



GEDA
GUAM ECONOMIC
DEVELOPMENT AUTHORITY

Felix P. Camacho
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Lieutenant Governor
Anthony C. Blaz
Administrator



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Notice of Availability Private Activity Bonds: Volume Cap Reservation for 2009

About Private Activity Bonds and Volume Cap:

Private Activity Bonds (PABs) are tax-exempt bonds issued by public entities to provide low-cost financing for private projects that serve a public purpose. Federal tax law imposes a number of restrictions and requirements on the issuance of Private Activity Bonds, among which is a "volume cap" at the state level that limits the amount of PABs that can be issued each year for non-charitable organizations. Each state's "volume cap" is calculated according to a formula established by federal tax law: a certain dollar amount per person (determined each year by the IRS) multiplied by the state's official population (as estimated by the Census Bureau). In addition, unused volume cap may be carried forward for future use; carry-forward amounts expire after three years.

Federal tax law limits the total amount of tax-exempt private activity bonds that may be issued in Guam each year for private entities that are not charitable organizations (this is commonly referred to as the "volume cap"). Guam's volume cap for 2009 is \$86,953,599. The volume cap account is allocated as follows:

Solid Waste Disposal Facilities – Percent of Total Volume Cap: 60%

Qualified Residential Rental Projects – Percent of Total Volume Cap: 40%

This Notice of Availability of Private Activity Bond Allocation is being issued by the Guam Economic Development Authority (GEDA) pursuant to Section 146 of the Internal Revenue Code of 1986. Interested parties may submit a written letter of intent to Anthony C. Blaz, GEDA Administrator at GEDA's offices located at the ITC Building, 590 South Marine Drive, Suite 511, Tamuning, Guam 96913.

**/s/Anthony C. Blaz
Administrator**

Pursuant to Public Law 26-12, this ad was paid by GEDA General Fund.