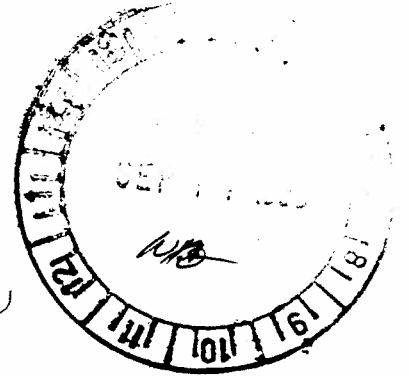


Territory of Guam  
Territorio Guam

OFFICE OF THE GOVERNOR  
UFISINAN I MAGA'LAHI  
AGANA, GUAM 96910 U.S.A.

SEP 14 1989

Rec'd Secy



The Honorable Joe T. San Agustin  
Speaker, Twentieth Guam Legislature  
Post Office Box CB-1  
Agana, Guam 96910

Dear Mr. Speaker:

Transmitted herewith is Bill 807 which I have signed into law  
this date as Public Law 20-74.

In order to end fiscal year 1989 with a balanced budget, I  
request that the Legislature amend Section 1 to indicate that  
the appropriation made in that section is from the fiscal  
year 1990 revenues.

Sincerely yours,

A handwritten signature in cursive script, reading "Joseph F. Ada".

JOSEPH F. ADA  
Governor

200456

Enclosure


TWENTIETH GUAM LEGISLATURE  
1989 (FIRST) Regular Session

CERTIFICATION OF PASSAGE OF AN ACT TO THE GOVERNOR

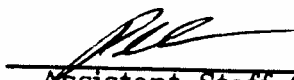
This is to certify that Bill No. 807 (COR), "AN ACT MAKING AN APPROPRIATION FOR THE TAX COLLECTION TASK FORCE", was on the 28th day of August, 1989, duly and regularly passed.

  
JOE T. SAN AGUSTIN  
Speaker

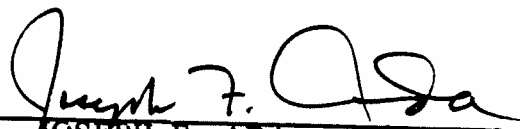
Attested:

  
PILAR C. LUJAN  
Senator and Legislative Secretary

-----  
This Act was received by the Governor this 2 day of September 1989,  
at 2:06 o'clock p.m.

  
Assistant Staff Officer  
Governor's Office

APPROVED:

  
JOSEPH F. ADA  
Governor of Guam

Date: September 14, 1989

Public Law No. 20-74

TWENTIETH GUAM LEGISLATURE  
1989 (FIRST) Regular Session

Bill No. 807 (COR)

Introduced by:

H. D. Dierking  
C. T. C. Gutierrez  
D. Parkinson

---

T. S. Nelson  
J. P. Aguon  
E. P. Arriola  
J. T. San Agustin  
F. J. A. Quitugua  
E. D. Reyes  
G. Mailloux  
P. C. Lujan  
D. F. Brooks  
M. D. A. Manibusan  
J. G. Bamba  
M. Z. Bordallo  
E. R. Duenas  
E. M. Espaldon  
M. C. Ruth  
F. R. Santos  
T. V. C. Tanaka  
A. R. Unpingco

AN ACT MAKING AN APPROPRIATION FOR  
THE TAX COLLECTION TASK FORCE.

1           BE IT ENACTED BY THE PEOPLE OF THE TERRITORY OF GUAM:  
2           Section 1.    Three Hundred Thousand Dollars (\$300,000) are  
3 appropriated from the General Fund to the Department of Revenue and  
4 Taxation to fund a Tax Collection Task Force to collect outstanding  
5 delinquent taxes.

TWENTIETH GUAM LEGISLATURE  
1989 (FIRST) Regular Session

ROLL CALL SHEET

Bill No. 807

Date: 8/28/89

Resolution No. \_\_\_\_\_

QUESTION: \_\_\_\_\_

	<u>AYE</u>	<u>NAY</u>	<u>NOT VOTING</u>	<u>ABSENT</u>
J. P. Aguon	✓			
E. P. Arriola	✓			
J. G. Bamba	✓			
M. Z. Bordallo	✓			
D. F. Brooks	✓			
H. D. Dierking	✓			
E. R. Duenas	✓			
E. M. Espaldon	✓			
C. T. C. Gutierrez	✓			
P. C. Lujan	✓			
G. Mailloux	✓			
M. D. A. Manibusan	✓			
T. S. Nelson	✓			
D. Parkinson	✓			
F. J. A. Quitugua	✓			
E. D. Reyes	✓			
M. C. Ruth	✓			
J. T. San Agustin	✓			
F. R. Santos	✓			
T. V. C. Tanaka	✓			
A. R. Unpingco	✓			

