



# COMMITTEE ON RULES

*I Mina'trentai Tres na Liheslaturan Guåhan* • The 33rd Guam Legislature  
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February 3, 2016

## Memorandum

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

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

**Subject:** Fiscal Note

*Hafa Adai!*

Attached please find the fiscal note for the bill number listed below.  
Please note that the fiscal note is issued on the bill as introduced.

**FISCAL NOTE:**  
Bill No. 225-33(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'!*

2016 FEB -3 PM 2:04  
Respicio

**Bureau of Budget & Management Research**  
**Fiscal Note of Bill No. 225-33 (COR)**

**AN ACT TO AUTHORIZE *MAGA'LAHEN GUAHAN* TO EXCHANGE GOVERNMENT-OWNED PROPERTY IN ASINAN, ORDOT CHALAN PAGO, RESERVED FOR THE DEPARTMENT OF PUBLIC HEALTH AND SOCIAL SERVICES WITH GOVERNMENT-OWNED PROPERTY IN DEDEDO OWNED BY THE CHAMORRO LAND TRUST COMMISSION FOR THE PURPOSE OF CONSTRUCTING EMERGENCY HOUSING SHELTERS.**

**Department/Agency Appropriation Information**

Dept./Agency Affected: Chamorro Land Trust Commission	Dept./Agency Head: Michael J. B. Borja, Director
Department's General Fund (GF) appropriation(s) to date:	-
Department's Other Fund (Specify) appropriation(s) to date: Chamorro Land Trust Operating Fund	1,424,311
<b>Total Department/Agency Appropriation(s) to date:</b>	<b>\$1,424,311</b>

**Fund Source Information of Proposed Appropriation**

	General Fund:	(Specify Special Fund):	Total:
FY 2015 Unreserved Fund Balance		\$0	\$0
FY 2016 Adopted Revenues	\$0	\$0	\$0
FY 2016 Appro. (P.L. 33-66 thru _____)	\$0	\$0	\$0
Sub-total:	\$0	\$0	\$0
Less appropriation in Bill	\$0	\$0	\$0
<b>Total:</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**Estimated Fiscal Impact of Bill**

	One Full Fiscal Year	For Remainder of FY 2016 (if applicable)	FY 2017	FY 2018	FY 2019	FY 2020
General Fund	\$0	\$0	\$0	\$0	\$0	\$0
Special Fund	\$0	\$0	\$0	\$0	\$0	\$0
<b>Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

- 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? \$ \_\_\_\_\_ / X / N/A
- 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
- 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: / / Yes / X / No  
 / X / Requested agency comments not received by due date / / Other:

Analyst: <u>Jason Baza</u> Jason Baza, BMA II	Date: <u>1/30/16</u>	Director: <u>Jose S. Calvo</u> Jose S. Calvo, Director	Date: <u>FEB 02 2016</u>
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Notes:  
See attached comments.

BUREAU OF BUDGET AND MANAGEMENT RESEARCH  
COMMENTS ON BILL NO. 225-33 (COR)

The proposed legislation intends to exchange a portion of government-owned property designated for the Department of Public Health and Social Services (DPHSS), specifically two acres (approx. 8,094 sq. m.) of Lot No. 3470 in the municipality of Asinan, Ordot-Chalan Pago, for government-owned property currently listed in the Chamorro Land Trust Commission's (CLTC) land inventory, specifically 16,885± square meters (approx. 4 acres) of Lot No. 1, Block 7, Tract 170 in the municipality of Dededo, in order to construct emergency housing shelters.

It should be noted that the subject land exchange appears to be inequitable. Using the components of the proposed land exchange, the CLTC will be giving away in excess of 8,791.28± square meters after the land exchange is conducted. The language of the proposed legislation does not contain a proponent to exchange the cited properties on a value for value basis, resulting in a loss for Chamorro Land Trust land inventory.

The loss of approximately two acres to the Chamorro Land Trust inventory would result in fewer opportunities for the CLTC to engage in economic, agricultural, and residential leases in their land inventory.

However, depending on how many housing shelters are built, there is a potential for revenues to be received by the Department of Public Works in the form of building permit costs. Although the property's appraised value will increase, there are no anticipated revenues to be received in the form of additional land taxes because government-owned properties are not required to pay such tax.