

I Mina'trentai Singko 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
224-35 (COR)	Telena Cruz Nelson	AN ACT TO AMEND § 2505(a)(2) OF ARTICLE 5 OF CHAPTER 2, TITLE 4, GUAM ADMINISTRATIVE RULES AND REGULATIONS, RELATIVE TO ADJUSTING THE AIR CARRIER SERVICES CHARGE TO MEET THE BUDGETARY NEEDS OF THE GUAM CUSTOMS AND QUARANTINE.	10/23/19 2:28 p.m.					11/18/19	

Senator Régine Biscoe Lee,
Chair

Senator Amanda L. Shelton,
Vice Chair

Speaker Tina Rose Muña Barnes,
Member

Vice Speaker Telen Cruz Nelson,
Member

Senator Kelly Marsh (Taitano), PhD,
Member

Senator Sabina Flores Perez,
Member



COMMITTEE ON RULES
I MINA'TRENTAI SINGKO NA LIHESLATURAN GUÅHAN
35TH GUAM LEGISLATURE

November 18, 2019

Senator Clynton E. Ridgell,
Member

Senator Joe S. San Agustin,
Member

Senator Jose "Pedro" Terlaje,
Member

Senator Therese M. Terlaje,
Member

Senator James C. Moylan,
Member

Senator Mary Camacho Torres,
Member and Chair, Subcommittee on Protocol

MEMO

To: Rennae Meno
Clerk of the Legislature

From: Senator Régine Biscoe Lee
Chair, Committee on Rules

Re: Fiscal Notes

Buenas yan Håfa adai.

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

Bill No. 217-35 (COR)
Bill No. 218-35 (COR)
Bill No. 224-35 (COR)

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

For 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. 224-35 (COR)**

AN ACT TO AMEND § 2505(a)(2) OF ARTICLE 5 OF CHAPTER 2, TITLE 4, GUAM ADMINISTRATIVE RULES AND REGULATIONS, RELATIVE TO ADJUSTING THE AIR CARRIER SERVICES CHARGE TO MEET THE BUDGETARY NEEDS OF THE GUAM CUSTOMS AND QUARANTINE.

Department/Agency Appropriation Information	
Dept./Agency Affected: Guam Customs and Quarantine Agency (CQA)	Dept./Agency Head: Ignacio Peredo, Director
Department's General Fund (GF) appropriation(s) to date:	\$1,764,763
Department's Other Fund (Specify) appropriation(s) to date: Customs, Agriculture and Quarantine Inspection Services Fund	<u>\$13,210,224</u>
	<u>\$14,974,987</u>

Fund Source Information of Proposed Appropriation			
	General Fund:	Special Fund	Total:
FY 2019 Unreserved Fund Balance		\$0	\$0
FY 2020 Adopted Revenues	\$0	\$0	\$0
FY 2020 Appro. (P.L. 35-36)	\$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 2020 (if applicable)	FY 2021	FY 2022	FY 2023	FY 2024
General Fund	\$0	\$0	\$0	\$0	\$0	\$0
Special Fund	\$0	\$0	\$0	\$0	\$0	\$0
Total 1/	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

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? / / N/A / / Yes /X/ 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
/ / Requested agency comments not received by due date / / Other:

Analyst: <u>Jose Salas Cruz, Jr., BMA II</u>	Date: <u>15 Nov 19</u>	Director: <u>Lester L. Carson, Jr., Director</u>	Date: <u>NOV 15 2019</u>
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1/ See attached comments.

Comments on Bill No. 224-35 (COR)

The intent of Bill 224-35 (COR) is to amend a §2505(a)(2) of Article 5 of Chapter 2, Title 4, Guam Administrative Rules and Regulations, relative to adjusting the Air Carrier Services charge to meet the budgetary needs of the Guam Customs and Quarantine Agency (CQA).

The Bill, if passed, would have an effective date of April 1, 2020. It would increase the anticipated annualized costs of providing, maintaining and operating the service charge facilities as they relate to air carrier operations from \$9M to \$15M. It would also amend the monthly charge adjusting the rate to recover for both the remaining annualized monthly charges as well as the charged under-collected during the period of October 1, 2019 to March 31, 2020. The Bill would require the Guam International Airport Authority (GIAA) to calculate said charge and remit the service charge.

Per the CQA, the amendment would increase the CQA budget at the airport from \$11.8M to \$15M. It would increase the passenger service charge from \$8.29 to \$10.05 based on the arrivals of 1.5M passengers at the airport. Comments were not received by GIAA as the date of this fiscal note.

The Bureau notes, in line with CQA's response, by increasing the rate charge of the Air Carrier Services the CQA will see an increase in potential revenue which would allow them to better fund the cost of maintaining and operating the service charge facilities as it relates to the air carrier operations.