21

TWENTIETH GUAM LEGISLATURE  
1989 (FIRST) Regular Session

Introduced

AUG 24 '89

Bill No. 807(corr)

Introduced by:

89 July 3 AM 10:59

H. D. Dierking

C. T. C. Gutierrez

D. Parkinson

T. S. Nelson

J. P. Aguon

E. P. Arriola

J. T. San Agustin

AN ACT MAKING AN APPROPRIATION  
FOR THE TAX COLLECTION TASK FORCE

BE IT ENACTED BY THE PEOPLE OF THE TERRITORY OF GUAM:

- 1 Section 1. The sum of Three Hundred Thousand Dollars
- 2 (\$300,000) is appropriated from the General Fund to the Department
- 3 of Revenue and Taxation to fund a Tax Collection Task Force for the
- 4 purpose of collecting outstanding delinquent taxes.

# Twentieth Guam Legislature

163 Chalan Santo Papa St.  
Agana, Guam U.S.A. 96910  
(671) 472-3407/8/9/10



Chairman, Committee  
on Ways & Means  
Vice-Chairman, Committee  
on Tourism & Transportation

CARL T. C. GUTIERREZ  
Senator

August 23, 1989

Honorable Speaker Joe T. San Agustin  
Speaker, Twentieth Guam Legislature  
163 Chalan Santo Papa  
Agana, Guam 96910

Dear Mr. Speaker:

The Committee on Ways & Means wishes to report out its finding on Bill No. 807: "AN ACT MAKING AN APPROPRIATION FOR THE TAX COLLECTION TASK FORCE"

TO DO PASS

11

NOT TO PASS

0

REPORT OUT ONLY


0

OFF-ISLAND

0

A copy of the Committee Report and all pertinent documents are attached for your information.

Sincerely,

  
CARL T.C. GUTIERREZ  
Chairman

Attachments

Twentieth Guam Legislature  
 Committee on Ways & Means  
Voting Sheet

BILL NO: 807

"AN ACT MAKING AN APPROPRIATION  
 FOR THE TAX COLLECTION TASK FORCE"

	<u>TO PASS</u>	<u>NOT TO PASS</u>	<u>TO REPORT OUT ONLY</u>	<u>TO PLACE IN INACTIVE FILE</u>
<i>Chuter</i> Senator Carl T. C. GUTIERREZ Chairman	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<i>J. Shredley</i> Senator Herminia D. DIERKING Vice-Chairman	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<i>John P. Aguan</i> Senator John P. AGUON Member	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<i>George Bamba</i> Senator George BAMBA Member	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<i>Dorothy Brooks</i> Senator Doris BROOKS Member	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<i>Ernesto Espaldon</i> Senator Ernesto ESPALDON Member	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<i>Marilou Manibusan</i> Senator Marilou MANIBUSAN Member	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<i>Ted Nelson</i> Senator Ted NELSON Member	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<i>Don Parkinson</i> Senator Don PARKINSON Member	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<i>Franklin J. A. Quitugua</i> Senator Franklin J. A. QUITUGUA Member	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
<i>Martha Ruth</i> Senator Martha C. RUTH Member	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

8/23/89  
 ✓ mdm

8/22/89

TWENTIETH GUAM LEGISLATURE  
COMMITTEE ON WAYS AND MEANS

COMMITTEE REPORT ON BILL NO. 807

"AN ACT MAKING AN APPROPRIATION  
FOR THE TAX COLLECTION TASK FORCE"

INTRODUCTION

Bill 807 proposes to appropriate Three Hundred Thousand Dollars (\$300,000.00) from the General Fund to the Department of Revenue and Taxation to fund a Tax Collection Task Force for the purpose of collecting outstanding delinquent taxes.

This proposed appropriation is actually to provide continuing funding for the Collection Task Force of the Department of Revenue and Taxation. The Task Force was established and initially funded two fiscal years ago.

HEARING

The Committee on Ways and Means conducted a public hearing on Bill 807 on Wednesday, July 19, 1989, starting at 9:00 a.m. in the Legislative Session Hall. Committee Members present at the hearing were: Senators Carl T.C. Gutierrez, Chairman; Ted S. Nelson; Doris Brooks; and Elizabeth P. Arriola.

The Directors of the Departments of Revenue and Taxation and the Bureau of Budget and Management Research were invited to testify.

BACKGROUND

Mr. Joaquin Blaz, Director of Revenue and Taxation, presented written testimony, requesting passage of the bill, so that funding can be made available for the next two fiscal years.

