

EDDIE BAZA CALVO Governor

RAY TENORIO Lieutenant Governor

February 2, 2016

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

Dear Madame Speaker:

33-16-1331 Office of the Speaker -Judith T. Won Pat. Ed.D

Date: 02-04-16

Received By:

Attached is Bill No. 204-33 (COR), entitled, "An act to add a new § 1106(a) to Chapter 1 of Title 2, Guam Code Annotated; and to Amend § 40109(a) of Chapter 40 of Title 5, Guam Code Annotated, Relative to Reducing the Compensation of Elected and Appointed officials," which I have VETOED.

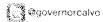
The reason for my veto is simple. The integrity of the Hay study, which set the salary adjustment for the entire government, should be maintained. This has been my consistent message from the day my office submitted the plan two years ago.

I argued against politicizing the effort to ensure parity, but the Democratic leadership did just that and bifurcated the bill. And now, with the election 8 months away, we are again revisiting this issue. Worse yet, you are including the mayors who are at the frontline to people in the villages.

And I believe that for the Legislature to use data from the first quarter is misleading. As the Department of Administration informed senators, there are huge payments made in that first quarter, including the lump sum of \$30 million for COLA required by law. My fiscal team is able to ensure these payments are made, however, while also paying out tax refunds.

I stand firmly by my fiscal policy team's success for 5 years running to manage the highs and lows of any given fiscal year. This same team postured Guam to accomplish record low-interest ratings on the bond market saving the people millions in debt service.





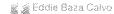


The resurrection of this issue at this time is nothing but political maneuvering. If the Legislature is indeed sincere in its desire to help, it easily do so on its own. Each senator can appropriate the more than \$1 million hoarded in lapsed sums to areas where they believe the government's finances are lacking. Or they can simply volunteer to reduce their own salaries.

Senseramente,

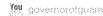
EDDIE BAZA CALVO

Governor of Guam









I MINA'TRENTAI TRES NA LIHESLATURAN GUÂHAN 2016 (SECOND) Regular Session

CERTIFICATION OF PASSAGE OF AN ACT TO I MAGA'LÂHEN GUÂHAN

This is to certify that Bill No. 204-33 (COR), "AN ACT TO ADD A NEW § 1106(a) TO CHAPTER 1 OF TITLE 2, GUAM CODE ANNOTATED; AND TO AMEND § 40109(a) OF CHAPTER 40 OF TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO REDUCING THE COMPENSATION OF ELECTED AND APPOINTED OFFICIALS," was on the 29th day of January 2016, duly and regularly passed.

Judith T. Won Pat, Ed.D. Speaker

Attested:	~ F • • • • • • • • • • • • • • • • • • •
Tina Rose Muña Barnes Legislative Secretary	
This Act was received by I Maga'låhen Gr 2016, at	Assistant Staff Officer Maga'låhi's Office
Date:	
Public Law No.	

I MINA'TRENTAI TRES NA LIHESLATURAN GUÅHAN 2015 (FIRST) Regular Session

Bill No. 204-33 (COR)

Introduced by:

Judith T. Won Pat, Ed.D.
N. B. Underwood, Ph.D.
B. J.F. Cruz
T. C. Ada
V. Anthony Ada
FRANK B. AGUON, JR.
Frank F. Blas, Jr.
James V. Espaldon
Brant T. McCreadie
Tommy Morrison
T. R. Muña Barnes
R. J. Respicio
Dennis G. Rodriguez, Jr.
Mary Camacho Torres

Michael F.Q. San Nicolas

AN ACT TO *ADD* A NEW § 1106(a) TO CHAPTER 1 OF TITLE 2, GUAM CODE ANNOTATED; AND TO *AMEND* § 40109(a) OF CHAPTER 40 OF TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO REDUCING THE COMPENSATION OF ELECTED AND APPOINTED OFFICIALS.

BE IT ENACTED BY THE PEOPLE OF GUAM:

- 2 Section 1. Short Title. This Act shall be cited as the "Public Official"
- 3 Compensation Reduction Act of 2015."
- 4 Section 2. Restore Salaries to Levels Before Public Law 32-208.
- 5 Notwithstanding any other provision of law, statutes, executive orders, regulations,

or compensation plans to the contrary, all laws, statutes, compensation plans, and compensation rates of elected and appointed officials whose compensation was affected by the enactment of Public Law 32-208, *except* as provided in Section 3 of this Act, are hereby reenacted to the language and amounts that existed prior to the enactment of Public Law 32-208.

Section 3. Legislative Compensation. Notwithstanding any other provision of law, a new Subsection (a) is hereby *added* to § 1106 of Chapter 1, Title 2, Guam Code Annotated, to read:

- "(a) Compensation of each member of *I Liheslaturan Guåhan shall* be paid in twenty-six (26) equal installments at the rate per annum of Fifty-Five Thousand Three Hundred Seven Dollars (\$55,307); the compensation of the Speaker of *I Liheslaturan Guåhan shall* be paid in twenty-six (26) equal installments at the rate per annum of Sixty Thousand Eight Hundred Thirty-Seven Dollars (\$60,837). Such compensation *shall* be paid out of funds to be appropriated to *I Liheslaturan Guåhan*."
- **Section 4. Mayor and Vice Mayor Salary.** Subsection (a) of § 40109, Chapter 40, Title 5, Guam Code Annotated, is hereby *amended* to read:
 - "(a) Notwithstanding any other provision of law to the contrary, the salary for a Mayor *shall* be Forty-Six Thousand Sixty-Two Dollars (\$46,062) per annum; and the salary for a Vice Mayor *shall* be Forty-Two Thousand Two Hundred Sixty-Four Dollars (\$42,264) per annum."
- Section 5. Governor and Lieutenant Governor Retirement Annuities. Notwithstanding any other provision of law to the contrary, the retirement annuities of a Governor or Lieutenant Governor and their survivors, provided under 4 GCA § 8172, for a Governor or Lieutenant Governor who was in office between the enactment of Section 8 of Chapter IV of Public Law 27-5 and the

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- 1 effective date of Section 2 of this Act, shall not be affected by any increase in
- 2 annual salary during such period.
- 3 Section 6. Severability. If any provision of this Act or its application to
- 4 any person or circumstance is held invalid, the invalidity does not affect other
- 5 provisions or applications of the Act that can be given effect without the invalid
- 6 provision or application, and to this end the provisions of this Act are severable.