



Office of the Governor of Guam

Adelup, Guam 96932

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Felix Perez Camacho
Governor

APR 29 2003

Kaleo Scott Moylan
Lieutenant Governor

Office of the People's Speaker
vicente (ben) c. pangelinan

APR 30 2003

The Honorable Vicente C. Pangelinan
Speaker
Mina'Bente Siete Na Liheslaturan Guåhan
Twenty-Seventh Guam Legislature
155 Hesler Street
Hagåtña, Guam 96910

TIME: 3:09 (AM) (PM)
RECEIVED BY: #

Dear Speaker Pangelinan:

Transmitted herewith is Bill No. 24 (COR), "AN ACT TO REDUCE THE COST OF GOVERNMENT BY TAKING ADVANTAGE OF LOWER UNIT COSTS MADE AVAILABLE THROUGH THE BULK PURCHASE OF STANDARDIZED SERVICES REGULARLY UTILIZED BY ALL BRANCHES OF GOVERNMENT," which I have signed into law on April 26, 2003 as Public Law 27-10.

Sincerely,

FELIX P. CAMACHO
I Maga'Lahen Guåhan
Governor of Guam

Attachment: copy attached of signed bill

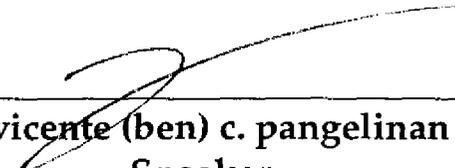
cc: The Honorable Tina Rose Muña-Barnes
Senator and Legislative Secretary

Document No. 03-02172/1c

I MINA'BENTE SIETE NA LIHESLATURAN GUÁHAN
2003 (FIRST) Regular Session

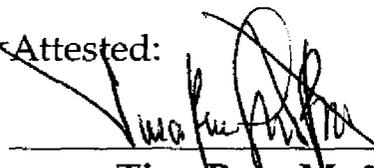
CERTIFICATION OF PASSAGE OF AN ACT TO I MAGA'LAHEN GUÁHAN

This is to certify that Substitute Bill No. 24 (COR), "AN ACT TO REDUCE THE COST OF GOVERNMENT BY TAKING ADVANTAGE OF LOWER UNIT COSTS MADE AVAILABLE THROUGH THE BULK PURCHASE OF STANDARDIZED SERVICES REGULARLY UTILIZED BY ALL BRANCHES OF GOVERNMENT," was on the 11th day of April, 2003, duly and regularly passed.



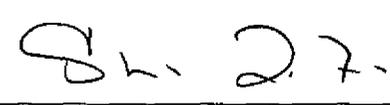
vicente (ben) c. pangelinan
Speaker

Attested:



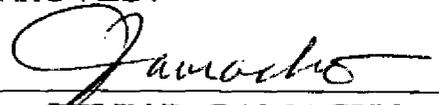
Tina Rose Muña-Barnes
Senator and Legislative Secretary

.....
This Act was received by *I Maga'lahaen Guahan* this 15 day of April, 2003, at 5:30 o'clock
P.M.



Assistant Staff Officer
Maga'lahaen's Office

APPROVED:



FELIX P. CAMACHO
I Maga'lahaen Guahan

Date: April 26, 2003

Public Law No. 27-10

MINA'BENTE SIETE NA LIHESLATURAN GUÅHAN
2003 (FIRST) Regular Session

Bill No. 24 (COR)

As substituted by the Committee on
Appropriations and Budgeting, General
Governmental Operations, Reorganization
and Reform and as amended on the Floor.

Introduced by:

T. R. Muña-Barnes

R. J. Respicio

Toni D. Sanford

F. B. Aguon, Jr.

J. M. Quinata

J. M.S. Brown

F. R. Cunliffe

C. Fernandez

Mark Forbes

L. F. Kasperbauer

R. Klitzkie

L. A. Leon Guerrero

J. A. Lujan

v. c. pangelinan

Ray Tenorio

**AN ACT TO REDUCE THE COST OF GOVERNMENT BY
TAKING ADVANTAGE OF LOWER UNIT COSTS MADE
AVAILABLE THROUGH THE BULK PURCHASE OF
STANDARDIZED SERVICES REGULARLY UTILIZED BY
ALL BRANCHES OF GOVERNMENT.**

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

2 **Section 1. Legislative Findings and Intent.** *I Liheslaturan Guåhan*
3 finds that the cost of running the government of Guam continues to exceed
4 its revenue, and further steps must be taken to reduce overall expenditures

1 and ensure the Executive, Legislative and Judicial branches live within
2 their means. While several avenues have been thoroughly explored and
3 many costs have been cut, *I Liheslaturan Guåhan* finds that there exist a
4 number of ways in which substantial savings can be made, including the
5 consolidation of the purchasing power of the entire government of Guam,
6 inclusive of all three (3) branches and all autonomous agencies, for
7 commonly utilized services. Taken as a whole, the three (3) branches and
8 all autonomous agencies have enormous “bargaining power,” and such
9 power in the hands of a private company would entitle it to the substantial
10 reduction in per-unit cost for services, a rate which is frequently lower than
11 even discounted government rates.

12 *I Liheslaturan Guåhan* further finds that the government of Guam may
13 already avail itself of such purchasing power on occasion, such as when
14 negotiating for group health insurance, however it does not do so at every
15 opportunity. *I Liheslaturan Guåhan* has determined that the three (3)
16 branches and all autonomous agencies of the government of Guam have
17 not been taking full advantage of the significantly lower per-unit cost that
18 could be possible in the purchase of many services, such as in the leasing of
19 photocopiers, printing, advertising, legal services and many other services,
20 and thus not realizing millions of dollars in potential savings.

