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
71-36 (COR) As amended by the Committee on Environment Revenue and Taxation, Labor, Procurement, and Statistics, Research and Planning; and further amended on the Floor.	Amanda L. Shelton Telena Cruz Nelson Tina Rose Muña Barnes Mary Camacho Torres Joanne Brown Telo T. Taitague	AN ACT TO <i>ADD</i> NEW § 5013 TO PART A OF ARTICLE 1, CHAPTER 5, TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO ADOPTING A PROCUREMENT POLICY IN FAVOR OF WOMEN OWNED BUSINESSES, AND TO CITE THIS ACT AS <i>"THE SUPPORT FOR WOMEN- OWNED BUSINESSES ACT."</i>	3/8/21 2:12 p.m.	3/10/21	Committee on Environment, Revenue and Taxation, Labor, Procurement, and Statistics, Research, and Planning	4/15/21 9:00 a.m.	5/19/21 9:58 a.m. As amended by the Committee on Environment, Revenue and Taxation, Labor, Procurement, and Statistics, Research, and Planning	Request: 3/10/21 Waiver: 3/12/21	
	SESSION DATE	TITLE	DATE PASSED	TRANSMITTED	DUE DATE	PUBLIC LAW NO.	DATE SIGNED	NOTES	
	5/21/21	AN ACT TO ADD A NEW § 5013 TO SUBARTICLE A OF ARTICLE 1, CHAPTER 5, TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO ADOPTING A PROCUREMENT POLICY IN FAVOR OF WOMEN-OWNED BUSINESSES, AND TO CITE THIS ACT AS "THE SUPPORT FOR WOMEN-OWNED BUSINESSES ACT."	5/28/21	6/1/21	6/12/21	36-26	6/8/21	Received: 6/8/21 Mess and Comm. Doc. No. 36GL-21-0669	



JOSHUA F. TENORIO LI. GOVERNOR

UFISINAN I MAGA'HÅGAN GUÅHAN OFFICE OF THE GOVERNOR OF GUAM

June 08, 2021

HONORABLE THERESE M. TERLAJE

LOURDES A. LEON GUERRERO

GOVERNOR

Speaker I Mina'trentai Sais Na Liheslaturan Guåhan 36th Guam Legislature Guam Congress Building 163 Chalan Santo Papa Hagåtña, Guam 96910

Re: <u>BILL NO. 71-36 (COR)</u> – An Act to *Add* a New § 5013 to SubArticle A of Article 1, Chapter 5, Title 5, Guam Code Annotated, Relative to Adopting a Procurement Policy in favor of Women-Owned Businesses, and to cite this act as "The Support for Women-Owned Business Act"

Buenas yan Hafa Adai Madame Speaker:

It is widely accepted that diversity in business ownership encourages true competition, innovation and economic progress. The corollary is that the absence of diversity limits how much all of us can collectively achieve. Bill 71-36 would fill a gap in Guam that has long been implemented at the federal level by the U.S. Small Business Administration -- adopting a procurement policy that evens the playing field for women-owned businesses, which are historically underrepresented in industry. While women-owned businesses achieved unprecedented growth nationally in the years prior to the COVID-19 pandemic, women remained perennially underrepresented as business owners. Unfortunately, while most businesses experienced setbacks due to the public health emergency, women-led businesses were dealt a disproportionate blow, the impact of which cannot be overstated and may not be fully appreciated for years to come.

It is important to do what we can now to bolster the ability of these businesses to survive the setbacks of the pandemic and to regain their footing when the crisis is over. To be clear, Bill No. 71-36 is not a novelty, but rather brings Guam in line with corresponding U.S. SBA policy, with similar policies already existing in Guam for Service-Disabled Veteran Owned Businesses.

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Given the deleterious impact the pandemic has had on our women-owned businesses, this measure could not have come at a better time. It is my hope that Bill No. 71-36, now known as *Public Law No*. <u>36-26</u>, will contribute to the success of our women-led businesses and ultimately, and more broadly, to our success as an island.

Senseremente,

cc:

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AN

LOURDES A. LEON GUERRERO Maga'hågan Guåhan Governor of Guam

Enclosure(s): Bill No. 71-36 (COR) nka P.L. 36-26

Honorable Joshua F. Tenorio, Sigundo Maga'låhen Guåhan Compiler of Laws

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

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CERTIFICATION OF PASSAGE OF AN ACT TO I MAGA'HÅGAN GUÅHAN

This is to certify that Bill No. 71-36 (COR), "AN ACT TO ADD A NEW § 5013 TO SUBARTICLE A OF ARTICLE 1, CHAPTER 5, TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO ADOPTING A PROCUREMENT POLICY IN FAVOR OF WOMEN-OWNED BUSINESSES, AND TO CITE THIS ACT AS "THE SUPPORT FOR WOMEN-OWNED BUSINESSES ACT," was on the 28th day of May 2021, duly and regularly passed.

