

I MINA' TRENTAI DOS NA LIHESLATURAN GUAHAN
2013 (FIRST) Regular Session

Bill No. 8-32(COR)

Introduced by:

R.J. RESPICIO 

2013 JAN-8 AM 10:23 

AN ACT TO APPROPRIATE TO THE DEPARTMENT OF
EDUCATION ALL ADDITIONAL REVENUE DERIVED
FROM THE EXPIRATION OF ANY PART OF THE BUSH TAX
CUTS.

1 BE IT ENACTED BY THE PEOPLE OF GUAM:

2 **Section 1. Legislative Findings and Intent.** *I Liheslaturan Guahan*

3 finds that it is clear that, through inaction or deliberate policy of the federal
4 government, some or part of the "Bush Tax Cuts" will expire in 2013 with a
5 resulting increase in federal income tax revenue. This will impact on
6 Government of Guam revenues as well, because most of the government's
7 revenues are raised from the Territorial Income Tax, which "mirrors"
8 federal income tax law. Consequently, any changes to the federal income
9 tax will automatically change the Territorial Income Tax with an attendant
10 increase in revenues. Such changes were not factored into the revenue
11 estimate for the Government of Guam's 2013 Budget as enacted by Public
12 Law 31-233. Any additional revenue to come from the expiration of all or
13 part of the Bush Tax Cuts is therefore unappropriated. *I Liheslatura* finds
14 that these additional revenues should be utilized in support of education of

1 our island's children and should therefore be appropriated to the
2 Department of Education.

3 **Section 2.** Within thirty (30) days of the enactment of this Act, the
4 Director of Revenue and Taxation shall provide a written estimate of the
5 additional revenue that would accrue to the Government of Guam as a
6 result of the expiration of any part of the Bush Tax Cuts which were
7 originally enacted as part of the Economic Growth and Tax Relief
8 Reconciliation Act of 2001 (EGTRRA) and extended by the Jobs and
9 Growth Tax Relief Reconciliation Act of 2003 (JGTRRA) and the Tax Relief,
10 Unemployment Insurance Reauthorization, and Job Creation Act of 2010.
11 This estimate shall be transmitted upon completion immediately to *I*
12 *Liheslaturan Guahan*.

13 **Section 3.** There is hereby appropriated from the General Fund to the
14 Department of Education those additional revenues for FY 2013 as a result
15 of the expiration of all or part of the Bush Tax Cuts as determined by the
16 Director of Revenue and Taxation in accordance of Section 2 of this Act.
17 The Superintendent of Education is authorized to utilize this appropriation
18 to fund school operations and school repairs and renovations as provided
19 for by Public Law 31-229.

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