Suite 401 DNA Building 238 Archbishop Flores St. Hagåtña, Guam 96910



## **TRANSMITTAL**

То:	Ms. Regine Biscoe Lee President & Chief Executive Officer Guam Visitors Bureau 401 Pale San Vitores Road Tumon, Guam 96913 Email: Regine.lee@visitguam.org	From:	Benjamin J.F. Cruz Public Auditor Office of Public Accountability	
		Pages:	11 (including cover page)	
CC:	Mr. Daniel J. Berman, Esq Attorney for Appellants Glimpses of Guam, Inc. Berman Law Firm Suite 503, Bank of Guam Bldg. 111 Chalan Santo Papa Hagåtña, Guam 96910 Phone: (671) 477-2778 Fax: (671) 477-4366 Email: djberman@pacificlawyers.law	Date:	April 18, 2025	
		Phone : Fax:	(671) 475-0390 x. 204 (671) 472-7951	
Re:	OPA-PA-25-006 Notice of Receipt of Appeal			
	☐ For Review ☐ Please Comment ✓ Please	se Reply	☐ Please Recycle	
Comments: Please acknowledge receipt of this transmittal by re-sending this cover page along with your firm or agency's receipt stamp, date, and initials of receiver.				
Thank you,				
	Jerrick Hernandez, Auditor			
	jhernandez@guamopa.com			

#### OFFICE OF PUBLIC ACCOUNTABILTY



Suite 401 Pacific News Building, 238 Archbishop Flores St., Hagåtña, Guam 96910 Phone: (671) 475-0390 / FAX: (671) 472-7951

April 18, 2025

Ms. Regine Biscoe Lee President & Chief Executive Officer Guam Visitors Bureau 401 Pale San Vitores Road Tumon, Guam 96913

VIA EMAIL: Regine.lee@visitguam.org

Re: Notice of Receipt of Appeal – OPA-PA-25-006

Dear Ms. Biscoe Lee,

Please be advised that Glimpses of Guam, Inc. (hereinafter referred to as "Glimpses") filed an appeal with the Office of Public Accountability (OPA) on April 17, 2025, regarding the Guam Visitors Bureau's (GVB) denial of its protest decision related to the procurement for Integrated Communications, Advertising and Event Support Service (GVB RFP 2025-002). OPA has assigned this appeal case number OPA-PA-25-006.

Immediate action is required of GVB pursuant to the Rules of Procedure for Procurement Appeals, found in Chapter 12 of the Guam Administrative Regulations (GAR). Copies of the rules, the appeal, and all filing deadlines are available at OPA's office and on its website at <a href="https://www.opaguam.org">www.opaguam.org</a>. The first eight pages of the notice of appeal filed with OPA is enclosed for your reference.

Please provide the required notice of this appeal to the relative parties with instructions that they should communicate directly with OPA regarding the appeal. You are also responsible for giving notice to the Attorney General or other legal counsel for your agency. Promptly provide OPA with the identities and addresses of interested parties and a formal entry of appearance by your legal counsel.

Pursuant to 2 GAR, Div. 4, Ch. 12, §12104(3), the submission of one complete copy of the procurement record for the procurement solicitation above, as outlined in Title 5, Chapter 5, §5249 of the Guam Code Annotated is required no later than **Friday, April 25, 2025**, five work days following this Notice of Receipt of Appeal. We also request one copy of the Agency Report for each of the procurement solicitations cited above, as outlined in 2 GAR, Div. 4, Chap. 12, §12105, by **Friday, May 2, 2025**, ten work days following receipt of this notice.

When filing all required documents with our office, please provide one original and one copy to OPA (electronic filings will be acceptable and highly encouraged, and can be emailed to jhernandez@guamopa.com), and serve a copy to Glimpses.

Thank you for your prompt attention to this matter. Please contact Jerrick Hernandez at <a href="mailto:jhernandez@guamopa.com">jhernandez@guamopa.com</a> or 475-0390 ext. 204 should you have any questions regarding this notice.