Therese M. Terlaje Speaker

Attested:

Amanda L. Shelton Legislative Secretary

This Act was received by I Maga'hågan Guåhan this ______ day of June,

2021, at <u>1:44</u> o'clock <u>P</u>.M.

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Assistant Staff Officer Maga'håga's Office

APPROVED:								
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Lourdes A. Leon Guerrero								
I Maga'hågan Guåhan								
Date: 6/8/2021								
Public Law No. 36-26								

-20 2/- / 3 803 RCVD AT CENTRAL FILES JUN 1 '21 PM1:44

Elaine Tajalle

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

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Bill No. 71-36 (COR)

As amended by the Committee on Environment, Revenue and Taxation, Labor, Procurement, and Statistics, Research, and Planning; and further amended on the Floor.

Introduced by:

Amanda L. Shelton Telena Cruz Nelson Tina Rose Muña Barnes Mary Camacho Torres Joanne Brown <u>Telo T. Taitague</u> V. Anthony Ada Frank Blas Jr. Christopher M. Dueñas James C. Moylan Sabina Flores Perez Clynton E. Ridgell Joe S. San Agustin Jose "Pedo" Terlaje Therese M. Terlaje

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AN ACT TO ADD A NEW § 5013 TO SUBARTICLE A OF ARTICLE 1, CHAPTER 5, TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO ADOPTING A PROCUREMENT POLICY IN FAVOR OF WOMEN-OWNED BUSINESSES, AND TO CITE THIS ACT AS "THE SUPPORT FOR WOMEN-OWNED BUSINESSES ACT."

BE IT ENACTED BY THE PEOPLE OF GUAM:

Section 1. Short Title. This Act shall be known as the "Support for Women-

3 Owned Businesses Act."

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1 Section 2. Legislative Findings and Intent. I Liheslaturan Guåhan finds that women-owned businesses have been at a distinct disadvantage in Guam's 2 economy. A review of data from the 2017 Economic Census of Guam conducted by 3 the U.S. Census Bureau confirms that the percentage of women-owned businesses 4 on Guam is only about seventeen percent (17%) and depending on the industry, 5 ranges from nine percent (9%) to twenty-two percent (22%). With regard to industry 6 categorization, in 2017 women-owned businesses represented only nine percent 7 (9%) of local construction businesses; nineteen percent (19%) of local 8 manufacturing and retail businesses; seventeen percent (17%) of local wholesale 9 10 businesses; thirteen percent (13%) of local finance and insurance businesses; 11 eighteen percent (18%) of local real estate companies; and twenty-two percent (22%) of local health care companies (the highest percentage of women-owned 12 13 businesses in this census).

I Liheslatura further finds that current research has shown that the COVID-14 19 pandemic has taken a higher toll on women-owned businesses. According to a 15 recent survey by the U.S. Chamber of Commerce, the number of female business 16 owners who ranked their business's overall health as "somewhat or very good" fell 17 18 thirteen (13) points during the COVID-19 pandemic, from sixty percent (60%) in January to forty-seven percent (47%) in July 2020. By contrast, the number of male 19 business owners reporting a "good" business health status only fell five (5) points 20 in the same period, from sixty-seven percent (67%) to sixty-two percent (62%). The 21 22 U.S. Chamber study also reported that female small business owners are also less likely to expect future success in the coming year compared to male owners with 23 regard to revenue, investments, and staffing. 24

I Liheslatura further finds that programs designed to increase minority
 participation in government procurement help to address the traditional imbalance

of low minority firm participation and helps such businesses grow through greater
 access to the large market of government contracts.

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Therefore, it is the intent of *I Liheslaturan Guåhan* to add a new § 5013 to Subarticle A of Article 1, Chapter 5, Title 5, Guam Code Annotated, to adopt a procurement policy in favor of women-owned businesses.

6 Section 3. A new § 5013 is hereby *added* to Subarticle A of Article 1,
7 Chapter 5, Title 5, Guam Code Annotated, to read:

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"§ 5013. Policy In Favor of Women-Owned Businesses.

9 (a) Notwithstanding any other provision of law, if any entity of the government of Guam or any entity expending governmental funds intends to 10 11 procure any supply or service which is offered by a business concern that is 12 at least fifty-one percent (51%) owned by women, that entity shall procure 13 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 14 15 the supply or service does not exceed one hundred five percent (105%) of the 16 lowest price bidder, and shall be in addition to any other procurement benefit 17 the women-owned business may qualify for under Guam law. The procuring entity shall determine the lowest price to the entity in the case of more than 18 19 one (1) women-owned business, or a women-owned business and a service-20 disabled veteran owned business, who are competing for the same government 21 contract.

