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

Bill No. <u>147</u> (COR)

Introduced by:

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R. Klitzkie Mark Forbes J.M.S. Brown L. F. Kasperbauer Ray Tenorio

AN ACT TO ADD A NEW CHAPTER 2A TO 5 GCA; TO REPEAL 1 GCA §1800, CHAPTER 11 OF 5 GCA; TO **ESTABLISH** EDUCATION, HEALTH AND **PUBLIC** TOP **SAFETY** AS THE **PRIORITIES OF** GOVERNMENT, TO RECOGNIZE THE GOVERNOR'S **AUTHORITY TO** REORGANIZE THE **EXECUTIVE** BRANCH OF THE GOVERNMENT, TO REMOVE IMPEDIMENTS TO REORGANIZATION, TO PROVIDE THE GOVERNOR THE TOOLS NECESSARY FOR SUCH REORGANIZTION AND **PRIORITIZATION ANDTO** ENACT THE GOVERNMENT PRIORITIES ACT OF 2003.

BE IT ENACTED BY THE PEOPLE OF GUAM:

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12	Section 1. Short title. This act may be cited as the Government Priorities Act of 2003.
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14	Section 2. Legislative intent.
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Education of our youth, fostering the health of the people and ensuring public safety are the most important functions of the executive branch of the government of Guam. These functions must

be accomplished even if, in these times of scarce resources, some other activities of government must be greatly reduced or eliminated all together. By enacting the Government Priorities Act of 2003 the legislature intends to provide the means to accomplish this prioritization while giving full recognition to the Governor's Organic Act authority to reorganize the executive branch of the government of Guam.

In order to accomplish this prioritization and reorganization the legislature intends to remove existing impediments to reorganizing while giving the Governor the necessary tools to accomplish that reorganization. To that end, in an effort to simplify the hodgepodge of statutes, rules, regulations and policies that have proliferated over the years, the primary effect of which is to make reorganization difficult, the Act authorizes the Governor to implement the Act bymeans-of an executive order or orders. The executive order(s) must be consistent with the merit system, provide the public's and employees' right to be heard and recognize the employees' rights to due process of law and right of representation under PEMRA, where applicable.

The Act recognizes education, health and public safety as the government's top priorities and so that that the Governor may establish priorities among government agencies so that the top priorities are adequately funded.

It is the intent of the legislature that the Governor use these tools, to include outsourcing, privatization, abolition of agencies, absorption of functions, reduction in force and transfer of personnel and appropriations, to provide a smaller, more affordable government which, if nothing else, provides for education, health and public safety. While allowing transfer of appropriations when agencies are abolished or functions relocated, the legislature continues to reserve to itself inviolate its power of appropriation and its power to create agencies and departments.

Section 3. A new Chapter 2A of 5 GCA is added to read:

Chapter 2A Reorganization

Section 2200. Definitions. For the purposes of this act:

(a) Reorganization means:

- (1) The transfer of the whole or any part of any agency, or of the whole or any part of the functions thereof, to the jurisdiction and control of any other agency;
 - (2) The *abolition* of all or any part of the functions of any agency;
- (3) The consolidation or coordination of the whole or any part of any agency, or of the whole or any part of the functions thereof, with the whole or any part of any other agency or the functions thereof;
- (4) The consolidation or coordination of any part of any agency or the functions thereof with any other part of the same agency or the functions thereof;
- (5) The authorization of any non-elective officer to appoint any individual to perform any of his functions;

