I MINA' TRENTA NA LIHESLATURAN GUÅHAN 2010 (SECOND) REGULAR SESSION

Resolution No. 271 -30 (COR)

Introduced by:

Committee on Ethics & Standards Januards

Relative to the termination of the lease for Legislative office space between I Liheslaturan Guåhan and the Guam Federation of Teachers, and the admonishment of the Honorable Matt Rector, Senator, to comply with the Code of Ethics set forth in Rule 29 of the Standing Rules of the I Liheslaturan Guåhan when he locates new legislative office space and when he authorizes a new lease for such office space.

BE IT RESOLVED BY THE COMMITTEE ON RULES OF I MINA' TRENTA NA LIHESLATURAN GUĂHAN:

3 WHEREAS, on October 1, 2009, Monte D.M. Mesa (Hereafter

Referred to as "Complainant") filed an Ethics Complaint against the 4

Honorable Matt Rector (Hereafter Referred to as "Respondent") 5

alleging, in relevant part, that funds from Respondent's Legislative 6

Budget were paid to the Guam Federation of Teachers (Hereafter 7

Referred to as "Union") for Respondent's Legislative office space and 8

9 that such payments were prohibited because Respondent is the

Union President; and 10

WHEREAS, on January 6, 2010, the Committee on Ethics & 11

Standards authorized a full investigation into the aforementioned 12

allegations; and 13

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WHEREAS, on January 14, 2010, the Committee on Ethics & 14

Standards reviewed all the evidence obtained as a result of the

1 investigation and heard testimony from Complainant and the2 Respondent concerning the aforementioned allegation; and

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WHEREAS, as required by Rule 23a, of the Rules of Procedure for the Committee on Ethics & Standards (hereafter referred to as "Procedural Rules") the name of the Respondent *In the Matter of Monte D.M. Mesa*, Ethics Complaint No. 09-01, is the Honorable Matthew J. Rector, member of the 30th Guam Legislature; and

WHEREAS, as required by Rule 23b, Procedural Rules, the Committee on Ethics & Standards finds that the acts Respondent committed which violated the 30th Guam Legislature's Code of Ethics and Standards are as follows:

On or about January 26, 2009, Respondent executed a Commercial Lease Agreement between the Union and the Guam Legislature for lease of Respondent's Legislative Office Space. On that date, Respondent was simultaneously a member of the 30th Guam Legislature and the Union President, a Union officer position which Respondent received pay from the Union to perform such duties. The Lease's twenty-four (24) month term begun on January 5, 2009 and ends on January 2, 2011, and the Lease requires the 30th Guam Legislature to pay \$2,500 rent per month to the Union. For the period beginning January 5, 2009 and ending on September 30, 2009, the 30th Guam Legislature paid \$22,500 to the Union for rent. Further, if the Lease is allowed to continue until the expiration of its term, the Guam Legislature will have to pay an additional \$37,500 to the Union, resulting in a total of \$60,000 to the Union. The Ethics Code requires members of the Legislature to obey the laws of Guam. §29.02(ii), Ethics Code. Guam law prohibits public

officers from taking any official action directly affecting a business or other undertaking in which the public officer has a financial interest. 4 G.C.A. §15205(a)(1). The term "official the action" statute used in means decision, recommendation, approval, disapproval, or other action, including inaction which involves the use of discretionary and non-discretionary authority. The term "financial interest" as used in the statute means an employment or directorship or officership in a business. 4 G.C.A. §15102(f). 4 G.C.A. §15205(i). The term "employment" as used in the aforementioned statute means any rendering of services for compensation. 4 G.C.A. §15102(e). The evidence clearly shows that Respondent's official senatorial acts included locating his Legislative Office at the Union's Headquarters located at 153 Sesame Street, Mangilao, Guam, 96923, and signing the lease between the 30th Guam Legislature and the Union as the authorizing senator. Further, the evidence clearly shows that the Respondent was receiving compensation from the Union for Respondent's service as the Union's President. The law is clear that Respondent's compensation from the Union and his high office of Union President gives Respondent a financial interest in the Union. Finally, the evidence indicates that Respondent's official acts, described above directly affected the Union because the Union received \$22,500 from January 5, 2009 thru September 30, 2009, and will receive an additional \$37,500 for a total of \$60,000 if the Lease continues to the expiration of its twenty-four (24) month term. Thus, Respondent violated the Ethics code by locating his legislative office at the Union's headquarters and

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| 1 | by signing a lease that directly affected the Union by conferring |
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| 2 | a financial benefit of \$60,000 on the Union; and |
| 3 | WHEREAS, as required by Rule 23c, Procedural Rules, the |
| 4 | Committee on Ethics & Standards hereby recommends the |
| 5 | Respondent receive the following punishment for violating the Ethics |
| 6 | Code: |
| 7 | (a) Immediate Termination of Lease between the 30 th Guam |
| 8 | Legislature and the Union; and |
| 9 | (b) Admonishment of Respondent to comply with the Ethics |
| 10 | Code when he obtains a new legislative office and enters |
| 11 | into a new lease for the same; and |
| 12 | WHEREAS, the findings and recommendations contained |
| 13 | herein were duly and regularly adopted by the Committee on Ethics |
| 14 | & Standards of <i>I Mina' Trenta Na Liheslaturan Guåhan</i> on the 14 th day |
| 15 | of January, 2010, now, therefore, be it |
| 16 | RESOLVED, that the Committee on Ethics & Standards of I |
| 17 | Mina' Trenta Na Liheslaturan Guåhan hereby forwards its findings to |
| 18 | the Committee on Rules for placement on the session agenda for |
| 19 | action, and recommends adoption of these findings and |
| 20 | recommendations by I Mina' Trenta Na Liheslaturan Guåhan, and be it |
| 21 | further |
| 22 | RESOLVED, that, as required by §29.04.04 of the Ethics Code, |
| 23 | Respondent shall be accorded every opportunity to speak, alone or |
| 24 | with his counsel, before the Legislative Body during a Committee of |
| 25 | the Whole before the Body takes final action on the aforementioned |
| 26 | recommendation by the Committee on Ethics & Standards, and be it |
| 27 | further |
| 28 | RESOLVED, that the Speaker and the Chairperson of the |

- 1 Committee on Rules certify, and the Legislative Secretary attest to the
- 2 adoption hereof, and that copies of the same be hereafter transmitted
- 3 to the Honorable Matt Rector; to Monte D.M. Mesa; to the Committee
- 4 on Ethics and Standards, and to Felix P. Camacho, I Magalahen
- 5 Guåhan.