## I Mina'Trentai Dos Na Liheslaturan Guahan Bill Log Sheet

BILL NO.	SPONSOR	TITLE	DATE INTRODUCED	DATE REFERRED	CMTE REFERRED	PUBLIC HEARING DATE	DATE COMMITTEE REPORT FILED	FISCAL NOTES
(COR)-VETOED	Vicente (ben) C. Pangelinan	AN ACT TO ADD A NEW SECTION 4122 TO CHAPTER 4 AND TO AMEND SECTIONS 22704(a) AND (c), CHAPTER 22 OF TITLE 5 OF THE GUAM CODE ANNOTATED AND TO ADD SECTION 3(d) TO PUBLIC LAW 30-37, RELATIVE TO REQUIRING LEGISLATIVE APPROPRIATION FOR THE GOVERNMENT OF GUAM PURCHASE, LEASE-TO-OWN, AND/OR LEASE-PURCHASE OF REAL PROPERTY AND FOR OTHER PURPOSES.	1/10/2014 1:46 p.m.	01/10/14	Committee on Appropriations, Public Debt, Legal Affairs, Retirement, Public Parks, Recreation, Historic Preservation, and Land	01/17/14 9 a.m.	1/27/14	Fiscal Note Requested 01/13/14
0 R	DATE PASSED	TITLE	TRANSMITTED		DUE DATE	DATE SIGNED BY I MAGA'LAHEN GUAHAN	PUBLIC LAW NO.	NOTES
258-32 (C	2/3/2014	AN ACT TO ADD A NEW § 4122 TO CHAPTER 4, AND TO AMEND SUBSECTIONS (a) AND (c) OF §22704 OF ARTICLE 7 OF CHAPTER 22, ALL OF TITLE 5, GUAM CODE ANNOTATED; AND TO ADD A NEW SUBSECTION (d) TO SECTION 3 OF PUBLIC LAW 30-37, RELATIVE TO REQUIRING LEGISLATIVE APPROPRIATION FOR THE GOVERNMENT OF GUAM PURCHASE, LEASE-TO-OWN, AND/OR LEASE- PURCHASE OF REAL PROPERTY; AND FOR OTHER PURPOSES.	2/4/14	12:28 p.m.	2/15/14			Vetoed 2/13/14

EDDIE BAZA CALVO Governor



RAY TENORIO Lieutenant Governor

2014 FSP 13

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Office of the Governor of Guam

February 13, 2014

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

32-14-1201 lice of the speaker 2. Ed. D.

Dear Madam Speaker,

Attached is Bill No. 258-32 (COR), An act to add a new Section 4122 to Chapter 4 and to amend Sections 22704(a) and (c), Chapter 22 of Title 5 of the Guam Code Annotated and to add Section 3(d) to Public Law 30-37, relative to requiring legislative appropriation for the government of Guam purchase, lease-to-own, and/or other lease-purchase of real property and for other purposes, which I have vetoed.

Bill 258-32 is inorganic because it intrudes upon the executive authority of the Governor to execute lease agreements on behalf of the government. Bill 258-32 does this by limiting the term of any such lease agreement to the remaining term of the sitting Governor. Such a limitation not only creates an absurd result, but more importantly also prevents the Government from obtaining the best value for the Territory. Government solicitations for office space always include a demand that the landlord/bidder provide certain amenities which require the landlord to engage in a substantial amount of renovation. A landlord responding to a solicitation by the government for office space facilities must be assured that the government is committed to a minimum tenancy long enough for the landlord to recover his costs. Limiting the term of lease agreements to the ever daily changing term of the sitting Governor makes such assurances impossible, and consequently drives up the cost of the lease.

Additionally, Bill 258-32 is further inorganic and unconstitutional because it requires that amendments made to existing lease agreements be entered into only after a sealed bid advertising. A lease agreement is a binding contract which the parties have the freedom and right to amend if they so choose. Regardless of the amount or term length involved, requiring that amendments to an existing contract be re-solicited as a new procurement is an impairment upon the parties' right to contract. In the case of Pangelinan v. Gutierrez, 2004 Guam 16, the Guam Supreme Court held that legislation aimed at impairing or preventing the performance of a government contract constitutes an illegal violation of Section 1421b(j) of the Contracts Clause

Bill 258-32 February 13, 2014 Page 2

of the Organic Act which provides that, "[n]o. . .law impairing the obligation of contracts shall be enacted."

