

I Mina'trentai Siette 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
77-37 (LS)	William A. Parkinson	AN ACT TO AMEND § 22101 OF DIVISION 2, CHAPTER 22, TITLE 10, GUAM CODE ANNOTATED, RELATIVE TO EXTENDING THE VALIDITY OF HEALTH CERTIFICATES FROM TWELVE (12) MONTHS TO THIRTY-SIX (36) MONTHS.	3/7/23 4:48 p.m.	3/8/23	Committee on Health, Land, Justice, and Culture			Request: 3/8/23 3/14/23	



COMMITTEE ON RULES

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

March 14, 2023

To: RennaeVanessa C. Meno
Clerk of the Legislature

From: Senator Chris Barnett 
Chairperson, Committee on Rules

Subject: Fiscal Note for Bill No. 77-37 (LS)

Håfa Adai yan Biba Guåhan!

Find the attached, Fiscal Note for the following bill:

Bill No. 77-37 (LS).

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. 77-37 (LS)**

AN ACT TO AMEND §22101 OF DIVISION 2, CHAPTER 22, TITLE 10, GUAM CODE ANNOTATED, RELATIVE TO EXTENDING THE VALIDITY OF HEALTH CERTIFICATES FROM TWELVE (12) MONTHS TO THIRTY-SIX (36) MONTHS.

Department/Agency Appropriation Information

Dept./Agency Affected: Department of Public Health & Social Services	Dept./Agency Head: Arthur San Agustin, Director
Department's General Fund (GF) appropriation(s) to date: Operations (\$50,001,474); Health Insurance Premiums for Foster Children (\$665,396); Health Professional Licensing Office (\$283,541); Child Protective Services Program (\$981,935)	\$51,932,346
Department's Other Fund (Specify) appropriation(s) to date: Environmental Health Fund (\$1,302,065); Healthy Futures Fund (\$9,222,019); Health Professional Licensing Office Revolving Fund (\$300,975); Office of Vital Statistics Revolving Fund (\$230,705); DPHSS Sanitary Inspection Revolving Fund (\$158,878); Healthy Futures Fund for the Guam Cancer Registry (\$389,144)	\$11,603,786
Total Department/Agency Appropriation(s) to date:	\$63,536,132

Fund Source Information of Proposed Appropriation

	General Fund:	(Specify Special Fund):	Total:
FY 2022 Unreserved Fund Balance		\$0	\$0
FY 2023 Adopted Revenues	\$0	\$0	\$0
FY 2023 Appro. (P.L. 36-107)	\$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 2023 (if applicable)	FY 2024	FY 2025	FY 2026	FY 2027
General Fund	\$0	\$0	\$0	\$0	\$0	\$0
Environmental Health Fund	1/	1/	1/	1/	1/	1/
Total	1/	1/	1/	1/	1/	1/

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

Analyst: <u>Jason Baza</u> <i>JB</i>	Date: <u>3/13/23</u>	Director: <u>Lester L. Carlson, Jr.</u> <i>[Signature]</i>	Date: <u>MAR 14 2023</u>
Jason Baza, BMA Supervisor		Lester L. Carlson, Jr., Director	

Notes:
1/ See attached comments.

BUREAU OF BUDGET AND MANAGEMENT RESEARCH
COMMENTS ON BILL NO. 77-37 (LS)

The proposed legislation intends to amend §22101 of Division 2, Chapter 22, Title 10, Guam Code Annotated (GCA) relative to extending the validity of health certificates from twelve (12) months to thirty-six (36) months. The Bureau notes that fees collected from health certificates are deposited to the Environmental Health Fund (EHF) pursuant to §22107, Chapter 22, Title 10 GCA. The EHF is annually appropriated to the Department of Public Health & Social Services (DPHSS) for its operations each fiscal year.

Based on information from the AS400 financial management system from FY 2017 through FY 2022, revenue collections deposited into the EHF from health certificates averages approximately \$472.8K per fiscal year. The proposed legislation's intent to make health certificates valid for three years, as opposed to the current validity of one year, may result in the aforementioned average revenue collection of \$472.8K being reduced to a third of the average collection, which translates to approximately \$157.6K a fiscal year (a reduction of \$315.2K).

The Bureau notes that, unless the fee schedule for health certificates is adjusted, a reduction in revenue collections from the EHF can be anticipated, thus reducing available resources for DPHSS operations from this particular fund source.

Environmental Health Fund (Actuals)

ACCOUNT	DESCRIPTION	FY 17	FY 18	FY 19	FY 20	FY 21	FY 22	AVERAGE
360054101	INTEREST INCOME	-	66.24	890.81	657.53	249.94	187.65	342.03
360056303	HEALTH PERMITS - BUSINESS	884,679.19	884,579.46	892,627.31	792,331.06	810,542.95	874,004.58	856,460.76
360056312	PH REG/PENALTY - ENVL HEALTH	2,030.00	1,850.00	900.00	1,020.00	-	-	966.67
360056320	DE-RATting INSPECTION AND CERT	-	-	-	-	-	-	-
360057390	ADJUST PRIOR YRS EXPN/REV	-	-	-	-	-	14,178.82	2,363.14
360061701	HEALTH CERTIFICATES	322,168.00	501,473.00	607,577.00	445,000.00	474,043.00	486,653.00	472,819.00
360061702	ADMINISTRATIVE PENALTIES	2,630.00	1,000.00	200.00	200.00	500.00	600.00	855.00
	Total	1,211,507.19	1,388,968.70	1,502,195.12	1,239,208.59	1,285,335.89	1,375,624.05	1,333,806.59