I Mina'trentai Sais Na Liheslaturan Guåhan BILL STATUS

BILL NO.	SPONSOR	ΤΠΕ	DATE INTRODUCED	DATE REFERRED	CMTE REFERRED	PUBLIC HEARING DATE	DATE COMMITTEE REPORT FILED	FISCAL NOTES	NOTES
235-36 (COR)	Amanda L. Shelton	AN ACT TO REPEAL AND REENACT § 5011 AND § 5012 OF CHAPTER 5, TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO PROCUREMENT POLICIES IN FAVOR OF DISABILITY OWNED BUSINESS ENTERPRISES.							

I MINA'TRENTAI SAIS NA LIHESLATURAN GUÅHAN 2021 (FIRST) Regular Session

Bill No. 235-36 (COR)

Introduced by:

James C. Moylan & mont Amanda L. Shelton Officer Mary Camacho Torres May (be,

AN ACT TO *REPEAL AND REENACT* § 5011 AND § 5012 OF CHAPTER 5, TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO PROCUREMENT POLICIES IN FAVOR OF DISABILITY OWNED BUSINESS ENTERPRISES.

BE IT ENACTED BY THE PEOPLE OF GUAM:

2 Section 1. Legislative Findings and Intent. *I Liheslaturan Guåhan* finds 3 that national statistics note that one in every five Americans have a disability, and 4 people with disabilities are nearly twice as likely to be self-employed as people 5 without disabilities. It further notes that disability owned businesses are a growing 6 segment of small businesses.

7 Special classifications have been created by the United States Small 8 Business Association (SBA) and other third-party organizations such as the U.S. 9 Business Leadership Network (USBLN), which unites businesses around disability inclusion in the workplace, supply chain, and marketplace, inclusive of 10 11 certifications, when it comes to businesses owned by individuals with disabilities. 12 Three general categories have been established when it comes to such businesses, 13 which includes 1). Disability Owned Business Enterprises (DOBE), which is a 14 business primarily owned by an individual with a disability, 2). Veteran 15 Disability-Owned Business Enterprise (V-DOBE), which is a business primarily

owned by an individual with a disability, where the disability of the veteran did not
 take place during their tenure in military service, and 3). Service-Disabled Veteran
 Business Enterprise (SDV-DOBE), which is primarily owned by a veteran who
 suffered a disability during their tenure in military service.

5 Guam's procurement laws provide favorable policies for businesses owned 6 by SDV-DOBE's who bid to provide government services or products, where the 7 business concern must adhere to certain criteria to be successful. However, no 8 such policies are in existence for other entities which are primarily owned by 9 disabled individuals. This Act includes DOBE's and V-DOBE's in the statute 10 associated with the SDV-DOBE's to provide them a level opportunity when it 11 comes to government procurement.

This Act further encourages individuals with disabilities, whether they are veterans or not, to expand on their financial independence potential by considering starting a small business. Not only would they be able to avail the favorable government procurement policy if that is the commerce route they wish to pursue, but the doors open substantially with several federal programs and grants available to help subsidize operations.

18 Section 2. § 5011 of Chapter 5 of Title 5, Guam Code Annotated is hereby
19 *repealed* in its entirety and *reenacted* to read as follows:

20 § 5011. Policy In Favor of Service-Disabled Veteran Owned Businesses.

Notwithstanding any provision of law, and except for the procurement of professional services, if any entity of the government of Guam or any entity expending governmental funds intends to procure any supply or service, which is offered by a business concern that is at least fifty-one percent (51%) owned by a service-disabled veteran(s), that entity shall procure such supply or service from that business concern, if the supply or service is available within the period required by the procuring entity and the price for the supply or service does not exceed one hundred five percent (105%) of the lowest price bidder, and shall be in
 addition to any other procurement benefit the service-disabled veteran owned
 business may qualify for under Guam law.

- 4 "§ 5011. Policy In Favor of Disability Owned Business Enterprises.
- Notwithstanding any provision of law, rule, or regulation to the contrary, if
 any entity of the government of Guam or any entity expending governmental funds
 intends to procure any supply or service, which is offered by a business concern
 that is at least fifty-one percent (51%) owned by a:
- 9 (a) Disability-Owned Business Enterprise (DOBE);
- 10 (b) Veteran Disability-Owned Business Enterprise (V-DOBE); or
- 11 (c) Service-Disabled Veteran Business Enterprise (SDV-DOBE),

12 that entity *shall* procure such supply or service from that business concern, if the

13 supply or service is available within the period required by the procuring entity and

14 the price for the supply or service does not exceed one hundred five percent

15 (105%) of the lowest price bidder and *shall* be in addition to any other

procurement benefit the disability-owned businesses pursuant to § 5011 of this
Chapter *may* qualify for under Guam law."

