

I Mina'trentai Ocho Na Liheslaturan Guåhan
BILL STATUS

BILL NO.	SPONSOR	TITLE	DATE INTRODUCED	DATE REFERRED	CMTE REFERRED	FISCAL NOTES	PUBLIC HEARING DATE	DATE COMMITTEE REPORT FILED	NOTES
293-38 (COR)	Sabrina Salas Matanane	AN ACT TO ADD A NEW §58128.8(b)(5) AND A NEW §58128.8(i) TO CHAPTER 58, TITLE 12, GUAM CODE ANNOTATED, AND TO ESTABLISH REBATE CAPS BEGINNING JANUARY 2027, RELATIVE TO PUBLIC LAW 38-27.	3/20/26 2:20 p.m.	3/27/26	Committee on Finance and Government Operations.	Request: 3/27/26 4/6/26			



COMMITTEE ON RULES

Vice Speaker V. Anthony Ada, Chairperson

I Mina'trentai Ocho Na Liheslaturan Guåhan

38th Guam Legislature

April 6, 2026

To: **Rennae V. C. Meno**
Clerk of the Legislature

From: **Vice Speaker V. Anthony Ada** 
Chairperson, Committee on Rules

Subject: **Fiscal Note for Bill No. 293-38 (COR)**

Håfa Adai!

Find the attached, Fiscal Note for the following bill:

Bill No. 293-38 (COR).

I also request that the same be sent to the respective Chairperson of the Standing Committee, to which this bill has been referred. Kindly copy the same to Management Information Services (MIS) for posting on our website.



**Bureau of Budget & Management Research
Fiscal Note of Bill No. 293-38 (COR)**

AN ACT TO ADD A NEW §58128.8(b)(5) AND A NEW §58128.8(i) TO CHAPTER 58, TITLE 12, GUAM CODE ANNOTATED, AND ESTABLISH REBATE CAPS BEGINNING JANUARY 2027, RELATIVE TO PUBLIC LAW 38-27.

Department/Agency Appropriation Information

Dept./Agency Affected: Guam Economic Development Authority	Dept./Agency Head: Christina D. Garcia, Chief Executive Officer/Administrator
Department's anticipated revenues to date:	\$4,404,743
Department's appropriation(s) to date:	\$0
Total Department/Agency revenues to date:	\$4,404,743

Fund Source Information of Proposed Appropriation

	General Fund:	(Specify Special Fund):	Total:
FY 2025 Unreserved Fund Balance		\$0	\$0
FY 2026 Adopted Revenues	\$0	\$0	\$0
FY 2026 Appro. (P.L. 38-60)	\$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 2026 (if applicable)	FY 2027	FY 2028	FY 2029	FY 2030
General Fund 1/	\$0	\$0	\$0	\$0	\$0	\$0
Special Fund 1/	\$0	\$0	\$0	\$0	\$0	\$0
Total 1/	\$0	\$0	\$0	\$0	\$0	\$0

1. Does the bill contain "revenue generating" provisions? / / Yes /X/ No
If Yes, see attachment
2. 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
3. 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
4. Will the enactment of this Bill require new physical facilities? / / Yes /X/ No
5. 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: Joaquin A.J. Guerrero II Date: 4/3/26 Director: Lester L. Carlson, Jr. Date: APR 06 2026

Notes:
1/ See attached comments.

Bureau of Budget and Management Research
Comments on Bill No. 293-38 (COR)

The proposed legislation intends to add new §§ 58128.8(b)(5) and 58128.8(i) to Chapter 58, Title 12 of the Guam Code Annotated. These amendments set to mandate an annual rebate cap of \$5 Million on total Business Privilege Tax (BPT) rebates beginning in January 2027 relative to Public Law 38-27, which established an unpledged BPT rebate on Medicaid receipts.

Per comments provided by the Guam Economic Development Authority (GEDA), in their conversations with the Department of Public Health and Social Services (DPHSS), they were informed that approximately 177 current Guam providers accept Medicaid patients, with an estimated annual BPT tax liability of \$3.2 Million. A sunset clause, which the bill currently does not contain, may be prudent to allow for a review and analysis of the program's efficacy and permit policy makers to fully evaluate the program's achievements. Further, the bill will pose a significant impact to GEDA's operations, based on the possible volume of applicants and reviews that may occur annually upon the launch of the program. GEDA is evaluating the potential staffing, supply, and equipment need to implement the program. As such, providing a mechanism for GEDA to cover some of its costs, such as an application or processing fee should be considered.

GEDA, DPHSS, and the Department of Revenue and Taxation have had some exploratory conversations regarding the mechanics of this program. It will be crucial that the rebates only apply to Medicaid receipts that have already been duly filed with all requisite BPTs paid. This program will not provide a tax credit for any current BPT taxes due that are derived from Medicaid receipts.