

*I Mina'Trentai Dos Na Liheslaturan Received*  
**Bill Log Sheet**

BILL NO.	SPONSOR	TITLE	DATE INTRODUCED	DATE REFERRED	CMTE REFERRED	PUBLIC HEARING DATE	DATE COMMITTEE REPORT FILED	FISCAL NOTES
<b>323-32 (COR)</b>	Chris M. Dueñas T. A. Morrison Brant T. McCreddie V. Anthony Ada Aline A. Yamashita, Ph.D. Michael T. Limtiaco	AN ACT TO REDUCE THE BUSINESS PRIVILEGE TAX RATE FROM FOUR PERCENT (4%) TO THREE AND EIGHT-TENTHS PERCENT (3.8%); TO INCREASE CERTAIN BUSINESS PRIVILEGE TAX EXEMPTIONS FROM FORTY PERCENT (40%) TO SEVENTY-FIVE PERCENT (75%); AND, TO REPEAL 11 GCA § 26203.1, RELATIVE TO EXEMPTION LIMITATIONS.	4/21/14 2:05 p.m.	04/22/14	Committee on Appropriations, Public Debt, Legal Affairs, Retirement, Public Parks, Recreation, Historic Preservation, and Land			



## COMMITTEE ON RULES

*I Mina'trentai Dos na Liheslaturan Guåhan* • The 32nd Guam Legislature  
155 Hesler Place, Hagåtña, Guam 96910 • [www.guamlegislature.com](http://www.guamlegislature.com)  
E-mail: [roryforguam@gmail.com](mailto:roryforguam@gmail.com) • Tel: (671)472-7679 • Fax: (671)472-3547

Senator  
Rory J. Respicio  
CHAIRPERSON  
MAJORITY LEADER

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

April 22, 2014

### MEMORANDUM

**To: Rennae Meno**  
*Clerk of the Legislature*

**Attorney Therese M. Terlaje**  
*Legislative Legal Counsel*

**From: Senator Rory J. Respicio**   
*Chairperson of the Committee on Rules*

**Subject: Referral of Bill No. 323-32(COR)**

As the Chairperson of the Committee on Rules, I am forwarding my referral of **Bill No. 323-32(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

*I MINA'TRENTAI DOS NA LIHESLATURAN GUÁHAN*  
2014 (SECOND) REGULAR SESSION

Bill No. 323-72 (C00)

Introduced by:

Chris M. Dueñas  
T. A. Morrison  
Brant T. McCreadie  
V. Anthony Ada  
Aline A. Yamashita, PhD  
Michael T. Limtiaco

**AN ACT TO *REDUCE* THE BUSINESS PRIVILEGE TAX  
RATE FROM FOUR PERCENT (4%) TO THREE AND EIGHT-  
TENTHS PERCENT (3.8%); TO *INCREASE* CERTAIN  
BUSINESS PRIVILEGE TAX EXEMPTIONS FROM FORTY  
PERCENT (40%) TO SEVENTY-FIVE PERCENT (75%); AND,  
TO REPEAL 11 GCA § 26203.1, RELATIVE TO EXEMPTION  
LIMITATIONS.**

**BE IT ENACTED BY THE PEOPLE OF GUAM:**

**Section 1. Legislative Statement.** This tax cut proposal seeks to strike a balance between legislative proposals to increase the minimum wage from its current \$7.25 per hour to \$10.10 per hour by reducing the taxes due on certain business activity. This legislation also proposes to coincide the raising of the threshold of gross revenue exempted from Business Privilege Taxes from its current level of \$40,000 in annual revenue to \$50,000 when the first wage increment goes into effect on January 1, 2015. The threshold will increase to \$60,000 on the same date when the second increment takes effect on January 1, 2016. When the final wage increment is implemented on January 1, 2017, the final increase to the threshold of \$75,000 in annual revenue shall also take effect.

**Section 2. Reduction of Business Privilege Tax Rate.** Notwithstanding any other provision of law, the four percent (4%) business privilege tax rate contained in 11 GCA § 26202 (a), c), (d), (e), (f), (g), (h), (i), and (j) shall be amended to three and eight-tenths percent (3.8%) effective January 1, 2015.

2014 APR 21 PM 2:05

1           **Section 3.     Reduction of Business Privilege Tax Exemptions.** Notwithstanding any  
2 other provision of law, the Forty Thousand Dollars (\$40,000.00) exemptions contained in items (9),  
3 (28), (29), (30), (31), and (32) of 11 GCA § 26203(k)11 GCA 26203 (k)(9) shall be increased to  
4 Fifty Thousand Dollars (\$50,000.00) effective January 1, 2015; to Sixty Thousand Dollars  
5 (\$60,000.00) effective January 1, 2016; and, to Seventy-five Thousand Dollars (\$75,000.00)  
6 effective January 1, 2017.

7           **Section 4.     11 GCA § 26203.1 is repealed.**

8           ~~“§ 26203.1. Exemption Limitation. The aggregate amount of exemption allowed under~~  
9 ~~Items (9), (28), (29) and (30) of Subsection 26203(k) of this Chapter for the taxable year shall not~~  
10 ~~exceed Fifty Thousand Dollars (\$50,000.00).”~~

11           **Section 5.     Effective Dates.** Unless explicitly stated in this Act, the changes to the  
12 Business Privilege Tax rate and exemptions contained herein shall take effect upon enactment.