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## I MINA'TRENTAI TRES NA LIHESLATURAN GUÅHAN

THIRTY-THIRD GUAM LEGISLATURE 155 Hesler Place, Hagåtña, Guam 96910

November 19, 2015

The Honorable Edward J.B. Calvo I Maga'låhen Guåhan Ufisinan I Maga'låhi Hagåtña, Guam

Dear Maga 'låhi Calvo:

Transmitted herewith are Bill Nos. 75-33 (COR), 124-33 (COR), 147-33 (COR), 163-33 (LS), and 188-33 (COR); and Substitute Bill Nos. 133-33 (COR), 196-33 (LS) and 203-33 (COR), which were passed by *I Mina'Trentai Tres Na Liheslaturan Guåhan* on November 19, 2015.

Sincere **ROSE MUNA BARNES** Legislative Secretary

Enclosure (8)

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

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

This is to certify that Substitute Bill No. 196-33 (LS), "AN ACT TO TRANSFER APPROXIMATELY FOUR HUNDRED FORTY-THREE (443) LOTS WHICH HAVE LAPSED INTO FORECLOSURE FROM ALL THE "LAND FOR THE LANDLESS" SUBDIVISIONS, AND FROM ALL OTHER SUCH SUBDIVISIONS, TO THE CHAMORRO LAND TRUST COMMISSION'S AVAILABLE LANDS INVENTORY FOR CHAMORRO HOMELANDS," was on the 19<sup>th</sup> day of November 2015, duly and regularly passed.

Judith T. Won Pat, Ed.D. Speaker

Tina Rose Muña Barnes Legislative Secretary

This Act was received by I Maga'låhen Guåhan this _	19th day of November,
2015, at <u>SSD</u> o'clock <u>P</u> .M.	()

Assistant Staff Officer Maga'låhi's Office

**APPROVED:** 

EDWARD J.B. CALVO I Maga'låhen Guåhan

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

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

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

Bill No. 196-33 (LS)

As amended by the Sponsor; and substituted and amended on the Floor.

Introduced by:

<u>T. C. Ada</u>

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

AN ACT TO TRANSFER APPROXIMATELY FOUR HUNDRED FORTY-THREE (443) LOTS WHICH HAVE LAPSED INTO FORECLOSURE FROM ALL THE "LAND FOR THE LANDLESS" SUBDIVISIONS, AND FROM ALL OTHER SUCH SUBDIVISIONS, TO THE CHAMORRO LAND TRUST COMMISSION'S AVAILABLE LANDS INVENTORY FOR CHAMORRO HOMELANDS.

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

2 Section 1. Legislative Findings and Intent. *I Liheslaturan Guåhan* finds 3 that P.L. 14-138 authorized the *Land for the Landless Program* on August 25,

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1978. Afterwards, more public laws were enacted to provide for more than one
thousand six hundred fifty (1,650) residential lots in Agafu Gumas and Tract 9210
in Yigo, As-Tumbo in Dededo, As-Lucas in Talofofo, Ija in Inarajan, Malojloj,
Pigua in Merizo, Tract 104-Machanag/As-Pailo and Tract 3241 in Umatac, Umang
and Pagachao in Agat, and Kaiser in Piti, that have benefited about one thousand
thirty-six (1,036) families. General Fund appropriations were authorized to survey
the tracts and construct the infrastructure within these subdivisions.

8 The residential lots were sold for Two Thousand Five Hundred Dollars 9 (\$2,500) payable over a ten (10)-year contract period. Unfortunately, some buyers 10 were unable to meet the obligations of their contract. As a result of the default, the 11 contracts were terminated.

*I Liheslaturan Guåhan* further finds that in the FY 2011 Citizens Centric report, the Department of Land Management reported that there exists four hundred forty-three (443) unpaid *Land for the Landless* accounts. These four hundred forty-three (443) accounts have essentially lapsed into foreclosure leaving the valuable lots vacant and left idle outside of the real property tax base but within the titled residential subdivisions.

*I Liheslaturan Guåhan* further finds that P.L. 23-39 terminated the *Land for the Landless Programs and Subdivisions* in Yigo, Dededo, and Agat. Therefore, the expired agreements of these government lands are no longer '*dedicated to a specific public use by law, and are hereby designated as available lands*' for use by the Chamorro Land Trust Commission pursuant to § 75104(a) and § 75105(a) of Chapter 75, Title 21, GCA.

