



BUREAU OF BUDGET & MANAGEMENT RESEARCH

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APR 29 2011

BENITA A. MANGLONA
DIRECTOR

STEPHEN J. GUERRERO
DEPUTY DIRECTOR

The Honorable Judith Won Pat
Speaker
I Mina Trentai Unu Na Liheslaturan Guåhan
Thirty-First Guam Legislature
155 Hesler Place
Hagåtña, Guam 96910

Office of the Speaker
Judith T. Won Pat, Ed. D.
Date 5/2/11
Time 7:40 AM
Received by [Signature]

Dear Speaker Won Pat:

Attached is the monthly Revenue Tracking Report pursuant to Public Law 30-196 Chapter XIII, Section 5. The report includes revenue totals for the months of October 2010 – March 2011.

Historically, General Fund collections for the 2nd Quarter are lower than the 3rd and 4th Quarters of the fiscal year which bears out in the January-March collections. I anticipate improved collections in the upcoming months.

However, 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'lahen Guåhan shall submit to the Speaker of I Liheslaturan Guåhan a Fiscal Realignment Plan that shall address the revenue disparity. Said Plan may include, but is not limited, to cost containment and austerity measures, governmental reorganization plans and other such actions..." In compliance with this provision, the administration has implemented a fiscal realignment plan which entails continued cost containment measures. In February, a 3% reserve on all departments and agencies remaining General Fund allotments was also implemented. This is on top of the General Fund appropriations cap of 98% pursuant to 5GCA, Chapter 22, §22436.

Should you have any questions, please do not hesitate to call me.

Sincerely,

Benita A. Manglona
BENITA A. MANGLONA

Certification of Information Contained in Attachment A	
<i>Benita A. Manglona</i>	Benita A. Manglona, Director, Bureau of Budget and Management Research
<i>Benita A. Manglona</i>	Benita A. Manglona, Acting Director, Department of Administration
<i>John P. Camacho</i>	John P. Camacho, Director, Department of Revenue & Taxation

Attachment A

Government Of Guam
 Combined Comparative Statement Of Revenues
 General Fund
 March 31, 2011 and 2010

	Monthly Actual Collection Comparison FY2011 to FY2010			Year-to-Date Actual Collection Comparison FY2011 to FY2010		
	March, 2011	March, 2010	Increase (Decrease)	Fiscal Year 2011	Fiscal Year 2010	Increase (Decrease)
Income taxes:						
Individual	\$ 5,168,317	\$ 4,330,159	\$ 838,158	\$ 26,401,719	\$ 28,751,045	\$ (2,349,326)
Corporation	11,830,496	11,771,792	58,704	49,972,710	40,488,235	9,484,476
Withholding	15,907,980	20,824,691	(4,916,711)	90,325,373	96,764,386	(6,439,012)
Withholding - COLA	1,926	5,399	(3,473)	74,032	61,941	12,091
Interest & penalties	244,540	277,536	(32,996)	3,385,778	2,036,626	1,349,151
Income Taxes sub-total	33,153,259	37,209,577	(4,056,319)	170,159,612	168,102,233	2,057,379
Business privilege taxes:						
Gross Receipts Taxes	20,633,659	17,114,034	3,519,625	101,137,017	91,316,185	9,820,831
Other Taxes:						
Admissions tax	50	50	0	106	438	(331)
Use tax	417,816	245,861	171,955	1,628,541	1,624,397	4,144
Business Privilege Taxes sub-total	21,051,525	17,359,945	3,691,579	102,765,664	92,941,019	9,824,644
Licenses, Fees & Permits sub-total	106,062	107,151	(1,089)	688,543	628,031	60,512
Use of Money & Property sub-total	39,134	16,803	22,331	302,463	133,346	169,118
Federal Sources:						
Section 30	3,863,114	3,252,344	610,770	23,178,684	19,514,064	3,664,620
Immigration fees	129,610	128,763	847	965,490	827,538	137,952
Recovery from Individuals	0	54	(54)	0	522	(522)
Child Support AFDC Local Share	14,576	29,984	(15,408)	89,601	112,965	(23,364)
Federal Sources sub-total	4,007,300	3,411,144	596,156	24,233,775	20,455,089	3,778,686
Department Charges:						
Agriculture	800	240	560	2,150	911	1,239
Police & corrections	10	20	(10)	25	50	(25)
Public works	1,500	60,418	(58,918)	5,450	222,302	(216,852)
Public health	10,824	13,527	(2,703)	69,203	79,744	(10,541)
Commerce	20,992	11,304	9,688	183,473	149,390	34,083
Other charges	93,624	33,077	60,547	339,876	289,813	50,063
Department Charges sub-total	127,750	118,586	9,165	600,177	742,210	(142,033)
TOTAL GENERAL FUND REVENUES	\$ 58,485,029	\$ 58,223,205	\$ 261,823	\$ 298,750,234	\$ 283,001,927	\$ 15,748,307

