

CARL T.C. GUTIERREZ

GOVERNOR OF GUAM

OCT 3 1 2002

The Honorable Joanne M. S. Brown Legislative Secretary I Mina'Bente Sais na Liheslaturan Guåhan Twenty-Sixth Guam Legislature Suite 200 130 Aspinal Street Hagåtña, Guam 96910

OFFICE OF THE LEGISLATIVE SECRETARY
ACKNOWLEDGMENT) RECEIPT
Received By
Time 906
Date 1/4/07

Dear Legislative Secretary Brown:

Enclosed please find Substitute Bill No. 416 (COR) "AN ACT TO AMEND § 2 OF P.L. NO. 26-116, § 1 OF P.L. NO. 26-127; § 3 OF P.L. NO. 26-127 AND § 4 OF P.L. NO. 26-127, TO REPEAL AND REENACT § 2 OF P.L. NO. 25-163, AND TO AMEND § 1203(k) OF TITLE 12 OF THE GUAM CODE ANNOTATED, RELATIVE TO APPROPRIATING FUNDS FOR THE ORDOT DUMP FIRE, FOR THE PURCHASE OF A NEW FIRE APPARATUS, FOR THE REPAIR OF PUBLIC SCHOOL BUSES AND FOR TYPHOON CHATA'AN RECOVERY EFFORTS," which was signed into law as Public Law No. 26-153.

This legislation, which was passed as an emergency measure without the benefit of public hearing, contains six different subjects. The subjects are: \$250,000 appropriation to respond to the fire at the Ordot Dump; \$50,000 appropriation for the purchase of a fire apparatus; \$150,000 appropriation for the repair of school buses; authorization to use Typhoon Chata'an funds for the period of the grant awards for permanent repairs; four sections relative to language and terms of the airport bond refinancing which was previously authorized; and an amendment requiring the outsourcing of the Medically Indigent Program on October 1, 2003.

The numerous non-germane riders to an emergency bill for funds to use for the Ordot Dump fire emergency caused a delay in the availability of the emergency funds due to the necessity of reviewing the non-germane and non-emergency riders attached. The \$250,000 for the Ordot Dump fire is not adequate in any event.

Very truly yours,

Carl T. C. Gutierrez I Maga'Lahen Guåhan Governor of Guam

Attachments: original bill for vetoed legislation or

copy of bill for signed or overridden legislation and legislation enacted without signature

cc:

The Honorable Antonio R. Unpingco

Speaker

MINA'BENTE SAIS NA LIHESLATURAN GUÅHAN 2002 (SECOND) Regular Session

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

This is to certify that Substitute Bill No. 416 (COR) "AN ACT TO AMEND § 2 OF P.L. NO. 26-116, § 1 OF P.L. NO. 26-127, § 3 OF P.L. NO. 26-127 AND § 4 OF P.L. NO. 26-127, TO REPEAL AND REENACT § 2 OF P.L. NO. 25-163, AND TO AMEND § 1203(k) OF TITLE 12 OF THE GUAM CODE ANNOTATED, RELATIVE TO APPROPRIATING FUNDS FOR THE ORDOT DUMP FIRE, FOR THE PURCHASE OF A NEW FIRE APPARATUS, FOR THE REPAIR OF PUBLIC SCHOOL BUSES AND FOR TYPHOON CHATA'AN RECOVERY EFFORTS," was on the 28th day of October, 2002, duly and regularly passed.

ANTONIO R. UNPINGCO Speaker Attested: ÍOANNE M.S. BROW<mark>i</mark>n Senator and Legislative Secretary This Act was received by I Maga'lahen Guåhan this 28^{m} day of OCTOBER at <u>10:00</u> o'clock <u>P.</u>.M. Assistant Staff Officer Maga tahi's Office APPROVED: CARL T. C. GUTIERREZ I Maga'lahen Guåhan

MINA'BENTE SAIS NA LIHESLATURAN GUÅHAN 2002 (SECOND) Regular Session

Bill No. 416 (COR)

As substituted by the Author and amended in the Committee of the Whole.

Introduced by:

K. S. Moylan
V. C. Pangelinan
A. R. Unpingco
J. F. Ada
T. C. Ada
F. B. Aguon, Jr.
J. M.S. Brown
E. B. Calvo
F. P. Camacho
M. C. Charfauros
Mark Forbes
L. F. Kasperbauer
L. A. Leon Guerrero
A. L.G. Santos
J. T. Won Pat

AN ACT TO *AMEND* § 2 OF P.L. NO. 26-116, § 1 OF P.L. NO. 26-127, § 3 OF P.L. NO. 26-127 AND § 4 OF P.L. NO. 26-127, TO REPEAL AND REENACT § 2 OF P.L. NO. 25-163, AND TO AMEND § 1203(k) OF TITLE 12 OF THE **GUAM** ANNOTATED, CODE **RELATIVE** APPROPRIATING FUNDS FOR THE ORDOT DUMP FIRE, FOR THE PURCHASE OF A NEW FIRE APPARATUS, FOR THE REPAIR OF SCHOOL BUSES AND FOR TYPHOON CHATA'AN RECOVERY EFFORTS.

BE IT ENACTED BY THE PEOPLE OF GUAM:

•

Section 1. Ordot Dump Fire Appropriation.

- (a) Appropriation. There is hereby appropriated from the General Fund the sum of Two Hundred Fifty Thousand Dollars (\$250,000.00) to the Department of Military Affairs, Office of Civil Defense, for the purpose of funding the expenditures incurred as a result of the fire at the Ordot Dump on October 25, 2002. The following types of expenditure may be charged against appropriations made in this Act:
 - (1) expenses incurred fighting, controlling and extinguishing the fire;
 - (2) expenses incurred on emergency services for citizens affected by the fire;
 - (3) expenses incurred for necessary evacuation of residents and/or other displacement costs due to the health and safety hazards posed by the fire; *and*
 - (4) expenses incurred for all air quality testing and monitoring necessary for the duration of the emergency.
- (b) Authorization to Pay for Prior Expenses Incurred for Ordot Dump Fire. Notwithstanding any other provision of law, the appropriations made in this Section may be used to cover the October 25, 2002 Ordot Dump Fire Emergency expenses, including expenses incurred *prior* to the enactment date of this Act.