Senseramente,

EDDIE BAZA CALVO

, s,

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

This is to certify that Bill No. 258-32 (COR), "AN ACT TO ADD A NEW § 4122 TO CHAPTER 4, AND TO AMEND SUBSECTIONS (a) AND (c) OF §22704 OF ARTICLE 7 OF CHAPTER 22, ALL OF TITLE 5, GUAM CODE ANNOTATED; AND TO ADD A NEW SUBSECTION (d) TO SECTION 3 OF PUBLIC LAW 30-37, RELATIVE TO REQUIRING LEGISLATIVE APPROPRIATION FOR THE GOVERNMENT OF GUAM PURCHASE, LEASE-TO-OWN, AND/OR LEASE-PURCHASE OF REAL PROPERTY; AND FOR OTHER PURPOSES," was on the 3rd day of February, 2014, duly and regularly passed.

Judith T. Won Pat, Ed.D. Speaker

Attested:

Rory J. Respicio Acting Legislative Secretary

This Act was received by I Maga'lahen Guåhan this 4<sup>TL</sup> day of Feb.,

2014, at

12:28 o'clock P.M.

Assistant Staff Officer Maga'lahi's Office

APPROY

EDWARD J.B. CALVO I Maga'lahen Guåhan

Date: FEB 1 0 2014

Public Law No.

• \* .

#### Bill No. 258-32 (COR)

As amended on the Floor.

Introduced by:

Vicente (ben) C. Pangelinan

T. C. Ada V. Anthony Ada FRANK B. AGUON, JR. B. J.F. Cruz 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 § 4122 TO CHAPTER 4. AND TO AMEND SUBSECTIONS (a) AND (c) OF §22704 OF ARTICLE 7 OF CHAPTER 22, ALL OF TITLE 5, GUAM **ANNOTATED;** AND CODE TO ADD A NEW SUBSECTION (d) TO SECTION 3 OF PUBLIC LAW 30-37, RELATIVE TO REQUIRING LEGISLATIVE APPROPRIATION FOR THE GOVERNMENT OF **GUAM PURCHASE, LEASE-TO-OWN, AND/OR LEASE-**PURCHASE OF REAL PROPERTY; AND FOR OTHER **PURPOSES.** 

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# . . . .

# **BE IT ENACTED BY THE PEOPLE OF GUAM:**

Section 1. A new § 4122 is hereby *added* to Chapter 4, Title 5, Guam
 Code Annotated, to read:

3 "§ 4122. Legislative Authorization and Appropriation
4 Required.

5 No agency head, certifying officer, or department or agency of the 6 government of Guam shall contract, agree, or certify as to having funds 7 available for the purchase, lease-to-own, and/or lease-purchase of real 8 property without legislative authorization and appropriation. For the 9 purposes of this Section, real property will have the same definition as 10 defined in Article 1, Chapter 1, Division 1, Title 21 of the Guam Code 11 Annotated."

Section 2. Subsections (a) and (c) of § 22704 of Article 7, Chapter 22 of
Title 5, Guam Code Annotated, are hereby *amended* to read:

14 "(a) *I Maga'lahi* (the Governor) is authorized to acquire on behalf of 15 the government of Guam, by lease, office space and other facilities for the 16 purpose of providing office and other space for the departments and agencies 17 of the executive branch of the government of Guam. Such lease agreements 18 may be negotiated and entered into by I Maga'lahi with any person, 19 partnership, corporation, or public or private entity, provided, that no such 20lease agreement shall exceed the term of the sitting Governor, without 21 specific legislative approval and authorization, and that such lease agreement annual payments shall only be made pursuant to an appropriation 22 23 and/or authorization by I Liheslaturan Guåhan in each fiscal year 24 appropriation act. No annual lease payments with tax credits shall be made 25 without authorization from I Liheslaturan Guåhan in each fiscal year 26 appropriation act."

