



BUREAU OF BUDGET & MANAGEMENT RESEARCH

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



LOURDES A. LEON GUERRERO
GOVERNOR

LESTER L. CARLSON, JR.
DIRECTOR

JOSHUA F. TENORIO
LIEUTENANT GOVERNOR

JUL 09 2019

MEMORANDUM

To: Superintendent, Guam Department of Education
Director, Department of Public Works
President, Department of Chamorro Affair / GPLS & PBS
President, University of Guam
President, Guam Community College
Executive Director, Guam Commission for Educator Certification
Executive Director, Mayors' Council of Guam

From: Director, Bureau of Budget and Management Research (BBMR)

Subject: Revised FY 2019 Territorial Education Facilities Fund (TEFF) Reductions

On January 2, 2019, the BBMR and the Department of Administration (DOA) placed your FY2019 TEFF allotments in Reserve in order to address the approximately \$9M projected TEFF revenue shortfall. Your respective required pro-rata TEFF reduction levels were also provided to each of your agencies/departments individually.

Based on the Special Revenue Tracking Report for the TEFF for the month of May 2019 the TEFF is still on a negative track, however, it is anticipated to incur a revenue shortfall of \$3.8M. Because of this lower shortfall, the Bureau has revised its TEFF reductions to allow for the partial release of TEFF allotments currently held in reserves for your entity's operational requirements.

The Bureau will be taking action to adjust your FY2019 TEFF allotments in Reserve and will be working with the Department of Administration to take the required measures for entities that are exempt from BBMR allotment control. As such, your respective entity's required TEFF spending reduction as adjusted is / are reflected in the attachment to this memorandum.

As was requested in our previous memorandum, the Bureau is once again requesting for a written action plan from your agency/departments which outlines how it will meet your revised TEFF level(s) which may include both cost-cutting and revenue enhancement measures. This plan will be due to the Bureau no later than the close of business Friday, July 19th, 2019 and serve as the trigger for BBMR and DoA to revise your TEFF allocations. Thank you in advance for your cooperation.

Senseramente

LESTER L. CARLSON, JR.

Cc: Director, Department of Administration

Attachment



**FY2019 TERRITORIAL EDUCATION FACILITIES FUND (TEFF)
PROPOSED REDUCTIONS (\$3.8M)**

Estimated TEFF Revenue Collections (May Special Fund Report) \$34,467,305
 FY2019 Adopted Level (TEFF) (P.L. 34-116): \$38,301,107
 Required Reduction (TEFF): (\$3,833,802)

Department / Agency / Instrumentality	FY2019 TEFF Appropriation (P.L. 34-116)	Original Required TEFF Reduction	Original FY2019 Final Amended TEFF Level	Revised Required TEFF Reduction	Revised FY2019 Final Amended TEFF Level
GUAM DEPARTMENT OF EDUCATION (GDOE) - OPERATIONS	\$13,697,610	(\$4,768,577)	\$8,929,033	(\$2,089,179)	\$11,608,431
GDOE - FIRST GENERATION TRUST FUND INITIATIVE	\$100,000	(\$34,813)	\$65,187	(\$15,252)	\$84,748
TOTAL - GUAM DEPARTMENT OF EDUCATION	\$13,797,610	(\$4,803,390)	\$8,994,220	(\$2,104,431)	\$11,693,179
DPW - BUS OPERATIONS	\$7,287,254	(\$2,536,927)	\$4,750,327	(\$1,111,463)	\$6,175,791
DCA - GUAM PUBLIC LIBRARY SYSTEM	\$1,217,900	(\$423,990)	\$793,910	(\$185,756)	\$1,032,144
UOG - CAPITAL IMPROVEMENTS FUND	\$874,056	(\$304,287)	\$569,769	(\$133,312)	\$740,744
UOG - CAPITAL IMPROVEMENT FUND AMENDMENT (LEASEBACK)	\$500,000	(\$174,066)	\$325,934	(\$76,261)	\$423,739
UOG - FIRST GENERATION TRUST FUND INITIATIVE	\$250,000	(\$87,033)	\$162,967	(\$38,130)	\$211,870
GCC - CAPITAL IMPROVEMENTS FUND (P.L. 31-229)	\$200,400	(\$69,766)	\$130,634	\$0	\$200,400
GCC - FIRST GENERATION TRUST FUND INITIATIVE	\$200,000	(\$69,626)	\$130,374	(\$61,069)	\$138,931
GUAM COMMISSION ON EDUCATOR CERTIFICATION (GCEC)	\$263,211	(\$91,632)	\$171,579	\$0	\$263,211
DCA - GUAM EDUCATIONAL TELECOMM. CORP. (PBS GUAM)	\$569,814	(\$198,371)	\$371,443	\$0	\$569,814
MCOG - GROUNDS MAINTENANCE FOR SCHOOLS	\$433,761	(\$151,006)	\$282,755	(\$66,158)	\$367,603
MCOG - PUBLIC SAFETY & SCHOOL EDUCATION	\$375,174	(\$130,610)	\$244,564	(\$57,222)	\$317,952
TOTAL¹ (ALL OTHER TEFF APPROPRIATIONS)	\$25,969,180	(\$9,040,704)	\$16,928,476	(\$3,833,802)	\$22,135,378
DOA - TIYAN LEASE & COLLATERAL EQUIPMENT	10,113,927	-	10,113,927	-	10,113,927
SERIES 2010A, CERTIFICATES OF PARTICIPATION (GDOE / JFK)	1,568,000	-	1,568,000	-	1,568,000
GDOE SERIES 2013A CERT. OF PARTICIPATION (GDOE / OKKODO)	650,000	-	650,000	-	650,000
TOTAL (TEFF DEBT SERVICE & TIYAN LEASE)	12,331,927	-	12,331,927	-	12,331,927
GRAND TOTAL (TEFF):	38,301,107	(9,040,704)	29,260,403	(3,833,802)	34,467,305