Sincerely,

Benjamin J.F. Cruz Public Auditor

Enclosure: First eight pages of the Notice of Appeal – OPA-PA-25-006

Cc: Daniel J. Berman, Esq., Attorney for Glimpses

## PROCUREMENT APPEAL

1

28

2 3 BERMAN LAW FIRM OFLICE OF PUBLIC ACCOMINTABILITY Suite 503, Bank of Guam Bldg. 111 Chalan Santo Papa 4 Hagåtña, Guam 96910 4/17/2025 5 Telephone No.: (671) 477-2778 Facsimile No.: (671) 477-4366 6 7 Attorneys for Appellant: GLIMPŠES OF ĠŪAM, INC. 8 9 BEFORE THE OFFICE OF PUBLIC ACCOUNTABILITY 10 IN THE APPEAL OF NOTICE OF SECOND PROCUREMENT 11 GLIMPSES OF GUAM, INC., APPEAL 12 Appellant. Docket No. OPA-PA- 25-006 13 14 To: Office of Public Accountability ("OPA") 15 **Appellant Information** 16 Name: Glimpses of Guam, Inc. ("Glimpses") 17 Mailing Address: 161 US Army Juan C. Fejeran Street Barrigada Heights, Guam 96913 18 For purposes of this Appeal, please direct filings and 19 correspondence to Glimpses' legal counsel: 20 Daniel J. Berman, Esq. Berman Law Firm 21 Suite 503, Bank of Guam Building 111 Chalan Santo Papa 22 Hagatna, Guam 96910 23 **Business Address:** 161 US Army Juan C. Fejeran Street Barrigada Heights, Guam 96913 24 Email Address: djberman@pacificlawyers.law 25 Daytime Contact No.: 671-477-2778 26 Fax No.: 671-477-4366 27

9

11

14

12

18

21

25 26

On January 17, 2025, GVB evaluated four (4) bidders was completed and The Manhita Team was ranked number 1 with 271 points. See Exhibit "2", GVB Evaluations of four (4) bidders, attached.

On January 21, 2025, GVB sent Notice of Intent to Award to Glimpses and advised that Ruders Integrated Marketing Strategies ("RIMS") shall be awarded the new contract. See Exhibit "3", GVB Notice of Intent to Award, attached.

On January 27, 2025, Glimpses served its Sunshine Law and FOIA Request for all documents that included "1. The bid submissions of RIMS ... correspondence and documents of all kind and nature related to bid submissions for GVB RFP No. 2025-002". See Exhibit "4", attached.

Yet on February 1, 2025, GVB refused to produce and concealed "The Manhita Team" bid, but produced that part of the procurement record that they elected and preferred to show to Glimpses.

On February 24, 2025, GVB Notice was issued that the Award was necessary without delay to protect the substantial interests of Guam. See Exhibit "5", attached. However, the GVB Notice failed to comply with 5 GCA § 5425(c) Decision (2) "inform the protestant of its right to administrative and judicial review".

On March 11, 2025, Glimpses filed its Notice of Procurement Appeal to the Office of Public Accountability ("OPA"). Therein, at p. 3, Glimpses invoked the automatic stay of 5 GCA § 5425(g).

On March 21, 2025, GVB signed its Procurement Record. See GVB Procurement Record cover sheet, Exhibit "6", attached. Glimpses received for the first time disclosure of "The Manhita Team" bid. See Exhibit "1". In contrast, no bid was submitted individually by RIMS. Therein, Glimpses learned for the first time that on March 4, 2025, GVB acted, without notice to Glimpses or the public, to allegedly execute a contract with RIMS. See Decision Denying Protest, Exhibit "7" at ¶14, p. 3. However, no such RIMS and GVB contract has been disclosed or produced to Glimpses thus far.

On March 24, 2025, service was made on Glimpses of the GVB Decision Denying Protest. *See* Exhibit "7", Decision Denying Protest dated March 21, 2025, attached. Therein, GVB made first disclosure that an actual contract was executed by GVB with RIMS, although no copy of such contract has been produced or disclosed to Glimpses.

In the evaluation, Glimpses was ranked third with 220 points and "The Manhita Team" was ranked first with 271 points. However, only RIMS received a contract from GVB, not "The Manhita Team". *See* Exhibit "1" ("The Manhita Team" bid excerpt first 7 pages).

On April 2, 2025, Glimpses filed and served its Notice of Second Protest of this procurement. GVB failed and refused to respond in any manner to Glimpses Second Protest. This second appeal follows.

### 2. No Individual RIMS Bid Was Ever Submitted in Response to the RFP

Based on the surprise and belated required disclosure of the GVB Procurement Record, the OPA and Glimpses may now review and see that "The Manhita Team" submitted a comprehensive bid for the award of the contract. *See* Exhibit "1". Fourteen (14) times "The Manhita Team" is named in their bid submission. Exhibit "1". However, GVB has no intention and, according to its documents, will not award or execute any contract with "The Manhita Team". The latest reports and documents from DRT show that no such "Team" was incorporated, is not a filed partnership and nor a dba of any actual companies associated with the "Team"; that are, Big Fish Creative, Inc., Ruder Integrated Management Services, Inc. and SKIFT.