2 does not have, or upon the taking effect of reorganization plan will not have, any 3 function; 4 (7) The establishment of a new agency to perform the whole or any of the 5 functions of an existing agency or agencies; or 6 (8) The use of a person under contract to perform functions which regularly are 7 performed or budgeted to be performed by employees appointed under the merit system. 8 (b) Abolition means the abolition or disbanding of an agency of the government. 9 (c) Absorption means the transfer of one or more functions of an entity to another entity 10 of the government. 11 (d) Availability roster means a roster of the designated displaced employees in an entity 12 that will be absorbed, *outsourced* or *privatized*. 13 (e) Displaced employee means an employee who had been employed by an entity of the 14 government that was outsourced or privatized or whose employment was terminated as a result 15 of the *outsourcing* or *privatization* 16 (f) Gaining entity means an entity to which a function is transferred by absorption. 17 (g) Outsource mean contracting with a private company to accomplish a function or 18 functions that have been or, were it not for the outsourcing, would be provided by an entity or 19 entities of the government. 20 (h) Privatization means the alienation by sale or lease or otherwise of an entity or 21 function of the government. 22 23 24 Section 2201. Internal reorganization. Internal reorganization of an entity, including 25 reductions in force, shall be accomplished in accordance the executive order(s) authorized by 26 section 2208. 27 28 Section 2202. Reorganization of the executive branch. Reorganization of the executive 29 branch, including reductions in force, shall be accomplished in accordance with the following 30 sections. 31 32 Section 2203. Executive order: reorganization of the executive branch. The Governor by 33 executive order(s) may direct the *reorganization* of the various entities of the executive branch. 34 35 Section 2204. Same: absorption of functions. The Governor by executive order(s) may 36 direct the absorption of any or all of the functions of an entity listed in Table 1 with a Priority 37 Number (PN) of 200 or higher by any entity(ies) with a lower priority number. 38 39 Section 2205. Same: abolition of government entities. The Governor by executive 40 order(s) may abolish any entity listed in Table 1 with a PN of 200 or higher. 41 42 Section 2206. Transfer authority. The governor is authorized to transfer the appropriation 43 of any entity which is abolished or any function which is absorbed to any other entity(ies) with a 44 lower PN than the abolished agency or absorbed function.

(6) The *abolition* of the whole or any part of any agency which agency or part

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Section 2207. Same. Outsourcing and privatization. No more that ninety percent (90%) of the appropriation for personal services for a function that is *outsourced* or *privatized* may transferred by the Governor to the contractual category to fund the contract arising from the *outsourcing* or *privatization*.

Section 2208. Executive order(s). (a) The executive order(s) authorized by section 2210 shall issue not less than thirty (30) days prior to their effective date during which time a public hearing must be held in accordance with the public hearing requirements of 5 GCA §8107 to provide the public the right to be heard and due process of law. The executive order(s) shall provide orderly procedures to accomplish the purposes of this chapter.

- (b) The executive order(s) shall recognize, where applicable, employees' rights to representation in accordance with 4 GCA 10106 (PEMRA)
- (c) Nothing contained herein shall be construed so as to prevent the Attorney General from approving such executive order(s) as to form, content and compliance with law.

Section 2209. Same: availability roster. When executive orders authorized by section 2208 issue, the person in charge of the entities to be abolished or the functions of which are to be absorbed, shall submit an *availability roster* to the *gaining entity*, if any. The person in charge of the *gaining entity* may, in accordance with the applicable executive order, employ those employees on the *availability roster* in such number, if any, as required to accomplish the function(s) of the gaining agency if necessary.

Section 2210. Implementing executive order. The Governor shall provide by executive order(s) procedures to accomplish the following:

- (a) reduction in force
- (b) layoff
- (c) furlough
- (d) privatization
- (e) outsourcing
- (f) absorption
- (g) abolition
- (h) reorganization
- (i) availability rosters
- (i) the designation of functions to be absorbed.
- (k) the designation of entities to be abolished

Section 2211. Transition - Files and Equipment. (a) All files and reports held by an abolished entity shall be transmitted by the person in charge of such entity to such custodian as is designated by the governor within thirty (30) days following the designation of the entity as an abolished entity.

(b) All property of the abolished entity, or property leased by it, when the lease cannot be cancelled or will not expire upon the *abolition* of the entity, shall be turned over to the custodian designated by the governor within thirty (30) days following the designation of the entity as an abolished entity.

Section 2212. Abolished entity.

An abolished entity shall be closed and all remaining personnel terminated within thirty (30) days of the day the entity was designated as an abolished entity.

