

I Mina'trentai Sais Na Liheslaturan Guåhan
BILL STATUS

BILL NO.	SPONSOR	TITLE	DATE INTRODUCED	DATE REFERRED	CMTE REFERRED	PUBLIC HEARING DATE	DATE COMMITTEE REPORT FILED	FISCAL NOTES	NOTES
36-36 (COR)	Joe S. San Agustin	AN ACT TO AUTHORIZE A COMMERCIAL SUBMERGED LAND LICENSE BETWEEN THE GOVERNMENT OF GUAM AND TELEGUAM HOLDINGS LLC, DOING BUSINESS AS GTA, FOR THE PURPOSE OF LANDING SUBMARINE CABLE AT ALUPANG, TAMUNING, GUAM.	1/19/21 1:52 p.m.	1/20/21	Committee on Public Accountability, Human Resources, the Guam Buildup, Hagåtña Revitalization, Regional Affairs, Public Libraries, Telecommunications, and Technology			Request: 1/20/21 1/28/21	
				1/22/21	Re-Referred: Committee on Health, Land, Justice, and Culture				



Vice Speaker

TINA ROSE MUÑA BARNES

CHAIRPERSON, COMMITTEE ON RULES

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January 28, 2021

MEMO

To: **Rennae Meno**
Clerk of the Legislature

From: **Vice Speaker Tina Rose Muña Barnes**
Chairperson, Committee on Rules

Re: **Fiscal Notes**

Buenas yan Håfa adai.

Attached, please find the fiscal notes for the following bills:

Bill No. 6-36 (COR)
Bill No. 32-36 (COR)
Bill No. 34-36 (COR)
Bill No. 36-36 (COR)

Please forward the same to Management Information Services (MIS) for posting on our website.

If you have any questions or concerns, please feel free to contact Mary Maravilla, Committee on Rules Director at 472-2461.

Thank you for your attention to this important matter.



**Bureau of Budget & Management Research
Fiscal Note of Bill No. 36-36 (COR)**

BILL NO. 36-36 (COR) IS " AN ACT TO AUTHORIZE A COMMERCIAL SUBMERGED LAND LICENSE BETWEEN THE GOVERNMENT OF GUAM AND TELEGUAM HOLDINGS LLC, DOING BUSINESS AS GTA, FOR THE PURPOSE OF LANDING SUBMARINE CABLE AT ALUPANG, TAMUNING, GUAM."

Department/Agency Appropriation Information

Dept./Agency Affected: The Chamorro Land Trust Commission	Dept./Agency Head: Jack Hattig III, Director
Department's General Fund (GF) appropriation(s) to date:	\$0
Department's Other Fund appropriation(s) to date: CLTC Operations (\$905,241); CLTC Survey and Infrastructure Fund (\$313,368)	<u>\$1,218,609</u>
Total Department/Agency Appropriation(s) to date:	\$1,218,609

Fund Source Information of Proposed Appropriation

	General Fund:	Special Fund:	Total:
FY 2020 Unreserved Fund Balance	\$0	\$0	\$0
FY 2021 Adopted Revenues	\$0	0	0
FY 2021 Appro. (P.L. 35-99)	\$0	0	0
Sub-total:	\$0	0	0
Less appropriation in Bill	\$0	0	0
Total:	\$0	0	0

Estimated Fiscal Impact of Bill

	One Full Fiscal Year	For Remainder of FY 2021 (if applicable)	FY 2022	FY 2023	FY 2024	FY 2025
General Fund	\$0	\$0	\$0	\$0	\$0	\$0
Special Fund	1/	1/	\$0	\$0	\$0	\$0
Total	1/	1/	\$0	\$0	\$0	\$0

1. Does the bill contain "revenue generating" provisions? / X/ Yes / / No
 If Yes, see attachment
2. Is amount appropriated adequate to fund the intent of the appropriation? /X/ N/A / / Yes / / No
 If no, what is the additional amount required? \$ _____ /X/ N/A
3. Does the Bill establish a new program/agency? / / Yes /X/ No
 If yes, will the program duplicate existing programs/agencies? /X/ N/A / / Yes / / No
 Is there a federal mandate to establish the program/agency? / / Yes /X/ No
4. Will the enactment of this Bill require new physical facilities? / / Yes /X/ No
5. Was Fiscal Note coordinated with the affected dept/agency? If no, indicate reason: /X/ Yes / / No
 / X / Requested agency comments not received by due date: _____ / / Other: _____

Analyst: Katherine Parkinson-Borja Date: 1/27/21 Director: Lester L. Carlson, Jr., Director Date: JAN 28 2021
 Katherine Parkinson-Borja, BMA I

Notes:
 1/ See attached Comments.

BUREAU OF BUDGET AND MANAGEMENT RESEARCH
COMMENTS ON BILL NO. 36-36 (COR)

Bill No. 36-36 (COR) intends to grant the Governor of Guam the authority to negotiate and enter into commercial submerged land license with TELEGUAM HOLDINGS, doing business as GTA, in order to land submarine cables at Alupang Reef Flat, and Channel, in Tamuning, Guam. The commercial submerged land license is for a period of twenty-one (21) years, with an option to renew for an additional twenty (20) years. Revenues generated from the commercial submerged land license shall be equally divided and deposited into the Chamorro Land Trust Operations (CLTC) Fund and The Guam Ancestral Lands Commission's (GALC) Chamorro Home Loan Fund. The proposed legislation shall go into effect upon enactment.

Per the CLTC's Citizen Centric Report for FY 2019, CLTC's current revenue sources may be insufficient due to expiring commercial leases and licenses and is not projecting a steady and sufficient revenue sources to fund its operations. Should the proposed legislation become law, the potential for CLTC to generate more revenue is present, and may provide the CLTC with a steadier source of revenue for its operations.

However due to not having information on the commercial appraised value of the property, the Bureau is unable to determine the anticipated license fee to be paid by GTA.

In addition, the Bureau notes that the Chamorro Home Loan is administered by the CLTC, pursuant to §75112, Chapter 75, Title 21, Guam Code Annotated, and not the GALC (as stated in Section 4 of the proposed legislation).