



COMMITTEE ON RULES

I Mina'trentai Dos na Liheslaturan Guåhan • The 32nd Guam Legislature

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Senator
Rory J. Respicio
CHAIRPERSON
MAJORITY LEADER

February 27, 2014

Memorandum

To: Rennae Meno
Clerk of the Legislature

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

Subject: Fiscal Notes / Waiver

Hafa Adai!

Attached please find the fiscal notes and waiver for the bill numbers listed below.

Please note that the fiscal notes, or waivers, are issued on the bills as introduced.

FISCAL NOTES:

Bill No. 243-32(COR)

Bill No. 244-32(COR)

Bill No. 248-32(COR)

Bill No. 255-32(COR)

Bill No. 265-32(COR)

Bill No. 267-32(COR)

WAIVER:

Bill No. 25232(COR)

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

Si Yu'os ma'åse'!

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

2014 FEB 27 11:08

**BUREAU OF BUDGET & MANAGEMENT RESEARCH**

OFFICE OF THE GOVERNOR
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EDDIE BAZA CALVO
GOVERNOR

JOHN A. RIOS
DIRECTOR

RAY TENORIO
LIEUTENANT GOVERNOR

JOSE S. CALVO
DEPUTY DIRECTOR

FEB 25 2014

Senator Rory J. Respicio
Chairperson, Committee on Rules
I Mina'trentai Dos na Liheslaturan Guâhan
The 31st Guam Legislature
155 Hesler Place
Hagåtña, Guam 96932

Hafa Adai Senator Respicio:

Transmitted herewith is Fiscal Note on the following Bill Nos.: 243-32(COR), 244-32(COR), 248-32(COR), 255-32(COR), 265-32(COR) 267-32(COR) and Fiscal Note Waiver on the following Bill Nos.: 252-32(COR).

If you have any question(s), please do not hesitate to call the office at 475-9412/9106.


JOHN A. RIOS
Director

Enclosures
cc: Senator Vicente (ben) Pangelinan

**Bureau of Budget & Management Research
Fiscal Note of Bill No. 255-32 (COR)**

AN ACT TO AMEND §70117 OF CHAPTER 70, TITLE 11, GUAM CODE ANNOTATED RELATIVE TO BUSINESS LICENSES.

Department/Agency Appropriation Information

| | |
|--|------------------------------------|
| Dept./Agency Affected: Department of Revenue and Taxation | Dept./Agency Head: John P. Camacho |
| Department's General Fund (GF) appropriation(s) to date: | 8,196,472 |
| Department's Other Fund (Specify) appropriation(s) to date: \$821,435 (Tax Collection Enhancement Fund) / \$1,620,468 (Better Public Service Fund) | 2,441,903 |
| Total Department/Agency Appropriation(s) to date: | \$10,638,375 |

Fund Source Information of Proposed Appropriation

| | General Fund: | (Special Fund): | Total: |
|--|-----------------|-----------------|-----------------|
| FY 2012 Unreserved Fund Balance ¹ | | \$0 | \$0 |
| FY 2014 Adopted Revenues | \$591,087,815 | \$0 | \$591,087,815 |
| FY 2014 Appro. (P.L. 32-68) | (\$591,049,932) | \$0 | (\$591,049,932) |
| Sub-total: | \$37,883 | \$0 | \$37,883 |
| Less appropriation in Bill | \$0 | \$0 | \$0 |
| Total: | \$37,883 | \$0 | \$37,883 |

Estimated Fiscal Impact of Bill

| | One Full Fiscal Year | For Remainder of FY 2014 (if applicable) | FY 2015 | FY 2016 | FY 2017 | FY 2018 |
|--------------|----------------------|--|------------|------------|------------|------------|
| General Fund | 1/ | \$0 | \$0 | \$0 | \$0 | \$0 |
| Special Fund | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Total | 1/ | \$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? // 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? // 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? // Yes /x/ No
5. Was Fiscal Note coordinated with the affected dept/agency? If no, indicate reason: /x/ Yes // No
/x/ Requested agency comments not received by due date // Other:

Analyst: Michael M. Aflague, B&M Analyst IV Date: 1/30/14 Director: John A. Rios, Director Date: **FEB 25 2014**

^{1/} The Bill proposes to amend the annual renewal period for business licenses to 3-yrs subject to conditions. Businesses granted a 3-yr renewal period would not be required to pay on an annual basis. The Bureau anticipates a reduction to government revenues equal to the corresponding license fees a business would have otherwise paid on the second and third year. A copy of the 'Business License Branch Fees' obtained from the Department of Revenue and Taxation's (DRT) website is attached. Fiscal data is pending from the requested agency as of these comments.

