

Office of the Governor of Guam

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Felix Perez Camacho Governor

Kaleo Scott Movlan Lieutenant Governor

FEB 0 6 2004

The Honorable Vicente C. Pangelinan Speaker I Mina'Bente Siete Na Liheslaturan Guåhan Twenty-Seventh Guam Legislature 155 Hesler Street Hagåtña, Guam 96910

Dear Speaker Pangelinan:

Transmitted herewith is Bill No. 108 (COR), "AN ACT TO AMEND SECTION 8130, ARTICLE 1, CHAPTER 8 OF TITLE 4 OF THE GUAM CODE ANNOTATED, RELATIVE TO ELIGIBILITY FOR REFUNDS ON SEPARATION," which I signed into law on February 6, 2004 as Public Law 27-68.

Sincerely yours,

cc:

KALEO S. MOYLAN

I Maga'låhen Guåhan Para Pa'go

Acting Governor of Guam

Attachment: copy attached of signed bill

The Honorable Tina Rose Muña-Barnes

Senator and Legislative Secretary



MINA' BENTE SIETE NA LIHESLATURAN GUÅHAN

TWENTY-SEVENTH GUAM LEGISLATURE 155 Hessler Place, Hagåtña, Guam 96910

February 5, 2004

The Honorable Felix P. Camacho I Maga'lahen Guåhan Ufisinan I Maga'lahi Hagåtña, Guam 96910



Dear Maga'lahi Camacho:

Transmitted herewith are Bill Nos. 108(COR), 207(COR), 221(COR) and 232(COR), and Substitute Bill Nos. 9(COR), 71(LS), 93(COR), 151(COR), 167(LS), 180(LS), 196(COR) and 210(COR) which were passed by *I Mina' Bente Siete Na Liheslaturan Guåhan* on February 4, 2004.

Sincerely,

TINA ROSE MUÑA BARNES

Legislative Secretary

Enclosures (12)

I MINA'BENTE SIETE NA LIHESLATURAN GUÅHAN 2004 (SECOND) Regular Session

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

This is to certify that Bill No. 108 (COR), "AN ACT TO AMEND SECTION 8130, ARTICLE 1, CHAPTER 8 OF TITLE 4 OF THE GUAM CODE ANNOTATED, RELATIVE TO ELIGIBILITY FOR REFUNDS ON SEPARATION," was on the 4th day of February, 2004, duly and regularly passed.

Attested Tina Rose Muña Barnes Senator and Legislative Secretary	vicente (ben) c. pangelinan Speaker
This Act was received by I Maga'lahen Guåhan at o'clockM.	this day of February, 2004
	Assistant Staff Officer Maga'lahi's Office
APPROVED:	Transa tanto Cifice
KALEÓ S MOYLAN I Maga'lahen Guåhan, Para Pa'go	
Date: FEB 06, 2004	
Public Law No. 27–68	

beginning at the age of sixty (60) years, shall be mandatory as to such member.

Any member receiving a refund of contributions shall thereby forfeit, waive and relinquish all accrued rights and benefits in the system, including all credited and creditable service. The Board may, in its discretion regardless of cause, withhold payment of a refund for a period not to exceed three (3) months after receipt of an application from a member.

(b) Any member who receives a refund of contributions shall thereafter be ineligible for membership in the Defined Benefit Plan."

Section 4. Severability. *If* any of the provisions of this Act or the application thereof to any person or circumstances are held invalid, such invalidity shall *not* affect any other provision or application of this Act, which can be given effect without the invalid provisions or application, and to this end the provisions of this Act are severable.

I MINA'BENTE SIETE NA LIHESLATURAN GUÅHAN 2004 (SECOND) Regular Session

CERTIFICATION OF PASSAGE OF AN ACT TO I MAGATIAL ENGLISHMAN

This is to certify that Bill No. 108 (COR), "AN ACT TO AMEND SECTION 8130, ARTICLE 1, CHAPTER 8 OF TITLE 4 OF THE GUAM CODE ANNOTATED, RELATIVE TO ELIGIBILITY FOR REFUNDS ON SEPARATION," was on the 4th day of February, 2004, duly and regularly passed.

Attested WIN WIND Tina Rose Muna Barnes Senator and Legislative Secretary	vicente (ben) c. pangelinan Speaker
This Act was received by <i>I Maga'lahen G</i> at <u>'</u> 'o'clock <u></u> P.M.	day of February, 2004
APPROVED:	Assistant Staff Officer Maga'lahi's Office
THE VEE.	
FELIX P. CAMACHO I Maga'lahen Guåhan	_

I MINA'BENTE SIETE NA LIHESLATURAN GUÅHAN 2003 (FIRST) Regular Session

Bill No. 108 (COR)

As amended on the Floor.

