



COMMITTEE ON RULES

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Senator
Rory J. Respicio
CHAIRPERSON
MAJORITY LEADER

August 8, 2012

Memorandum

Senator
Judith P. Guthertz
VICE CHAIRPERSON
ASST. MAJORITY LEADER

To: **Pat C. Santos**
Clerk of the Legislature

MAJORITY
MEMBERS:

From: **Senator Rory J. Respicio**
Majority Leader & Rules Chair

Speaker
Judith T. Won Pat

Subject: **Fiscal Notes**

Vice Speaker
Benjamin J. F. Cruz

Hafa Adai!

Senator
Tina Rose Muña Barnes
LEGISLATIVE SECRETARY
MAJORITY WHIP

Attached please find the fiscal notes for the bill numbers listed below. Please note that the fiscal notes, or waivers, are issued on the bills as introduced.

Senator
Dennis G. Rodriguez, Jr.
ASST. MAJORITY WHIP

Bill No.:	476-31 (COR)	484-31 (COR)
	477-31 (COR)	485-31 (COR)
	482-31 (COR)	486-31(COR)
	483-31 (COR)	487-31(COR)

Senator
Thomas C. Ada

Senator
Adolpho B. Palacios, Sr.

Senator
vicente c. pangelinan

Please forward the same to MIS for posting on our website. Please contact our office should you have any questions regarding this matter.

MINORITY
MEMBERS:

Senator
Aline A. Yamashita
ASST. MINORITY LEADER

Si Yu'os ma'åse'!

Senator
Christopher M. Duenas

2012 AUG -8 PM 3: 19

**Bureau of Budget & Management Research
Fiscal Note of Bill No. 483-31 (COR)**

AN ACT TO APPROVE THE TERMS AND CONDITIONS OF GUAM POWER AUTHORITY REVENUE BONDS TO REFUND AND RESTRUCTURE CERTAIN GUAM POWER AUTHORITY REVENUE BONDS; AND TO APPROVE THE TERMS AND CONDITIONS OF GUAM POWER AUTHORITY SUBORDINATE REVENUE BONDS TO TERMINATE AND RETIRE OBLIGATIONS OF THE AUTHORITY UNDER CERTAIN FORWARD PURCHASE AGREEMENTS RELATING TO THE INVESTMENT OF THE AUTHORITY'S BOND RESERVE FUND.

Department/Agency Appropriation Information	
Dept./Agency Affected: Guam Power Authority	Dept./Agency Head: Joaquin Flores, General Manager
Department's General Fund (GF) appropriation(s) to date:	-
Department's Other Fund (Specify) appropriation(s) to date:	-
Total Department/Agency Appropriation(s) to date:	\$0

Fund Source Information of Proposed Appropriation			
	General Fund:	(Specify Special Fund):	Total:
FY 2011 Unreserved Fund Balance ¹		\$0	\$0
FY 2012 Adopted Revenues	\$0	\$0	\$0
FY 2012 Appro. (P.L. 31-75 & 31-77)	\$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 2012 (if applicable)	FY 2013	FY 2014	FY 2015	FY 2016
General Fund	\$0	\$0	\$0	\$0	\$0	\$0
(Specify Special Fund)	\$0	\$0	\$0	\$0	\$0	\$0
Total	\$0	\$0	\$0	\$0	\$0	\$0

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 // No
If no, what is the additional amount required? \$ _____ /x/ N/A
3. Does the Bill establish a new program/agency? /x/ Yes // No
If yes, will the program duplicate existing programs/agencies? // N/A // Yes /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? /x/ Yes // No
5. Was Fiscal Note coordinated with the affected dept/agency? If no, indicate reason: // Yes /x/ No
// Requested agency comments not received by due date /x/ Other: Short deadline

Analyst: John AB Pangelinan Date: _____ Director: John A. Ries, Director Date: JUL 17 2012

Footnote:

This bill is proposing to refinance GPA's outstanding 1993 Series A and 1999 Series A revenue bonds based on the maturing of some of these revenue bonds from calendar 2012 through 2018 and from 2019 and after. The bill is, additionally, authorizing a subordinate revenue bonds of \$20 Million for the issuance cost of the subordinating bonds and for the establishment of reserves used in the payment of terminating and retiring GPA obligations. These obligations are referred in the forward purchase agreements relative to the investment of certain funds related to both the 1993 and 1999 Series A revenue bonds. The fiscal impact for such a refinancing is an estimated annual savings of \$8 Million per year for calendar years 2012 through 2018. However, the total cost for such refinancing has yet to be determined.