Mr. Michael Reidy, Director of Bureau of Budget and Management Research, also endorsed favorable action on the bill.

TESTIMONY

The Committee on Ways and Means recommends favorable action on Bill 807 by the full legislative body.

COMMITTEE RECOMMENDATION

The Committee on Ways and Means, after reviewing the testimonies presented during the hearing, reports Bill 807 for consideration by the full legislative body with the RECOMMENDATION TO DO PASS.



TWENTIETH GUAM LEGISLATURE  
1989 (FIRST) Regular Session

Bill No. 507

Introduced by:

89 July 3 AM 10:59

H. D. Dierking

C. T. C. Gutierrez

D. Parkinson

T. S. Nelson

J. P. Aguon

E. P. Arriola

J. T. San Agustin

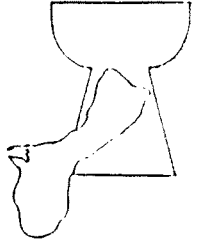
AN ACT MAKING AN APPROPRIATION  
FOR THE TAX COLLECTION TASK FORCE

BE IT ENACTED BY THE PEOPLE OF THE TERRITORY OF GUAM:

- 1 Section 1. The sum of Three Hundred Thousand Dollars
- 2 (\$300,000) is appropriated from the General Fund to the Department
- 3 of Revenue and Taxation to fund a Tax Collection Task Force for the
- 4 purpose of collecting outstanding delinquent taxes.



SENATOR  
**HERMINIA D. DIERKING**  
TWENTIETH GUAM LEGISLATURE



COMMITTEES:

July 5, 1989

CHAIRPERSON  
Rules

MEMORANDUM

TO: Chairperson, Committee on Ways and Means

VICE CHAIRPERSON  
Ways & Means  
Energy, Utilities &  
Consumer Protection

FROM: Chairperson, Committee on Rules

SUBJECT: Referral - Bill Nos. 802, 803, 804, 805, 806, 807,  
808, 809, 810, 811, 812, 813, 814, 815, 816,  
817, 818, 819, 820, 821, 822, 823, 824, 825,  
826, 827, 828, 829, 830, 831, 832, 833, 834,  
835.

MEMBER:

The above bills are referred to your Committee. Please note that the referrals are subject to ratification by the Committee on Rules at its next meeting.

Economic Development

Federal, Foreign &  
Legal Affairs

Health, Welfare &  
Ecology

Judiciary & Criminal  
Justice

Education

Tourism & Transportation

Youth, Senior Citizens,  
Cultural Affairs &  
Human Resources

General Governmental  
Operations

*Herminia D. Dierking*  
HERMINIA D. DIERKING

Enclosures

**COMMITTEE ON WAYS AND MEANS  
PUBLIC HEARING  
9:00 a.m., Wednesday, July 19, 1989, Legislative Session Hall**

**A G E N D A**

- Bill No. 758** An act to appropriate the sum of Nine Hundred Six Thousand, One Hundred and Fifty Dollars (\$906,150) to the Public Utility Agency of Guam for the design and construction of sewer line collectors for Ordot-Chalan Pago Elementary School.
- Bill No. 759** An act to appropriate the sum of Seven Hundred Eighty-Five Thousand Dollars to the Public Utility Agency of Guam for the purpose of constructing a sewer line in the Bello Road, Municipality of Barrigada.
- Bill No. 760** An act to appropriate the sum of One Million, Eight Hundred Seventy Thousand Dollars (\$1,870,000) to the Public Utility Agency of Guam for the design and construction of sewer lines in the Municipality of Ordot-Chalan Pago.
- Bill Nos. 800 and 824** An act to appropriate funds to compensate Lorenzo N. Naputi for property taken by the Government for roadway purposes.
- Bill No. 802** An act to appropriate the sum of Two Hundred Sixty Thousand Dollars for improvements to the recreational facilities in Agat and at Nimitz Beach.
- Bill No. 803** An act to appropriate supplemental funds to the Agency for Human Resources Development.
- Bill No. 804** An act to appropriate funds for the operations of Guam Memorial Hospital in Fiscal Year 1990.
- Bill No. 805** An act to appropriate funds for payment of the Cost of Living Allowance for all retirees.

**Bill No. 806** An act to appropriate the sum of One Million, Six Hundred Twenty-Five Thousand Dollars for a new building and equipment for the Department of Mental Health and Substance Abuse.

**Bill No. 807** An act making an appropriation for the Tax Collection Task Force.

**Bill No. 808** An act to appropriate the sum of Eight Hundred Fifty-Five Thousand Dollars to the Community Development Fund.

