



COMMITTEE ON RULES

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

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Senator
Rory J. Respicio
CHAIRPERSON
MAJORITY LEADER


June 3, 2016

Senator
Thomas C. Ada
VICE CHAIRPERSON
ASSISTANT MAJORITY LEADER

Memorandum

Speaker
Judith T.P. Won Pat, Ed.D.
Member

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

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

Vice-Speaker
Benjamin J.F. Cruz
Member

Subject: **Fiscal Notes and Fiscal Note Waiver**

Legislative Secretary
Tina Rose Muna Barnes
Member

Hafa Adai!

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

Senator
Dennis G. Rodriguez, Jr.
Member

FISCAL NOTES:

Bill No. 320-33(COR)

Bill No. 321-33(COR)

Senator
Frank Blas Aguon, Jr.
Member

FISCAL NOTE WAIVER:

Bill No. 328-33(COR)

Senator
Michael F.Q. San Nicolas
Member

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

Senator
Nerissa Bretania Underwood
Member

V. Anthony Ada
MINORITY LEADER

Si Yu'os ma'åse'!

Mary C. Torres
MINORITY MEMBER

2016 JUN -3 AM 11:51 AD

**Bureau of Budget & Management Research
Fiscal Note of Bill No. 321-33 (COR)**

AN ACT TO AMEND SECTION 2 OF PUBLIC LAW 33-104, RELATIVE TO EXTENDING THE PAYMENT PERIOD FOR THE EXPIRED LAND FOR THE LANDLESS CONTRACTS; TO WAIVE THE 10 YEAR WAIT PERIOD PRIOR TO THE TRANSFER OF PROPERTY FOR EXCEPTIONAL CASES; TO PROVIDE A WAIVER FOR EXISTING RESIDENTS OF AFFECTED LOTS; AND TO PROVIDE FOR A JOURNAL VOUCHER TRANSFER OF FUNDS.

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	<u>1,424,311</u>
Total Department/Agency Appropriation(s) to date:	\$1,424,311

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
Total:	\$0	\$0	\$0

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
Chamorro Land Trust Survey and Infrastructure Fund	\$2,000	\$0	\$0	\$0	\$0	\$0
Total	\$2,000	\$0	\$0	\$0	\$0	\$0

- Does the bill contain "revenue generating" provisions? / / Yes / X / 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? / / Yes / X / No
If yes, will the program duplicate existing programs/agencies? / X / N/A / / Yes / / 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: / X / Yes / / No
/ X / Requested agency comments not received by due date / / Other:

Analyst: <u>Jason Baza</u> Jason Baza, BMA II	Date: <u>5/27/16</u>	Director: <u>Jose S. Calvo</u> Jose S. Calvo, Director	Date: <u>JUN 01 2016</u>
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Notes:
See attached comments.

BUREAU OF BUDGET AND MANAGEMENT RESEARCH
COMMENTS ON BILL NO. 321-33 (COR)

The proposed legislation intends to extend the payment period established in P.L. 33-104 for purchasers of the *Land for the Landless* program's contracts wishing to rectify their default payments. Also stipulated in the proposed legislation is the authorization to transfer by journal voucher in the amount of two thousand dollars (\$2,000) from the Chamorro Land Trust Survey and Infrastructure Fund (CLTSIF) to reimburse the Department of Land Management (DLM) for postal and publication expenses related to the administration of Public Law 33-104.

P.L. 33-104 enabled purchasers who had defaulted on their contracts under the *Land for the Landless* program to file an appeal to rescind the default. If the appeal was approved, the purchaser had sixty (60) days from the notice that the default was rescinded to pay the full amount of the balance due on the initial two thousand five hundred dollar (\$2,500) purchase price. The proposed legislation will extend the payment period to three hundred sixty-five (365) days from enactment of the legislation. However, the purchaser will now be required to place a minimum deposit of 10% of the balance due on the initial \$2,500 purchase price. The Bureau is unable to determine the approximate dollar value of implementing the 10% minimum deposit due to lack of information from DLM pertaining to the balance on each of the forty-one (41) appealed default notice letters.

Payments received from the administration of P.L. 33-104 are deposited into the CLTSIF. Per the Department of Land Management (DLM) revenue report as of April 2016, the CLTSIF has an aggregate balance of \$117,059.51. Per the AS400 financial system, the CLTSIF has an aggregate balance of \$137,627.40 as of May 25, 2016.

Based on the foregoing, funding is available to authorize the \$2,000 transfer by journal voucher to reimburse the DLM's administration of P.L. 33-104.