

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
307-36 (COR)	James C. Moylan	AN ACT TO ADD A NEW § 8503(c)(1) AND § 8503(c)(2) TO ARTICLE 5 OF CHAPTER 8, TITLE 4, GUAM CODE ANNOTATED, RELATIVE TO REDUCING THE NON-PENALTY RETIREMENT AGE FOR CATEGORY ONE (1) AND CATEGORY TWO (2) PEACE OFFICERS WHO ARE MEMBERS OF THE DEFINED BENEFIT 1.75 PLAN FROM SIXTY-TWO (62) YEARS OF AGE TO FIFTY-SEVEN (57) YEARS OF AGE, TO REPLICATE CERTAIN FEDERAL STANDARDS, TO REDUCE GOVERNMENT EXPENDITURES, AND TO ENSURE LAW ENFORCEMENT AGENCIES CONTINUOUSLY RECRUIT AND HIRE PEACE OFFICERS.	5/18/22 10:25 a.m.	5/27/22	Committee on General Government Operations, Appropriations, and Housing			Request: 5/27/22 6/3/22	



Vice Speaker

TINA ROSE MUÑA BARNES

CHAIRPERSON, COMMITTEE ON RULES

I Mina'trentai Sais Na Liheslaturan Guåhan

GUAM CONGRESS BUILDING
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June 3, 2022

MEMO

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

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

Re: **Fiscal Notes on Bill Nos. 306-36 (COR) and 307-36 (COR)**

Håfa adai,

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

Bill No. 306-36 (COR)

Bill No. 307-36 (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. 307-36 (COR)

AN ACT TO ADD A NEW § 8503(c)(1) AND § 8503(c)(2) TO ARTICLE 5 OF CHAPTER 8, TITLE 4, GUAM CODE ANNOTATED, RELATIVE TO REDUCING THE NON-PENALTY RETIREMENT AGE FOR CATEGORY ONE (1) AND CATEGORY TWO (2) PEACE OFFICERS WHO ARE MEMBERS OF THE DEFINED BENEFIT 1.75 PLAN FROM SIXTY-TWO (62) YEARS OF AGE TO FIFTY-SEVEN (57) YEARS OF AGE, TO REPLICATE CERTAIN FEDERAL STANDARDS, TO REDUCE GOVERNMENT EXPENDITURES, AND TO ENSURE LAW ENFORCEMENT AGENCIES CONTINUOUSLY RECRUIT AND HIRE PEACE OFFICERS.

Department/Agency Appropriation Information

Dept./Agency Affected: Government of Guam Retirement Fund (GGRF)	Dept./Agency Head: Paula M. Blas, Director
Department's General Fund (GF) appropriation(s) to date:	\$37,725,736
Department's Other Fund appropriation(s) to date:	\$0
Total Department/Agency Appropriation(s) to date:	\$37,725,736

Fund Source Information of Proposed Appropriation

	General Fund:	Special Fund:	Total:
FY 2021 Unreserved Fund Balance	\$0	\$0	\$0
FY 2022 Adopted Revenues	\$0	0	0
FY 2022 Appropriations (P.L. 36-54)	\$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 2022 (if applicable)	FY 2023	FY 2024	FY 2025	FY 2026
General Fund	1/	\$0	\$0	\$0	\$0	\$0
Special Fund	1/	\$0	\$0	\$0	\$0	\$0
Total	1/	\$0	\$0	\$0	\$0	\$0

- Does the bill contain "revenue generating" provisions? / / Yes /X/ No
If Yes, see attachment
- 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
- 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
- Will the enactment of this Bill require new physical facilities? / / Yes /X/ No
- 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: <u>Arthur R. Mariano, B&MA Supervisor</u>	Date: <u>6/2/22</u>	Director: <u>Lester L. Carlson, Jr., Director</u>	Date: <u>JUN 03 2022</u>
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Footnotes:

1/: In its current form, the subject legislation proposes to reduce the age for Category 1 and Category 2 Peace Officers who are members of the DB 1.75 retirement plan from 62 to 57, to retire early without facing penalties. As stated in the Bill, the recommended age of the federal government for *most* law enforcement and peace officer positions to mandatorily separate and retire is 57 and for federal firefighters, the age to retire is 55. The legislation would not amend the amount of the penalties for early retirement as DB 1.75 members would still have the option to retire at age 55. However, the Bill would end any penalties once the member turns the age of 57. There may be a potential cost savings to the Government of Guam with the retirement of senior Peace Officers and hiring of new Peace Officers at entry level salaries & benefits. Conversely, there would likely be an impact to the GGRF due to increased rate of retirement of qualified Officers. However, absent additional information from the Fund, the Bureau can not provided the overall fiscal impact of the Bill. It should be noted that the GGRF is conducting a mandated cost study on uniform personnel and their retirement benefits but this study will not be completed until the end of the month.