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concern is qualified under Subsection (a) of this Section if:

Qualifications of a Women-Owned Business.

24 25 (1) the business concern is licensed to do business on Guam;

(b)

(2) the business concern maintains its headquarters on Guam;

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(3) the business concern is at least fifty-one percent (51%)
 owned by women, who manage day-to-day operations and make long-term decisions;

. . . .

(4) the business concern is certified as a Women-Owned
Small Business (WOSB) or an Economically Disadvantaged WomenOwned Small Business (EDWOSB) by the U.S. Small Business
Administration; and

(5) the owner(s) of the business concern has (have) filed individual tax returns on Guam for a period of at least three (3) consecutive years."

Section 4. Effective Date. This Act shall be effective upon enactment.

LOURDES A. LEON GUERRERO GOVERNOR



JOSHUA F. TENORIO LT. GOVERNOR

UFISINAN I MAGA'HÅGAN GUÅHAN OFFICE OF THE GOVERNOR OF GUAM

June 08, 2021

Doc Type: 3061-21-068

HONORABLE THERESE M. TERLAJE

Speaker I Mina'trentai Sais Na Liheslaturan Guåhan 36th Guam Legislature Guam Congress Building 163 Chalan Santo Papa Hagåtña, Guam 96910

-06-08 2021

Time:_4:4 Received:

Re: <u>BILL NO. 71-36 (COR)</u> – An Act to *Add* a New § 5013 to SubArticle A of Article 1, Chapter 5, Title 5, Guam Code Annotated, Relative to Adopting a Procurement Policy in favor of Women-Owned Businesses, and to cite this act as "The Support for Women-Owned Business Act"

Buenas yan Hafa Adai Madame Speaker:

It is widely accepted that diversity in business ownership encourages true competition, innovation and economic progress. The corollary is that the absence of diversity limits how much all of us can collectively achieve. Bill 71-36 would fill a gap in Guam that has long been implemented at the federal level by the U.S. Small Business Administration -- adopting a procurement policy that evens the playing field for women-owned businesses, which are historically underrepresented in industry. While women-owned businesses achieved unprecedented growth nationally in the years prior to the COVID-19 pandemic, women remained perennially underrepresented as business owners. Unfortunately, while most businesses experienced setbacks due to the public health emergency, women-led businesses were dealt a disproportionate blow, the impact of which cannot be overstated and may not be fully appreciated for years to come.

It is important to do what we can now to bolster the ability of these businesses to survive the setbacks of the pandemic and to regain their footing when the crisis is over. To be clear, Bill No. 71-36 is not a novelty, but rather brings Guam in line with corresponding U.S. SBA policy, with similar policies already existing in Guam for Service-Disabled Veteran Owned Businesses.

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COMMITTEE ON RULES RECEIVED: June 8, 2021

5:12 P.M. Viente P. Flows

Given the deleterious impact the pandemic has had on our women-owned businesses, this measure could not have come at a better time. It is my hope that Bill No. 71-36, now known as *Public Law No*. <u>36-26</u>, will contribute to the success of our women-led businesses and ultimately, and more broadly, to our success as an island.

Senseremente.

cc:

LOURDES A. LEON GUERRERO Maga'hågan Guåhan Governor of Guam

Enclosure(s): Bill No. 71-36 (COR) nka P.L. 36-26

Honorable Joshua F. Tenorio, Sigundo Maga'låhen Guåhan Compiler of Laws

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

CERTIFICATION OF PASSAGE OF AN ACT TO I MAGA 'HÅGAN GUÅHAN

This is to certify that **Bill No. 71-36 (COR), "AN ACT TO ADD A NEW § 5013 TO SUBARTICLE A OF ARTICLE 1, CHAPTER 5, TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO ADOPTING A PROCUREMENT POLICY IN FAVOR OF WOMEN-OWNED BUSINESSES, AND TO CITE THIS ACT AS "THE SUPPORT FOR WOMEN-OWNED BUSINESSES ACT,"** was on the 28th day of May 2021, duly and regularly passed.

Therese M. Terlaje Speaker

Attested:

Amanda L. Shelton Legislative Secretary

This Act was received by I Maga'hågan Guåhan this 184 day of June, 2021, at 1:44 o'clock P.M.

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Assistant Staff Officer Maga'håga's Office

APPROVED:

Lourdes A. Leon Guerrero I Maga'hågan Guåhan

618 Date: Public Law No. 36-24

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Elaine Tajalle

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

Bill No. 71-36 (COR)

As amended by the Committee on Environment, Revenue and Taxation, Labor, Procurement, and Statistics, Research, and Planning; and further amended on the Floor.

