	ed: _	04/04/97	
Amendatory Bill:	Yes			Date Review	ved:	04/14/97	
Department/Agency Department/Agency Total FY Appropriati	Head:		Mayors' Council of Guam Franck J.C. Camacho, Executive Director \$6,796,591				
Bill Title (preamble):	AN ACT TO ADD A I ANNOTATED RELA COUNCIL FUNDS IN AND MAINTENANC! ARE IDENTIFIED BY	TIVE TO CREATING EVERY VILLAGE OF FACILITIES A	G MUNICIPAL PL TO BE USED FO ND SPECIFIC NE	ANNING OR OPERATIONS EEDS THAT			
Change in Law:	Adds a new Section	40133 to Title 5, G	CA				
Bill's Impact on Pres	sent Program Funding:				10.		
Increase	Decrease		_ Reallocation		No Change	X	
Bill is for: Operations:		Capital In	nprovement:		Other:	х	
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OTHER - 1/	11	\$0 \$\ \\$0	1/	1/ \$0	\$0	1/ \$0	
	TO COVER INTENT OF	<u> </u>	No funds appro				
IF NO, ADDITIONAL	AMOUNT REQUIRED:		1/	_			
AGENCY/PERSON/I	DATE CONTACTED:	Mayors' Counc	il / Mary D. Cruz	Sablan, Admi. Ass	st./ 4-15-97		
	ESTIMATED POTEN	TIAL MULTI-YEAR	REVENUES	er Bill)			
FUND	1st	2nd	3rd	4th	5th	Total	
GENERAL FUND OTHER - 1/	1/	\$0 \$ 1/	0 \$0 1/	1/	1/ \$0	\$0 1/	
TOTAL		\$0\$			\$0	\$0	
ANALYST: Willia	Many P. Taitingfong	4	DATE:	4/21/97			
DIRECTOR:	h Rivera Acting	_	DATE:	APR 2 3 1997			

FOOTNOTE: 1/ See attached comments.

Comments to Bill No. 128

The intent of Bill No. 128 is to establish nineteen (19) Municipal Planning Council Revolving Funds within the Treasury of Guam. Each village shall establish their own fund that will be separate and apart from other funds including the General Fund. The Mayors' Council of Guam is authorized to set charges for the use of community centers, gymnasiums and all sports facilities. These proposed fees shall be submitted to the Legislature for approval. Funds of each village are to be used for the operation and maintenance of these facilities and to fund special projects identified by the Municipal Planning Councils.

The Bill will create a third Fund Source for the Mayors to support its operations and maintenance functions in the villages. The Mayors currently receive annual appropriations from the General Fund to the Municipal Fund and the Community Development Fund created pursuant to §40118 and §40119 respectively. The Muncipal Fund is used for various purposes as approved by the Municipal Planning Councils of each villages and the Community Development Fund is primarily used for minor repair and maintenance of grounds and facilities.

The estimated potential multi-year revenues and fund requirements of the individual nineteen (19) Municipal Planning Council Revolving Funds are contingent on the proposed fees or charges to be determined by the Mayors' Council of Guam and approved by the Guam Legislature; revenues generated and deposited into the individual MPC Revolving Funds through the implementation of the approved fees or charges for sports and community facilities.

It should be noted that these MPC Revolving Funds will greatly benefit those larger villages with more sports and community facilities in their villages than those smaller villages with less facilities.