

Civilian Military Task Force meeting
FRIDAY, April 4, 2008, 2:00 p.m.
Governor's Cabinet Conference Room, Adelup

MEETING SUMMARY

Invitations e-mailed to all CMTF members, CMTF SubChairs and staff support on Thursday, March 27, 2008. (See Tab A: Copy of E-invitation)

A total of 23 people registered at the meeting, which included CMTF members, SubChairs, and staff support. However, it is estimated that approximately 15 people probably did not sign-in. (See Tab B: Copy of Attendance Sheets)

Meeting began with Governor providing Welcoming Remarks, followed by Opening Remarks from Mr. Tony Lamorena. The following SubChairs / sub-committee representatives provided the following briefing:

- 1) Environment – Mike Gawel representing Chair Lorilee Crisostomo
 - Representing Environmental Chair as she was called to a last minute meeting at the AG's office.
 - Participated in JGPO partnering meeting
 - Attended FRC meetings
 - Obtained latest JGPO draft Master Plan (Pre-Decisional)
 - Recent GIF II was a success
- 2) Public Safety – Chair Chris Duenas
 - Providing information to EIS contractor
 - June 2008 – putting together a public safety forum
 - Waiting for JGPO representative to be identified to attend Public Safety sub-committee meetings
 - Engaging all stakeholders for FY10 budget preparation
- 3) Health and Social Services – Chair Pete Roberto
 - Met with HHS at the Interagency Group on Insular Affairs (IGIA) workgroup meeting. Priority discussion on Hospital issues to include:
 - ✓ The GMHA expansion plan. They reviewed the \$100m CIP expansion.
 - ✓ Medicare reimbursement on discharges of GMHA patients. Presently, when a patient is discharged, there is a cap on the Medicare portion. Guam wants the base formula recalculated, which is based on the population served. With the impending buildup and when we are able to show the numbers, then this is doable. Basically, this will increase the Medicare reimbursement.
 - Work continues on the CMTF-HSS 4 priority issues agreed upon: (1) Workforce development; (2) CIP; (3) Infrastructure; (4) Policy and legislation. Funding for a 5 year strategic plan will be sought as next action item.
 - During the Federal Regional Council meeting, the Administrator for USDA reported out approving Guam's request for funding to renovate and expand work area for Woman Infant & Children's (WIC) Program. Also, through an MOU with the U.S. Navy, the Government of Guam will be providing WIC services at Naval Hospital, Guam.
 - Governor: What is the status of MOU to leverage resources with Naval Hospital? Chair's Response: It is presently with AG's office for approval. It was received this week.

(Background: The MOU will allow DPHSS to provide WIC services at Naval Hospital for a specified amount of days and time.)

- LTG: While in D.C. for the National Lieutenant Governor's Association conference, he met with US Secretary of Agriculture Ed Schafer (former Governor of North Dakota). Met with him regarding USDA programs for Critical Access Hospital and USDA loan guarantee programs for government capital improvement projects (CIPs). Interestingly, Secretary Schafer has been to Guam during the 50's as his grandmother lived on Guam. He's been back on Guam several times to find his grandmother's house.
- 4) Social and Cultural – Co-Chair Patrick Bamba
- Repository for Chamorro artifacts. A storage plan is being drafted to accept discovered/recovered artifacts
- 5) Education – Chair David Okada & Dr. Helen Whippy (UOG)
- Construction of schools Plans: 6 for DoDEA and 6-9 for GPSS.
 - HeadStart, public library, and KGTF are now included in subcommittee
 - Governor: Discussed with Air Force regarding Marbo site - swap the current site for a high school for another parcel since a fire range is being considered to be located nearby.
 - There is concern that there may be insufficient land in the right places for new GPSS schools needed from the population growth anticipated in the north.
 - Governor: Ukudu and Marbo Cave schools. Met with the General to resolve and integrate issues as part of the planning process. Liguán Elementary ready this summer.
 - ✓ No collateral equipment funded by the legislature, yet
 - ✓ AG says we can't sole source the purchase.
 - Governor: Adacao Elementary School – delayed 2 years due to squatters. The squatters have been given another piece of property. However, they won't move until a new house is built for them. An additional \$.5 million has been added to the project due to squatters. Requested Senator Guthertz for Legislature to assist in resolving issue.
 - Senator Guthertz: Asked Governor to request from Navy the old McCool School.
 - Governor: Requesting CMTF Education sub-committee to provide financial options GovGuam can use to finance new schools.
- 6) Policy and Appropriation – Chair Carlotta Leon Guerrero
- Tony Lamorena: Guam needs funding & mandates. Therefore, a 12th sub-committee on Policy and Appropriation has been created to address local and federal legislation. Chairperson is Carlotta Leon Guerrero, Lt. Governor's Chief of Staff and former lawmaker.
 - Health – work on their Priority #4 (i.e. local legislation for H-2 immunizations.)
 - Infrastructure – policy needed for roads; time of day for trucks to be on roads. What kind of trucks will be allowed to move at certain times of the day? The Port will move to a 24-hour operation.
 - Public Safety – GPD will need increased night time shifts during the construction phase.
 - Wally Osmond (Chief Economist, DOI) is on island collecting data.
 - Natural Resources – mitigation policy
- 7) Labor – Chair Maria Connelley
- 3 major issues Labor subcommittee is presently working on: (1) Regionalism; (2) Federalism; and (3) Information Gap.
 - Meeting of Regional Workforce Council (mid-April) in Palau.
 - Guam has data: DOL / DOI providing funding for technical assistance for consultant for Regional Innovative Grant (RIG). Consultant will do needs assessment.
 - Plans to establish the State Apprenticeship Council (SAC) at the Guam Department of Labor. With the assistance of Alfred Valles, State Director, Hawaii-Pacific, Office of Apprenticeship, U. S. Department of Labor-ETA, the Guam team developed the

