

Fri, Jun 26, 2020 at 7:22 PM

Messages and Communications

Speaker's Office <speaker@guamlegislature.org> To: Clerks Office <clerks@guamlegislature.org>

Cc: Rennae Meno <rennae@guamlegislature.org>

ſ	06-26-20	6:34 PM	06-26-20	Bill No. 241-35 (COR), signed into law as Public Law 35-87.	Office of the Governor of Guam	35GL-20-1924
Ē				Bill No. 251-35 (COR), signed into law as Public Law 35-88, and Bill		
	06-26-20	6:34 PM	06-26-20	No. 252-35 (COR), signed into law as Public Law 35-89.	Office of the Governor of Guam	35GL-20-1925
	06-26-20	6:34 PM			Office of the Governor of Guam	35GL-20-1926
F				Substitute Bill No. 162-35 (COR), signed into law as Public Law 35-		
	06-26-20	6:34 PM	06-26-20	91.	Office of the Governor of Guam	35GL-20-1927
	06-26-20	6:34 PM	06-26-20	Substitute Bill No. 366-35 (LS), signed into law as Public Law 35-92.	Office of the Governor of Guam	35GL-20-1928
[06-26-20	6:34 PM	06-26-20	Substitute Bill No. 214-35 (LS), signed into law as Public Law 35-93.	Office of the Governor of Guam	35GL-20-1929
Ē	06-26-20	6:34 PM	06-26-20	Bill No. 367-35 (LS), signed into law as Public Law 35-94.	Office of the Governor of Guam	35GL-20-1930



Sinseru yan Minagåhet,

Office of the Speaker • Tina Rose Muña Barnes Committee on Public Accountability, Human Resources & the Guam Buildup

35th Guam Legislature I Mina'trentai Šingko na Liheslaturan Guåhan

Guam Congress Building | 163 Chalan Santo Papa | Hagatna, GU 96910 T: (671) 477-2520/1 speaker@guamlegislature.org

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Gumai pribilehu yan konfedensia este siha na mensåhi. Solo espesiåtmente para hågu ma entensioña pat ma aturisa para unrisibi. Sen prubidu kumu ti un ma aturisa para manribisa, na setbe, pat mandespåtcha. Yanggen lachi rinisibu-mu nu este na mensåhi, put fabot ago' guatu gi I numa'huyong gi as speaker@guamlegislature.org yan despues destrosa todu siha I kopian mensåhi. Si Yu'os ma'åse'.

7 attachments

Bill No. 241-35 (COR), signed into law as Public Law No. 35-87.pdf 1090K

- Bill No. 251-35 (COR), signed into law as Public Law No. 35-88; Bill No. 252-35 (COR), signed into law as Public Law No. 35-89.pdf 1389K
- Bill No. 323-35 (COR), signed into law as Public Law No. 35-90.pdf 1009K
- Substitute Bill No. 162-35 (COR), signed into law as Public Law No. 35-91.pdf 2060K
- Substitute Bill No. 366-35 (LS), signed into law as Public Law No. 35-92.pdf 1184K
- Substitute Bill No. 214-35 (LS), signed into law as Public Law No. 35-93.pdf 1960K
- Substitute Bill No. 367-35 (LS), signed into law as Public Law No. 35-94.pdf



HAND-DELIVERED

June 26, 2020

HONORABLE TINA ROSE MUÑA BARNES Speaker I Mina'trentai Singko Na Liheslaturan Guåhan 35th Guam Legislature Guam Congress Building 163 Chalan Santo Papa Hagåtña, Guam 96910 35*GL-20 - 1930* Speaker Tina Rose Muña Barnes

JUN 2 6 2020 TIMO G. 34 ()AM WPM

Re: Bill No. 367-35 (LS) – An Act Relative to the Allocation of Payments to Eligible Guam Residents During the State of Public Health Emergency Due to the COVID-19 Pandemic, to be known as the *Ayuda I Mangåfa* Help for Families Program

Dear Madame Speaker:

I am allowing Bill 367-35 to become law because I am convinced that the author's intentions were good. The measure is lapsing into law without my signature because I cannot support technical errors that would unintentionally discriminate against unwed parents living as a family but filing separately. Additionally, the legislature asserts authority over funds specifically appropriated by the United States Congress -- an act against which the courts have already ruled.

