

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
69-35 (LS)	Sabina Flores Perez	AN ACT TO AMEND §7102(q) OF CHAPTER 7, TITLE 3, GUAM ADMINISTRATIVE RULES AND REGULATIONS, RELATIVE TO CORRECTING THE DEFINITION OF GROSS RECEIPTS.	3/22/19 12:23 p.m.	4/4/19	Committee on Environment, Revenue and Taxation, and Procurement			Request: 4/5/19 Fiscal Note: 6/4/19	

Senator Amanda L. Shelton,
Vice Chairperson

Speaker Tina Rose Muña Barnes,
Member

Vice Speaker Telen Cruz Nelson,
Member

Senator Kelly Marsh (Taitano), Ph.D.,
Member

Senator Sabina Flores Perez
Member

Senator Clynton E. Ridgell
Member



COMMITTEE ON RULES
SENATOR RÉGINE BISCOE LEE, CHAIR
I MINA 'TRENTAI SINGKO NA LIHESLATURAN GUÅHAN
35TH GUAM LEGISLATURE

June 4, 2019

Senator Joe S. San Agustin,
Member

Senator Jose "Pedo" 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**
Chairperson, Committee on Rules

Re: **Fiscal Notes**

Buenas yan Håfa adai.

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

Bill No. 69-35 (LS)
Bill No. 145-35 (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. 69-35 (LS)

AN ACT TO AMEND § 7102(q) OF CHAPTER 7, TITLE 3, GUAM ADMINISTRATIVE RULES AND REGULATIONS, RELATIVE TO CORRECTING THE DEFINITION OF GROSS RECEIPTS.

Department/Agency Appropriation Information

Dept./Agency Affected: Department of Revenue and Taxation	Dept./Agency Head: Dafne M. Shimizu, Director
Department's General Fund (GF) appropriation(s) to date:	\$8,435,879
Department's Other Fund appropriation(s) to date: Banking and Insurance Enforcement Fund, Better Public Service Fund, and Tax Collection Enhancement Fund	<u>3,014,354</u>
Total Department/Agency Appropriation(s) to date:	\$11,450,233

Fund Source Information of Proposed Appropriation

	General Fund:	(Specify Special Fund)	Total:
FY 2018 Unreserved Fund Balance		\$0	\$0
FY 2019 Adopted Revenues	\$0	\$0	\$0
FY 2019 Appro. (P.L. 34-116 thru)	\$0	\$0	\$0
Sub-total:	\$0	\$0	\$0
Less appropriation in Bill	\$0	\$0	\$0
Total:	\$0	\$0	\$0

Estimated Fiscal Impact of Bill

Fund	One Full Fiscal Year	For Remainder of FY 2019 (if applicable)	FY 2020	FY 2021	FY 2022	FY 2023
General Fund	\$0	\$0	\$0	\$0	\$0	\$0
Limited Gaming Fund (LGF) 1/	\$0	\$0	\$0	\$0	\$0	\$0
Total	\$0	\$0	\$0	\$0	\$0	\$0

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? /X/ N/A // Yes // 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>Tammy Amuan, BMA II</u> Date: <u>06/03/2019</u>	Director: <u>Lester L. Carlson, Jr., Director</u> Date: <u>JUN 04 2019</u>
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Footnotes / Notes:

1/ See attached comments.

**Bureau of Budget & Management Research
Attachment to Fiscal Note No. 69-35 (LS)
(for revenue generating provisions)**

Projected Multi-Year Revenues					
	Year 1 (FY2019)	Year 2 (FY2020)	Year 3 (FY2021)	Year 4 (FY2022)	Year 5 (FY2023)
General Fund	\$0	\$0	\$0	\$0	\$0
Limited Gaming Fund (LGF)	\$812,584	\$270,860	\$812,584	\$812,584	\$812,584
Total	\$812,584	\$270,860	\$812,584	\$812,584	\$812,584

Comments:

Using data obtained directly from the Office of Public Accountability's (OPA) online Audit Report No. 19-03, March 2019, the Department of Revenue and Taxation (DRT) projects that tax revenues are expected to increase should Bill No. 69-35 (LS) become enacted into law.

Based on OPA findings cited as referenced within OPA Audit Report No. 19-03:

The top five (5) Bingo Non-Profit Organizations reported for tax years 2014 - 2017

Average annual gross incomes reported \$20,314,593

Upon enactment of Bill No. 69-35 (LS), potential Limited Gaming Fund taxes will be:

- | | |
|---------------------------------------|-----------|
| a. Average annual tax revenues at 4% | \$812,584 |
| b. Average monthly tax revenues at 4% | \$67,715 |

The potential increase in LGF revenues may be higher as the aforementioned OPA Audit reflects only the top five (5) Bingo Non-Profit Organizations.