



BUREAU OF BUDGET & MANAGEMENT RESEARCH

OFFICE OF THE GOVERNOR
Post Office Box 2950, Hagåtña Guam 96932

FELIX P. CAMACHO
GOVERNOR

BERTHA M. DUENAS
DIRECTOR

MICHAEL W. CRUZ, M.D.
LIEUTENANT GOVERNOR

SEP 30 2010

2010 OCT 25 AM 8:52

The Honorable Judith Won Pat
Speaker
I Mina' Trenta Na Liheslaturan Guåhan
Thirtieth Guam Legislature
155 Hesler Place
Hagåtña, Guam 96910

Dear Speaker Won Pat:

Attached is the Government of Guam Combined Comparative Statement of Revenues which include revenue totals for the months of October 2009 through August 2010, in partial fulfillment of Chapter XIII, Section 5 of Public Law 30-55.

Consistent with the FY 2009 auditors adjustment for Making Work Pay Credit (MWPC) reimbursements, the Department of Administration made the same adjustment for MWPC reimbursements received in FY 2010 and is reflected again in the August 2010 Revenue Statement. As a result, the monthly revenue tracking, which up to this point was driven by collections which the adjustment has now taken out of the equation, can no longer be produced with any degree of reasonableness or accuracy for the balance of the fiscal year. However, the Government of Guam Combined Comparative Statement of Revenues produced by the Department of Administration showing actual monthly collections will continue to be reported and posted on the BBMR website during the remaining months of the fiscal year.

The General Fund continues to experience a decline in revenue collections in FY 2010. Pursuant to Title Pursuant to Title 5 GCA, Chapter 4, Section 4109(f) which states, in part, "...If said Directors determine that projected fiscal year revenues, based on actual revenues collected, are three percent (3%) or more less than revenue projections adopted by the annual budget Act, I Maga'lahaen Guahan shall submit to the Speaker of I Liheslaturan Guahan a Fiscal Realignment Plan that shall address the revenue disparity. Said Plan may include, but is not limited, to cost containment and austerity measures....". BBMR Circular 10-01 dated September 18, 2009, imposed a 3% reserve on General Fund appropriations in FY 2010 This is on top of the expenditure cap of 98% mandated in P.L. 30-55.

Should you have any questions, please do not hesitate to call me.

Sincerely,

30-10-0878

Office of the Speaker
Judith T. Won Pat, Ed. D.

Date 09/30/10
Time 3:40
Received by AC

BERTHA M. DUENAS

Attachment

Government Of Guam
 Combined Comparative Statement Of Revenues
 General Fund
 August 31, 2010 & 2009

	For the Months		Increase (Decrease)	Fiscal Year 2010	Year-To-Date Fiscal Year		Increase (Decrease)
	August, 2010	August, 2009			2009		
Income taxes:							
Individual	\$1,688,676	\$1,689,183	(\$507)	\$75,936,468	\$64,165,678	\$11,770,791	
Corporation	578,828	2,130,494	(1,551,666)	70,814,846	79,265,169	(8,450,324)	
Withholding	11,585,996	13,670,647	(2,084,651)	144,035,275	144,162,233	(126,958)	
Withholding - COLA	8,191	53,145	(44,953)	88,403	9,048,216	(8,959,813)	
Interest & penalties	424,923	597,886	(172,962)	4,168,455	5,208,467	(1,040,012)	
Provision for refunds	(8,896,737)	(4,417,730)	(4,479,007)	(120,657,694)	(81,093,299)	(39,564,395)	
Total Income Taxes	5,389,878	13,723,625	(8,333,747)	174,385,754	220,756,465	(46,370,710)	
Business privilege taxes:							
Gross Receipts Taxes	16,799,606	14,937,222	1,862,384	170,541,308	169,334,691	1,206,617	
Other Taxes:							
Admissions tax	250	238	13	26,626	87,450	(60,824)	
Use tax	170,675	270,143	(99,469)	3,069,334	3,386,875	(317,540)	
Total Business Privilege Taxes	16,970,531	15,207,603	1,762,928	173,637,269	172,809,016	828,253	
Total Licenses, Fees & Permits	204,460	195,637	8,823	4,422,209	4,334,690	87,519	
Total Use of Money & Property	2,244	50,609	(48,365)	302,300	437,705	(135,405)	
Federal Sources:							
Section 30	3,252,344	3,239,114	13,230	35,775,784	35,630,258	145,526	
Immigration fees	140,435	168,485	(28,050)	1,581,138	1,393,245	187,893	
Indirect cost recovery	11,938	9,054	2,883	213,623	207,849	5,774	
Total Federal Sources	3,404,717	3,416,654	(11,937)	37,570,544	37,231,352	339,193	
Department Charges:							
Agriculture	214	130	84	2,058	2,798	(740)	
Police & corrections	0	0	0	75	30	45	
Public works	1,375	56,754	(55,379)	242,878	131,406	111,472	
Public health	19,051	13,290	5,761	149,031	174,351	(25,320)	
Commerce	38,149	15,116	23,033	263,524	244,020	19,504	
Other charges	151,305	152,636	(1,331)	917,487	874,489	42,997	
Total Department Charges	210,094	237,925	(27,831)	1,575,052	1,427,095	147,958	
TOTAL GENERAL FUND REVENUES	\$26,181,924	\$32,832,054	(\$6,650,129)	\$391,893,128	\$436,996,321	(\$45,103,193)	

