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GDOE Replies to Oppositions re: Appeal Case No. OPA-PA-21-007

Abmer T. Brennan <atbrennan@gdoe.net>

Wed, Nov 10, 2021 at 4:37 PM

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Cc: Legal Admin < legal-admin@gdoe.net>

Hafa Adai All,

Please see GDOE's Replies to Oppositions re: OPA-PA-21-007. Respectfully requesting for confirmation of receipt and to include legal-admin@gdoe.net for future correspondence regarding this appeal.

Si Yu'os Ma'ase.

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Guam Department of Education

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3 attachments



GDOE Reply to Op Motion to Dismiss Lack of SMJ OPA-PA-21-007 111021.pdf

GDOE Rep to Op re Valid Claim OPA-PA-21-007 111021.pdf 282K

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6	PROCUREMENT APPEALS		
7	In the Appeal of	APPEAL CASE NOS.: OPA-PA-21-007	
8	In the Appeal of	APPEAL CASE NOS.: OPA-PA-21-00/	
9	CAS Sagurity Systems (Cyan) Inc	DEDLY TO OPPOSITION TO MOTION TO	
10	G4S Security Systems (Guam) Inc.,	REPLY TO OPPOSITION TO MOTION TO DISMISS FOR LACK OF SUBJECT MATTER JURISDICTION	
11	Appellant.	MATTER JURISDICTION	
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13	I. INTRODUCTION		
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15	On April 13, 2021, GDOE issued its Multi-Step IFB 026-2021 for Indoor and Outdoor		
16	Wireless Local Area Network ("WLAN") Infrastructure Installation Project (hereinafter referred		
17	to as the "IFB"). On May 28, 2021, GDOE received bids for the IFB from G4S Security Systems		
18	(Guam) Inc. (hereafter referred to as "Appellant") and Technologies for Tomorrow Inc. (hereafter		
19	referred to as "TFT"). On July 13, 2021, GDOE awarded to TFT as the lowest, most responsible		
20	and responsive bid for the IFB. On August 10, 2021, Appellant protested the award made to TFT		
21	based on the claim that TFT supposedly does not have a valid Guam Contractors License to		
22	perform service, maintain and/or install structured cabling on Guam. On September 3, 2021,		
23	GDOE issued its denial of Appellant's protest. On September 20, 2021, GDOE received the		
24	notice of receipt of appeal from the Office of Public Auditor (OPA). The following is GDOE's		
25	reply to the opposition to GDOE's motion to dismiss for lack of subject matter jurisdiction.		
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II. THE ISSUE BEFORE THE OPA DOES NOT INVOLVE TERMS AND CONDITIONS OF THE IFB, IS PROHIBITED BY GUAM LAW FROM BEING CONSIDERED IN THE EVALUATION AND AWARD, AND IS OUTSIDE THE JURISDICTION OF THE OPA.

The Public Auditor shall determine whether a decision on the protest of method of selection, solicitation or award of a contract, or entitlement to costs is in accordance with the statutes, regulations, and the terms and conditions of the solicitation. *See* 2 GAR Div. 4 §12112. Here, Appellant, and Third Party Bidder (PDS), are improperly attempting to challenge a properly awarded IFB, by asking the OPA to undermine GDOE's evaluation and award based on terms that are not included anywhere within the IFB. *See* Procurement Record at 1-252. However, Guam Procurement law does not allow this, and therefore this appeal should be dismissed. *See* 2 GAR Div. 4 §12112.

Guam Procurement Law states an IFB shall be evaluated based on the requirements set forth in the IFB, that the IFB shall set forth the evaluation criteria to be used, and that no criteria may be used in bid evaluation that are not set forth in the IFB. See 5 GCA §5211(e). In addition, the contract shall be awarded to the lowest responsible bidder whose bid meets the criteria set forth in the IFB. See 5 GCA §5211(g). Guam Procurement Law states that a responsible bidder is a person who has the capability in all respects to perform fully the contract requirements, and the integrity and reliability which will assure good faith performance; while a responsive bidder means a person who has submitted a bid which conforms in all material respects to the IFB. See 5 GCA §\$5201(f) & (g). Guam Procurement Law also states that the IFB shall set forth the requirements and criteria which will be used to determine the lowest responsive bidder, and no bid shall be evaluated for any requirement or criterion that is not disclosed in the IFB. See 2 GAR Div. 4 §3109(n)(1). Section 3.2 of the IFB states the requirements for responsibility and responsiveness, and that they will be determined based on compliance with the requirements of the IFB. See Procurement record at 20-21. Therefore, consistent with the terms and conditions of

the IFB and Guam Procurement law, GDOE properly determined responsibility and responsiveness and correctly evaluated and awarded the IFB. See 5 GCA §5211; see also Procurement record at 516-521.