1 "(c) All lease agreements or amendments to such lease agreements 2 that are proposed to be entered into pursuant to Subsection (a) hereof, where 3 the total sum of money to be paid or sum of tax credits authorized to the 4 same lessor shall exceed Ten Thousand Dollars (\$10,000), or the total 5 number of years involved shall exceed the remaining years of the term of the sitting governor, may be entered into only after advertising for sealed bids in 6 7 a newspaper of general circulation within Guam, fourteen (14) days prior to 8 the formal bid opening, and then only to the lowest responsible bidder."

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9 Section 3. A new Subsection (d) is hereby *added* to Section 3 of Public
10 Law 30-37 to read:

11 "(d) **Conflicts Prohibited.** Notwithstanding the provisions in this 12 Act, no covered person, as such term is defined below, shall be eligible to be 13 assigned or transferred, in whole or in part, any tax credit authorized in this 14 Act by the Lessor nor shall any covered person be authorized to utilize tax 15 credits granted in this Act. For purposes of this Section, the term *covered* 16 *person shall* mean any:

17 (1) official of the government of Guam that executed or
18 participated in the execution of the lease or any amendments to the
19 lease on or after June 1, 2011; and

20 (2) person or spouse of such person related by consanguinity
21 of the third degree, which for the purposes of this Act *shall* include
22 spouses, all children, parents, grandchildren, siblings, grandparents,
23 great-grandchildren, nieces, nephews, uncles, aunts, and great24 grandparents, to any person described in Subsection (1) of this
25 Section."

26 Section 4. Effective Date. This Act *shall* be effective upon enactment.

1 Section 5. Severability. *If* any provisions of this Act or the application 2 thereof to any person or circumstance is held invalid, such invalidity *shall not* 3 affect any other provision or application of this Act which can be given effect 4 without the invalid provision or application, and to this end the provisions of this 5 Act are severable.

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I MINA'TRENTAI DOS NA LIHESLATURAN GUÅHAN THIRTY-SECOND GUAM LEGISLATURE 155 Hesler Place, Hagåtña, Guam 96910

February 3, 2014

The Honorable Edward J.B. Calvo I Maga'lahen Guåhan Ufisinan I Maga'lahi Hagåtña, Guam 96910

12:12 - 2/+/14

Dear Maga'lahi Calvo:

Transmitted herewith are Bill Nos. 228-32(COR), 234-32(COR), 241-32(COR), 257-32(COR) and 258-32(COR) which were passed by *I Mina'Trentai Dos Na Liheslaturan Guåhan* on February 3, 2014.

Sincerely,

Rory J. Respicio

Rory J. Respicio Acting Legislative Secretary

Enclosure (5)



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

This is to certify that Bill No. 258-32 (COR), "AN ACT TO ADD A NEW § 4122 TO CHAPTER 4, AND TO AMEND SUBSECTIONS (a) AND (c) OF §22704 OF ARTICLE 7 OF CHAPTER 22, ALL OF TITLE 5, GUAM CODE ANNOTATED; AND TO ADD A NEW SUBSECTION (d) TO SECTION 3 OF PUBLIC LAW 30-37, RELATIVE TO REQUIRING LEGISLATIVE APPROPRIATION FOR THE GOVERNMENT OF GUAM PURCHASE, LEASE-TO-OWN, AND/OR LEASE-PURCHASE OF REAL PROPERTY; AND FOR OTHER PURPOSES," was on the 3rd day of February, 2014, duly and regularly passed.

Judith T. Won Pat, Ed.D. Speaker

Attested:

My Plespicio Rory J. Respicio

Acting Legislative Secretary

This Act was received by I Maga'lahen Guåhan this \_\_\_\_\_ day of Feb \_\_\_\_

2014, at

12:28 o'clock P.M.

Klakos

Assistant Staff Officer Maga'lahi's Office

**APPROVED:** 

EDWARD J.B. CALVO I Maga'lahen Guåhan

Date: \_\_\_\_\_

Public Law No. \_\_\_\_\_

#### Bill No. 258-32 (COR)

As amended on the Floor.