21 It is therefore the intent of *I Liheslaturan Guåhan* to develop a
22 procedure in which the entire government of Guam, inclusive of all entities
23 within all three (3) branches and all autonomous agencies, shall combine
24 their purchasing power to procure services such as those listed in this Act
25 as well as for any other services utilized throughout the government, and
26 conduct negotiations to obtain such services for the lowest possible unit
27 cost for the government of Guam as a single entity.

1 **Section 2. Creation of Cost Reduction Task Force.** There is hereby
2 created within the government of Guam a Cost Reduction Task Force
3 (CRTF) which shall be comprised of the following members:

4 1. Two (2) Executive Branch representatives appointed by *I*
5 *Maga'lahaen Guåhan*; one of the representatives shall be the Chief
6 Procurement Officer of General Services Agency (GSA);

7 2. A Legislative Branch representative appointed by the Speaker
8 of *I Liheslaturan Guåhan*;

9 3. A Judicial Branch representative appointed by the Chief Justice
10 of the Supreme Court;

11 4. The Attorney General of Guam or his designee; and

12 5. The Public Auditor or her designee.

13 The CRTF shall have as its sole responsibility the determination of
14 the most effective means by which to consolidate the purchasing power of
15 the entire government of Guam inclusive of all three (3) branches and all of
16 the autonomous entities of the government, for commonly utilized
17 services, including but not limited to those noted in Section 1 of this Act,
18 and developing the guidelines and procedures needed to accomplish such
19 a goal, with the understanding that all three (3) branches and all
20 autonomous agencies have a common interest in reducing the cost of
21 government.

22 Further, the CRTF shall explore the cost associated with re-
23 establishing limited usage of cellular telephone service by critical
24 government of Guam personnel, and such study shall also include
25 suggested procedures and guidelines which strictly control the usage of
26 said cell phone service to ensure that any and all benefits that derive from
27 their use favors the government of Guam.

1 The CRTF shall meet as often as required to accomplish its task
2 according to a schedule developed and adopted at the CRTF's first
3 meeting, which shall be set by the Chairperson, who shall be selected by
4 the CRTF from among the members. The CRTF shall report its findings in
5 writing to *I Maga'lahi*, the Speaker of *I Liheslatura*, and the Chief Justice no
6 later than one hundred twenty (120) days after the effective date of this
7 Act; such report to include projections of cost savings, and any draft
8 legislation which may be necessary to implement the proposed guidelines
9 and procedures. After submission of such report of findings, the CRTF
10 shall cease to exist. No appropriation shall be made to the CRTF, and all
11 staff support and clerical services shall be provided by the CRTF members
12 and their respective branches.

13 **Section 3. Cooperation with Task Force.** The various entities within
14 the three (3) branches of government shall extend their full cooperation to
15 the Task Force created in this Act.

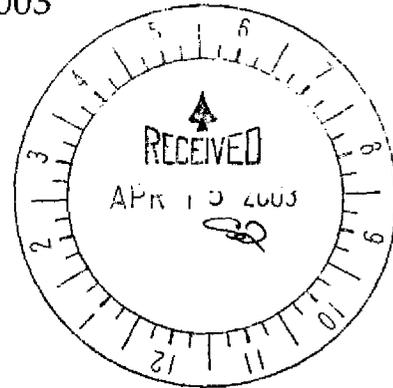


MINA' BENTE SIETE NA LIHESLATURAN GUÅHAN
TWENTY-SEVENTH GUAM LEGISLATURE
155 Hessler Place, Hagåtña, Guam 96910

COPY

April 15, 2003

The Honorable Felix P. Camacho
I Maga'lahaen Guåhan
Ufisinan I Maga'lahi
Hagåtña, Guam 96910



Dear *Maga'lahi* Camacho:

Transmitted herewith are Substitute Bill Nos. 5(COR), 7(COR), 14(COR), 24(COR), 28(COR), 38(COR), 45(COR), 46(COR), 48(COR) and 50(COR), and Bill Nos. 26(COR), 33(COR), 35(COR) and 59(COR) which were passed by *I Mina' Bente Siete Na Liheslaturan Guåhan* on April 11, 2003.

Sincerely,

A handwritten signature in black ink, appearing to read "Tina Rose Muna-Barnes".

TINA ROSE MUNA-BARNES
Legislative Secretary

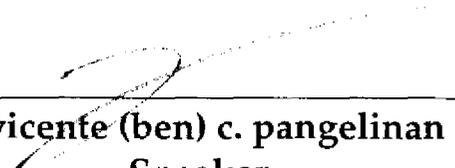
Enclosures (14)

I MINA'BENTE SIETE NA LIHESLATURAN GUÅHAN
2003 (FIRST) Regular Session

COPY

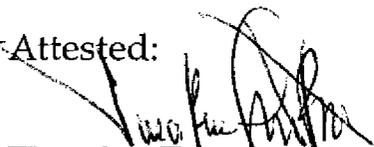
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vicente (ben) c. pangelinan
Speaker

Attested:



Tina Rose Muña-Barnes
Senator and Legislative Secretary

This Act was received by *I Maga'lahaen Guahan* this 15 day of April, 2003, at 5:30 o'clock
P.M.



Assistant Staff Officer
Maga'lahaen's Office

APPROVED:

FELIX P. CAMACHO
I Maga'lahaen Guahan

Date: _____

Public Law No. _____

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