Appellant and Third Place Bidder Pacific Data Systems, Inc. (PDS) improperly challenge the IFB by attempting to introduce a new claim that was clearly not published within the IFB. See Procurement record at 1-252. Guam Procurement Law does not allow this. See 5 GCA §5211. Appellant's claim regarding a Guam Contractor's License is clearly not within the terms and conditions of the IFB, is not method of selection, solicitation or award of a contract, or entitlement to costs. See 2 GAR Div. 4 §12112. Appellant and PDS should not be allowed to improperly raise this issue before the OPA. Guam Procurement Law and the published terms and conditions of the IFB provide direct authority, contradicting their position, and therefore this matter should be dismissed.

PDS cites In the Appeal of Pacific Data Systems, Inc. (PDS), OPA-PA-15-012, where PDS appealed an award to G4S claiming that G4S failed to submit a Guam Contractor's License. That case is distinguishable. In that case, the OPA denied PDS's protest because the IFB did not require Bidders to submit proof of licensure contemporaneously with their Bids and therefore PDS failed to establish that G4S's Bid must be rejected as non-responsive for failing to submit a valid contractor's license required to meet the bid terms and conditions of Guam law. 1 Id. at 7. In the Appeal Pacific Data Systems, Inc. is distinguishable because that IFB provided, "Bidders are cautioned that the Government will not consider for award any offer submitted by a bidder who has not complied with the Guam Licensing Law." Id. at 7. Here, a

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¹ In In the Appeal of Pacific Data Systems, Inc., the OPA held that G4S had used subcontractors for its projects and would be using subcontractors for this project, that the IFB did not prohibit Bidders from subcontracting work, and that PDS itself subcontracted work as well. Id. at 9. Guam Procurement Law and GDOE's IFB also allow for subcontracting. See 5 GCA §5211; see also Procurement record at 133. In the Appeal of Pacfici Data Systems, Inc., supports dismissal of this case because the OPA has acknowledged the acceptability of subcontracting under similar circumstances found here in this case.

Guam Contractor's License was not mentioned anywhere within the terms and conditions of GDOE's IFB. Therefore this case is distinguishable and this matter should be dismissed in its entirety. *Id*.

PDS also cites *In the Appeal of JRN Air Conditioning & Refrigeration, Inc.*, OPA-PA-10-008. There, the Public Auditor held that it did not have jurisdiction to decide issues regarding whether the Appellee J&B violated the labor laws. *Id.* at 15. Analogous to this case, the OPA also does not have the jurisdiction to determine compliance with Title 21 GCA Chapter 70, and a Guam Contractors License was not a published term and condition within GDOE's IFB. *See* 5 GCA §5211; *see also* Procurement record 1-252. In *In the Appeal of JRN Air Conditioning & Refrigeration, Inc.*, the OPA did review matters **that were explicitly published within the IFB**. *Id.* at 15. PDS fails to acknowledge this critical distinguishable fact in their opposition. Here, a Guam Contractor's License was not a published criteria in the IFB terms and conditions, and thus Appellant and PDS are improperly asking the OPA to undermine based on terms not within the IFB and outside the OPA's jurisdiction. Therefore, *In the Appeal of JRN Air Conditioning & Refrigeration, Inc.*, supports the dismissal of this case, and GDOE respectfully requests that the OPA dismiss this case.

III. THE GUAM CONTRACTORS LICENSE BOARD DETERMINES COMPLIANCE REGARDING A GUAM CONTRACTORS LICENSE, NOT THE OPA.

Guam Law specifically authorizes the Guam Contractors License Board to determine compliance regarding a Guam Contractor's License. *See Generally* 21 GCA Chapter 70. Appellant and PDS make numerous citations to Title 21 GCA Chapter 70. However, Guam Law is clear. It is the Guam Contractors License Board that **shall enforce Chapter 70 and rules and regulations adopted pursuant thereto**. *See* 21 GCA §70103(c).

Therefore, because a Guam Contractor's License was never included within the terms and conditions of the IFB and Guam Procurement Law prohibits evaluation and award based on non-published criteria, this issue is not properly before the OPA.

1	IV. CONCLUSION		
2	For these reasons, GDOE respectfully requests that the OPA dismiss this appeal in its		
3	entirety for lack of subject matter jurisdiction.		
4	Respectfully submitted this 10 th day of November, 2021.		
5	GUAM DEPARTMENT OF EDUCATION		
6	Jama J. D. Statu		
7	By: JAMES L.G. STAKE		
8	Legal Counsel		
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