

Jerrick Hernandez < jhernandez@guamopa.com>

In the Appeal of Pacific Federal Management, Inc. - Docket No. OPA PA-24-005

Jennifer S. Mendiola < jsmendiola@bsjmlaw.com>

Fri, Feb 21, 2025 at 4:01 PM

To: Jerrick Hernandez <jhernandez@guamopa.com>

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Dear Mr. Hernandez:

Please see attached (1) **Appellant's Remedies Brief**; and (2) **Appellant's Proposed Findings of Act and Conclusions of Law** for e-filing in the above-referenced matter. Kindly confirm receipt via return e-mail.

Thank you. Should you have any questions or concerns, please let us know.

Regards,

Jennifer S. Mendiola,

Secretary to Mr. Johnson and Ms. Baza

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NOTICE: We have moved. Please note that our location and mailing address are now:

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Thank you.

LexMundi Member

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2 attachments



2025.02.21 Appellant's FFCL re PFM OPA-PA-24-005.pdf 261K



2025.02.21 Appellant's Remedies Brief re PFM OPA-PA-24-005.pdf

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7	
8	IN THE OFFICE OF PUBLIC ACCOUNTABILITY PROCUREMENT APPEAL
10	In the Appeal of) Appeal No. OPA PA-24-005
11	PACIFIC FEDERAL MANAGEMENT,) APPELLANT'S REMEDIES
12	INC.,) BRIEF
13	Appellant.
14	
15	A 11 A DA GYENG FEDDED A AND AND GEDSENOTE DAG (GDELSEN) 1 '44 1'4 1'4 1'4 1'4 1'4 1'4 1'4 1'4 1
16	Appellant PACIFIC FEDERAL MANAGEMENT, INC. ("PFM") submitted its appeal to the Office
17	of Public Accountability ("OPA") on October 29, 2024 regarding the Invitation for Bid No. GIAA-C07-
18	FY24, Project No. GIAA-FY22-02-1, AIP No. 3-66-0001-TBD, for the Terminal Building Roof
19	Replacement and Renewable Energy System – Phase I at the Guam International Airport (the "IFB").
20	The Agency Statement and Report were filed by the GUAM INTERNATIONAL AIRPORT AUTHORITY
21	("GIAA") on November 15, 2024. On November 25, 2024, Appellant submitted its comments on the
22	
23	Agency Statement. Hearing briefs were submitted by PFM, GIAA, and interested party GREEN
24	COMMUNITY DEVELOPMENT DBA SURFACE SOLUTIONS ("Surface Solutions") on January 15, 2025.
25	A formal hearing was held before the Public Auditor, Benjamin J.F. Cruz on January 29, 2025.
26	At the hearing, the Public Auditor ordered that the parties may submit proposed findings of fact and
27	
28	conclusions of law as well as remedies briefing by February 21, 2025.

REMEDIES

A. THE PUBLIC AUDITOR SHOULD ORDER THAT CORE TECH INTERNATIONAL, WHICH WAS NOT THE LOWEST RESPONSIVE AND RESPONSIBLE BIDDER, SHOULD NOT BE AWARDED THE IFB.

When a government agency issues an invitation for bid, the "contract shall be awarded with reasonable promptness by written notice to the lowest responsible bidder whose bid meets the requirements and criteria set forth in the Invitation for Bids and whose bid amount is sufficient to comply with Article 13 of this Chapter, if applicable." 5 G.C.A. § 5211(g).

As established through the briefings and the formal hearing on January 29, 2025, PFM submitted proof that it was authorized to perform the work of the IFB in all required categories. PFM should have been deemed a responsive and responsible bidder, and thus, Core Tech, which was not the lowest responsive and responsible bidder, should not have been selected to be awarded the IFB. Core Tech's bid was not the lowest because Core Tech's \$20,068,296.00 bid was \$4,145,430.59 higher than PFM's \$15,922,865.41 bid, and \$12,168,496.00 higher than Surface Solution's \$7,898,800.00 bid. As a result, Guam law dictates that the award should not have gone to Core Tech.

B. THE PUBLIC AUDITOR SHOULD ORDER THAT GIAA BE REQUIRED TO REVIEW ALL BID SUBMISSIONS, DETERMINE THE RESPONSIVENESS OF ALL BIDDERS, AND AWARD THE IFB TO THE LOWEST RESPONSIBLE AND RESPONSIVE BIDDER.

As stated above, an invitation for bid shall be awarded to the lowest responsive and responsible bidder. 5 G.C.A. § 5211(g). As Core Tech was not the lowest responsive and responsible bidder, GIAA should be ordered to review all bid submissions, determine the responsiveness of all bidders, and award the IFB to the lowest responsive and responsible bidder in accordance with Guam procurement law.

C. IN THE ALTERNATIVE, THE PUBLIC AUDITOR SHOULD ORDER THAT GIAA CANCEL OR RE-ISSUE THE IFB TO ALIGN WITH THE POLICY OF GUAM PROCUREMENT LAW TO MAXIMIZE COMPETITION AND THE EFFICIENCY OF GOVERNMENT FUNDS.

"If prior to award it is determined that a solicitation or proposed award of a contract is in violation of law, then the solicitation or proposed award shall be: (a) cancelled; or (b) revised to comply with the

law." 5 GCA § 5451. As stated above, the notice to award the IFB to Core Tech was in violation of Guam law. GIAA has indicated that PFM's protest was pre-award, which is why the procurement was stayed. Because the notice of award to Core Tech violated Guam procurement law, the solicitation should be cancelled and/or revised and re-issued in accordance with 5 GCA § 5451. In future solicitations, GIAA should confirm contractors licensing requirements with the Contractor's Licensing Board prior to requiring licenses as part of the solicitation to ensure that the IFB is not unduly restrictive and does not unnecessarily restrict competition.

CONCLUSION

Based on the above and the pleadings and hearings set forth to date, the Public Auditor should order that PFM submitted proof of valid contractor's licenses showing that it held licenses in all required categories and that Core Tech International Corporation, which was not the lowest responsive and responsible bidder, should not be awarded the IFB; that GIAA be required to review all bid submissions, determine the responsiveness of all bidders, and award the IFB to the lowest priced responsible and responsive bidder; or in the alternative, that GIAA cancel or re-issue the IFB in a manner that aligns with the policy of Guam procurement law to maximize competition and the efficiency of government funds.

Respectfully submitted this 21st day of February, 2025.

BLAIR STERLING JOHNSON & MARTINEZ A PROFESSIONAL CORPORATION

By:

R. MARSIL JOHNSON

Attorneys for Appellant Pacific Federal Management, Inc.

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