I Mina'Trentai Dos Na Liheslaturan Guahan Bill Log Sheet

BILL NO.	SPONSOR	TITLE	DATE INTRODUCED	DATE REFERRED	CMTE REFERRED	PUBLIC HEARING DATE	DATE COMMITTEE REPORT FILED	FISCAL NOTES
148-32 (COR)	San Nicolas	AN ACT TO ESTABLISH A PERMANENT FUNDING SOURCE FOR PAYING FINANCIAL INSTITUTIONS TO PROVIDE MERCHANT SERVICES FOR THE GOVERNMENT OF GUAM, BY AMENDING SUBSECTION (a) OF §22436, ARTICLE 4, CHAPTER 22, TITLE 5, GUAM CODE ANNOTATED.	11:42 a.m.	07/08/13	Committee on Appropriations, Public Debt, Legal Affairs, Retirement, Public Parks, Recreation, Historic Preservation, and Land			

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Senator Rory J. Respicio CHAIRPERSON MAIORITY LEADER

July 8, 2013

Senator Thomas C. Ada VICE CHAIRPERSON ASSISTANT MAJORITY LEADER

Senator

Vicente (Ben) C. Pangelinan Member

Speaker

Judith T.P. Won Pat, Ed.D.

Member

Senator

Dennis G. Rodriguez, Jr. Member

> Vice-Speaker Benjamin J.F. Cruz Member

Legislative Secretary Tina Rose Muña Barnes Member

Senator Frank Blas Aguon, Jr. Member

Senator Michael F.Q. San Nicolas Member

Senator
V. Anthony Ada
Member
MINORITY LEADER

Senator Aline Yamashita Member

MEMORANDUM

To: Rennae Meno

Clerk of the Legislature

Attorney Therese M. Terlaje

Legislative Legal Counsel

From: Senator Rory J. Respicio

Majority Leader & Rules Chair

Subject: Referral of Bill No. 148-32(COR)

As the Chairperson of the Committee on Rules, I am forwarding my referral of **Bill No. 148-32(COR)**.

Please ensure that the subject bill is referred, in my name, to the respective committee, as shown on the attachment. I also request that the same be forwarded to all members of *I Mina'trentai Dos na Liheslaturan Guåhan*.

Should you have any questions, please feel free to contact our office at 472-7679.

Si Yu'os Ma'åse!

Attachment

7013 Jul -8 AM 11: 42

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

Bill No. 148-32 (cor)

Introduced by:

Michael F.Q. San Nicolas

AN ACT TO ESTABLISH A PERMANENT FUNDING SOURCE FOR PAYING FINANCIAL INSTITUTIONS TO PROVIDE MERCHANT SERVICES FOR THE GOVERNMENT OF GUAM, BY *AMENDING* SUBSECTION (a) OF §22436, ARTICLE 4, CHAPTER 22, TITLE 5, GUAM CODE ANNOTATED.

1 BE IT ENACTED BY THE PEOPLE OF GUAM:

- 2 Section 1. Short Title. This Act shall be referred to as the
- 3 "Responsible Merchant Services Payment Act".
- 4 Section 2. Legislative Findings and Intent. I Liheslaturan Guåhan
- 5 finds that Public Law 29-113 established the two percent (2%) General
- 6 Fund reserve to eliminate the General Fund deficit, pay refunds, earned
- 7 income tax credits and prior years' vendor payables.
- 8 I Liheslatura further finds that Governor Eddie Calvo announced that
- 9 the General Fund deficit had been eliminated on his third state of the island
- address, on February 11, 2013. In more recent statements, Governor Calvo
- 11 has said that the government of Guam is in the process of paying all tax

- 1 refunds, including amounts owed for the payment of the Earned Income
- 2 Tax Credit (EITC), and is now up to date on vendor payables.
- 3 Additionally, I Liheslatura finds that providing a permanent funding
- 4 source for merchant services will result in increased use of online
- 5 transactions, reduce returned checks, and improve efficiency with
- 6 automated processes. This will free resources at the affected agencies to
- 7 focus on their core missions and improving customer service.
- 8 It is therefore the intent of *I Liheslaturan Guåhan* to reprogram the 2%
- 9 General Fund reserve to assure that merchant services are available to
- 10 members of the community who wish to utilize electronic transactions to
- 11 remit payments to the government of Guam for the payment of taxes and
- 12 fees.
- Section 3. Payment for Merchant Services. Subsection (a) of §22436,
- 14 Article 4, Chapter 22, Title 5, Guam Code Annotated, is hereby amended, to
- 15 read:
- 16 "(a) Beginning in Fiscal Year 2010, I Liheslatura (the Legislature) shall
- 17 not appropriate more than ninety-eight percent (98%) of the total revenues
- 18 projected for the General Fund for the fiscal year. The remaining two
- 19 percent (2%) of all revenue to the credit of the General Fund shall be
- 20 appropriated for the payment of merchant services procured for the
- 21 <u>acceptance of fees and taxes for line agencies of the government of Guam.</u>
- 22 until such time as the General Fund deficit is eliminated. All remaining
- 23 unappropriated annual General Fund revenues collected in excess of

- 1 appropriations shall be used to liquidate obligations for refunds, earned
- 2 income tax credits and prior years' 'vendor payables.'"
- 3 Section 4. Charging Customers for Merchant Services.
- 4 Notwithstanding any other provision of public law, rule, regulation, or any
- 5 administrative or executive order to the contrary, line agencies of the
- 6 government of Guam, within thirty (30) days of the enactment of this Act,
- 7 shall not charge taxpayers any fee or surcharge to recover costs for
- 8 merchant services incurred by the respective agency.