PROVISION FOR TAX REFUNDS		
Budget (Provision per P.L. 30-196)	\$ 8,889,762	\$ 11,927,955
DRT Estimated (Subject to change and to be recorded on DOA books)	\$ 10,394,538	\$ 11,927,955
	\$ (3,038,193)	\$ (3,038,193)
	\$ 62,524,143	\$ 62,524,143
	\$ 54,486,255	\$ 54,486,255
	\$ (8,037,888)	\$ (8,037,888)

NOTES:
 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 in accordance with GASB 33.
 2 Estimates are recorded for the provision for 2011 Refunds & Section 30 is prorated for 12 months.

Attachment A

Government Of Guam
Actual Revenues Compared to Original Estimates (Monthly and Quarterly)
General Fund
Six Months Ended March 31, 2011

	For the Month		For the 2nd Quarter of the Fiscal Year			
	Pursuant to 5 GCA 4 § 4104(c)(3)	Pursuant to 5 GCA 4104(c)(3)	FY2011 Actual Collections for the Month	FY2011 Adopted Revenue for the Quarter	FY2011 Actual Collections for the Quarter	Favorable (Unfavorable)
Income taxes:						
Individual Corporation	\$ 6,148,107	\$	5,168,317	\$ 17,460,135	\$ 13,494,582	\$ (3,965,554)
Withholding	15,416,040		11,830,496	22,731,181	24,283,564	1,552,383
Withholding - COLA	17,388,177		15,907,980	47,942,868	49,317,867	1,374,999
Interest & penalties	0		1,926	0	63,789	63,789
	0		244,540	0	1,222,968	1,222,968
Income Taxes sub-total	38,952,324		33,153,239	88,134,184	88,382,770	248,585
Business privilege taxes:						
Gross Receipts Taxes	18,069,782		20,633,659	51,741,358	52,876,318	1,134,960
Other Taxes:						
Admissions tax	75		50	0	50	50
Use tax	239,245		417,816	794,364	932,314	137,950
Business Privilege Taxes sub-total	18,309,102		21,051,525	52,535,722	53,808,682	1,272,960
Licenses, Fees & Permits sub-total	161,992		106,062	413,719	289,212	(124,508)
Use of Money & Property sub-total	118,610		39,134	86,367	98,540	12,173
Federal Sources:						
Section 30						
Immigration fees	3,852,467		3,863,114	11,557,401	11,589,342	31,941
Recovery from Individuals	128,294		129,610	332,724	401,575	68,851
Child Support AFDC Local Share	0		0	0	0	0
	4,005		14,576	45,577	34,041	(11,536)
Federal Sources sub-total	3,984,766		4,007,300	11,935,702	12,024,958	89,256
Department Charges:						
Agriculture	252		800	790	1,380	590
Police & corrections	25		10	95	25	(70)
Public works	56,340		1,500	96,903	2,975	(93,928)
Public health	19,831		10,824	51,099	34,438	(16,661)
Commerce	20,586		20,992	77,423	87,809	10,386
Other charges	53,710		93,624	187,081	163,567	(23,514)
	150,744		127,750	413,391	290,194	(123,197)
Department Charges sub-total	150,744		127,750	413,391	290,194	(123,197)
TOTAL GENERAL FUND REVENUES	\$ 61,677,538		\$ 58,485,029	\$ 153,519,086	\$ 154,894,355	\$ 1,375,268

