



BUREAU OF BUDGET & MANAGEMENT RESEARCH

OFFICE OF THE GOVERNOR

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AUG 31 2010

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

Office of the Speaker
Judith T. Won Pat, Ed. D.
Date: 8/31/10
Time: 11:00 AM
Received by: [Signature]

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 July 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 July 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,

BERTHA M. DUENAS

Attachment

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

	For the Months		Increase (Decrease)	Fiscal Year 2010	Year-To-Date		Increase (Decrease)
	July, 2010	July, 2009			Fiscal Year 2009	Fiscal Year 2009	
Income taxes:							
Individual	\$3,795,916	\$5,079,811	(\$1,283,895)	\$74,247,675	\$62,476,494	\$11,771,181	
Corporation	1,749,154	3,651,289	(1,902,135)	70,175,017	77,134,875	(6,959,858)	
Withholding	11,141,048	11,228,357	(87,310)	132,510,397	130,491,586	2,018,811	
Withholding - COLA	0	82,292	(82,292)	80,212	8,995,071	(8,914,859)	
Interest & penalties	522,680	399,208	123,471	3,743,532	4,610,581	(867,050)	
Provision for refunds	(9,257,420)	(8,034,177)	(1,223,243)	(88,174,407)	(76,675,569)	(11,498,838)	
Total Income Taxes	7,951,377	12,406,781	(4,455,404)	192,582,426	207,032,839	(14,450,413)	
Business privilege taxes:							
Gross Receipts Taxes	16,039,779	14,229,398	1,810,381	153,829,309	154,397,469	(568,160)	
Other Taxes:							
Admissions tax	11,451	17,025	(5,574)	26,376	87,213	(60,837)	
Use tax	360,197	317,261	42,936	2,700,641	3,116,731	(416,091)	
Total Business Privilege Taxes	16,411,427	14,563,684	1,847,743	156,556,326	157,601,413	(1,045,087)	
Total Licenses, Fees & Permits	626,963	642,783	(15,820)	4,225,634	4,139,052	86,581	
Total Use of Money & Property	3,605	81,304	(77,699)	285,847	387,096	(101,249)	
Federal Sources:							
Section 30	3,252,344	3,239,114	13,230	32,523,440	32,391,143	132,297	
Immigration fees	173,328	5,280	168,048	1,440,703	1,224,760	215,943	
Indirect cost recovery	19,220	174	19,046	201,685	198,795	2,890	
Total Federal Sources	3,444,892	3,244,568	200,323	34,165,828	33,814,698	351,130	
Department Charges:							
Agriculture	259	104	155	1,844	2,668	(824)	
Police & corrections	0	0	0	75	30	45	
Public works	1,875	41,829	(39,954)	241,503	74,553	166,950	
Public health	13,156	15,685	(2,529)	129,980	161,061	(31,081)	
Commerce	9,314	31,653	(22,339)	225,375	228,904	(3,529)	
Other charges	101,300	105,891	(4,591)	766,223	721,853	44,370	
Total Department Charges	125,904	195,162	(69,258)	1,365,000	1,189,169	175,831	
TOTAL GENERAL FUND REVENUES	\$28,564,168	\$31,134,282	(\$2,570,114)	\$389,181,060	\$404,164,267	(\$14,983,207)	

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 recorded for the provision for 2008 Refunds & Section 30 is prorated for 12 months.

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

	For the Months			Year-To-Date		
	Estimated	Actual	Favorable (Unfavorable)	Estimated	Actual	Favorable (Unfavorable)
Income taxes:						
Individual	\$2,206,282	\$3,795,916	\$1,589,634	\$75,693,707	\$74,247,675	(\$1,446,032)
Corporation	6,752,083	1,749,154	(5,002,929)	83,505,581	70,175,017	(13,330,564)
Withholding	15,790,136	11,141,048	(4,649,088)	166,105,780	132,510,397	(33,595,383)
Withholding - COLA	0	0	0	0	80,212	80,212
Interest & penalties	399,208	522,680	123,472	2,910,581	3,743,532	832,951
Provision for refunds	(9,257,420)	(9,257,420)	0	(88,174,407)	(88,174,407)	0
Total Income Taxes	15,890,289	7,951,377	(7,938,912)	240,041,242	192,582,426	(47,458,816)
Business privilege taxes:						
Gross Receipts Taxes	16,945,873	16,039,779	(906,094)	172,461,955	153,829,309	(18,632,646)
Other Taxes:						
Admissions tax	625	11,451	10,826	3,238	26,376	23,138
Use tax	378,719	360,197	(18,522)	3,473,564	2,700,641	(772,923)
Total Business Privilege Taxes	17,325,217	16,411,427	(913,790)	175,938,757	156,556,326	(19,382,431)
Total Licenses, Fees & Permits	853,274	626,963	(226,311)	4,554,669	4,225,634	(329,035)
Total Use of Money & Property	100,998	3,605	(97,393)	380,330	285,847	(94,483)
Federal Sources:						
Section 30	3,213,983	3,252,344	38,361	32,139,794	32,523,440	383,646
Immigration fees	205,519	173,328	(32,191)	1,815,396	1,440,703	(374,693)
Indirect cost recovery	167,185	19,220	(147,965)	1,424,241	201,685	(1,222,556)
Total Federal Sources	3,586,657	3,444,892	(141,765)	35,379,431	34,165,828	(1,213,603)
Department Charges:						
Agriculture	444	259	(185)	3,007	1,844	(1,163)
Police & corrections	10	0	(10)	120	75	(45)
Public works	43,204	1,875	(41,326)	78,525	241,503	162,978
Public health	17,685	13,156	(4,529)	463,778	129,980	(33,798)
Commerce	33,653	9,314	(24,339)	230,825	225,375	(5,450)
Other charges	129,317	101,300	(28,017)	819,433	766,223	(53,210)
Total Department Charges	224,310	125,904	(98,406)	1,295,888	1,365,000	69,312
TOTAL GENERAL FUND REVENUES	\$37,980,745	\$28,564,168	(\$9,416,577)	\$457,590,117	\$389,181,060	(\$68,409,057)
2% General Fund Reserve	(1,108,257)	(1,108,257)	0	(11,082,570)	(11,082,570)	0
2 Appropriation	\$36,872,488	\$27,455,911	(\$9,416,577)	\$446,507,547	\$378,098,490	(\$68,409,057)

Note:

1 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 recorded for the provision for 2008 Refunds & Section 30 is prorated for 12 months.

2 Appropriations Cap of 98% of General Fund Revenue, 22436, Chapter 22 of the Title 5 GCA. No available revenues to reserve. Prepare By: Elaine C. Ayuun