(c) Reporting Requirement. The Director of the Department of Military Affairs shall submit a report, *no later than* thirty (30) days after the enactment of this Act, of all expenditures from the appropriations contained in this Act to the Speaker of *I Liheslaturan Guåhan*.

Section 2. Appropriation New Fire Apparatus.

(a) Legislative Findings and Intent. *I Liheslaturan Guåhan* finds that the Guam Housing and Urban Renewal Authority ("GHURA"), as part of its Federal grants community projects, had earmarked *approximately* Two Hundred Seventy-eight Thousand Dollars (\$278,000.00) for the purchase of a new fire truck, as requested by the Guam Fire Department ("GFD") for the newly constructed Inarajan Fire Station.

However, after issuing an Invitation for Bid for the "Design and Specifications for Fire Apparatus," and conducting all the necessary procurement process, GHURA and GFD received bids that exceeded the amount funded by GHURA for the equipment. GFD thoroughly reviewed the "Design and Specifications for Fire Apparatus" to see if amendments or deletions from the original specifications were possible in order to reduce the cost of the equipment. GFD concluded that such changes could *not* be made without compromising the safety of our men and women in GFD, as it will *not* be able to meet the basic needs of GFD.

Therefore, it is the intent of *I Liheslaturan Guåhan* to supplement the funds provided by GHURA to GFD in order to purchase the much

needed fire truck for the Inarajan Community. Such Federal funds earmarked by GHURA will be reprogrammed for other community projects and it will no longer be available to GFD *if* the existing problem of the need for additional funds is *not* immediately remedied.

(\$50,000.00) is hereby appropriated from the funds pursuant to 11 G.C.A. § 106119(k) and 11 G.C.A. § 127114(j) to the Guam Housing and Urban Renewal Authority for the purchase of a fire apparatus for the Guam Fire Department.

Section 3. Appropriation for the Repair of School Buses.

(a) Legislative Findings and Intent. *I Liheslaturan Guåhan* recognizes the need to fund the *immediate* repair of school buses, as the continued breakdown of buses has severely affected the school attendance of students. Students frequently arrive late to their designated schools because of a lack of functional buses to transport them every morning. Although *I Maga'lahen Guåhan* has earmarked One Million Two Hundred Thousand Dollars (\$1,200,000.00) from the Compact-Impact Aid for the purchase of seventeen (17) new buses, delivery of vehicles by the vendor will be two hundred ten (210) days *after* the award of the bid, approximately May of 2003.

Meanwhile, approximately twenty-two (22) school buses need minor to major repairs, which can be placed in service almost immediately; *provided*, that funds are available for repairs. Therefore, it is the intent of *I Liheslaturan Guåhan* to appropriate the necessary funds

in order to end the problem of students coming to school late because of insufficient buses available.

(b) Appropriation. The Sum of One Hundred Fifty Thousand Dollars (\$150,000.00) is hereby appropriated from the funds pursuant to 11 G.C.A. § 106119(k) and 11 G.C.A. § 127114(j) to the Department of Public Works ("DPW") to be *exclusively* used for the repairs of public school buses.

Section 4. Completion of Typhoon Chata'an Repairs.

(a) Legislative Findings and Intent. I Liheslaturan Guåhan finds that emergency temporary repairs related to the damages caused by Typhoon Chata'an have been mostly completed. The recovery efforts now must focus on permanent repairs. However, such repairs require a longer period of time to complete, and consequently longer contract periods than are currently provided for by law.

Therefore, it is the intent of *I Liheslaturan Guåhan* to provide the necessary means to successfully complete the Typhoon *Chata'an* recovery efforts by allowing the expenditure of the appropriated funds to last for more than the forty-five (45) day requirement on any projects relating to permanent repairs.

(b) Section 2 of Public Law Number 26-116, as amended by Public Law Numbers 26-117 and 26-122, is hereby further *amended* to read as follows:

"Section 2. Expenditure Authority. Beginning on July 3, 2002 and for forty-five (45) days from the enactment of this Act, *I*

Maga'lahen Guåhan may spend up to Five Million Dollars (\$5,000,000) of the unexpended proceeds of the new money bonds under Article 10 of Chapter 22 of Title 5 of the Guam Code Annotated, currently slated for Phase II of the Tumon Redevelopment Project, up to Eight Million Dollars (\$8,000,000) from the unreserved fund balance of the Territorial Highway Bond, up to One Million Eight Hundred Thousand Dollars (\$1,800,000) from the unreserved fund balance of the Educational Bond Fund, and, notwithstanding any other provision of law, a sum not to exceed in aggregate Six Million Five Hundred Thousand Dollars (\$6,500,000), from Special Funds of the Executive Branch of the government of Guam, for Typhoon Chata'an and Typhoon Halong recovery efforts.

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To the greatest extent possible, typhoon-related expenditures shall be those pre-approved by the Federal Emergency Management Agency ('FEMA') for reimbursement to the government of Guam, for the purpose of providing and restoring damaged government services and infrastructure to the People of Guam resulting from Typhoon Chata'an or Typhoon Halong which serve to benefit and promote public health, safety, sanitation and welfare, including, but not limited to, restoration of roads and highways; restoration of power; restoration of water; restoration of telephone; repair of schools to pre-typhoon conditions, both private and public, with priority of spending to public schools; repair of facilities belonging to non-profit

organizations to pre-typhoon conditions; repair of public buildings; restoration of public parks; restoration of sports facilities; interim public housing; repairing damage to government property; overtime compensation for existing personnel needed to perform emergency and restorative services; and classified supervisory personnel overtime, including, but *not* limited to, police, fire, public health and hospital, and for other services consistent with the intent of this Act.