Introduced by:

Vicente (ben) C. Pangelinan

T. C. Ada V. Anthony Ada FRANK B. AGUON, JR. B. J.F. Cruz 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 § 4122 TO CHAPTER 4, AND TO AMEND SUBSECTIONS (a) AND (c) OF §22704 OF **ARTICLE 7 OF CHAPTER 22, ALL OF TITLE 5, GUAM** CODE ANNOTATED: AND TO ADD A **NEW** SUBSECTION (d) TO SECTION 3 OF PUBLIC LAW 30-TO REOUIRING 37, RELATIVE LEGISLATIVE APPROPRIATION FOR THE GOVERNMENT OF **GUAM PURCHASE, LEASE-TO-OWN, AND/OR LEASE-**PURCHASE OF REAL PROPERTY; AND FOR OTHER PURPOSES.

## **BE IT ENACTED BY THE PEOPLE OF GUAM:**

Section 1. A new § 4122 is hereby *added* to Chapter 4, Title 5, Guam
 Code Annotated, to read:

3 "§ 4122. Legislative Authorization and Appropriation
4 Required.

5 No agency head, certifying officer, or department or agency of the 6 government of Guam shall contract, agree, or certify as to having funds 7 available for the purchase, lease-to-own, and/or lease-purchase of real 8 property without legislative authorization and appropriation. For the 9 purposes of this Section, real property will have the same definition as 10 defined in Article 1, Chapter 1, Division 1, Title 21 of the Guam Code 11 Annotated."

Section 2. Subsections (a) and (c) of § 22704 of Article 7, Chapter 22 of
Title 5, Guam Code Annotated, are hereby *amended* to read:

14 "(a) I Maga'lahi (the Governor) is authorized to acquire on behalf of 15 the government of Guam, by lease, office space and other facilities for the 16 purpose of providing office and other space for the departments and agencies 17 of the executive branch of the government of Guam. Such lease agreements may be negotiated and entered into by I Maga'lahi with any person, 18 19 partnership, corporation, or public or private entity, provided, that no such 20 lease agreement shall exceed the term of the sitting Governor, without 21 specific legislative approval and authorization, and that such lease 22 agreement annual payments *shall only* be made pursuant to an appropriation 23 and/or authorization by I Liheslaturan Guåhan in each fiscal year 24 appropriation act. No annual lease payments with tax credits shall be made 25 without authorization from I Liheslaturan Guåhan in each fiscal year 26 appropriation act."

1 "(c) All lease agreements or amendments to such lease agreements 2 that are proposed to be entered into pursuant to Subsection (a) hereof, where 3 the total sum of money to be paid or sum of tax credits authorized to the 4 same lessor shall exceed Ten Thousand Dollars (\$10,000), or the total 5 number of years involved shall exceed the remaining years of the term of the sitting governor, may be entered into only after advertising for sealed bids in 6 7 a newspaper of general circulation within Guam, fourteen (14) days prior to 8 the formal bid opening, and then only to the lowest responsible bidder."

9 Section 3. A new Subsection (d) is hereby *added* to Section 3 of Public
10 Law 30-37 to read:

11 "(d) **Conflicts Prohibited.** Notwithstanding the provisions in this 12 Act, no covered person, as such term is defined below, shall be eligible to be 13 assigned or transferred, in whole or in part, any tax credit authorized in this 14 Act by the Lessor nor shall any covered person be authorized to utilize tax 15 credits granted in this Act. For purposes of this Section, the term *covered* 16 *person shall* mean any:

17 (1) official of the government of Guam that executed or
18 participated in the execution of the lease or any amendments to the
19 lease on or after June 1, 2011; and

(2) person or spouse of such person related by consanguinity
of the third degree, which for the purposes of this Act *shall* include
spouses, all children, parents, grandchildren, siblings, grandparents,
great-grandchildren, nieces, nephews, uncles, aunts, and greatgrandparents, to any person described in Subsection (1) of this
Section."

26 Section 4. Effective Date. This Act *shall* be effective upon enactment.

1 Section 5. Severability. *If* any provisions of this Act or the application 2 thereof to any person or circumstance is held invalid, such invalidity *shall not* 3 affect any other provision or application of this Act which can be given effect 4 without the invalid provision or application, and to this end the provisions of this 5 Act are severable.