First, the measure as drafted, would allow a qualified couple filing jointly to receive one thousand dollars (\$1,000). Additionally, if the same couple had two qualified dependents, this family would receive an additional five hundred dollars (\$500) per qualified child -- or a total of two thousand dollars (\$2,000). Under the same exact scenario, an unwed mother with two qualified dependents; filing individually would receive just five hundred dollars (\$500.00).

I am certain that the legislature did not intend for this policy to discriminate on this basis. I also know that payments resulting from this program were never intended to compel years of extended litigation on these grounds.

Secondly, while dollars from the Coronavirus Aid, Relief, and Economic Security ("CARES") Act have been a vital lifeline to Guam and many jurisdictions throughout the nation, all laws have gaps. The intent of Bill 367-35 is to fill that gap for struggling families with vulnerable

RICARDO J. BORDALLO GOVERNOR S COMPLEX - HAGÁTŇA, GUAM 96910 P.O. BOX 2950 - HAGÁTŇA, GUAM 96932 671.472.8931 - 671.472.8932/6 dependents. It is because I value that overarching goal that I am willing to ignore the legislature's unintentional overreach into the congressional purse.

In particular, item (e) of Section 6 of this Act "authorizes" *I Maga'hågan Guåhan* to transfer up to ten million dollars (\$10,000,000) to the Department of Revenue and Taxation, for the purpose of this act from funding the CARES Act, U.S. P.L. 116-36.

Yet the courts have been clear, our local legislature cannot re-authorize the use of, or appropriate federal funds once conferred by the federal purse. Specifically, *Wong v. Camina* (Dist. Guam 1978) held:

"Where these appropriations or grants completely fund a specific purpose without the need of local funding, and where the appropriation or grant does not provide for local legislative control, there is no authority for the Guam Legislature to assume the responsibility for reappropriating these funds."

While I believe this section is unenforceable for the abovementioned reason, I respect that the legislature's desire was to do good -- despite a flawed provision.

As such, Bill 367-35 will *lapse* into law without my signature. In the next few days, I will work with the author to accomplish her original intent -- dispensing payment to a class of individuals left behind by federal law.

Senseremente,

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LOURDES A. LEON GUERRERO Maga'hågan Guåhan Governor of Guam

Enclosure(s): Bill No. 367-35 (LS) nka Public Law 35-94

cc via email: Sigundo Maga'låhen Guåhan Compiler of Laws

I MINA'TRENTAI SINGKO NA LIHESLATURAN GUÅHAN 2020 (SECOND) Regular Session

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

This is to certify that Bill No. 367-35 (LS), "AN ACT RELATIVE TO THE ALLOCATION OF PAYMENTS TO ELIGIBLE GUAM RESIDENTS DURING THE STATE OF PUBLIC HEALTH EMERGENCY DUE TO THE COVID-19 PANDEMIC, TO BE KNOWN AS THE AYUDA I MANGÅFA HELP FOR FAMILIES PROGRAM," was on the 15th day of June 2020, duly and regularly passed.

Tina Rose Muña Barnes Speaker

Attested: helton

Amanda L. Shelton Legislative Secretary

This Act w	vas reco	eived by I l	Ma	ga'hågan Guåhan this	157h	_ day of June,
2020, at _	5	o'clock	P	.M.		U

Assistant Staff Officer Maga'håga's Office

APPROVED:

Lourdes A. Leon Guerrero I Maga'hågan Guåhan

Date:

Public Law No. 35-94

2020-11022

RCUD AT CENTRAL FILES JUN 15 '20 PK5:00

Elaine Tajalle

I MINA'TRENTAI SINGKO NA LIHESLATURAN GUÅHAN 2020 (SECOND) Regular Session

Bill No. 367-35 (LS)

As amended in the Committee of the Whole.

Introduced by:

Amanda L. Shelton Tina Rose Muña Barnes Telena Cruz Nelson Régine Biscoe Lee Jose "Pedo" Terlaje Kelly Marsh (Taitano), PhD Sabina Flores Perez Joe S. San Agustin <u>William M. Castro</u> James C. Moylan Louise B. Muña Clynton E. Ridgell Telo T. Taitague Therese M. Terlaje Mary Camacho Torres

AN ACT RELATIVE TO THE ALLOCATION OF PAYMENTS TO ELIGIBLE GUAM RESIDENTS DURING THE STATE OF PUBLIC HEALTH EMERGENCY DUE TO THE COVID-19 PANDEMIC, TO BE KNOWN AS THE AYUDA I MANGÅFA HELP FOR FAMILIES PROGRAM.