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I Maga'lahen Guåhan is further authorized to utilize the funding from this Act as local matching requirements for Federal funding awarded for Typhoon Chata'an related recovery efforts; and notwithstanding any other provision herein, funds used as matching requirements are hereby authorized for expenditure through the period of the grant award.

All work to be performed on permanent repairs shall be subject to the Guam Procurement Law."

Section 5. Section 1 of Public Law Number 26-127 is hereby *amended* to read as follows:

"Section 1. Legislative Findings and Intent. When market forces are prone to wild fluctuations, the ability to enter into financing arrangements that allow a borrower to 'lock in' preferable rates is viewed as advantageous. Due to tax restrictions, the bonds issued by the Antonio B. Won Pat International Airport Authority, Guam ('Authority') in 1993 cannot be refunded or refinanced with tax-exempt bonds until the year 2003.

However, by issuing refunding bonds for such purpose originally on a taxable basis and, when permitted under tax law, on a tax exempt basis, and entering into an interest rate swap agreement pursuant to and subject to the limitations set forth in the proposed Subsection (k) added by § 2 hereof, the Authority will be able to lock in today's current low interest rates. *If* this proposal becomes law now, the Authority can achieve more than Fifteen Million Dollars (\$15,000,000) in debt service savings."

Section 6. Section 1203(k) of Article 2, Chapter 1 of Title 12 of the Guam Code Annotated is hereby *amended* to read as follows:

"(k) enter into any contracts in connection with, or incidental to, the issuance of bonds, or the carrying of any investment or program of investment or entering into or maintaining any agreement which secures bonds, which the Authority determines to be necessary or appropriate to place the obligation or investment of the Authority, as represented by the bonds, investment, program of investment or agreement and the contract or contracts, in whole or in part, on the interest rate, currency, cash-flow, or other basis desired by the Authority in furtherance of the purposes of this Chapter, including, without limitation, contracts commonly known as interest rate swap agreements or contracts providing for payments based on levels of, or changes in, interest rates, or contracts to exchange cash flows or a series of payments, or contracts, including, without limitation, interest rate floors or caps, options, put or call to hedge payment, rate, spread, or similar exposure with the parties, selected by the means, and containing the

payment, security, default, remedy, and other terms and conditions, determined by the Authority, after giving due consideration for the creditworthiness of the counterparties, where applicable, including any rating by a nationally recognized rating agency or any other criteria as may be appropriate; *provided*, that any amounts received by the Authority pursuant to any such contract shall constitute Revenues and that any obligation of the Authority under any such contract shall be payable solely from, and secured solely by a pledge of, Revenues; and provided further that for purposes of § 1206 of this Chapter, such obligations shall constitute costs relating to the ownership, use and operation of the Airport.

Such contracts may include contracts pursuant to which the Authority receives an up-front payment in exchange for which the Authority agrees to make payments based upon a fixed rate which is greater than the fixed rate that the counterparty to such agreement would require in order to agree to make payments based upon the variable rate to be used to calculate the payments of such counterparty pursuant to such agreement."

Section 7. Section 3 of Public Law Number 26-127 is hereby *amended* to read as follows:

"Section 3. Approval by GEDCA; Approval by I Liheslaturan Guåhan.

(a) Section 50103(k) of Title 12 of the Guam Code Annotated provides that agencies and instrumentalities of the government of Guam shall issue bonds and other obligations *only*

by means of and through the agency of the Guam Economic Development and Commerce Authority ('GEDCA'). No issue of bonds approved pursuant to Subsection (b) of this Section 3 shall be sold until the board of directors of GEDCA has adopted a resolution approving the sale of such issue.

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Pursuant to said § 50103(k), GEDCA shall not sell any (b) bonds without approval by I Liheslaturan Guåhan of the terms and conditions of the issuance of the bonds. Pursuant to § 1208 of Title 12 of the Guam Code Annotated, no general revenue bonds, as defined therein, may be issued by the Authority unless ILiheslaturan Guåhan by statute approves the terms and conditions, including terms and conditions related to the use of proceeds of such bonds in accordance with Article 1 of Chapter 1 of Title 12 of the Guam Code Annotated, of such bonds. I Liheslaturan Guåhan hereby approves, in accordance with said § 50103(k) and said § 1208, the issuance, terms and conditions of bonds to be issued by the Authority pursuant to and in accordance with and in all cases subject to the requirements and limitations set forth in Article 2 of Chapter 2 of Title 12 of the Guam Code Annotated for the purpose of refunding or refinancing the 1993 Bonds, or any bonds issued to refund or refinance the 1993 Bonds; provided, that such bonds meet the requirements of Subsection (c) of this § 3. Such approval applies to any and all such bonds, regardless of whether such bonds are issued as bonds bearing interest at a fixed rate or bonds bearing interest at a variable rate, and regardless of whether the

interest on such bonds is expected to be included in gross income for Federal income tax purposes, or excluded from gross income for Federal income tax purposes.

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(c) The true interest cost, that is, the annual discount rate which, when used to discount all payments of debt service, as defined below, on an issue of bonds to the date of issuance of such bonds, using a semiannual compounding interval, results in the aggregate present value of such payments being equal to an amount equal to the re-offering price to the public of such bonds less fees to be paid for credit enhancement of such bonds from proceeds thereof, on any bonds issued pursuant to the approval granted in Subsection (b) of this § 3 shall not exceed 4.75% per annum. For purposes of calculating true interest cost pursuant to this Subsection (c) of this § 3, (i) the term "debt service" means the scheduled principal of and interest on bonds plus fees to be paid, other than from bond proceeds, for credit enhancement of such bonds and for ongoing remarketing, auction or other similar services in connection with such bonds and net amounts to be paid or received under any financial contract entered into pursuant to Subsection (k) of § 1203 of Title 12 of the Guam Code Annotated, and (ii) to the extent that the Authority enters into a financial contract pursuant to said Subsection (k) in connection with the issuance of variable rate bonds to place the obligation of the Authority, as represented by such bonds and such agreement, on an approximately fixed rate basis, the interest rate on such

bonds and the interest rate used to calculate payments to be made by the counterparty under said agreement shall be assumed to be the same."