# LEGISLATIVE SESSION I MINA'TRENTAI DOS NA LIHESLATURAN 2014 (SECOND) Regular Session Voting Sheet

Speaker Antonio R. Unipingco Legislative Session Hall February 3, 2014

- 10100200 - 10-000

Bill No. 258-32 (COR)

As amended on the Floor

NAME	Yea	Nay	Not Voting/ Abstained	Out During. Roll Call	Absent
Senator Thomas "Tom" C. ADA					
Senator V. Anthony "Tony" ADA					
Senator Frank Blas AGUON Jr.					
Vice-Speaker Benjamin J.F. CRUZ					
Senator Christopher M. DUENAS					
Senator Michael LIMTIACO					
Senator Brant McCREADIE	·				$\sum E_{X_i}$
Senator Thomas "Tommy" MORRISON					
Senator Tina Rose MUÑA BARNES					VEX.
Senator Vicente (ben) Cabrera PANGELINAN			l 		
Senator Rory J. RESPICIO	<u> </u>		¢		
Senator Dennis G. RODRIGUEZ, Jr.					
Senator Michael F. Q.SAN NICOLAS					
Speaker Judith T. WON PAT, Ed.D.		- `			
Senator Aline A. YAMASHITA, Ph.D.					
TOTAL	_8	5			1 Ex.
ľ	Yea	Nay	Not Voting/ Abstained	Out During Roll Call	Absent
CERTIFIED TRUE AND CORRECT: Clerk of the Legislature		I = Pass			



# **COMMITTEE ON RULES**

*I Mina'trentai Dos na Liheslaturan Guåhan* • The 32nd Guam Legislature 155 Hesler Place, Hagåtña, Guam 96910 • *www.guamlegislature.com* E-mail: *roryforguam@gmail.com* • Tel: (671)472-7679 • Fax: (671)472-3547

Senator Rory J. Respicio Chairperson Majority Leader

January 13, 2014

Senator Thomas C. Ada Vice Chairperson Assistant Majority Leader

Senator Vicente (Ben) C. Pangelinan Member

Speaker Judith T.P. Won Pat, Ed.D. Member

Senator Dennis G. Rodriguez, Jr. Member

> Vice-Speaker Benjamin J.F. Cruz Member

Legislative Secretary Tina Rose Muña Barnes Member

Senator Frank Blas Aguon, Jr. Member

Senator Michael F.Q. San Nicolas Member

> Senator V. Anthony Ada Member MINORITY LEADER

Senator Aline Yamashita Member <u>VIA E-MAIL</u> john.rios@bbmr.guam.gov

John A. Rios Director Bureau of Budget & Management Research P.O. Box 2950 Hagåtña, Guam 96910

### RE: Request for Fiscal Notes- Bill Nos. 257-32 (COR) through 261-32(COR)

Hafa Adai Mr. Rios:

Transmitted herewith is a listing of *I Mina'trentai Dos na Liheslaturan Guåhan's* most recently introduced bills. Pursuant to 2 GCA §9103, I respectfully request the preparation of fiscal notes for the referenced bills.

Si Yu'os ma'åse' for your attention to this matter.

Very Truly Yours,

1 Comy J. Respicio

**Senator Rory J. Respicio** *Chairperson of the Committee on Rules* 

Attachment (1)

