

I Mina'trentai Siette Na Lihelaturan Guåhan
BILL STATUS

BILL NO.	SPONSOR	TITLE	DATE INTRODUCED	DATE REFERRED	CMTE REFERRED	FISCAL NOTES	PUBLIC HEARING DATE	DATE COMMITTEE REPORT FILED	NOTES
174-37 (COR)	Roy A. B. Quinata Joe S. San Agustin Sabina Flores Perez Therese M. Terlaje Chris Barnett Dwayne T.D. San Nicolas Amanda L. Shelton Tina Rose Muña Barnes William A. Parkinson Thomas J. Fisher	AN ACT TO AMEND § 3101(m)(1) OF CHAPTER 3, TITLE 16, GUAM CODE ANNOTATED, RELATIVE TO EXTENDING THE VALIDITY OF DRIVER'S LICENSES ISSUED TO ALIGN WITH THE MAXIMUM RENEWAL PERIOD ALLOWED UNDER THE REAL ID ACT.	9/25/23 3:21 p.m.	9/26/23	Committee on Environment, Revenue and Taxation, Labor, Procurement, and Statistics, Research, and Planning	Request: 9/26/23 10/5/23			



COMMITTEE ON RULES

Senator Chris Barnett, Chairperson
I Mina'trentai Siette Na Liheslaturan Guåhan
37th Guam Legislature

October 5, 2023

To: **Joaquin P. Taitague**
Substitute Clerk of the Legislature

From: **Senator Chris Barnett** 
Chairperson, Committee on Rules

Subject: **Fiscal Note for Bill No. 174-37 (COR)**

Håfa Adai yan Biba Guåhan!

Find the attached, Fiscal Note for the following bill:

Bill No. 174-37 (COR).

I also request that the same be sent to the respective Chairperson of the Standing Committee, to which this bill has been referred. Kindly forward the same to Management Information Services (MIS) for posting on our website.



Bureau of Budget & Management Research
Fiscal Note of Bill No. 174-37 (COR)

AN ACT TO *AMEND* § 3101(m)(1) OF CHAPTER 3, TITLE 16, GUAM CODE ANNOTATED, RELATIVE TO EXTENDING THE VALIDITY OF DRIVER'S LICENSES ISSUED TO ALIGN WITH THE MAXIMUM RENEWAL PERIOD ALLOWED UNDER THE REAL ID ACT.

Department/Agency Appropriation Information

Dept./Agency Affected: Department of Revenue and Taxation (DRT)	Dept./Agency Head: Dafne Mansapit-Shimizu, Director
Department's General Fund (GF) appropriation(s) to date:	\$14,532,027
Department's Other Fund appropriation(s) to date: Banking and Insurance Enforcement Fund (\$395,271); Better Public Service Fund (\$1,315,540); Tax Collection Enhancement Fund (\$1,046,640)	<u>\$2,757,451</u>
Total Department/Agency Appropriation(s) to date:	\$17,289,478

Fund Source Information of Proposed Appropriation

	General Fund:	Special Fund:	Total:
FY 2023 Unreserved Fund Balance	\$0	\$0	\$0
FY 2024 Adopted Revenues	\$0	\$0	\$0
FY 2024 Appro. (P.L. 37-42)	\$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 2024 (if applicable)	FY 2025	FY 2026	FY 2027	FY 2028
General Fund	\$0	\$0	\$0	\$0	\$0	\$0
Special Fund	\$0	\$0	\$0	\$0	\$0	\$0
Total	1/	\$0	\$0	\$0	\$0	\$0

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|---|-------------------------|----------------------------|---------------------------|
| 1. Does the bill contain "revenue generating" provisions?
If Yes, see attachment | | // Yes | /X/ No |
| 2. Is amount appropriated adequate to fund the intent of the appropriation?
If no, what is the additional amount required? \$ _____ | /X/ N/A | // Yes | // No |
| 3. Does the Bill establish a new program/agency?
If yes, will the program duplicate existing programs/agencies?
Is there a federal mandate to establish the program/agency? | /X/ N/A | // Yes
// Yes
// Yes | /X/ No
// No
/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?
/X/ Requested agency comments not received by due date: DRT | If no, indicate reason: | /X/ Yes
// Other | // No |

Analyst: <u>Raymond Rieta, BMA III</u>	Date: <u>10/4/23</u>	Director: <u>Lester L. Carlson, Jr., Director</u>	Date: <u>OCT 04 2023</u>
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Notes:
 1/ See Additional Comments.

Bureau of Budget & Management Research
Comments on Bill No. 174-37 (COR)

Bill No. 174-37 proposes to extend the validity of driver's licenses issued by the Department of Revenue and Taxation (DRT) from three (3) years to eight (8) years to align with the maximum renewal period allowed under the federal Real ID Act. Additionally, the legislation proposes the extension be effective upon enactment of the Bill.

Information was obtained from the reported revenues generated from all driver's licenses issued, as part of the Guam Highway Fund (GHF), during the past four (4) fiscal years from FY20 through FY23, see below:

**Driver's Licenses
Revenues**

Fiscal Years	Revenues
FY2020	\$612,151
FY2021	\$704,404
FY2022	\$1,106,498
FY2023	\$958,872

It should be noted that although the above information indicates the total revenues generated from the issuance of driver's licenses by the DRT for the corresponding fiscal years, the figures do not indicate how much of the amounts specifically represent driver's license *renewals*. The extension of driver's license renewals from 3 to 8 years may have the potential to reduce immediate GHF revenues by prolonging renewal fees by an additional 5 years. However, absent revenue amounts generated from driver's license renewals, as well as comment from the DRT whether the passage of the Bill would fiscally impact the department's current operations, the Bureau is unable to ascertain the fiscal impact of this proposed legislation.