



Dipåtamenton Kontribusiyan Adu'ána

DEPARTMENT OF

REVENUE AND TAXATION

GOVERNMENT OF GUAM

Gubetnamenton Guáhan

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FOR IMMEDIATE RELEASE

February 11, 2020

Re: Limited Exemption for Certain Small Businesses pursuant to P.L. 35-13 (LECSB)

The Department of Revenue and Taxation (DRT) is announcing the release of the revised tax form GRT-1. This form will allow taxpayers to properly claim the Limited Exemption for Certain Small Businesses, known as LECSB.

As stated in P.L. 35-13, the Act shall be effective on January 1, 2020. Pursuant to Title 11, Chapter 26, §26203.2 of the Guam Code Annotated, eligible taxpayers may avail themselves of a reduced tax rate from 5% to 3% for their first One Hundred Thousand Dollars (\$100,000). To determine eligibility for LECSB, DRT highly encourages you to seek clarification from a qualified tax practitioner. For your convenience, DRT will provide FAQ's and examples of LECSB scenarios. Eligible taxpayers who have already filed their January 2020 tax returns may file an amended return.

DRT will be publishing on our website, www.GuamTax.com, the revised form with FAQ's and examples of LECSB scenarios. These will also be available at our Barrigada location. If you have any questions or concerns, please call 635-1779 or email Tammy Amuan at Tammy.Amuan@revtax.guam.gov.

/s/ Dafne M. Shimizu
Director

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