**Bill No. 809** An act to appropriate the sum of Five Hundred Thousand Dollars for the Catastrophic Illness Assistance Program.

\*\*\*\*\*

Honorable Carl T.C. Gutierrez  
Chairman, Committee on Ways & Means  
Twentieth Guam Legislature  
Agana, Guam 96910

Mr. Chairman and Members of the Committee:

I am Joaquin G. Blaz, the Director of the Department of Revenue and Taxation. I am here to support passage of Bill 807 relative to the funding of the Collection Task Force.

Based on the most recent statistics, the Government of Guam is experiencing the most dramatic tax collection increase in its history. The Collection Task Force, initiated by the Nineteenth Guam Legislature, played a large part in this increase due to the improved collection posture on our receivables.

Let me share with this Committee some of the statistics on the collection of receivables.

In Fiscal Year 1987, before the Collection Task Force was formed, total cash collection on receivables amounted to \$5,095,268. For Fiscal Year 1988, the first year the Collection Task Force came into existence, collection of receivables increased to \$10,041,979. This is an increase of \$4,946,711 or 97 percent.

Cash collections also increased for Fiscal Year 1989. In the first eight months of Fiscal Year 1989, collections totaled \$7,254,443 as compared to \$5,960,134 in 1988, or an increase of \$1,294,309 (22%).

Analysis of the reduction of the receivables inventory also shows the dramatic impact of the Collection Task Force on the receivables.

For Fiscal Year 1988 we had a total referral for collection of \$47,144,343. Collections and collection arrangements reduced this amount to \$16,577,462. A similar collection pattern has occurred for Fiscal Year 1989.

In Fiscal Year 1989 we have had a total of \$49,107,904 referred for collection. We have managed so far to reduce the collectible amounts to \$14,085,427.

There is no question in my mind that a good percentage of the increased collections came as a result of the Collection Task Force.

I am requesting, therefore, for continuance of the Collection Task Force for the next two fiscal years.

I will be preparing a letter in the near future requesting that the Collection Task Force be made a part of the permanent budget of the Department. The individuals hired as a result of this appropriation are now trained collectors and it would be a shame and a total waste to lose these individuals now.

Thank you, Mr. Chairman, and Members of the Committee for allowing me to present the Department's position on the Collection Task Force.

FISCAL NOTE  
BUREAU OF BUDGET & MANAGEMENT RESEARCH

BBMR-F7

Bill No. \_\_\_\_\_ Date Received JULY 17, 1989  
 Mandatory Bill Yes  No  Date Reviewed JULY 18, 1989

Department/Agency Affected: \_\_\_\_\_

Department/Agency Head: \_\_\_\_\_

Total Fiscal Year Appropriation: \_\_\_\_\_

Bill Title (concise): BILL 758, 759, 760, 800, 824, 802, 803, 804, 805, 806, 807, 808, 809, 811, 812, 813, 814, 815, 816, 817, 818, 819, 820, 727, 778, 821, 822, 823, 825, 826, 827, 828, 829, 830, 831, 832, 833, 834, 835, 836 & 847.

Change in Law: \_\_\_\_\_

Bill Attempts to:  Increase Program Funding  
 Decrease Program Funding  
 Reallocate Present Program Funding

Bill is for:  Operations  
 Capital Improvement  
 Other

FINANCIAL/PROGRAM IMPACT

<u>PROGRAM CATEGORIES</u>	<u>Minimum Estimated Required Funds (For Five Years)</u>		
	<u>GENERAL FUND</u>	<u>FEDERAL</u>	<u>OTHER</u>
_____	_____	_____	_____
_____	_____	_____	_____
<b>GRAND TOTAL</b>	_____	_____	_____

ESTIMATED MULTI-YEAR FUND REQUIREMENTS

<u>SOURCES</u>	<u>1st</u>	<u>2nd</u>	<u>3rd</u>	<u>4th</u>	<u>5th</u>
General Fund	_____	_____	_____	_____	_____
Federal Fund	_____	_____	_____	_____	_____
Other Fund	_____	_____	_____	_____	_____
<b>GRAND TOTAL</b>	_____	_____	_____	_____	_____

ESTIMATED MULTI-YEAR REALIZED REVENUES

<u>SOURCES</u>	<u>1st</u>	<u>2nd</u>	<u>3rd</u>	<u>4th</u>	<u>5th</u>
General Fund	_____	_____	_____	_____	_____
Federal Fund	_____	_____	_____	_____	_____
Other Fund	_____	_____	_____	_____	_____
<b>GRAND TOTAL</b>	_____	_____	_____	_____	_____