Section 8. Section 4 of Public Law Number 26-127 is hereby *amended* to read as follows:

"Section 4. Any counterparty to a financial contract entered into by the Authority in connection with the issuance of bonds approved by § 3 of this Act shall agree to provide insurance and/or collateral at the times and in the amounts required by said contract to ensure payment of its obligation under such financial contract. All legal documentation and collateral documentation, the applicable forms published by the International Swaps and Derivatives Association, Inc., and any amendment to such documents in effect at time of issuance; provided, that terms and conditions of such financial contract, shall be negotiated by the Authority in accordance with Subsection (k) of § 1203 of Title 12 of the Guam Code Annotated."

Section 9. Section 2 of Public Law Number 25-163 is hereby *repealed and reenacted* to read as follows:

"Section 2. Effective Date. With the exception of 10 G.C.A. § 2916 (MIP Reimbursement Fee Schedules for Providers) which is already in effect, the other sections of Article 9 of Title 10 of the Guam Code Annotated, as set forth in § 1 of this Act, shall become effective on October 1, 2003. The Director shall take all steps necessary to implement Article 9 on October 1, 2003. No hospitalization, medical, dental or behavioral health care services may be provided pursuant to this Article

prior to October 1, 2003. All eligible members of the Program on the last day of September, 2003 shall continue to remain eligible until the expiration of their previous eligibility.

Such members shall be able to renew their participation in the Program, but shall be required to meet the new eligibility standards established by this Article. All new applicants for the Program who have *not* been determined eligible as of 11:59 p.m. on September 30, 2003 shall be required to meet the new eligibility standards established by this Act.

Within sixty (60) days of enactment of this Act, the Director of the Department of Public Health and Social Services ('DPH&SS') shall notify all current Medically Indigent Program ('MIP') recipients and providers of the new eligibility standards and Program benefits."

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



MINA' BENTE SAIS NA LIHESLATURAN GUÅHAN

TWENTY-SIXTH GUAM LEGISLATURE
155 Hessler Place, Hagatña, Guam 96910

2002 (SECOND) Regular Session

I, Antonio R. Unpingco, Speaker of *I Mina' Bente Sais Na Liheslaturan Guåhan*, hereby certify, in conformance with Title 2, Guam Code Annotated, §2103, *Public Hearings Mandatory*, as amended, that an emergency condition exists involving danger to the public health, safety and welfare of the People and therefore waive the statutory requirements for a public hearing on Bill No. 416 (COR), "AN ACT TO APPROPRIATE THE SUM OF TWO HUNDRED FIFTY THOUSAND DOLLARS (\$250,000.00) TO COVER COSTS ASSOCIATED WITH THE ORDOT DUMP FIRE," which was introduced on this date, October 28, 2002, and therefore waive the statutory requirements for a public hearing on Bill No. 416 (COR).

Dated:

October 28, 2002

ANTONIO R. UNPINGCO
Speaker and Presiding Officer



I MINA' BENTE SAIS NA LIHESLATURAN GUAHAN

2002 (SECOND) Regular Session

Date: <u>/0/<i>Ə</i>8/0</u>	2

VOTING SHEET

S Bill No. 4/6 (Cork) Resolution No Question:					
<u>NAME</u>	YEAS	<u>NAYS</u>	NOT VOTING/ ABSTAINED	OUT DURING ROLL CALL	ABSENT
ADA, Joseph F.					
ADA, Thomas C.					
AGUON, Frank B., Jr.					
BROWN, Joanne M. S.	V				
CALVO, Eddie B.	V				
CAMACHO, Felix P.					
CHARFAUROS, Mark C.	V				**
FORBES, Mark	V				
KASPERBAUER, Lawrence F.	اسنا				7.00
EON GUERRERO, Lourdes A.					
MOYLAN, Kaleo S.					
PANGELINAN, Vicente C.					
SANTOS, Angel L.G.					-EA
JNPINGCO, Antonio R.	-				
NON PAT, Judith T.					
TOTAL	14	0	0	_0_	_/
CERTIFIED TRUE AND CORRECT:			*		
Clerk of the Legislature			E	3 Passes = No A = Excused Ab	vote sence

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£10/24/02

MINA'BENTE SAIS NA LIHESLATURAN GUÅHAN 2002 (SECOND) Regular Session

Bill No. 416 (COR)
As substituted by the Author.

Introduced by:

V. C. Pangelinan

A. R. Unpingco
J. F. Ada
T. C. Ada
F. B. Aguon, Jr.
J. M.S. Brown
E. B. Calvo
F. P. Camacho
M. C. Charfauros
Mark Forbes
L. F. Kasperbauer
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A. L.G. Santos
J. T. Won Pat

K. S. Moylan

AN ACT TO APPROPRIATE THE SUM OF TWO HUNDRED FIFTY THOUSAND DOLLARS (\$250,000) TO COVER COSTS ASSOCIATED WITH THE ORDOT DUMP FIRE, TO APPROPRIATE FIFTY THOUSAND DOLLARS FOR THE PURCHASE OF A NEW FIRE APPARATUS FOR THE GUAM FIRE DEPARTMENT TO BENEFIT THE VILLAGE OF INARAJAN, TO APPROPRIATE FUNDS FOR THE REPAIR OF PUBLIC SCHOOL BUSES, TO AMEND SECTION 2 OF PUBLIC LAW NUMBER 26-116, AS AMENDED BY PUBLIC LAW 26-117 AND FURTHER AMENDED BY PUBLIC LAW 26-122, RELATIVE TO THE TYPHOON CHATA'AN RECOVERY EFFORTS.