Introduced by:

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L. A. Leon Guerrero
v. c. pangelinan
Toni Sanford
F. B. Aguon, Jr.
J. M.S. Brown
C. Fernandez
F. R. Cunliffe
Mark Forbes
L. F. Kasperbauer
R. Klitzkie
J. A. Lujan
T. R. Muña Barnes
J. M. Quinata
R. J. Respicio
Ray Tenorio

AN ACT TO AMEND SECTION 8130, ARTICLE 1, CHAPTER 8 OF TITLE 4 OF THE GUAM CODE ANNOTATED, RELATIVE TO ELIGIBILITY FOR REFUNDS ON SEPARATION.

BE IT ENACTED BY THE PEOPLE OF GUAM:

- Section 1. Legislative Findings. I Liheslaturan Guåhan finds that prior
- 3 to the passage of Public Law No. 16-9 in 1981, Government Code §4213 (now
- 4 codified at 4 G.C.A. §8130) provided that members of the Government of
- 5 Guam Retirement Fund were not eligible to withdraw their contributions on
- 6 separation once they have more than twenty (20) years of service credit. At

that time, members were eligible to retire after twenty (20) years of service,
pursuant to Government Code §4210 (now codified at 4 G.C.A. §8119).

I Liheslaturan Guåhan further finds that Public Law No. 16-9 added a new 3 4 Section 4210.1 to the Government Code (now codified at 4 G.C.A. §8120), which increased the minimum number of years of service required for 5 eligibility for retirement from twenty (20) years to twenty-five (25) years, 6 applicable to members joining the Retirement Fund after 1981. However, 7 8 Public Law No. 16-9 and subsequent public laws regarding retirement did not amend Government Code §4213 or its successor Section 8130 of the Guam 9 Code Annotated to allow members to withdraw their contributions upon 10 separation from service if they had less than twenty-five (25) years of service. 11 12 Public Law No. 16-9 thus allowed a member to retire after twenty-five (25) years of service, but would allow a refund upon separation only during the 13 14 first twenty (20) years of service. Accordingly, a member with more than 15 twenty (20), but less than twenty-five (25) years of service could neither retire 16 nor be eligible for a refund upon separation.

Section 2. Legislative Intent. I Liheslaturan Guåhan concurs with the Memorandum (Opinion) of the Attorney General, Acting, in RF 02-0250 that the Sixteenth Guam Legislature should have changed the time before which a refund on separation was allowed to be consistent with the comparable statutory provisions regarding retirement eligibility. I Liheslaturan Guåhan intends that the minimum service requirements for withdrawing contributions on separation should be consistent with the minimum service requirements for retirement.

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Section 3. Section 8130, Article 1, Chapter 8, Title 4 of the Guam Code Annotated, is *amended* as follows:

"§8130. Refund on Separation.

(a) Upon complete separation from service before a member shall have completed at least twenty-five (25) years of total service, the member shall be entitled to receive a refund of his or her total contributions, including regular interest, but no payment of interest shall be made in any case in which total service is less than one (1) year. Total contributions shall include all contributions made by a member to obtain various types of credit authorized by this Chapter.

Any member who withdraws after having completed at least five (5) years total service shall have the option of leaving his or her contributions in the Fund and receiving a service retirement annuity upon attainment of the age of sixty (60) years without choice of any of the optional survivors' benefits hereinunder described.

If such member has less than twenty-five (25) years of total service, he/she may elect to receive his or her contributions, with regular interest, as herein above provided, in lieu of the service retirement annuity. If his or her total service is twenty-five (25) years or more, the acceptance of such deferred retirement annuity payment

beginning at the age of sixty (60) years, shall be mandatory as to such member.

Any member receiving a refund of contributions shall thereby forfeit, waive and relinquish all accrued rights and benefits in the system, including all credited and creditable service. The Board may, in its discretion regardless of cause, withhold payment of a refund for a period not to exceed three (3) months after receipt of an application from a member.

(b) Any member who receives a refund of contributions shall thereafter be ineligible for membership in the Defined Benefit Plan."

Section 4. Severability. *If* any of the provisions of this Act or the application thereof to any person or circumstances are held invalid, such invalidity shall *not* affect any other provision or application of this Act, which can be given effect without the invalid provisions or application, and to this end the provisions of this Act are severable.