Cc: Clerk of the Legislature

Bill Nos.	Sponsor	Title
257-32 (COR)	Vicente (ben) C. Pangelinan	AN ACT TO AMEND § 4107, CHAPTER 4, TITLE 5 OF THE GUAM CODE ANNOTATED, TO AMEND SECTIONS 5 AND 6 OF PUBLIC LAW 30-37, TO AMEND SECTION 7 OF PUBLIC LAW 31-76 AND TO AM END SECTION 1107(g), CHAPTER 1,TITLE 11 OF THE GUAM CODE ANN OTATED, RELATIVE TO ENHANCING I MAGA'LÅHEN GUÅHAN'S CO MPREHENSIVE PROGRAM AND FINANCIAL PLAN THROUGH IDENTIFYING THE GUAM DEPARTMENT OF EDUCATION, THE UNIVERSITY OF GUAM, AND THE GUAM COMMUNITY COLLEGE APP ROPRIATIONS AND TO INCREASE TRANSPARENCY, ACCOUNTABILITY, AND PLANNING IN THE BUDGET REPORTING OF TAX CREDITS.
258-32 (COR)	Vicente (ben) C. Pangelinan	AN ACT TO ADD A NEW SECTION 4122 TO CHAPTER 4 AND TO AMEND SECTIONS 22704(a) AND (c), CHAPTER 22 OF TITLE 5 OF THE GUAM CODE ANNOTATED AND TO ADD SECTION 3(d) TO PUBLIC LAW 30-37, RELATIVE TO REQUIRING LEGISLATIVE APPROPRIATION FOR THE GOVERNMENT OF GUAM PURCHASE, LEASE-TO-OWN, AND/OR LEASE-PURCHASE OF REAL PROPERTY AND FOR OTHER PURPOSES.
259-32 (COR)	Vicente (ben) C. Pangelinan	AN ACT TO AUTHORIZE I MAGA'LAHEN GUAHAN TO EXCHANGE ON A VALUE FOR VALUE BASIS PRIVATELY OWNED PROPERTY LOCATED IN THE MUNICIPALITY OF BARRIGADA UPON CERTIFICATION BY THE DEPARTMNT OF PUBLIC WORKS FOR USE OF A PONDING BASIN FOR FLOOD MITIGATION FOR GOVERNMENT OF GUAM OWNED PROPERTY LOCATED IN THE MUNICIPALITY OF DEDEDO.
260-32 (COR)	B. J.F. Cruz	AN ACT TO ADD A NEW SUBSECTION (f) TO § 13104 OF CHAPTER 13 OF TITLE 4 OF THE GUAM CODE ANNOTATED; RELATIVE TO REQUIRING A TAX CLEARANCE FROM THE DEPARTMENT OF REVENUE AND TAXATION WITHIN THE FINANCIAL DISCLOSURE OF ALL CANDIDATES FOR PUBLIC OFFICE AND ALL OFFICIALS APPOINTED BY I MAGA'LAHI WHOSE APPOINTMENT IS SUBJECT TO THE CONSENT OF I LIHESLATURAN GUÅHAN.
261-32 (COR)	B. J.F. Cruz	AN ACT TO ADD A NEW § 76405 TO ARTICLE 4 OF CHAPTER 76 OF TITLE 11 OF THE GUAM CODE ANNOTATED; RELATIVE TO REQUIRING A TAX CLEARANCE FOR PROFESSIONAL LICENCES.



# COMMITTEE ON RULES I Mina'trentai Dos na Liheslaturan Guåhan • The 32nd Guam Legislature

155 Hesler Place, Hagåtña, Guam 96910 • www.guamlegislature.com E-mail: roryforguam@gmail.com • Tel: (671)472-7679 • Fax: (671)472-3547

Senator Rory J. Respicio Chairperson Majority Leader

January 10, 2014

Senator Thomas C. Ada Vice Chairperson Assistant Majority Leader

Senator Vicente (Ben) C. Pangelinan Member

Speaker Judith T.P. Won Pat, Ed.D. Member

Senator Dennis G. Rodriguez, Jr. Member

> Vice-Speaker Benjamin J.F. Cruz Member

Legislative Secretary Tina Rose Muña Barnes Member

Senator Frank Blas Aguon, Jr. Member

Senator Michael F.Q. San Nicolas Member

> Senator V. Anthony Ada Member MINORITY LEADER

Senator Aline Yamashita Member

# **MEMORANDUM**

To: Rennae Meno Clerk of the Legislature

> **Attorney Therese M. Terlaje** *Legislative Legal Counsel*

From: Senator Rory J. Respicio Chairperson of the Committee on Rules

# Subject: Referral of Bill Nos. 258-32(COR) and 259-32(COR)

As the Chairperson of the Committee on Rules, I am forwarding my referral of **Bill Nos. 258-32(COR) and 259-32(COR).** 

Please ensure that the subject bills are referred, in my name, to the respective committee, as shown on the attachment. I also request that the same be forwarded to all members of *I Mina'trentai Dos na Liheslaturan Guåhan*.

Should you have any questions, please feel free to contact our office at 472-7679.

Si Yu'os Ma'åse!

