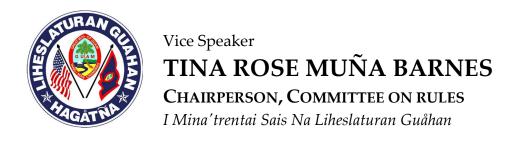
I Mina'trentai Sais Na Liheslaturan Guåhan THE THIRTY-SIXTH GUAM LEGISLATURE Bill HISTORY 3/26/2021 2:36 PM

I Mina'trentai Sais Na Liheslaturan Guåhan BILL STATUS

BILL NO.	SPONSOR	TITLE	DATE INTRODUCED	DATE REFERRED	CMTE REFERRED	PUBLIC HEARING DATE	DATE COMMITTEE REPORT FILED	FISCAL NOTES	NOTES
	V. Anthony Ada Christopher M. Dueñas	AN ACT RELATIVE TO THE ESTABLISHMENT OF THE DISPLACED EMPLOYEE WORKFORCE INCENTIVE (DEWI) PROGRAM FOR THE CREATION OF A GRANT PROGRAM TO CREATE JOBS IN THE PRIVATE SECTOR FOR THOSE RESIDENTS WHO ARE DEFINED AS DISPLACED EMPLOYEES; AND TO CITE THIS ACT AS THE "DISPLACED EMPLOYEE WORKFORCE INCENTIVE (DEWI) ACT OF 2021."	8:27 a.m.	3/17/21	Committee on General Government Operations, Appropriations, and Housing			Request: 3/18/21 3/26/21	

CLERKS OFFICE Page 1



Guam Congress Building 163 Chalan Santo Papa Hagåtña, Guam 96910 Tel 671-472-2461 Cor@guamlegislature.org

March 26, 2021

MEMO

To: Rennae Meno

Clerk of the Legislature

From: Vice Speaker Tina Rose Muña Barnes

Chairperson, Committee on Rules

Re: Fiscal Notes

Buenas yan Håfa adai.

Attached, please find the fiscal notes for the following bills:

Bill No. 76-36 (COR)

Bill No. 79-36 (COR)

Bill No. 88-36 (COR)

Please forward the same to Management Information Services (MIS) for posting on our website.

If you have any questions or concerns, please feel free to contact Mary Maravilla, Committee on Rules Director at 472-2461.

Thank you for your attention to this important matter.



Bureau of Budget & Management Research Fiscal Note of Bill No. <u>76-36 (COR)</u>

AN ACT RELATIVE TO THE ESTABLISHMENT OF THE DISPLACED EMPLOYEE WORKFORCE INCENTIVE (DEWI) PROGRAM FOR THE CREATION OF A GRANT PROGRAM TO CREATE JOBS IN THE PRIVATE SECTOR FOR THOSE RESIDENTS WHO ARE DEFINED AS DISPLACED EMPLOYEES; AND TO CITE THIS ACT AS THE "DISPLACED EMPLOYEE WORKFORCE INCENTIVE (DEWI) ACT OF 2021."

Dept./Agency Affected: Department of Labor Dept./Agency Head: David Dell'Isola, Dir Department's General Fund (GF) appropriation(s) to date:										
Total Department/Agency Appropriation(s) to date:										
						\$2,896,82				
		Fund Source Info	rmation of Propos	ed Appropriation						
				General Fund:	Special Fund:	Total:				
FY 2020 Unreserv			\$0	\$0						
FY 2021 Adopted			\$0	0						
FY 2021 Appro. (I	2.L. 35-99)		\$0	0						
Sub-total: Less appropriation	n in Dill		\$0 \$0	0						
Total:	ппыш		\$0 \$0	0						
Totali		70 Par 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1		30	<u> </u>					
		Estima	ited Fiscal Impact o	of Bill						
	One Full Fiscal Year	For Remainder of FY 2021 (if applicable)	FY 2022	FY 2023	FY 2024	FY 2025				
General Fund	\$0	\$0	\$0	\$0	\$0					
Special Fund	\$0	\$0	\$0	\$0	\$0					
Total	\$0	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>					
. Does the bill co	ntain "revenue gener	ating" provisions?			// Yes	/X/ No				
If Yes, see attachment 2. Is amount appropriated adequate to fund the intent of the appropriation? X/ N/A / Yes If no, what is the additional amount required? \$ / X/ N/A Yes Y/A Y/A										
3. Does the Bill es	tablish a new program	n/agency?		/X/ N/A	/ / Yes	/X/ No				
If yes, will the	/ / Yes / / Yes	/ / No /X/ No								
Is there a federal mandate to establish the program/agency? / / Yes 4. Will the enactment of this Bill require new physical facilities? / / Yes										
. Will the enactn	e coordinated with th	e affected dept/agency	? If no, indicate re	eason:	// Yes	/X/ No /X/ No				
. Was Fiscal Not	agency comments not	yet received by due da	ite: 03/22/21	1/	Other:					
	B,									

Bureau of Budget & Management Research Comments on Bill No. 76-36 (COR)

1/: The proposed legislation is an act relative to the establishment of the Displaced Employee Workforce Incentive (DEWI) Program for the creation of a grant program to create jobs in the private sector for those residents who are defined as displaced employees; and to cite this act as the "Displaces Employee Workforce Incentive (DEWI) Act of 2021."

Bill No.76-36 aims to establish the DEWI Program through the Guam Department of Labor with funding from either fiscal year 2021 General Fund appropriations; and any federal appropriations that can be used for the purposes of this Act. The bill states that the Governor is authorized to transfer up to Twenty Million Dollars (\$20,000,000), plus any additional amount needed for administrative costs, to the Department of Labor, for the purposes of this Act. No local funds may be used for this Program if federal funds that can be used for the purposes of this act are available to encumber, obligate, or expend.

All jobs created pursuant to this Program shall be in the private sector. The DEWI Program shall only provide the employer a grant equivalent to the one-year annual salary of the displaced employee, and those funds shall not be added to the benefits provided by the employer.

The Bureau notes that the Guam Department of Labor currently has existing 100% federally funded programs such as the Work Experience agreement under the Workforce Innovation and Opportunity Act (WIOA), that provides private sector entities with compensated workforce.

Per the February 2021 Consolidated Revenue & Expenditure Report (CRER), the General Fund is projecting a shortfall of approximately \$22.6M. Due to the projected shortfall, funding from the General Fund will not be a viable source of funds for the proposed legislation. However, the Bureau recognizes that the Government of Guam is anticipating receipt of federal aid due to passage of the American Rescue Plan (ARP) Act of 2021 (H.R. 1319). The Bureau notes that the Governor has full discretion of the use of the funds received from the ARP.

The proposed legislation may pose a fiscal impact if such legislation were to be enacted. However, absent additional information from the department (DOL), the Bureau is unable to determine an approximate fiscal impact at this time.