BE IT ENACTED	BY THE	PEOPLE (OF GUAM:
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Section 1. Ordot Dump Fire Appropriation.

- (a) Appropriation. There is hereby appropriated from the General Fund the sum of Two Hundred Fifty Thousand Dollars (\$250,000.00) to the Department of Military Affairs, Office of Civil Defense, for the purpose of funding the expenditures incurred as a result of the fire at the Ordot Dump on October 25, 2002. The following types of expenditure may be charged against appropriations made in this Act:
- 9 (1) expenses incurred fighting, controlling and extinguishing 10 the fire;
 - (2) expenses incurred on emergency services for citizens affected by the fire;
 - (3) expenses incurred for necessary evacuation of residents and/or other displacement costs due to the health and safety hazards posed by the fire; *and*
 - (4) expenses incurred for all air quality testing and monitoring necessary for the duration of the emergency.
- **(b)** Authorization to Pay for Prior Expenses Incurred for Ordot
 19 Dump Fire. Notwithstanding any other provision of law, the
 20 appropriations made in this Section may be used to cover any Ordot Dump
 21 fire emergency expenses incurred prior to the enactment date of this Act.
- **(c) Reporting Requirement.** The Director of the Department of 23 Military Affairs shall submit a report, *no later than* thirty (30) days after the

SESSION FLOOR AMENDMENT FORM Bill No. 416 (COR)

Senator Proposing Amendment: SENATOR TOM ADA

Proposed Amendment:

PAGE 2, BEGINNING ON LINE 20, CHANGE AS FOLLOWS:

"Notwithstanding any other provisimay be used to cover any the <u>October 25</u> , prior to the enactment date of this Act."		
	No/ of a total of	
Bill. Votes For Amendment:	Votes Against Amendmen	
AMENDMENT PASSED:	votes Against Amendmen	
	1	Amendment Failed:
APPROVED AS TO FORM PASSED:		
AUTHOR OF AMENDMENT	ys.	
ALEE BELLENCUEN ALVERINEDIVERINE	CIMPRK OR TH	F I FCISI ATUDE

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PIFAR return to normal of the Ordot Dump all expenditures from the appropriations contained in this Act to the Speaker of I Liheslaturan Guåhan.

- 3 Section 2. Appropriation for the purchase of a new fire apparatus for 4 the Guam Fire Department to benefit the village of Inarajan.
- 5 (a) Legislative Findings and Intent. Ι Liheslaturan Guåhan finds that the Guam Housing and Urban Renewal Authority ("GHURA"), as 6 part of its federal grants community projects, had earmarked approximately 7 8 Two Hundred Seventy-eight Thousand Dollars (\$278,000.00) for the purchase 9 of a new fire truck, as requested by the Guam Fire Department ("GFD") for 10 the newly constructed Inarajan Fire Station.

However, after issuing an Invitation for Bid, for the 'Design and Specifications for Fire Apparatus', and conducting all the necessary procurement process, GHURA and GFD received bids that exceeded the amount funded by GHURA for the equipment. GFD thoroughly reviewed the 'Design and Specifications for Fire Apparatus' to see if amendments or deletions from the original specifications were possible in order to reduce the cost of the equipment. GFD concluded that such changes could not be made without compromising the safety of our men and women in the fire department, as it will not be able to meet the basic needs of the Department.

Therefore, it is the intent of I Liheslaturan Guahan to supplement the funds provided by GHURA to GFD in order to purchase the much needed fire truck for the Inarajan Community. Such federal funds earmarked by GHURA will be reprogrammed for other community projects and it will no longer be available to GFD if the existing problem of the need for additional funds is not immediately remedied.

I MINA'BENTE SAIS NA LIHESLATURAN GUÅHAN
FLOOR AMENDMENTS/CHANGES
5 Bill No. 416
TCA
Senator Proposing Amendment
(Below for Senator to complete) Please describe proposed amendment, including where change to occur:
p 3 /: / A + +
p.3 line 1, Delete "return to normal of the Ordet Dung"; insert " often
- unsert the
ensutment of this Act."
(Relow only for Clark of Lacialature)
(Below only for Clerk of Legislature's use and processing))
Date 10/28, 2002
Floor Amendment No of a total of changes on above Bill.
Votes For Amendment: Votes Against Amendment:
AMENDMENT PASSED:
Amendment Failed:
Amendment Withdrawn:
APPROVED AS TO FORM PASSED
\mathcal{I}
AUTHOR OF AMENDMENT
AUTHOR OF AMENDMENT
Concur (initial)
. 0
Clerk of Legislature Speaker
Clerk of Legislature Speaker
Ass't. Amend. Clerk
Engrossment Staff

Passed FA No._____
Date:____ Time: ____

- 1 **(b)** Appropriation. The Sum of Fifty Thousand Dollars (\$50,000.00)
- 2 is hereby appropriated from the funds pursuant to 11 G.C.A. §106119(k) and
- 3 11 G.C.A. §127114(j) to the Guam Housing and Urban Renewal Authority for
- 4 the purchase of a fire apparatus for the Guam Fire Department."

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Section 3. Appropriation for the Repair of School Buses.

- (a) Legislative Findings and Intent. *I Liheslaturan Guåhan* recognizes the need to fund the immediate repair of school buses, as the continued breakdown of buses has severely affected the school attendance of students. Students frequently arrive late to their designated schools because of a lack of functional buses to transport them every morning. Although the Governor has earmarked One Million Two Hundred Thousand Dollars (\$1,200,000.00) from the Compact-Impact Aid for the purchase of seventeen (17) new buses, delivery of vehicles by the vendor will be two hundred ten (210) days after the award of the bid, approximately May of 2003.
- Meanwhile, approximately twenty-two (22) school buses need minor to major repairs, which can be placed in service almost immediately, provided that funds are available for repairs. Therefore, it is the intent of *I Liheslaturan Guåhan* to appropriate the necessary funds in order to end the problem of students coming to school late because of insufficient buses available.
- 10 **(b) Appropriation.** The Sum of One Hundred Fifty Thousand 11 Dollars (\$150,000.00) is hereby appropriated from the funds pursuant to 11 12 G.C.A. §106119(k) and 11 G.C.A. §127114(j) to the Department of Public 13 Works to be exclusively used for the repairs of public school buses.