*I Liheslaturan Guåhan* intends to transfer all expired un-consummated contracts for lots in all the *Land for the Landless* subdivisions, and all other such subdivisions, into the Chamorro Land Trust Commission's available lands inventory for Chamorro Homelands. These subdivisions, throughout the island, are intended for residential leasing and will become valuable assets for the beneficiaries of the Chamorro Land Trust. Certain lots within these subdivisions may not be suitable for residential use due to their topography or geological characteristics, and their use is at the discretion of the Commission. The Commission, though, is highly encouraged to consider community gardens, green spaces, park spaces and conservation areas in their consideration for the use of these such lots and areas.

- 8 Section 2. Notification of Purchasers Under the Land for the Landless
  9 Who Had Defaulted and Remedy.
- 10 The Director of the Department of Land Management (a) 11 (Department) shall exercise his best efforts to notify purchasers who had 12 defaulted on contracts under the Land for the Landless program to submit, at 13 the purchaser's option, an appeal to rescind the default. The appeal must 14 provide justification on why the default should be rescinded. Said 15 notifications from the Department of Land Management shall be sent via 16 certified mail, and accomplished within forty-five (45) days of enactment of 17 this Act.
- 18 (b) Purchasers, or their legal beneficiaries, *shall* be given thirty 19 (30) days from the date of receipt of the notice to submit their appeal and 20 justification to the Department. The Department *shall* have forty-five (45) 21 days to review the appeals and to make a determination. Appeals that *do not* 22 receive a determination within the forty-five (45) days *shall* be deemed 23 approved.
- (c) If the Department finds the justification to be reasonable or
  pursuant to Subsection (b) above, and the purchaser, or his/her legal
  beneficiary, is still eligible under the program's guidelines, the Department

1 2 *shall* give the purchaser the opportunity to rectify the default within sixty (60) days from the date of notice that the default has been rescinded.

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The remedy available to the purchaser, or his/her legal (d)beneficiary, shall be to pay the full amount of the balance due on the initial Two Thousand Five Hundred Dollars (\$2,500) purchase price.

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An interest penalty *shall* be assessed on the unpaid balance at (e) an annual percentage rate (APR) of four and one half percent (4.5%) from the date that last payment was made or should have been made.

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(f)Funds received shall be deposited into the Chamorro Land *Trust Survey and Infrastructure Fund.* 

11 Re-entry. Every deed of conveyance of a lot under this Act (g)12 shall contain a right of re-entry by the government if the grantee sells or leases any of the conveyed property within ten (10) years after the date of 13 execution of the deed by I Maga'låhi (the Governor). 14

15 (h)Limitations in Deed. Each deed conveying a lot pursuant to 16 this Act *shall* contain a right of reverter to the government if the grantee 17 sells or leases any of the conveyed property within ten (10) years after the 18 date of execution of the deed, or if the grantee inherits or otherwise acquires 19 other land in Guam, in addition to the conveyed lot, and at the time of such 20 subsequent acquisition of land the grantee has not constructed any structure on the conveyed lot. 21

22 Section 3. Transfer of Trust, Chamorro Homelands. The Department 23 of Land Management is hereby directed to transfer all titles and maps of lots in the 24 Land for the Landless subdivisions, and all other such subdivisions, which have contracts that have expired and/or foreclosed, or are unsold, to the Chamorro Land 25 Trust Commission's available lands inventory. These lots are now declared 26

Chamorro Homelands. Said transfer *shall* be made within two hundred ten (210)
 days from the date of enactment of this Act.

Section 4. Exemption. § 2107 of Title 2, Guam Code Annotated, and the
Standing Rules of *I Mina 'Trentai Tres Na Liheslaturan Guåhan* relative to the
appraisals of land *shall not* apply to this Act.

6 Section 5. Severability. If any provision of this law or its application to 7 any person or circumstance is found to be invalid or contrary to law, such 8 invalidity *shall not* affect other provisions or applications of this law, which can be 9 given effect without the invalid provisions or applications and to this end the 10 provisions of this law are severable.