

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
313-38 (LS)	William A. Parkinson	AN ACT TO <i>AMEND</i> SUBSECTION (a) OF § 771103 OF ARTICLE 11, CHAPTER 77, TITLE 12, GUAM CODE ANNOTATED, RELATIVE TO INCREASING THE ANNUAL AUTHORIZATION CEILING FOR BUSINESS PRIVILEGE TAX CREDITS FOR REQUIRED MEDICAL EQUIPMENT AT THE GUAM MEMORIAL HOSPITAL AUTHORITY.	5/1/26 9:19 a.m.	5/11/26	Committee on Finance and Government Operations.	Request: 5/11/26 5/20/26			



COMMITTEE ON RULES

Vice Speaker V. Anthony Ada, Chairperson
I Mina'trentai Ocho Na Liheslaturan Guåhan
38th Guam Legislature

May 20, 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. 313-38 (LS)**

Håfa Adai!

Find the attached, Fiscal Note for the following bill:

Bill No. 313-38 (LS).

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. 313-38 (LS)**

AN ACT TO AMEND SUBSECTION (a) OF § 771103 OF ARTICLE 11, CHAPTER 77, TITLE 12, GUAM CODE ANNOTATED, RELATIVE TO INCREASING THE ANNUAL AUTHORIZATION CEILING FOR BUSINESS PRIVILEGE TAX CREDITS FOR REQUIRED MEDICAL EQUIPMENT AT THE GUAM MEMORIAL HOSPITAL AUTHORITY.

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

- 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
/ / Requested agency comments not received by due date / / Other:

Analyst: J. Guerrero Date: 5/18/26 Director: Lester L. Carlson, Jr. Date: MAY 19 2026
Joaquin A.J. Guerrero II

Notes:
1/ See attached comments.

Bureau of Budget and Management Research
Comments on Bill No. 313-38 (LS)

The proposed legislation intends to amend Subsection (a) of § 771103 of Article 11, Chapter 77, Title 12 of the Guam Code Annotated, which increases the annual authorization ceiling for Business Privilege Tax Credits from Five Hundred Thousand Dollars (\$500,000) to One Million Dollars (\$1,000,000) per year for required medical equipment at the Guam Memorial Hospital Authority.

Per comments provided by the Guam Economic Development Authority, though the amendment is a reasonable and measured adjustment that will better align the tax credit program with current equipment procurement realities, it will affect the revenues of the Government of Guam. The tax credit authorized under this program are applied against unpledged business privilege taxes. To the extent that the annual ceiling is fully utilized, the Government of Guam could forgo up to an additional \$500,000 per year in business privilege tax revenues compared to the current law. This does not constitute a new expenditure from the General Fund but represents a potential reduction in General Fund revenues available for other government operations, including education, public safety, and critical social programs.