administrative rules for the SAC. Mr. Valles plans to retire. Guam DOL's Legal Counsel. 27 states currently provides certification.

- GDOL will begin identifying why certain kinds of students are graduating. GDOL is finalizing a survey to be distributed to all apprentices to gather data on the program and outcomes to date. The survey results will assist the department in prioritizing apprenticeship programs, strengthen the program and build relationships with employers and apprentices.
- 8) Housing – Co-Chair Benny Pinaula
- Chair Ron de Guzman met with John Whitt from Congresswoman Bordallo's office in D.C. Chair is working with Congresswoman's office for the re-classification of Yigo and Dededo as rural development due to increase in population. Goal is to eventually get entire island classified rural development via USDA.
 - Community Development Block Grant: trying to get \$100 m supplementary funding via HUD.
 - Workforce Housing: after the construction phase, plan to turn housing over to GovGuam for affordable housing
 - Met with regional and Hawaii HUD office
 - Housing Study to be awarded soon. Next Step: Identify Guam's barriers to affordable housing.
 - CLG: What about Lada Estates for public housing? Can we buy it and use for public housing? Co-Chair's Response: It is still in litigation with Maeda. Based on Co-Chair's conversation with C. Camacho, it appears there will be a resolution.
 - Senator Guthertz: Hawaii military is using solar energy and that Guam should include the same concept. Co-Chair's Response: GHURA is already considering Green projects. Governor's Comments: There are already some Green initiatives.
- 9) Ports and Customs – Herman Paulino representing Chair Carlos Salas
- Port's Master Plan is near completion, but needs funding. PAG will meet with Gail Fujita.
 - Port will receive funding through OEA Grant Phase II
- 10) Economic Development – Chair Tony Blaz
- Major goal for subcommittee: Ensure local and small businesses have maximum opportunity to obtain contracts associated with buildup. Navy has committed to set aside for small business, contractual funding in A/E and construction management.
 - Requesting funding in FY2010 for Local Business Capability Study, Small Business loan program, economic plan, infrastructure feasibility study and financial advisory services.
 - Requesting Navy, through the Governor to expand EIS to conduct detailed economic impact analysis.
 - CLG: Subcommittee is working on Procurement Technical Assistance Center (PTAC) application. Hawaii expressed desire to incorporate Guam in its application which was objected to. We need Guam's application supported. Helps local small businesses navigate through federal procurement.
 - Senator Guthertz: Please work with UOG's SBDC on PTAC. Chair's Response: CMTF Economic Development subcommittee already engaged with SBDC, School of Business and Public Administration and SBA.
- 11) Natural Resources – Presenter Vangie Lujan (GCMP, BSP)
- Natural Resources draft strategy completed.
 - Workgroup meeting on April 9th at UOG – LG Bldg. Addressing legal framework and gaps.
 - Subcommittee is presently working on a natural constraints plan – federal property and for the entire island. Will be available in May.
 - Regional partnership and Micronesia challenges.