18 Section 3. § 5012 of Chapter 5 of Title 5, Guam Code Annotated is hereby
19 *repealed* in its entirety and *reenacted* to read as follows:

20 § 5012. Qualifications of a Service-Disabled Veteran Owned Business.

- 21 A business concern is qualified under § 5011 of this Chapter if:
- 22 (a) the business concern is licensed to do business on Guam;
- 23 (b) the business concern maintains its headquarters on Guam;
- 24 (c) the business concern is at least fifty-one percent (51%) owned by a
- 25 service-disabled veteran(s) who served in the active U.S. military service,
- 26 was discharged or released under honorable conditions and whose disability

1	is service connected as demonstrated by a DD214, and certified by an award
2	letter from the U.S. Department of Veterans Affairs;
3	(d) the DD214 and Disability award letter from the U.S. Department
4	of Veterans Affairs are submitted to the procuring entity for every service or
5	supply offered; and
6	(e) the service disabled veteran(s) owner of the business concern has
7	filed individual tax returns on Guam for a period of at least three (3)
8	consecutive years.
9	"§ 5012. Qualifications of a Disability-Owned Business Enterprise (DOBE),
10	Veteran Disability-Owned Business Enterprise (V-DOBE) and Service-
11	Disabled Veteran Business Enterprise (SDV-DOBE).
12	Notwithstanding any other provisions of the law, rule, or regulation to the
13	contrary, for the purposes of § 5011 of this Chapter, a business concern shall be
14	qualified for the policy in favor pursuant to § 5011 of this Chapter under the
15	following provisions:
16	(a) a Disability-Owned Business Enterprise (DOBE) shall:
17	(1) be licensed to do business in Guam;
18	(2) maintain its headquarters in Guam;
19	(3) be at least fifty-one percent (51%) owned, operated, and
20	controlled by an individual(s) with a disability, where disability shall
21	be defined as a physical and/or mental impairment that substantially
22	limits one or more major life activities;
23	(4) obtain a certification as a Disability-Owned Business
24	Enterprise (DOBE) through either a self-certification affidavit, such
25	as, but not limited to, a U.S. Small Business Association (SBA)
26	declaration form, or a third-party certification; and

1	(5) provide evidence that the disabled owner(s) of the business
2	concern has filed individual tax returns on Guam for a period of at
3	least three (3) consecutive years.
4	(b) a Veteran Disability-Owned Business Enterprise (V-DOBE) shall:
5	(1) be licensed to do business in Guam;
6	(2) maintain its headquarters in Guam;
7	(3) be at least fifty-one percent (51%) owned, operated, and
8	controlled by a veteran(s) with a disability not incurred during their
9	time of service, where disability shall be defined as a physical and/or
10	mental impairment that substantially limits one or more major life
11	activities;
12	(4) obtain a certification as a Veteran Disability-Owned
13	Business Enterprise (V-DOBE) through either a self-certification
14	affidavit, such as, but not limited to, a U.S. Small Business
15	Association (SBA) declaration form, or a third-party certification; and
16	(5) provide evidence that the veteran(s) disabled owner of the
17	business concern has filed individual tax returns on Guam for a period
18	of at least three (3) consecutive years.
19	(c) a Service-Disabled Veteran Business Enterprise shall:
20	(1) be licensed to do business in Guam;
21	(2) maintain its headquarters in Guam;
22	(3) be owned by service-disabled veteran(s) by at least fifty-one
23	percent (51%), who served in the active U.S. military service, was
24	discharged, or released under honorable conditions, and whose
25	disability is service connected as demonstrated by a DD214, and
26	certified by an award letter from the U.S. Department of Veterans
27	<u>Affairs;</u>

1	(4) submit their DD214 and Disability award letter from the
2	U.S. Department of Veterans Affairs to the procuring entity for every
3	service or supply offered; and
4	(5) provide evidence that the service-disabled veteran(s) owner
5	of the business concern has filed individual tax returns on Guam for a
6	period of at least three (3) consecutive years."
7	Section 4. Severability. If any provision of this Act or its application to
8	any person or circumstance is found to be invalid or contrary to law, such
9	invalidity shall not affect other provisions or applications of this Act that can be
10	given effect without the invalid provision or application, and to this end the
11	provisions of this Act are severable.
12	Section 5. Effective Date. The Act shall be effective immediately upon
13	enactment.