Attachment

Bill No. 258-32 (wp)

Introduced by:

3

V.C. Pangelinan

AN ACT TO ADD A NEW SECTION 4122 TO CHAPTER 4 AND TO AMEND SECTIONS 22704(a) AND (c), CHAPTER 22 OF TITLE 5 OF THE GUAM CODE ANNOTATED AND TO ADD SECTION 3(d) TO PUBLIC LAW 30-37, RELATIVE TO **REQUIRING LEGISLATIVE** APPROPRIATION FOR THE GOVERNMENT OF GUAM PURCHASE, LEASE-TO-OWN, AND/OR LEASE-PURCHASE OF REAL PROPERTY AND FOR **OTHER PURPOSES.** 

#### **BE IT ENACTED BY THE PEOPLE OF GUAM:**

2014 JAN 10 PM 1: 416 ML Section 1. Section 4122 is hereby *added* to Chapter 4, Title 5 of the Guam 1 2 Code Annotated to read:

"§ 4122. Legislative Authorization and Appropriation Required.

4 No agency head, certifying officer, or department or agency of the 5 government of Guam *shall* contract, agree, or certify as to having funds 6 available for the purchase, lease-to-own, and/or lease-purchase of real 7 property without legislative authorization and appropriation. For the 8 purposes of this Section, real property will have the same definition as 9 defined in Article 1, Chapter 1, Division 1, Title 21 of the Guam Code 10 Annotated."

11 Sections 22704(a) and (c), Chapter 22, Title 5 of the Guam Section 2. 12 Code Annotated is hereby *amended* to read:

13 "(a) The Governor is authorized to acquire on behalf of the government of 14 Guam, by lease-or-lease-purchase agreement, office space and other facilities for

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1 the purpose of providing office and other space for the departments and agencies of 2 the Judicial and Executive Branches of the government of Guam. Such leases and 3 lease-purchase agreements may be negotiated and entered into by the Governor 4 with any person, partnership, corporation, or public or private entity, provided that 5 no such lease or lease-purchase agreement shall exceed 50 years the term of the 6 sitting governor, without specific legislative approval and authorization, and that such lease agreement annual payments shall only be made pursuant to an 7 8 appropriation and/or authorization by *I Liheslaturan Guåhan* in each fiscal year 9 appropriation act. No annual lease payments with tax credits shall be made without 10 authorization from *I Liheslaturan Guåhan* in each fiscal year appropriation act."

11 (c) All lease agreements or lease-purchase amendments to such lease 12 agreements that are proposed to be entered into pursuant to (a) hereof, where the total sum of money to be paid or sum of tax credits authorized to the same lessor 13 14 shall exceed \$10,000 or the total number of years involved shall exceed five the 15 remaining years of the term of the sitting governor, may be entered into only after advertising for sealed bids in a newspaper of general circulation within the 16 17 territory, 14 days prior to the formal bid opening, and then only to the lowest 18 responsible bidder."

19

Section 3. Section 3(d) is hereby *added to* Public Law 30-37 to read:

20 "(d) Conflicts Prohibited. Notwithstanding the provisions in this Act, no
21 Covered Person, as such term is defined below, *shall* be eligible to be assigned or
22 transferred, in whole or in part, any tax credit authorized in this Act by the Lessor
23 nor *shall* any Covered Person be authorized to utilize tax credits granted in this
24 Act. For purposes of this Section, the term "Covered Person" *shall* mean any:

(1) elected or appointed official of the government of Guam that
executed the Lease or any amendments to the Lease on or after June 1, 2011.

1 (2) person or spouse of such person related by consanguinity of the 2 third degree, which for the purposes of this Act *shall* include spouses, all 3 children, parents, grandchildren, siblings, grandparents, great-grandchildren, 4 nieces, nephews, uncles, aunts, and great-grandparents, to any person 5 described in subsection (1) of this Section."

6 Section 4. Effective Date. This Act *shall* be effective upon enactment.

Section 5. Severability. If any provisions of this Act or the application
thereof to any person or circumstance is held invalid, such invalidity *shall* not
affect any other provision or application of this Act which can be given effect
without the invalid provision or application, and to this end the provisions of this
Act are severable.