1 BE IT ENACTED BY THE PEOPLE OF GUAM:

Section 1. Legislative Findings and Intent. *I Liheslaturan Guåhan* finds
 that in response to the crisis as a result of the COVID-19 pandemic, all non-essential
 businesses were directed to cease operations in order to prevent the spread of

COVID-19. As a result, many people throughout our island have lost their jobs and
 are left in vulnerable situations.

3 I Liheslaturan Guåhan additionally finds that the federal and local 4 government have provided direct cash payments to assist individuals and businesses. 5 These aid packages, however, have left out substantial categories of individuals, 6 leaving many families without the assistance that is needed, as these aid packages 7 do not provide direct stimulus payments to families with dependents over the age of sixteen (16) years old. The current federal language also unjustly omits stimulus 8 payments for individuals with disabilities over the age of sixteen (16) who are 9 10 claimed as dependents by families.

It is, therefore, the intent of *I Liheslaturan Guåhan* to provide funding assistance to families with young adults, students, and disabled individuals who are claimed as dependents of these families.

14 Section 2. Establishment of the Ayuda I Mangåfa Help For Families
15 Program.

16 (a) The Ayuda I Mangåfa Help For Families Program is hereby
17 established by this Act.

(b) The Director of the Department of Revenue and Taxation
(Director) shall administer the *Ayuda I Mangåfa* Help For Families Program
and the distribution of payments to families. In the case of a qualified family,
there shall be allowed a payment equal to the sum of Five Hundred Dollars
(\$500) for each individual eligible within the family. Qualified families shall
submit an application for approval by the Department of Revenue and
Taxation.

25 (c) Eligibility of *Ayuda I Mangåfa* Help For Families Program.
 26 Eligible individuals, to include eligible individuals filing a joint return, are

1 those taxpayers who filed returns in the 2019 taxable year with qualifying 2 children: 3 (1)a qualifying child, as that term is defined in 26 U.S.C. § 4 152(c), means, with respect to any taxpayer for any taxable year, an 5 individual: 6 who bears a relationship to the taxpayer described (A) 7 in Paragraph (2) of this Subsection; 8 who has the same principal place of abode as the (B) 9 taxpayer for more than one-half $(\frac{1}{2})$ of such taxable year; 10 who meets the age requirements of Paragraph (3) of (C)11 this Subsection; 12 (D) who has not provided over one-half $(\frac{1}{2})$ of such 13 individual's own support for the calendar year in which the 14 taxable year of the taxpayer begins; and 15 (E) who has not filed a joint return (other than only for 16 a claim of refund) with the individual's spouse under 26 U.S.C. § 6013 for the taxable year beginning in the calendar year in 17 18 which the taxable year of the taxpayer begins. For the purposes of Paragraph (1)(A) of this Subsection, 19 (2)an individual bears a relationship to the taxpayer described in this 20 21 Paragraph if such individual is: 22 (A) a child of the taxpayer or a descendant of such a 23 child; or 24 (B) a brother, sister, stepbrother or stepsister of the 25 taxpayer, or a descendant of any such relative. 26 For the purposes of Paragraph (1)(C) of this Subsection, (3)27 an individual meets the requirements of this Paragraph if such

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1	individual is younger than the taxpayer claiming such individual as a
2	qualifying child, and
3	(A) has not attained the age of nineteen (19) as of the
4	close of the calendar year in which the taxable year of the
5	taxpayer begins; or
6	(B) is a student who has not attained the age of twenty-
7	four (24) as of the close of such calendar year;
8	(C) provided, however, that in the case of an individual
9	who is permanently and totally disabled at any time during such
10	calendar year, the requirements of this Paragraph (3) shall be
11	treated as met with respect to such individual.
12	(4) For the purposes of this Subsection, "student," as that term
13	is defined in 26 U.S.C. § 152(f)(2), means an individual who during
14	each of the five (5) calendar months during the calendar year in which
15	the taxable year of the taxpayer begins:
16	(A) is a full-time student at an educational organization
17	described in 26 U.S.C. § 170(b)(1)(A)(ii); or
18	(B) is pursuing a full-time course of institutional on-
19	farm training under the supervision of an accredited agent of an
20	educational organization described in 26 U.S.C. §
21	170(b)(1)(A)(ii) or of a state or political subdivision of a state.
22	(5) For the purposes of this Subsection, an individual is
23	permanently and totally disabled, as that term is defined in 26 U.S.C. §
24	22(e)(3), if the individual is unable to engage in any substantial gainful
25	activity by reason of any medically determinable physical or mental
26	impairment which can be expected to result in death or which has lasted
27	or can be expected to last for a continuous period of not less than twelve

