

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
321-36 (LS)	Telena Cruz Nelson	AN ACT TO APPROPRIATE FIFTY-SIX MILLION DOLLARS (\$56,000,000) FROM THE GENERAL FUND FOR THE PURPOSE TO PROVIDE AN INCOME TAX REBATE TO EACH GUAM RESIDENT WHO FILED AN INCOME TAX RETURN FOR TAX YEAR ENDING DECEMBER 31, 2021; AND TO APPROPRIATE TWO HUNDRED FIFTY THOUSAND DOLLARS (\$250,000) FOR THE PURPOSE OF ADMINISTRATIVE COSTS; AND TO CITE THIS ACT AS THE ISLAND REJUVENATION ASSISTANCE (IRA) ACT OF 2022.	6/22/22 4:48 p.m.	7/1/22	Committee on General Government Operations, Appropriations, and Housing			Request: 7/1/22  7/12/22	



Vice Speaker

**TINA ROSE MUÑA BARNES**

**CHAIRPERSON, COMMITTEE ON RULES**

*I Mina'trentai Sais Na Liheslaturan Guåhan*

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July 12, 2022

# MEMO

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

**From:** **Senator Amanda L. Shelton**  
Acting Chairperson, Committee on Rules

**Re:** **Fiscal Notes on Bill Nos. 321-36 (LS) and 325-36 (COR)**

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*Håfa adai,*

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

**Bill No. 321-36 (LS)**  
**Bill No. 325-36 (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. 321-36 (LS)**

**AN ACT TO APPROPRIATE FIFTY-SIX MILLION DOLLARS (\$56,000,000) FROM THE GENERAL FUND FOR THE PURPOSE TO PROVIDE AN INCOME TAX REBATE TO EACH GUAM RESIDENT WHO FILED AN INCOME TAX RETURN FOR TAX YEAR ENDING DECEMBER 31, 2021; AND TO APPROPRIATE TWO HUNDRED FIFTY THOUSAND DOLLARS (\$250,000) FOR THE PURPOSE OF ADMINISTRATIVE COSTS; AND TO CITE THIS ACT AS THE ISLAND REJUVINATION ASSISTANCE (IRA) ACT OF 2022.**

**Department/Agency Appropriation Information**

Dept./Agency Affected: Department of Administration	Dept./Agency Head: Edward Birn, Director
Department's General Fund (GF) appropriation(s) to date:	\$7,967,080
Department's Other Fund (Specify) appropriation(s) to date: Indirect Cost Fund & Limited Gaming Fund	\$801,302
<b>Total Department/Agency Appropriation(s) to date:</b>	<b>\$8,768,382</b>

**Fund Source Information of Proposed Appropriation**

	General Fund:	Special Fund:	Total:
FY 2021 Unreserved Fund Balance		\$0	\$0
FY 2022 Adopted Revenues	\$623,577,126	\$0	\$623,577,126
FY 2022 Appro. (P.L. 36-54 thru 36-105)	(\$653,733,833)	\$0	(\$653,733,833)
Sub-total:	(\$30,156,707)	\$0	(\$30,156,707)
Less appropriation in Bill	(\$56,250,000)	\$0	(\$56,250,000)
<b>Total:</b>	<b>(\$86,406,707)</b>	<b>\$0</b>	<b>(\$86,406,707)</b>

**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	\$56,250,000	\$56,250,000	\$0	\$0	\$0	\$0
Special Fund	\$0	\$0	\$0	\$0	\$0	\$0
<b>Total</b>	<b>\$56,250,000</b>	<b>\$56,250,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

- 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? / / N/A / X / 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? / / N/A / / Yes / X / 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>Jason Baza</u> Date: <u>7/7/22</u>	Director: <u>Lester E. Carlson, Jr.</u> Date: <u>JUL 11 2022</u>
Jason Baza, BMA Supervisor	Lester E. Carlson, Jr., Director

Notes:  
 1/ See attached comments.

**BUREAU OF BUDGET AND MANAGEMENT RESEARCH**  
**COMMENTS ON BILL NO. 321-36 (LS)**

The proposed legislation intends to do the following: appropriate Fifty-Six Million Dollars (\$56,000,000) from the General Fund to the Department of Administration (DOA) to provide an income tax rebate to Guam residents who filed an income tax return for tax year ending December 31, 2021; and 2) appropriate Two Hundred Fifty Thousand Dollars (\$250,000) from the General Fund to DOA for the administration of the tax rebate payments, particularly for overtime, supplies and postage. Per the findings and intent of the legislation, the estimated \$56M is anticipated to provide a tax rebate for approximately Eighty Thousand (80,000) income taxpayers residing on Guam.

Per the May 2022 Consolidated Revenue and Expenditure Report, the General Fund collected \$85,708,161 above the adopted revenue level contained in P.L. 36-54. The Bureau notes that there are several proposed legislative measures that seek to utilize the aforementioned excess revenue collected above the adopted level for FY 2022. The following is a list of such measures:

Bill No.	Appropriation	Description
Bill 197-36 (COR) as amended	\$5,000,000	Appropriation to UOG for the Construction of Student Service Center and School of Engineering Building.
Bill 214-36 (COR) nka P.L. 36-65	\$25,000,000	Appropriation to DOA for LEAP
Bill 218-36 (LS)	\$15,000,000	Appropriation to CQA for the Construction of CSIHSSF
Bill 281-36 (COR)	\$609,000	Appropriation to GEC for 2022 Primary Election and Early Voting
Bill 295-36 (LS) nka P.L. 36-105	\$5,000,000	Appropriation to DPW for operations due to temporary waive of the liquid fuel tax levy.
Bill 295-36 (LS) nka P.L. 36-105	\$156,707	Appropriation to GRTA for operations due to temporary waive of the liquid fuel tax levy.
Bill 311-36 (COR)	\$250,000	Appropriation to Judiciary for Criminal Law & Procedure Review Commission
Bill 321-36 (LS)	\$56,000,000	Appropriation to DOA for Income Tax Rebate
Bill 321-36 (LS)	\$250,000	Appropriation to DOA for Administration of Bill 321-36 (LS)
Bill 325-36 (COR)	\$25,312,000	Appropriation to GPA for <i>Prugraman Ayuda Para I Taotao-ta</i>
<b>Subtotal</b>	<b>\$132,577,707</b>	----

From the list noted above, Bill 214-36 (COR) and Bill 295-36 (LS), now known as P.L. 36-65 and P.L. 36-105, has been passed by the Legislature and signed into law by the Governor. As such, out of the \$85,708,161 in General Fund revenues collected above the adopted levels in FY 2022 stated above, only \$55,551,454 remains available from that amount. Should this proposed legislation become law, the balance of revenues collected in excess of adopted General Fund levels in FY 2022 will be reduced to a *negative* \$698,546. Additionally, the Bureau notes that the May 2022 Special Revenue Fund Report reflects a cumulative shortfall of \$6,624,618 within the Special Revenue Funds, in which the General Fund historically covers such shortfall at the end of the fiscal year.