*Paul Leon Guerrero*  
 PAUL B LEON GUERRERO,  
 PROGRAM ANALYST  
*Michael J. Reidy*  
 MICHAEL J. REIDY  
 DIRECTOR

Date Review Terminated: JULY 18, 1989

BUDGETARY FISCAL IMPACT ON THE FOLLWING BILLS

ADOPTED GENERAL FUND REVENUES P.L. 20 <sup>23</sup>	\$ 309,993,010
LESS: APPROPRIATIONS TO DATE: P.L. 19 <sup>210</sup>	
P.L. 19 <sup>24</sup> TO 20 <sup>231</sup>	
GENERAL OPERATION=EXECUTIVE	\$ 224,681,503
GENERAL OPERATION=JUDICIAL	7,527,190
GENERAL OPERATION=LEGISLATIVE	10,063,581
SPECIAL APPROPRIATIONS	59,775,910
CAPITAL IMPROVEMENT PROJECTS	24,040,138
	<u>326,088,322</u>
TOTAL APPROPRIATION	326,088,322
TOTAL SURPLUS/(DEFICIT)	\$ (16,095,312)

ILL	ITEM	AMOUNT
	758 PUAG SEWER LINES ORDOT=CHALAN PAGO SCH	906,150
	759 PUAG SEWER LINES BARRIGADA	785,000
	760 PUAG SEWER LINES ORDOT=CHALAN PAGO	1,870,000
	800 LAND COMPENSATION NAPUTI MERIZO	57,800
	824 LAND COMPENSATION NAPUTI MERIZO	57,800
802	IMPROVEMENT FACILITIES IN AGAT	260,000
803	AHRD PERSONNEL REQUIREMENTS FY90	144,213
	804 GMH OPERATING BUDGET FY90	6,635,059
*	805 RETIREES COLA (\$419)	1,201,970
806	MENTAL HEALTH BLDG AND EQUIPMENT	1,625,000
807	R&T TAX COLLECTION FORCE	300,000
808	COMMISSIONER'S COMMUNITY DEVELOPMENT FUND	855,000
	809 PH&SS CATASTROPHIC ILLNESS	500,000
810	WORKMEN'S COMPENSATION FUND	400,000
811	BARRIGADA MULTI=PURPOSE COURT	115,000
	812 SCHOOL BUSES	550,000
813	SPORTS & RECREATIONAL COMPLEX HARMON	1,570,000
	814 SANCTUARY INC. FY90	197,000
815	SPORTS FACILITIES IN YONA & BAZA GARDENS	315,000
816	TOTO MULIT=PURPOSE COURT	9,000
817	MEDICALLY INDIGENT PROGRAM	6,270,000
	818 YOUTH SPORTS TRAVEL	50,000
	819 IMPROVEMENTS TO PASEO & YPAO PARK	1,785,000
820	CHALAN PAGO BASEBALL FIELD	200,000
	727 PRINTING REVOLVING FUND	70,000
	778 GUAM FIRE CAPITAL OUTLAY AMBULANCE	29,000
821	GCC FACILITY RENOVATION	512,000
822	GUMA MANHOBEN PROGRAM FY90	232,000
823	MULTI=PURPOSE COURT UMATAAC	150,000
825	RECREATIONAL FACILITIES INARAJAN	330,000
826	RECREATIONAL FACILITIES MERIZO	180,000
827	RETIREMENT FUND ANNUITIES	9,400,800
828	RECREATIONAL FACILITIES AGANA	200,000
829	RECREATIONAL FACILITES DEDEDO	780,000
830	GUAM CLAIMS FUND	500,000
831	IMPROVEMENTS TO YPAO BEACH PARK	125,000
832	RECONSTRUCTION CAMP WATKINS & FARENHOLT AV	2,000,000
833	SCHOOL RENOVATIONS & IMPROVEMENTS	3,000,000
834	MAINTENANCE & UPKEEP OF THE FIELD HOUSE	100,000
835	TEXTBOOKS ADVANCE APPROPRIATION \$5,611,791	
*	847 GUAM POLICE RADIO COMMUNICATION	215,000
	TOTAL	44,482,792

7/19/89

ASTERISK DENOTES PART OF GOVERNORS EXECUTIVE BUDGET REQUEST FOR FISCAL YEAR 1990.

TOTAL PROPOSED APPROPRIATIONS AMOUNT TO \$44.5 MILLION WHICH FURTHER EXACERBATE THE DEFICIT OF APPROPRIATION VS REVENUES THIS FISCAL YEAR. APPRPRIATIONS FOR OR THE ITEMS SHOULD BE MADE AGAINST THE FISCAL YEAR 1990 REVENUES.