



COMMITTEE ON RULES

I Mina'trentai Tres na Liheslaturan Guåhan • The 33rd Guam Legislature

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June 18, 2015

Memorandum

To: Rennae Meno
Clerk of the Legislature

From: Senator Thomas C. Ada 
Acting Chairperson of the Committee on Rules

Subject: Fiscal Notes

Hafa Adai!

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

FISCAL NOTES:

Bill No. 103-33(LS)

Bill No. 115-33(COR)

Bill No. 116-33(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'!


2015 JUN 18 PM 4:32

**Bureau of Budget & Management Research
Fiscal Note of Bill No. 116-33 (COR)**

AN ACT TO AUTHORIZE THE GUAM BEHAVIORAL HEALTH AND WELLNESS CENTER TO FULLY IMPLEMENT ITS FEE SCHEDULE AND THE PROVISIONS OF §8611(f)-(h) OF CHAPTER 86, TITLE 10, GUAM CODE ANNOTATED, RELATIVE TO THE MENTAL HEALTH AND SUBSTANCE ABUSE SERVICES FUND, BY AMENDING SECTION 6 OF PUBLIC 31-239.

Department/Agency Appropriation Information

Dept./Agency Affected: Guam Behavioral Health and Wellness Center		Dept./Agency Head: Rey Vega
Department's General Fund (GF) appropriation(s) to date:		17,160,046
Department's Other Fund (Specify) appropriation(s) to date:		4,106,105
Total Department/Agency Appropriation(s) to date:		\$21,266,151

Fund Source Information of Proposed Appropriation

	General Fund:	(Specify Special Fund):	Total:
FY 2014 Unreserved Fund Balance		\$0	\$0
FY 2015 Adopted Revenues	\$0	\$0	\$0
FY 2015 Appro. (P.L. 32-181 thru 33-07)	\$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 2015 (if applicable)	FY 2016	FY 2017	FY 2018	FY 2019
General Fund	\$0	\$0	\$0	\$0	\$0	\$0
MHSA Services Fund	1/	\$0	\$0	\$0	\$0	\$0
Total	1/	\$0	\$0	\$0	\$0	\$0

- Does the bill contain "revenue generating" provisions? /x/ Yes // No
If Yes, see attachment
- Is amount appropriated adequate to fund the intent of the appropriation? /x/ N/A // Yes // No
If no, what is the additional amount required? \$ _____ // N/A
- Does the Bill establish a new program/agency? // Yes /x/ No
If yes, will the program duplicate existing programs/agencies? // N/A // Yes // No
Is there a federal mandate to establish the program/agency? // Yes // No
- Will the enactment of this Bill require new physical facilities? // Yes /x/ No
- 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: Nancy L. Mesa Date: 6/1/15 Director: Jose S. Calvo Date: JUN 18 2015
Nancy L. Mesa Jose S. Calvo, Director

Footnotes:
See attachment.

Bureau of Budget & Management Research
Attachment to Fiscal Note No. 116-33 (COR)
(for revenue generating provisions)

Projected Multi-Year Revenues					
	Year 1	Year 2	Year 3	Year 4	Year 5
General Fund	\$0	\$0	\$0	\$0	\$0
MHSA Services Fund	\$445,608	\$455,608	\$455,608	\$455,608	\$455,608
Total	\$445,608	\$455,608	\$455,608	\$455,608	\$455,608

Comments:

Bill No. 116-33 if enacted into law, will allow the Guam Behavioral Health and Wellness Center (GBHWC) to fully implement its fee schedule, as adopted in Public Law 31-239 and to bill and collect payment for services provided to its clients. According to the Director of the GBHWC, they started billing for their services on February 2014 and discontinued said practice on June 2014, at the advice of the Attorney General. During the five (5) month period, a total of \$494,899.00 of services was provided to clients. Of the aforementioned amount, 37.52 % or \$185,668.19 is billable charges for services provided by licensed and credentialed network providers and the remaining 62.48% is non-billable, due to employees providing services, who are not licensed providers. In terms of ability to pay, GBHWC's clientele is composed of 82% who are covered under Medicare, Medicaid, MIP and Self Pay; 15% by commercial insurance companies such as NetCare, TakeCare, SelectCare etc; and the remaining 3% are referrals from government agencies such as the Department of Corrections and the Department of Youth Affairs. Should GBHWC implement its fee schedule, a conservative amount that can be generated in revenues for a one year period is \$445,608 ($\$185,668/5 \text{ months} = \$37,134$; $\$37,134 \times 12 \text{ months} = \$445,608$). Although the estimate of \$445,608 appears relatively low, GBHWC can increase its revenue collection if it can bill clients covered by the Center for Medicare and Medicaid Services, but it first has to obtain its certified status from them.