- Mitigation funds – Working with Environmental congressional staff. How to change way of handling mitigation.
 - \$250k mitigation award from Alpha/Bravo dredging. Money will be used to plant trees at Masso Reservoir.
 - Mitigation Policy RFP is being developed.
- 12) Infrastructure – Chair Larry Perez
- Senator Guthertz: Will Navy help pay for landfill and not just be a customer? Good neighbors should help pay for cost. Chair’s Response: It has been raised by their sub-committee, but no final response yet.
 - Chair met with DC JGPO office. Most federal agencies want to add to cost side and not revenue.
 - DPW, Parsons Transportation group, federal agencies, etc. are gathering comprehensive road network \$3b - expected to be done by April 15th.
 - Governor: Federal Highway funding - doesn’t want these funds which are identified for local highway needs moved to defense access road (DAR)
 - Chair: Our bridges can’t handle DoD loads. Bridges will collapse. Trying to decide who pays what.
 - Landfill: Military options
 - ✓ Build new landfill at Naval Magazine
 - ✓ Expand their dump at Naval Station
 - ✓ Become a customer of GovGuam
 - DPW told Navy it will take at least 6 years to build a new landfill based on experience.
 - Looks like GovGuam’s will be done and available and asked DoD to consider.
 - Senator Guthertz: Military needs to help build and be a customer. Chair’s Response: In lieu of spending on EIS and A&E for their own, Navy should help to pay.
 - Lt. Governor: “Good Will Gesture”

OEA Update: Gary Kuwabara, Program Manager, Office of Economic Adjustment, Department of Defense

- 1) We are entering challenging times:
 - November elections
 - Wayne Arney, Assistant Secretary of the Navy for Installations....
 - Federal FY09 budget – cutting back appropriations on domestic programs. Federal agencies are taking hits and have internal challenges
 - OEA message: Referencing federal government, ‘Be sensitive to who we are dealing with.’
- 2) Port Modernization projected funding by OEA: \$200 m construction (?)
- 3) Federal agencies are looking for small amounts of money.
 - DOI is funding \$2m for EIS
- 4) This seems to be working rather than fund the entire amount at one time. OEA is encouraging coalition break down to smaller projects.
- 5) Promising Practice #2: SF trips by Governor have been successful. Short-term effects: nothing to show. Long term effects: forging of relationships will have tremendous impact. Better return on investment.
- 6) Promising Practice #3: Maria Connelley is a great model. Her work with the state apprenticeship is important to future generations.
- 7) Lt. Governor: Referencing OEA’s message to fund small projects, ‘Something has to be done about that. If we go with OEA’s pace of small baby steps, then Guam will not be prepared on time. We need to build our bridges to hold the (DOD) load & connect to roads - we can’t afford to construct a new one.’

- 8) Governor: Nancy Ward, FEMA, Region 9 - National Flood Insurance. Guam is approved to participate.

JGPO Update: CAPT Robert Lee, Acting Director, Joint Guam Program Office–Forward

- 1) Draft Master Plan will be out soon (middle of month). It is a working plan. Looking at smart zoning / compatibility / sensibility.
- 2) Want to build early on – whether Marines come or not. Wharf improvement.
- 3) Record of Decision (ROD) is expected to be completed by January 2010 – Master Plan and EIS are being worked on in tandem.
- 4) Training ranges still a challenge
- 5) Potential land requirements - looking for sustainability
- 6) Special Purpose Entities' (SPEs):
 - Still negotiating with Japan. Still working with local utilities \$745m – GoJ says build only for Marines. DoD telling Japan there are other alternatives for win/win. Special Purpose Entities' (SPEs) are passed by the Diet. Diet will have to change existing law. If reopened, DoD takes risk of losing money. Rethinking process on how it can be spent.
 - Japan Counsel has stated it's in the law – Senator Espaldon's comments on morning news were premature.
 - Governor: Regarding MG Bice telling GoJ that this is the best way to spend money - JGPO needs to be cautious with this message as this is Japanese law. In order for money to be redirected, then GoJ needs to change law. It took eleven (11) years to pass this law. Thus, given much Japanese political debate on this issue, there may not be another opportunity for the move. We have only one chance to make this right.
- 7) H2 visa waiver – it is moving and waiting for Congressional vote.
- 8) Guam JGPO office is growing: 2 Marines, Deputy Director (replaces CAPT Lee), Director, civilian lawyer (a couple months here) - approximately 10 to 12 staff on board. CAPT Lee will leave in September when his orders end.
- 9) CLG: Capt. Marhoffer (US Coast Guard) raised issue in past CMTF meeting – Applicability of Buy American Act. Is this something JGPO legal is looking into? NAVFAC Response: Complex answer, but cannot be answered now.

Announcements:

- 1) Gov's COS: U.S. Senate Committee on Energy Hearing is tentatively scheduled for May 1st in Washington D.C.
- 2) Tony Lamorena: Guam Buildup website will be up in 2 to 3 weeks.

Copy of Agenda and Attachments (Meeting Summaries for Legislative Outreach and GAO/CMTF follow-up meeting) were disseminated to CMTF members via e-mail, as well as hard copies available at the meeting. (*See Tabs C1, C2, C3: Copy of Agenda and Attachments*)