Instead, the DRT documents available reveal that corporation papers do exist for a separate "Manhita Corporation" (1998) and "Manhita Guam LLC" (2012) which are duly authorized and established corporations. None of the available recorded papers from DRT relate to "The Manhita Team". "Manhita Guam LLC" was organized on August 8, 2012 for the purpose of "coin-operated ..." laundry facilities; and, "Manhita Corporation" was formed on March 27, 1997 to engage in operation of a "bar and

restaurant". See Exhibit "8", DRT filed Manhita Articles of Organization and Incorporation, respectively. Review of DRT filings supports only the thesis that The Manhita Team is not only an illusion, but misrepresents other duly registered and existing Guam corporations with no legal connection to this "Team".

GVB has zero factual basis in the procurement record to assume or conclude, as it did, that: "Big Fish and RIMS partnered" and "... a formal partnership, formed to respond to the ICAESS RFP ..." existed. *See* Decision Denying Protest at pg. 2, ln. 18, Exhibit "7". Moreover, GVB called the prevailing bidder as "RIMS' submission ...". *Id.* at pg. 3, ln. 18-19; *also*, p. 4, ln. 3 ("RIMS/Manhita submission" and "Skift"). GVB cannot make a case that any partnership entity of "The Manhita Team" exists; and even if it did, the award could only be to "The Manhita Team" – an informal collaboration of three (3) separate entities.

The bid documents that Manhita filed, and what GVB recognized, and was received was only "The Manhita Team" bid. This is confirmed in the Evaluation sheets. Specifically, the actual evaluations of GVB were made only on the understanding and express finding that "Manhita" or "The Manhita Group" was a bidder on the RFP. See Exhibit "2", Evaluations at GVB0243, GVB0255, GVB0256, GVB0265, GVB0266, GVB0275 and GVB0276. At no time was RIMS evaluated as a sole bidder. In a final analysis, it appears this group represented themselves as either a partnership or a joint venture entity.

No stretch can be made that "The Manhita Team" may call itself a dba of RIMS. It is clear that Big Fish Creative Inc. and SKIFT are significant and perhaps major parts or partners in this bid. Because this "Team" is not a dba, a partnership (or a joint venture) that requires identification and a government filing or approval to create such fictitious entity, the bid is a misrepresentation of another individual party or company who was awarded the contract; i.e. RIMS. The non-bidder RIMS has been individually awarded the sole contract for the marketing services required by the RFP. GVB is not

allowed to accept, select and award a public contract to a individual party who was not evaluated and had no individual bid timely submitted in response to the RFP of GVB.

# 3. <u>GVB's Purported Notice of a Public State of Emergency and Necessity to Protect Substantial Interests of Guam Dated February 24, 2025 Is Void</u>

GVB alleges that a February 24, 2025 Notice of Determination of Award Without Delay has sheltered GVB from compliance with 5 GCA § 5425(g) (Automatic Stay). *See* Exhibit "5". However, GVB has failed to comply with the Guam Procurement Code in several respects and no shelter can be recognized from the automatic stay.

First, GVB must comply with 5 GCA § 5425(c) Decision (2) and "inform the protestant of its right to administrative and judicial review". Here, the Decision Denying Protest served on March 24, 2025 (Exhibit "7") is utterly devoid and omits any statutorily required language that informs Glimpses of its rights to protest and appeal. Likewise, GVB's notice dated February 24, 2025 omits the critical and statutorily required notice of appeal rights. *See* Exhibit "5".

Second, GVB failed to issue its Decision Denying Protest first – in the statutory order – required by the code. At Section 5425(c), the Decision is required prior to use and invoke Section 5425(g)(2) and (3). The reason is clear. A protestant must be informed of their right to administrative and judicial review within the extremely short period of two (2) days after receipt of Notice of Determination of Award Without Delay.<sup>1</sup>

The protestant can of course always appeal an agency decision "to the Public Auditor within fifteen (15) days after receipt by the protestant of the notice of decision." See Pac. Data Sys., Inc. v. Guam Dep't of Educ., 2024 Guam 4, ¶21, citing 5 GCA § 5425(e). A protestant can challenge a procurement on "any phase of solicitation or award including, but not limited to, specifications preparation, bid solicitation, award, or disclosure of information marked confidential in the bid or offer." See DFS Guam L.P. v. A.B. Won Pat Int'l Airport Auth., Guam, 2020 Guam 20, ¶84, citing 2 GAR Div. 4 § 9101(c)(2). It is possible that many different events that spring from the same solicitation can trigger a protest. Id. citing Guam Imaging, 2004 Guam 15 ¶ 28 (citing 26 GAR § 16901(c)(2)). Sometimes, the announcement of an award can reveal new facts that form a basis for a protest. See DFS Guam L.P. v. A.B. Won Pat Int'l Airport Auth., Guam, 2020 Guam 20, ¶88. A challenge to the failure to legally implement the automatic stay survives the signing of a contract because the agency acts at its peril by going forward into a contract improperly, and will be subject on appeal to the reviewer's power to restore the status quo. Id. at 149.

