

I Mina'Trentai Tres Na Liheslaturan Received
Bill Log Sheet

BILL NO.	SPONSOR	TITLE	DATE INTRODUCED	DATE REFERRED	CMTE REFERRED	PUBLIC HEARING DATE	DATE COMMITTEE REPORT FILED	FISCAL NOTES
387-33 (COR)	T. C. Ada	AN ACT TO REZONE LOT NO. 8, TRACT 25305, MUNICIPALITY OF YONA AND LOT NO. 402-R10-2 10-1, MUNICIPALITY OF SANTA RITA, FROM AGRICULTURAL (A) ZONE TO A PUBLIC FACILITY (PF) ZONE FOR THE PURPOSE OF CONSTRUCTING TWO (2) SEWER LIFT STATIONS.	10/17/16 11:33 a.m.	10/17/16	Committee on Transportation, Infrastructure, Lands, Border Protection, Veterans' Affairs and Procurement			Fiscal Note Request 10/21/16 Fiscal Note 11/16/16



COMMITTEE ON RULES

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MAJORITY LEADER

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November 16, 2016

Memorandum

To: Rennae Meno
Clerk of the Legislature

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

Subject: Fiscal Note

2016 NOV 16 PM 4: 16

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. 387-33(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'!

Bureau of Budget & Management Research
Fiscal Note of Bill No. 387-33 (COR)

AN ACT TO REZONE LOT NO. 8, TRACT 25305, MUNICIPALITY OF YONA AND LOT NO. 402-R10-2-10-1, MUNICIPALITY OF SANTA RITA, FROM AGRICULTURAL (a) ZONE TO A PUBLIC FACILITY (pf) ZONE FOR THE PURPOSE OF CONSTRUCTING TWO (2) SEWER LIFT STATIONS.

Department/Agency Appropriation Information	
Dept./Agency Affected: Department of Land Management	Dept./Agency Head: Michael J. B. Borja, Director
Department's General Fund (GF) appropriation(s) to date:	419,897
Department's Other Fund (Specify) appropriation(s) to date: Land Survey Revolving Fund	3,105,088
Total Department/Agency Appropriation(s) to date:	\$3,524,985

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 2017 (if applicable)	FY 2018	FY 2019	FY 2020	FY 2021
General Fund	\$0	\$0	\$0	\$0	\$0	\$0
Chamorro Land Trust Operations 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? \$ _____ / 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
 / / Requested agency comments not received by due date / / Other:

Analyst: <u>Jason Baza</u> Jason Baza, BMA II	Date: <u>10/21/16</u>	Director: <u>Jose S. Calvo</u> Jose S. Calvo, Director	Date: <u>NOV 16 2016</u>
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Notes:
 1/ See attached comments.

BUREAU OF BUDGET AND MANAGEMENT RESEARCH
COMMENTS ON BILL NO. 387-33 (COR)

The proposed legislation seeks to rezone properties in the municipalities of Yona (Lot No. 8, Tract 25305) and Santa Rita (Lot No. 402-R10-2-10-1) from Agricultural (A) zones to Public Facility (PF) zones for the purpose of constructing two (2) sewer lift stations. Both of the subject properties have been purchased, and are currently owned by, the Guam Waterworks Authority (GWA).

The GWA's Capital Improvement Plan for the years 2015-2020, approved by the Guam Consolidated Commission on Utilities Resolution No. 23-FY2016, contains a list of projects and their estimated costs. The GWA Capital Improvement Plan includes projects to replace the Baza Gardens sewage treatment plant (total estimated project cost of \$31.3M) and replacement of the Santa Rita sewage treatment plant (total estimated project cost of \$59.6M). Per the proposed legislation, the Baza Gardens project is in the design phase whereas the Santa Rita project is currently in its construction phase.

The intent of the proposed legislation is to retire the Baza Gardens Wastewater Treatment Plant (BGWWTP) and transmit the wastewater that had previously been treated at the BGWWTP to the Santa Rita wastewater treatment plant that is under construction through the use of the two (2) sewer lift stations. In order to commence construction of the sewer lift stations, the aforementioned properties need to be rezoned.

The Bureau does not anticipate any additional revenues in the form of increased land taxes from the rezoning because government entities are not required to pay such tax. However, the Bureau does anticipate the net tax effect from commencing the project to construct the two (2) sewer lift stations. Because the estimated total project cost for replacing the Baza Gardens sewage treatment plant amounts to \$31.3M, the Bureau anticipates the net tax effect to be received by the General Fund for income taxes (1.36%), gross receipt taxes (3.61%), corporate taxes (1.8%), and withholding taxes (3.23%) will amount to approximately \$3.13M over the project's three year construction lifetime from 2016 - 2018.