Note:

Revenues are based on a modified accrual basis. During the year, revenues are recognized on a cash basis, but at year end an accrual is made for actual collections relating to prior years taxes 60 days after 09/30. (In accordance with GASB 33 - Accounting Financial Reporting for non-exchange transactions). Estimates are reported for the provision for 2008 Refunds & Section 30 is prorated for 12 months

Government Of Guam
Actual Revenues Compared to Original Estimates
General Fund
Eleven Months Ended August 31, 2010

	For the Months			Year-To-Date		
	Estimated	Actual	Favorable (Unfavorable)	Estimated	Actual	Favorable (Unfavorable)
Income taxes:						
Individual	\$2,384,702	\$1,688,676	(\$696,026)	\$78,078,409	\$75,936,468	(\$2,141,941)
Corporation	1,780,901	578,828	(1,202,073)	85,286,482	70,814,846	(14,471,636)
Withholding	17,024,656	11,585,996	(5,438,660)	183,130,436	144,035,275	(39,095,161)
Withholding - COLA	0	8,191	8,191	0	88,403	88,403
Interest & penalties	597,886	424,923	(172,963)	3,508,467	4,168,455	659,988
Provision for refunds	(8,896,737)	(8,896,737)	0	(120,657,694)	(120,657,694)	0
Total Income Taxes	12,891,408	5,389,878	(7,501,530)	229,346,100	174,385,754	(54,960,346)
Business privilege taxes:						
Gross Receipts Taxes	17,446,495	16,799,606	(646,889)	189,908,450	170,541,308	(19,367,142)
Other Taxes:						
Admissions tax	238	250	12	3,476	26,626	23,150
Use tax	316,959	170,675	(146,284)	3,790,523	3,069,334	(721,189)
Total Business Privilege Taxes	17,763,692	16,970,531	(793,161)	193,702,449	173,637,269	(20,065,180)
Total Licenses, Fees & Permits	205,853	204,460	(1,393)	4,760,522	4,422,209	(338,313)
Total Use of Money & Property	27,820	2,244	(25,576)	408,150	302,300	(105,850)
Federal Sources:						
Section 30	3,213,983	3,252,344	38,361	35,353,777	35,775,784	422,007
Immigration fees	248,997	140,435	(108,562)	2,064,393	1,581,138	(483,255)
Indirect cost recovery	129,575	11,938	(117,637)	1,553,816	213,623	(1,340,193)
Total Federal Sources	3,592,555	3,404,717	(187,838)	38,971,986	37,570,544	(1,401,442)
Department Charges:						
Agriculture	130	214	84	3,137	2,058	(1,079)
Police & corrections	10	0	(10)	130	75	(55)
Public works	43,394	1,375	(42,019)	121,919	242,878	120,959
Public health	10,290	19,051	8,761	174,068	149,031	(25,037)
Commerce	11,116	38,149	27,033	241,941	263,524	21,583
Other charges	132,837	151,305	18,468	952,270	917,487	(34,783)
Total Department Charges	197,777	210,094	12,317	1,493,465	1,575,052	81,587
TOTAL GENERAL FUND REVENUES	\$34,679,105	\$26,181,924	(\$8,497,181)	\$468,682,672	\$391,893,128	(\$76,789,544)
² 2% General Fund Reserve	(1,108,257)	(1,108,257)	0	(12,190,827)	(12,190,827)	0
² Appropriation	\$33,570,848	\$25,073,667	(\$8,497,181)	\$456,491,845	\$379,702,301	(\$76,789,544)

Note:

¹Revenues are based on a modified accrual basis. During the year, revenues are recognized on a cash basis, but at year end an accrual is made for actual collections relating to prior years taxes 60 days after 09/30. (In accordance with GASB 33 - Accounting Financial Reporting for non-exchange transactions). Estimates are recorded for the provision for 2008 Refunds & Section 30 is prorated for 12 months.

² Appropriation of \$8,497,181 of General Fund revenues. 2010. Capital Budget for 2010. For more information, please refer to the 2010 Budget Report.

Prepared by: Finance Department