2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 |

Third, § 5425(g)(3) is dependent on § 5425(c)(2). Without the Decision and statutorily required information given to a protestant of the right to administrative review, the protestant cannot know that he has merely two (2) days to challenge a finding of an alleged state of emergency or substantial interests of Guam.<sup>2</sup> In this case, the override of the automatic stay was arbitrary, capricious and an abuse of agency discretion. See Exhibit "5". This is because the only thing attached to justify the Notice was a consultant's findings of what was advisable to procure. *Id.* GVB made no serious attempt to consider the effect on the procurement system integrity when it overrode the automatic stay. See *URS Fed. Servs., Inc. v. United States*, 102 Fed. Cl. 664, 673–74 (2011).

Fourth, to the present, GVB has not disclosed any contract executed by either "The Manhita Team", or RIMS, despite the duty to do so under the procurement law requiring the full record of the procurement to be filed and produced with the whole GVB procurement record on appeal.

4. Glimpses' Incorporation by Reference of Notice of Procurement Protest Served February 4, 2025, Notice of Procurement Appeal filed on March 11, 2025 and Notice of Second Protest Served April 2, 2025.

Glimpses incorporates by reference as if fully set forth herein all of the terms and claims made and set forth in its Notice of Procurement Protest served on February 2, 2025, its Notice of Procurement Appeal filed and served on March 11, 2025, and Notice of Second Procurement Protest served on April 2, 2025.

## Ruling Requested

Glimpses requests that the Requests for Proposal be voided, and that any Contract awarded to non-bidder RIMS be invalidated and the contract entered be terminated.

<sup>&</sup>lt;sup>2</sup> Techconsulting, LLC v. United States, 129 Fed. Cl. 208, 215 (2016). The automatic stay provision cannot function, as intended, if potential bid protestors do not know how long they have to file before they lose their right to an automatic stay.

12

13

14

15

16

17

18

19

20

21

22

23

24

25

Alternatively, Glimpses requests that GVB seek independent re-evaluation of the true and actual bids submitted for this procurement. The resulting failure of RIMS to submit any individual bid has subverted the purpose of this procurement and is cause to re-evaluate the bids.

#### **Declaration Re No Court Action**

Pursuant to 5 GCA Chapter 5 § 5425(g), unless the court requests, expects, or otherwise expresses interest in a decision by the Public Auditor, the Office of Public Accountability will not take action on any appeal where action concerning the protest or appeal has commenced in any court.

The undersigned party does hereby confirm that to the best of his or her knowledge, no case or action concerning the subject of this Appeal has been commenced in court. All parties are required to and the undersigned party agrees to notify the Office of Public Accountability within 24 hours if court action commences regarding this Appeal or the underlying procurement action.

DATED this 17th day of April, 2025.

Respectfully submitted,

BERMAN LAW FIRM Attorneys for Appellant GLIMPSES OF GUAM, INC.

By:

Daniel J Berman

DANIEL J. BERMAN

Address:

Suite 503, Bank of Guam Building

111 Chalan Santo Papa Hagatna, Guam 96910

Telephone: 67

671-477-2778

26

27

28



#### Jerrick Hernandez < jhernandez@guamopa.com>

#### **OPA-PA-25-006 Notice of Receipt of Appeal**

Jerrick Hernandez <jhernandez@guamopa.com>

Fri, Apr 18, 2025 at 10:34 AM

To: "regine.lee@visitguam.org" <Regine.lee@visitguam.org>

Cc: Rudd Gudmalin <rudd.gudmalin@visitguam.org>, djberman@pacificlawyers.law

Hafa Adai,

Please see the attached Notice of Receipt of Appeal for OPA-PA-25-006. This email will serve as an official notice in lieu of a transmittal via Fax.

Please confirm receipt of this email and the attached document. Thank you.

--

Best Regards,



Jerrick J.J.G. Hernandez, MA, CGFM, CFE, CICA, CGAP Accountability Auditor

Office of Public Accountability +1 671 475 0390 (ext. 204) jhernandez@guamopa.com https://www.opaguam.org/







This email and any attachments are for the sole use of the intended recipients and contain information that may be confidential or legally privileged. If you received this email in error, please notify the sender by reply email and delete the message. Any disclosure, copying, distribution, or use of this communication by someone other than the intended recipient is prohibited.



## 25-006 Notice of Receipt of Appeal.pdf