Section 2213. Table 1. Table 1 sets out three groups of various entities of the executive branch and assigns a priority number (PN) to each entity. Group I, PN 100 *et seq.*, is composed of entities that provide services that are the government's top priority: education, health and public safety. Group II, PN 200 *et seq.* is composed of entities that provide services which are involved in support, enforcement, regulation, adjudication or administration. Group III is composed of other entities. Any entity of the executive branch not listed in Table 1 is deemed listed in Group III of Table I.

Section 2214. Same: Boards and Commissions. Boards and Commissions listed in Group III. Boards and Commissions listed in Group III may be assigned for logistic support to entities in Groups I and II when the entity supporting or directed by the board or commission directs is abolished.

Section 2215. Special provision for elected officials. The provisions of sections 2201, 2203, 2204, 2205, 2211 or 2212 shall not apply to an office or department under the supervision of an elected official.

Section 2215. Special provision for the University of Guam and the Guam Community College. The provisions of section 2201 shall not apply to University of Guam and the Guam Community College

Section 4. Repeal of requirement for legislative approval for privatization. 1 GCA §1800 is repealed.

Section 5. Repeal of prohibition on reduction in force. 4 GCA §4207 is repealed.

Section 6. Repeal of chapter on reorganization. 5 GCA chapter 11 is repealed.

Section 7. General Repealer.

All laws, rules, regulations and policies dealing with the subject matter of this Act which are inconsistent herewith are repealed effective the date of issue of the executive order(s) authorized by 5 GCA §2210 as enacted by section 3 unless a different date is specified therein.

Section 8. Transition. Nothing contained herein shall be construed to affect proceedings began or action taken prior to the effective date of this act, provided however that the executive

1	order((s) promulgated pursuant to 5 GCA §2210 as enacted by section 3 may be made applicab				
2	to per	nding proceedings if the executive order(s) so state.				
3						
4		Table 1				
5	Group	Group I				
6	PN					
7	100	Education:				
8	101	Dept of Education				
9	102	University of Guam				
10	102	Guam Community College				
11	102	Guam Public Library				
12	102					
13		Health:				
14	101	Guam Memorial Hospital Authority				
15	102	Public Health & Social Services, Dept of (public health)				
16	102	Mental Health & Substance Abuse, Dept of				
17	102	Memai Ficular de Bussiande Ficulse, Sept of				
18		Public Safety:				
19	101	Guam Police Department				
20	101	Guam Fire Department				
21	101	Depart. of Corrections				
22	102	Attorney General (prosecution)				
	103	Customs & Quarantine				
24	103	Civil Defense				
23 24 25	103	Youth Affairs (custodial; corrections related)				
26						
27		Group II				
28	200					
29	201	Office of the Public Auditor				
30	201	Attorney General				
31	202	Revenue & Taxation, Dept. of (taxation)				
32	202	Public Works, Dept. of				
33	202	Labor, Dept of				
34	202	Land Management, Dept of				
35	202	Administration, Dept. of 205				
36	202	Guam Environmental Protection Agency				
37						
38	Grou	p III				
39	300					
40	300	Agency for Human Resources Development				
41	300	Agriculture, Dept. of				
12	300	Ancestral Land Trust Commission				
13	300	Bureau of Budget & Mgmt Research				
14 1.5	300	Bureau of Statistics & Plans				
45 46	300	Civil Service Commission				
16 17	300	Chamorro Affairs				
17 10	300	Chamorro Land Trust Commission				
48 10	300	Chief Medical Examiner				
19	300	Commission on Decolonization				

1	300	Contractors License Board
2	300	DISID
3	300	Guam Council on the Arts & Humanities
4	300	Guam Education Tele. Corp. (KGTF)
5	300	Guam Election Commission
6	300	Guam Energy Office
7	300	Guam Housing and Urban Renewal
8	300	Guam Housing Corp
9	300	Guam Museum
10	300	Guam Rental Corp
11	300	Military Affairs/Veterans Affairs
12	300	Parks & Recreation, Dept. of
13	300	PEALS Board
14	300	Public Defender Service Corp. (criminal defense)
15	300	Public Health & Social Services, Dept of (Social Services)
16	300	Public Transit (GMTA)
17	300	Revenue & Taxation, Dept. of
18	300	Youth Affairs (non-custodial; corrections related)