Bill No. 258-32 (wp)

Introduced by:

3

V.C. Pangelinan

AN ACT TO ADD A NEW SECTION 4122 TO CHAPTER 4 AND TO AMEND SECTIONS 22704(a) AND (c), CHAPTER 22 OF TITLE 5 OF THE GUAM CODE ANNOTATED AND TO ADD SECTION 3(d) TO PUBLIC LAW 30-37, RELATIVE TO **REQUIRING LEGISLATIVE** APPROPRIATION FOR THE GOVERNMENT OF GUAM PURCHASE, LEASE-TO-OWN, AND/OR LEASE-PURCHASE OF REAL PROPERTY AND FOR **OTHER PURPOSES.** 

#### **BE IT ENACTED BY THE PEOPLE OF GUAM:**

2014 JAN 10 PM 1: 416 ML Section 1. Section 4122 is hereby *added* to Chapter 4, Title 5 of the Guam 1 2 Code Annotated to read:

"§ 4122. Legislative Authorization and Appropriation Required.

4 No agency head, certifying officer, or department or agency of the 5 government of Guam *shall* contract, agree, or certify as to having funds 6 available for the purchase, lease-to-own, and/or lease-purchase of real 7 property without legislative authorization and appropriation. For the 8 purposes of this Section, real property will have the same definition as 9 defined in Article 1, Chapter 1, Division 1, Title 21 of the Guam Code 10 Annotated."

11 Sections 22704(a) and (c), Chapter 22, Title 5 of the Guam Section 2. 12 Code Annotated is hereby *amended* to read:

13 "(a) The Governor is authorized to acquire on behalf of the government of 14 Guam, by lease-or-lease-purchase agreement, office space and other facilities for

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1 the purpose of providing office and other space for the departments and agencies of 2 the Judicial and Executive Branches of the government of Guam. Such leases and 3 lease-purchase agreements may be negotiated and entered into by the Governor 4 with any person, partnership, corporation, or public or private entity, provided that 5 no such lease or lease-purchase agreement shall exceed 50 years the term of the 6 sitting governor, without specific legislative approval and authorization, and that such lease agreement annual payments shall only be made pursuant to an 7 8 appropriation and/or authorization by *I Liheslaturan Guåhan* in each fiscal year 9 appropriation act. No annual lease payments with tax credits shall be made without 10 authorization from *I Liheslaturan Guåhan* in each fiscal year appropriation act."

11 (c) All lease agreements or lease-purchase amendments to such lease 12 agreements that are proposed to be entered into pursuant to (a) hereof, where the total sum of money to be paid or sum of tax credits authorized to the same lessor 13 14 shall exceed \$10,000 or the total number of years involved shall exceed five the 15 remaining years of the term of the sitting governor, may be entered into only after advertising for sealed bids in a newspaper of general circulation within the 16 17 territory, 14 days prior to the formal bid opening, and then only to the lowest 18 responsible bidder."

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Section 3. Section 3(d) is hereby *added to* Public Law 30-37 to read:

20 "(d) Conflicts Prohibited. Notwithstanding the provisions in this Act, no
21 Covered Person, as such term is defined below, *shall* be eligible to be assigned or
22 transferred, in whole or in part, any tax credit authorized in this Act by the Lessor
23 nor *shall* any Covered Person be authorized to utilize tax credits granted in this
24 Act. For purposes of this Section, the term "Covered Person" *shall* mean any:

(1) elected or appointed official of the government of Guam that
executed the Lease or any amendments to the Lease on or after June 1, 2011.

1 (2) person or spouse of such person related by consanguinity of the 2 third degree, which for the purposes of this Act *shall* include spouses, all 3 children, parents, grandchildren, siblings, grandparents, great-grandchildren, 4 nieces, nephews, uncles, aunts, and great-grandparents, to any person 5 described in subsection (1) of this Section."

6 Section 4. Effective Date. This Act *shall* be effective upon enactment.

Section 5. Severability. If any provisions of this Act or the application
thereof to any person or circumstance is held invalid, such invalidity *shall* not
affect any other provision or application of this Act which can be given effect
without the invalid provision or application, and to this end the provisions of this
Act are severable.