BUSINESS LICENSE BRANCH FEES

Updated March 2013

| Tobacco License | |
|--|-------------|
| Retail Tobacco License | \$ 100.00 |
| Wholesale Tobacco License | \$ 1,000.00 |
| Coin Vending Tobacco License | \$ 40.00 |
| Penalty for failure to renew license on June 30th - \$50 plus \$1.00 for each calender day | \$ 50.00 |
| Penalty for violation of Tobacco products not accessible to minors | \$ 250.00 |
| Reproduction of Documents & Records | |
| Copy of each business license | \$ 3.00 |
| Certificate of Existence | \$ 10.00 |
| Certificate of Good Standing | \$ 25.00 |
| Certificate of Exemption | \$ 20.00 |
| Authentication/Certification fee documents filed at General Licensing | \$ 10.00 |
| Copy of each page of any document filed with General Licensing Br. | \$ 1.00 |
| Replacement of Corporate Certificate | \$ 25.00 |
| Copy of any Compliance, Regulatory Testing or study guide pamphlet | \$ 5.00 |
| Wholesale Licenses (Annual) | |
| \$1.00 to \$100,000.00 | \$ 100.00 |
| \$100,001.00 to \$500,000 | \$ 200.00 |
| \$500,001.00 to \$1,000,000.00 | \$ 400.00 |
| \$1,000,001.00 to \$2,000,000.00 | \$ 800.00 |
| Exceeding \$2,000,000.00 | \$ 1,000.00 |
| Retail Licenses (Annual) | |
| \$1.00 to \$250,000.00 | \$ 100.00 |
| \$250,001.00 to \$500,000.00 | \$ 200.00 |
| \$500,001.00 to \$1,000,000.00 | \$ 400.00 |
| \$1,000,001.00 to \$2,000,000.00 | \$ 800.00 |
| Exceeding \$2,000,000.00 | \$ 1,000.00 |
| Each Coin Vending Machine for printed materials | \$ 10.00 |
| Manufacturer's License | |
| a) Hand | \$ 25.00 |
| b) Machine | \$ 80.00 |
| Service business or calling non-professional activities | \$ 50.00 |
| Rental (1) unit residential real property | \$ 10.00 |
| Rental unimproved real property | \$ 100.00 |
| Rental multiple residential units | \$ 25.00 |
| Basic \$25.00 or \$5.00 for each additional unit whichever is greater | |
| Rental of each commercial office unit | \$ 5.00 |
| Rental of hotel or motel | |
| \$5 for each unit | \$ 5.00 |
| Rental warehouse storage space | \$ 200.00 |
| Registration of Corporation & Other Entity | |
| Domestic Corporation (Guam) - Articles of Incorporation | \$ 100.00 |
| Article of Non-Profit Corporation | \$ 50.00 |

| | |
|---|-----------|
| Filing of Corporate By-Laws | \$ 75.00 |
| Filing of By-Laws - Non-Profit Corporation | \$ 10.00 |
| File amended Article of Incorporation | \$ 25.00 |
| File amended By-Laws | \$ 25.00 |
| Filing fee voluntary corporate dissolution | \$ 25.00 |
| File Service of process on domestic and foreign corporation (section 28105(1)(b)) Off-island plus additional cose incurred | \$ 50.00 |
| Foreign corporation | \$ 100.00 |
| Filing Articles of merger | \$ 100.00 |
| Dissolution of partnership | \$ 25.00 |
| Registration of limited liability partnership \$250 each partner not to exceed \$1000 if partners are more than four (4) | \$ 500.00 |
| Foreign partnership, designate agent for service of process or serve process on Director | \$ 40.00 |
| Pawnshop | \$ 500.00 |