- Section 4. Amendment to Section 2 of Public law Number 26-116 as amended and further amended by Public law Number 26-122.
- (a) Legislative Findings and Intent. I Liheslaturan Guåhan finds that emergency temporary repairs related to the damages caused by Typhoon Chata'an have been mostly completed. The recovery efforts now must focus on permanent repairs. However, such repairs require a longer period of time to complete, and consequently longer contract periods than are
- Therefore, it is the intent of *I Liheslaturan Guåhan* to provide the necessary means to successfully complete the Typhoon *Chata'an* recovery efforts by allowing the expenditure of the appropriated funds to last for more than the forty-five-days requirement on any projects relating to permanent repairs.

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currently provided for by law.

- 14 **(b) Amendment.** Section 2 of Public Law Number 26-116, as amended by Public Law 26-117 and further amended by Public Law 26-122, is hereby *amended* to read as follows:
- 17 "Section 2. **Expenditure Authority.** Beginning July 3, 2002 and for forty-five (45) days from the enactment of this Act, I 18 19 Maga'lahen Guåhan may spend up to Five Million Dollars (\$5,000,000) of 20 the unexpended proceeds of the new money bonds under Article 10 of 21 Chapter 22 of Title 5 of the Guam Code Annotated, currently slated for 22 Phase II of the Tumon Redevelopment Project, up to Eight Million 23 Dollars (\$8,000,000) from the unreserved fund balance of the Territorial 24 Highway Bond, up to One Million Eight Hundred Thousand Dollars

(\$1,800,000) from the unreserved fund balance of the Educational Bond Fund, and, notwithstanding any other provision of law, a sum *not* to exceed in aggregate Six Million Five Hundred Thousand Dollars (\$6,500,000), from Special Funds of the Executive Branch of the government of Guam, for Typhoon *Chata'an* and Typhoon *Halong* recovery efforts.

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To the greatest extent possible, typhoon-related expenditures shall be those pre-approved by the Federal Emergency Management Agency ('FEMA') for reimbursement to the government of Guam, for the purpose of providing and restoring damaged government services and infrastructure to the People of Guam resulting from Typhoon Chata'an or Typhoon Halong which serve to benefit and promote public health, safety, sanitation and welfare, including, but not limited to, restoration of roads and highways; restoration of power; restoration of water; restoration of telephone; repair of schools to pre-typhoon conditions, both private and public, with priority of spending to public schools; repair of facilities belonging to non-profit organizations to pre-typhoon conditions; repair of public buildings; restoration of public parks; restoration of sports facilities; interim public housing; repairing damage to government property; overtime compensation for existing personnel needed to perform emergency and restorative services; and classified supervisory personnel overtime, including, but not limited to, police, fire, public health and hospital, and for other services consistent with the intent of this Act.

I Maga'lahen Guåhan is further authorized to utilize the funding from this Act as local matching requirements for Federal funding awarded for Typhoon Chata'an related recovery efforts; and notwithstanding any other provision herein, funds used as matching requirements are hereby authorized for expenditure through the period of the grant award.

All work to be performed on permanent repairs shall be subject to the Guam Procurement Law."

Section 5. Section 1 of Public Law Number 26-127 is hereby *amended* to read as follows:

"Section 1. Legislative Findings and Intent. When market forces are prone to wild fluctuations, the ability to enter into financing arrangements that allow a borrower to "lock in" preferable rates is viewed as advantageous. Due to tax restrictions, the bonds issued by the Antonio B. Won Pat International Airport Authority, Guam (the "Authority") in 1993 cannot be refunded or refinanced with tax-exempt bonds until the year 2003.

However, by issuing taxable refunding bonds for such purpose originally on a taxable basis and, when permitted under tax law, refinancing such bonds through the issuance of on a tax exempt basis refunding bonds and entering into an interest rate swap agreement pursuant to and subject to the limitations set forth in the proposed Subsection (k) added by § 2 hereof, the Authority will be able to lock in today's current low interest rates. If this proposal becomes law now, the

Authority can achieve more than Fifteen Million Dollars (\$15,000,000) in debt service savings."

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Section 6. Section 2 of Public Law Number 26-127 is hereby *amended* to read as follows:

enter into any contracts in connection with, or incidental to, the issuance of bonds, or the carrying of any investment or program of investment or entering into or maintaining any agreement which secures bonds, which the Authority determines to be necessary or appropriate to place the obligation or investment of the Authority, as represented by the bonds, investment, program of investment or agreement and the contract or contracts, in whole or in part, on the interest rate, currency, cash-flow, or other basis desired by the Authority in furtherance of the purposes of this Chapter, including, without limitation, contracts commonly known as interest rate swap agreements or contracts providing for payments based on levels of, or changes in, interest rates, or contracts to exchange cash flows or a series of payments, or contracts, including, without limitation, interest rate floors or caps, options, put or call to hedge payment, rate, spread, or similar exposure with the parties, selected by the means, and containing the payment, security, default, remedy, and other terms and conditions, determined by the Authority, after giving due consideration for the creditworthiness of the counterparties, where applicable, including any rating by a nationally recognized rating agency or any other criteria as may be appropriate; provided, that any amounts received by the Authority pursuant to any such contract shall constitute Revenues and

that any obligation of the Authority under any such contract shall be payable solely from, and secured solely by a pledge of, Revenues; and provided further that for purposes of §1206 of this Chapter, such obligations shall constitute costs relating to the ownership, use and operation of the airport.