Notes:

1. Revenues are based on a modified accrual basis of accounting as determined in GASB 34. During the year, revenues are recognized on a cash basis, but at year-end an accrual is made in accordance with

Government Of Guam
Actual Revenues to Original Estimates and Adopted Revenue to Revenue Tracking Comparison
General Fund
Six Months Ended March 31, 2011

	Adopted Revenues to Actual Collections Pursuant to 5GCA 4104(c)(j)		FY2011 Projected Revenues to Year End Pursuant to 5GCA 4104(c)(3) and P.L. 30-196 Chapter XIII Section 5		
	FY2011 Adopted Revenue for the Cumulative Period ¹	FY2011 Actual Revenues for the Cumulative Period	FY2011 Adopted Revenues (Full Year Projection) ²	FY2011 Revenue Tracking	Favorable (Unfavorable)
Income taxes:					
Individual Corporation	\$ 31,646,047	\$ 26,401,719	\$ 107,455,121	\$ 80,635,531	\$ (26,819,590)
Withholding	42,738,044	49,972,710	95,238,868	102,337,107	7,098,239
Withholding - COLA	94,587,781	90,325,373	188,714,052	187,039,100	(1,674,952)
Interest & penalties	0	74,032	0	0	0
	0	3,385,778	0	0	0
Income Taxes sub-total	168,971,872	170,159,612	391,408,041	370,011,737	(21,396,304)
Business privilege taxes:					
Gross Receipts Taxes	99,760,893	101,137,017	202,375,945	205,167,564	2,791,619
Other Taxes:					
Admissions tax	0	106			0
Use tax	1,620,958	1,628,541	3,362,792	3,378,741	15,949
Business Privilege Taxes sub-total	101,381,851	102,765,664	205,738,737	208,546,305	2,807,568
Licenses, Fees & Permits sub-total	886,448	688,543	6,987,481	5,427,486	(1,559,995)
Use of Money & Property sub-total	953,587	302,463	3,529,513	1,119,507	(2,410,006)
Federal Sources:					
Section 30					
Immigration fees	23,114,803	23,178,684			0
Recovery from Individuals	712,054	965,490			0
Child Support AFDC Local Share	0	0			0
	80,741	89,601			0
Federal Sources sub-total	23,907,598	24,233,775	47,978,403	48,534,341	555,938
Department Charges:					
Agriculture	1,951	2,150			0
Police & corrections	263	25			(238)
Public works	173,625	5,450			(168,175)
Public health	103,805	69,203			(34,602)
Commerce	146,561	183,473			36,912
Other charges	449,378	339,876			(109,503)
	875,584	600,177	2,259,952	1,549,102	(710,850)
Department Charges sub-total	875,584	600,177	2,259,952	1,549,102	(710,850)
TOTAL GENERAL FUND REVENUES	\$ 296,976,940	\$ 298,750,234	\$ 657,902,127	\$ 635,188,478	\$ (22,713,649)
					-3.45%

Notes:

- 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 in accordance with GASB 33.
- 2 Estimates are recorded for the provision for 2011 Refunds & Section 30 is prorated for 12 months.
- 3 Based on Adopted Revenue P.L. 30-196, Chapter I, Section 6(b)2.
- 4 Based on Adopted Revenue P.L. 30-196, Chapter I, Section 2.