1 (12) months. An individual shall not be considered to be permanently 2 and totally disabled unless the individual furnishes proof of the 3 existence thereof in such form and manner, and at such times, as the 4 Director may require. Limitations Based on Adjusted Gross Income. Individuals, to 5 (d) include individuals filing a joint return, whose adjusted gross income in the 6 7 2019 taxable year exceeds the following maximum adjusted gross income 8 shall not be eligible for the Ayuda I Mangåfa Help For Families Program: 9 (1) \$150,000 in the case of a joint return; 10 (2) \$112,500 in the case of a head of household; or 11 (3) \$75,000 in the case of a taxpayer not described in Paragraph 12 (1) or (2) of this Subsection. 13 Alternate Taxable Year. In the case of an individual who, at the (e) 14 time of any determination made pursuant to this Section, has not filed a tax 15 return for the first taxable year beginning in 2018, the Director may: 16 (1)substitute '2018' for '2019'; or 17 (2)if the individual has not filed a tax return for such 18 individual's first taxable year beginning in 2018, use information with 19 respect to such individual for calendar year 2019 provided in: 20 (A) Form SSA-1099, Social Security Benefit 21 Statement; or 22 (B) Form RRB-1099, Social Security Equivalent 23 Benefit Statement. 24 Any payment allowed or made to any individual under the Ayuda (f)25 I Mangåfa Help For Families Program shall not be subject to reduction or 26 offset for debts owed to the government of Guam.

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1 Section 3. Rules and Regulations. Notwithstanding any provision of the 2 Guam Administrative Adjudication Law, the Director of the Department of Revenue 3 and Taxation shall, within thirty (30) business days of the enactment of this Act, 4 promulgate rules and regulations to implement the *Ayuda I Mangåfa* Help For 5 Families Program, and shall transmit such rules and regulations to the Speaker of *I* 6 *Liheslaturan Guåhan*.

Section 4. Application Period. The application period for eligibility for the *Ayuda I Mangåfa* Help For Families Program shall end thirty (30) business days
after the date of implementation of the Program.

10 Section 5. Delivery of Payments. Notwithstanding any other provision of 11 law, or rule or regulation, the Director may certify and disburse payments pursuant 12 to this Act. No payment shall be made or allowed under this Act after December 31, 13 2020.

Section 6. Funding. Notwithstanding any other provision of law, or rule or regulation, *I Maga'hågan Guåhan* is authorized to transfer Ten Million Dollars (\$10,000,000), plus any additional amount needed for administrative costs, to the Department of Revenue and Taxation for the purposes of this Act, as may be available from the following:

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(a) Fiscal Year 2020 General Fund appropriations;

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(b) Fiscal Year 2020 Special Fund appropriations;

- (c) the two percent (2%) General Fund deposit requirement pursuant
 to § 22904 of Article 9, Chapter 22, Title 5, Guam Code Annotated;
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(d) any funds received pursuant to § 13.101 of Article 13.1, Chapter1, Title 5, Guam Code Annotated; or

(e) any Coronavirus Aid Relief, and Economic Security (CARES)
 Act (U.S. Public Law 116-136) funding available to *I Maga'hågan Guåhan*.

No local funds may be used for this program as long as CARES Act funds are
 available to encumber, obligate, or expend. Any funds transferred pursuant to this
 Act shall only be used for the purposes of this Act.

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Section 7. Reporting. Upon the lifting of the public health emergency
declaration for Guam, the Department of Revenue and Taxation and the Department
of Administration shall submit a report to the Speaker of *I Liheslaturan Guåhan*,
which shall include the cumulative amount of payments made under the *Ayuda I Mangåfa* Help For Families Program, the total administrative costs to facilitate this
Act, and the authorized amounts transferred by *I Maga'hågan Guåhan* under Section
6 of this Act.

11 Section 8. Severability. If any provision of this Act or its application to any 12 person or circumstance is found to be invalid or contrary to law, such invalidity shall 13 not affect other provisions or applications of this Act that can be given effect without 14 the invalid provision or application, and to this end the provisions of this Act are 15 severable.

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Section 9. Effective Date. This Act shall be effective upon enactment.