Such contracts may include contracts pursuant to what which the Authority receives on an up-front payment in exchanges for which the Authority agrees to make payments based upon a fixed rate which is greater than the fixed rate that the counterparty to such agreement would require in order to agree to make prepayments based upon a fixed rate which is greater than the fixed rated that the counter party to such agreement would require in order to agree to make payments based upon the variable rate to be used to calculate the payments at of such counterparty pursuant to such agreement."

Section 7. Section 3 of Public Law Number 26-127 is hereby *amended* to read as follows:

"Section 3. The refunding interest rate on the variables rate bonds Series 2003 Refunding Revenue Bonds shall be no greater than the true interest cost of four and seventy-five hundredth percent (4.75%). Approval by GEDA; Approval by I Liheslaturan Guåhan.

(a) Section 50103 (k), Title 12, Guam Code Annotated, provides that agencies and instrumentalities of the government of Guam shall issue bonds and other obligations only by means of and through the agency of the Guam Economic Development Authority ("GEDA"). No issue of bonds approved pursuant to subsection (b) of this Section 3

shall be sold until the board of directors of GEDA has adopted a resolution approving the sale of such issue.

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Pursuant to said Section 50103 (k) GEDA shall not sell any bonds without approval by I Liheslaturan Guåhan of the terms and conditions of the issuance of the bonds. Pursuant to §1208 of Title 12, Chapter 1, Article 2, Guam Code Annotated, no general revenue bonds (as defined therein) may be issued by the Authority unless I Liheslaturan Guåhan by statute approves the terms and conditions (including terms and conditions related to the use of proceeds of such bonds in accordance with Title 12, Chapter 1, Article 2, Guam Code Annotated) of such bonds. I Liheslaturan Guåhan hereby approves, in accordance with said Section 50103(k) and said §1208, the issuance, terms and conditions of bonds to be issued by the Authority pursuant to and in accordance with and in all cases subject to the requirements and limitations set forth in Title 12, Chapter 1, Article 2, Guam Code Annotated for the purpose of refunding or refinancing the 1993 Bonds or any bonds issued to refund or refinance the 1993 Bonds; provided that such bonds meet the requirements of subsection (c) of this Section 3. Such approval applies to any and all such bonds regardless of whether such bonds are issued as bonds bearing interest at a fixed rate or bonds bearing interest at a variable rate and regardless of whether the interest on such bonds is expected to be included in gross income for federal income tax purposes or excluded from gross income for federal income tax purposes.

(c) The true interest cost (that is, the annual discount rate which, when used to discount all payments of debt service (as defined

below) on an issue of bonds to the date of issuance of such bonds (using a semiannual compounding interval), results in the aggregate present value of such payments being equal to an amount equal to the reoffering price to the public of such bonds less fees to be paid for credit enhancement of such bonds from proceeds thereof) on any bonds issued pursuant to the approval granted in subsection (b) of this Section 3 shall not exceed 4.75% per annum. For purposes of calculating true interest cost pursuant to this subsection (c) of this Section 3, (i) the term "debt service" means the scheduled principal of and interest on bonds plus fees to be paid (other than from bond proceeds) for credit enhancement of such bonds and for ongoing remarketing, auction or other similar services in connection with such bonds and net amounts to be paid or received under any financial contract entered into pursuant to subsection (k) of §1203 of Title 12, Chapter 1, Article 1, Guam Code Annotated and (ii) to the extent that the Authority enters into a financial contract pursuant to said subsection (k) in connection with the issuance of variable rate bonds to place the obligation of the Authority, as represented by such bonds and such agreement, on an approximately fixed rate basis, the interest rate on such bonds and the interest rate used to calculate payments to be made by the counterparty under said agreement shall be assumed to be the same."

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Section 8. Section 4 of Public Law Number 26-127 is hereby *amended* to read as follows:

"Section 4. The "swap dealer" selected by GEDA Any counterparty to a financial contract entered into by the Authority in

connection with the issuance of bonds approved by Section 3 of this Act shall agree to provide any-insurance and/or collateral at the times and in the amounts required by said contract to ensure payments of its obligation to pay the interest on the bonds due to the Authority under such financial contract. All legal documentation and collateral documentation shall conform to ISDA Master Swap Agreement the applicable forms published by the International Swaps and Derivatives Association, Inc. and any amendment to such documents in effect at time of issuance; provided that terms and conditions of such financial contract shall be negotiated by the Authority in accordance with subsection (k) of §1203 of Title 12, Chapter 1, Article 1, Guam Code Annotated.."

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

Passec	l FA No
Date:	Time:

I MINA'BENTE SAIS NA LIHESLATURAN GUÅHAN

FLOOR AMENDMENTS/CHANGES Bill No. 416

Senator Proposing Amendment: L.A. Leon Guerrero
(Below for Senator to complete) Please describe proposed amendment, including where change to occur:
Add a new Section to Bill 416 to read as follows:
"Section Section 2 of Public Law 25-163 is hereby repealed and reenacted to read as follows:
"Section 2. Effective Date. With the exception of 10 G.C.A. §2916 (MIP Reimbursement Fee Schedules for Providers) which is already in effect, the other section of 10 GCA Article 9 set forth in Section 1 of this Act shall become effective on October 1, 2003. The Director shall take all steps necessary to implement Article 9 on October 1, 2003. No hospitalization, medical, dental or behavioral health care services may be provided pursuant to this Article prior to October 1, 2003. All eligible members of the Program on the last September, 2003 shall continue to remain eligible until the expiration of their previous eligibility. Such members shall be able to renew their participation in the Program, but shall be required to meet the new eligibility standards established by this Article. All new
applicants for the Program who have not been determined eligible as of 11:59 p.m. on September 30, 2003, shall be required to meet the new eligibility standards established by this Act. Within sixty (60) days of enactment of this Act, the Director of the Department of Public Health and Social Services ('DPH&SS') shall notify all current Medically Indigent Program ('MIP') recipients and providers of the new eligibility standards and Program benefits."
(Below only for Clerk of Legislature's use and processing)
Date: October 28, 2002 Floor Amendment No. of a total of changes on above Bill. Votes For Amendment: Votes Against Amendment: MENDMENT PASSED:
Amendment Failed: Amendment Withdrawn:
APPROVED AS TO FORM PASSED June July

