

OFFICE OF THE GOVERNOR
GOVERNMENT OF GUAM
AGANA, GUAM

EXECUTIVE ORDER NO. 86-8

DECLARATION OF EMERGENCY FOR PROCUREMENT
OF GROUP LIFE INSURANCE AND CREATING AN
INTERIM SELF-INSURED PROGRAM

WHEREAS, the Group Life Insurance contract between the Government of Guam was terminated by Pacific Guardian Life Insurance Company, effective April 30, 1986, because the participation level of 75 percent required by the contract was not met by the government; and

WHEREAS, approximately 47 percent of all eligible employees have been enrolled in such program and the government recognizes its moral responsibility to protect those employees with insurance coverage until a new contract can be executed; and

WHEREAS, the loss of the Group Life Insurance Coverage has created an immediate threat to the welfare of such employees and their families and the necessity for replacement life insurance that cannot be met through normal procurement methods, authorizing an emergency procurement pursuant to section 6959.5 of the Government Code;

THEREFORE, I, EDWARD D. REYES, Acting Governor of Guam, by virtue of the authority vested in me by the Organic Act and the Government Code of Guam, declare that an emergency situation exists and direct the Director of Administration as follows:

1. To make an emergency procurement of Group Life Insurance by such competitive method as is practicable under the present circumstances.
2. Until such group life insurance is procured from a private insurance carrier to implement at once a self-insurance program.

3. The Director of Administration is authorized to self-insure the government of Guam's group life insurance program that was in effect on April 30, 1986, for a period not to exceed sixty (60) days from the date of this Order.

4. There is hereby established a Group Life Insurance Fund from which claims shall be paid consistent with the terms and conditions in the government of Guam's group life insurance policy in effect on April 30, 1986.

5. Premiums deducted from eligible subscribers on the government's group life insurance policy in effect on April 30, 1986, shall be deposited in the Group Life Insurance Fund.

6. The Group Life Insurance Fund shall be funded by projected premium receipts covering the period specified in this order.

Dated at Agana, Guam this 1st day of May, 1986.



EDWARD D. REYES
Governor of Guam, Acting