Introduced by:

Amanda L. Shelton Telena Cruz Nelson Tina Rose Muña Barnes Mary Camacho Torres Joanne Brown <u>Telo T. Taitague</u> V. Anthony Ada Frank Blas Jr. Christopher M. Dueñas James C. Moylan Sabina Flores Perez Clynton E. Ridgell Joe S. San Agustin Jose "Pedo" Terlaje Therese M. Terlaje

AN ACT TO ADD A NEW § 5013 TO SUBARTICLE A OF ARTICLE 1, CHAPTER 5, TITLE 5, GUAM CODE ANNOTATED, RELATIVE TO ADOPTING A PROCUREMENT POLICY IN FAVOR OF WOMEN-OWNED BUSINESSES, AND TO CITE THIS ACT AS "THE SUPPORT FOR WOMEN-OWNED BUSINESSES ACT."

BE IT ENACTED BY THE PEOPLE OF GUAM:

2 Section 1. Short Title. This Act shall be known as the "Support for Women-

3 Owned Businesses Act."

Section 2. Legislative Findings and Intent. I Liheslaturan Guåhan finds 1 that women-owned businesses have been at a distinct disadvantage in Guam's 2 economy. A review of data from the 2017 Economic Census of Guam conducted by 3 the U.S. Census Bureau confirms that the percentage of women-owned businesses 4 on Guam is only about seventeen percent (17%) and depending on the industry, 5 6 ranges from nine percent (9%) to twenty-two percent (22%). With regard to industry categorization, in 2017 women-owned businesses represented only nine percent 7 8 (9%) of local construction businesses; nineteen percent (19%) of local manufacturing and retail businesses; seventeen percent (17%) of local wholesale 9 businesses; thirteen percent (13%) of local finance and insurance businesses; 10 eighteen percent (18%) of local real estate companies; and twenty-two percent 11 (22%) of local health care companies (the highest percentage of women-owned 12 13 businesses in this census).

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14 I Liheslatura further finds that current research has shown that the COVID-19 pandemic has taken a higher toll on women-owned businesses. According to a 15 recent survey by the U.S. Chamber of Commerce, the number of female business 16 owners who ranked their business's overall health as "somewhat or very good" fell 17 thirteen (13) points during the COVID-19 pandemic, from sixty percent (60%) in 18 January to forty-seven percent (47%) in July 2020. By contrast, the number of male 19 business owners reporting a "good" business health status only fell five (5) points 20 in the same period, from sixty-seven percent (67%) to sixty-two percent (62%). The 21 U.S. Chamber study also reported that female small business owners are also less 22 likely to expect future success in the coming year compared to male owners with 23 24 regard to revenue, investments, and staffing.

I Liheslatura further finds that programs designed to increase minority
 participation in government procurement help to address the traditional imbalance

of low minority firm participation and helps such businesses grow through greater
 access to the large market of government contracts.

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Therefore, it is the intent of *I Liheslaturan Guåhan* to add a new § 5013 to Subarticle A of Article 1, Chapter 5, Title 5, Guam Code Annotated, to adopt a procurement policy in favor of women-owned businesses.

6 Section 3. A new § 5013 is hereby *added* to Subarticle A of Article 1,
7 Chapter 5, Title 5, Guam Code Annotated, to read:

8

"§ 5013. Policy In Favor of Women-Owned Businesses.

9 Notwithstanding any other provision of law, if any entity of the (a) 10 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 11 12 at least fifty-one percent (51%) owned by women, that entity shall procure such supply or service from that business concern if the supply or service is 13 14 available within the period required by the procuring entity and the price for 15 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 16 17 the women-owned business may qualify for under Guam law. The procuring 18 entity shall determine the lowest price to the entity in the case of more than 19 one (1) women-owned business, or a women-owned business and a service-20 disabled veteran owned business, who are competing for the same government 21 contract.

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(b) Qualifications of a Women-Owned Business. A business concern is qualified under Subsection (a) of this Section if:

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(1) the business concern is licensed to do business on Guam;

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(2) the business concern maintains its headquarters on Guam;

(3) the business concern is at least fifty-one percent (51%)
 owned by women, who manage day-to-day operations and make long term decisions;

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(4) the business concern is certified as a Women-Owned
 Small Business (WOSB) or an Economically Disadvantaged Women Owned Small Business (EDWOSB) by the U.S. Small Business
 Administration; and

8 (5) the owner(s) of the business concern has (have) filed 9 individual tax returns on Guam for a period of at least three (3) 10 consecutive years."

11 Section 4. Effective Date. This Act *shall* be effective upon enactment.