	Date:	Time:
I MINA'BENTE SAIS NA LIHESLATURAN (GUÅHAN	Т
FLOOR AMENDMENTS/CHANGES 5 Bill No. 416		
TCA		
Senator Proposing Amendment		
(Below for Senator to complete) Please describe proposed amendment, including where change to occ Pigg, line 4, change #350,000.00"	cur:	e
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(Below only for Clerk of Legislature's use and process	sing))	
Date	ove Bill	
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AMENDMENT PASSED:		
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Clerk of Legislature Speak	er	

___Ass't. Amend. Clerk ___Engrossment Staff Passed FA No.__

MEANUE

MINA'BENTE SAIS NA LIHESLATURAN GUÅHAN 2002 (SECOND) Regular Session

Bill No. 4/6 (UF)

Introduced by:

K. S. Moylan

1013

AN ACT TO APPROPRIATE THE SUM OF TWO HUNDRED **FIFTY** THOUSAND **DOLLARS** (\$250,000) TO COVER COSTS ASSOCIATED WITH THE ORDOT DUMP FIRE.

1 BE IT ENACTED BY THE PEOPLE OF GUAM:

2 Ordot Dump Fire Appropriation. Section 1. There is hereby appropriated from the General Fund the sum of Two Hundred Fifty 3 Thousand Dollars (\$250,000.00) to the Department of Military Affairs, Office 4 of Civil Defense, for the purpose of funding the expenditures incurred as a 5 result of the fire at the Ordot Dump on October 25, 2002. The following types 6 of expenditure may be charged against appropriations made in this Act: 7 8 expenses incurred fighting, controlling and extinguishing (1)9 the fire;

10 expenses incurred on emergency services for citizens 11 affected by the fire;

(3) expenses incurred for necessary evacuation of residents
and/or other displacement costs due to the health and safety hazards
posed by the fire; and
(4) expenses incurred for all air quality testing and monitoring
necessary for the duration of the emergency.
Section 2. Authorization to Pay for Prior Expenses Incurred for Ordot
Dump Fire. Notwithstanding any other provision of law, the
appropriations made in this Act may be used to cover any Ordot Dump fire
emergency expenses incurred <i>prior to</i> the enactment date of this Act.
Section 3. Reporting Requirement. The Director of the Department
of Military Affairs shall submit a report, no later than thirty (30) days after the
return to normal of the Ordot Dump, all expenditures from the appropriations
contained in this Act to the Speaker of I Liheslaturan Guåhan.



MINA' BENTE SAIS NA LIHESLATURAN GUÅHAN

TWENTY-SIXTH GUAM LEGISLATURE

155 Hessler Place, Hagatña, Guam 96910

2002 (SECOND) Regular Session

I, Antonio R. Unpingco, Speaker of I Mina' Bente Sais Na Liheslaturan Guåhan, hereby certify, in conformance with Title 2, Guam Code Annotated, §2103, Public Hearings Mandatory, as amended, that an emergency condition exists involving danger to the public health, safety and welfare of the People and therefore waive the statutory requirements for a public hearing on Bill No. 416 (COR), "AN ACT TO APPROPRIATE THE SUM OF TWO HUNDRED FIFTY THOUSAND DOLLARS (\$250,000.00) TO COVER COSTS ASSOCIATED WITH THE ORDOT DUMP FIRE," which was introduced on this date, October 28, 2002, and therefore waive the statutory requirements for a public hearing on Bill No. 416 (COR).

Dated:

October 28, 2002

ANTÓNIO R. UNPINGCO Speaker and Presiding Officer

MINA'BENTE SAIS NA LIHESLATURAN GUÅHAN 2002 (SECOND) Regular Session

Bill No.	HILLAN
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Introduced	by:
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K. S. Moylan

AN ACT TO APPROPRIATE THE SUM OF TWO HUNDRED FIFTY THOUSAND DOLLARS (\$250,000) TO COVER COSTS ASSOCIATED WITH THE ORDOT DUMP FIRE.

Section 1. Ordot Dump Fire Appropriation. There is hereby appropriated from the General Fund the sum of Two Hundred Fifty Thousand Dollars (\$250,000.00) to the Department of Military Affairs, Office

BE IT ENACTED BY THE PEOPLE OF GUAM:

- 5 of Civil Defense, for the purpose of funding the expenditures incurred as a
- 6 result of the fire at the Ordot Dump on October 25, 2002. The following types
- 7 of expenditure may be charged against appropriations made in this Act:
- 8 (1) expenses incurred fighting, controlling and extinguishing 9 the fire;
- 10 (2) expenses incurred on emergency services for citizens affected by the fire;

1 (3) expenses incurred for necessary evacuation of residents 2 and/or other displacement costs due to the health and safety hazards 3 posed by the fire; and 4 expenses incurred for all air quality testing and monitoring (4)5 necessary for the duration of the emergency. Section 2. Authorization to Pay for Prior Expenses Incurred for Ordot 6 7 Dump Fire. Notwithstanding any other provision of law, the 8 appropriations made in this Act may be used to cover any Ordot Dump fire emergency expenses incurred prior to the enactment date of this Act. 9 Section 3. Reporting Requirement. 10 The Director of the Department 11 of Military Affairs shall submit a report, no later than thirty (30) days after the 12 return to normal of the Ordot Dump, all expenditures from the appropriations 13 contained in this Act to the Speaker of I Liheslaturan Guåhan.