I Mina'trentai Siette Na Liheslaturan Guåhan BILL STATUS

BILL NO.	SPONSOR	TITLE	DATE INTRODUCED	DATE REFERRED	CMTE REFERRED	FISCAL NOTES	PUBLIC HEARING DATE	DATE COMMITTEE REPORT FILED	NOTES
187-37 (LS) As amended by the Committee on Environment, Revenue and Taxation, Labor, Procurrement, and Statistics, Research, and Planning: Substituted; and	Chris Barnett Frank Blas, Jr. Joanne Brown Christopher M. Dueñas Thomas J. Fisher Jesse A. Lujan Tina Rose Muña Barnes William A. Parkinson Roy A. B. Quinata Joe S. San Agustin Dwayne T.D. San Nicolas Amanda L. Shelton Telo T. Taitague	AN ACT TO AMEND § 6102 (1) OF ARTICLE 1; AMEND § 6201 (c), § 6202, § 620, AND § 6209 OF ARTICLE 2; REPEAL § 6205 OF ARTICLE 2; AMEND § 6301 (a) OF ARTICLE 3; REPEAL § 6401 (b) OF ARTICLE 4; AMEND AND RENUMBER § 6402 OF ARTICLE 4; AMEND § 6702 (b), § 6702 (r) OF ARTICLE 7; REPEAL § 6802 (c) AND § 6811 OF ARTICLE 8, ALL OF CHAPTER 6, TITLE 11, GUAM CODE ANNOTATED, PROHIBITING THE SALES OF TOBACCO, NICOTINE PRODUCTS, AND VAPE PRODUCTS THROUGH VENDING MACHINES ON GUAM.	3:58 p.m.	10/17/23	Committee on Environment, Revenue and Taxation, Labor, Procurement, and Statistics, Research, and Planning	Request: 10/17/23 11/1/23	12/12/23 1:30 p.m.	1/24/24 3:18 p.m. As amended by the Committee on Environment, Revenue and Taxation, Labor, Procurement, and Statistics, Research, and Planning	
further amended on the	SESSION DATE	TITLE	DATE PASSED	TRANSMITTED	DUE DATE	PUBLIC LAW NO.	DATE SIGNED	NOTE	S
Floor.	2/19/24	AN ACT TO AMEND § 6102() OF ARTICLE 1; TO AMEND §§ 6201, 6202, 6206 AND 6209, AND REPEAL § 6203, ALL OF ARTICLE 2; TO AMEND § 6301(a) OF ARTICLE 3; TO REPEAL § 6401(b) AND AMEND § 6402 AND RENUMBER AS § 6403 OF ARTICLE 4; TO AMEND § 6507 OF ARTICLE 5; TO AMEND §§ 6702(b), 6702(p) AND 6702(r) OF ARTICLE 7, AND TO REPEAL §§ 6802(a) AND 6811 OF ARTICLE 8, AND 6702(r) OF ARTICLE 7, AND TO REPEAL §§ 6802(a) AND 6811 OF ARTICLE 8, ALL OF CHAPTER 6, TITLE 11, GUAM CODE ANNOTATED, RELATIVE TO PROHIBITING THE SALLES OF TOBACCO, NICOTINE PRODUCTS, AND ELECTRONIC CIGARETTES THROUGH VENDING MACHINES ON GUAM.	2/23/24	2/23/24	3/6/24	37-79	3/6/24	Received: 3/6/24 Mess and Comm. Doc. No. 37GL-24-1736	

LOURDES A. LEON GUERRERO GOVERNOR



JOSHUA F. TENORIO LT. GOVERNOR

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

Transmitted via email to: speaker@guamlegislature.org

March 6, 20204

Doc Type: 37GL OFFICE OF THE SPEAKER THERESE M. TERLAJE

MAR 0 6 2024

Time

Received:

The Hon. Therese M. Terlaje, *Speaker I Mina'trentai Siette Na Liheslaturan Guåhan*, 37th Guam Legislature Guam Congress Building 163 Chalan Santo Papa Hagåtña, Guam 96910

Re: Substitute Bill No. 187-37 (LS) - AN ACT TO AMEND § 6102(F) OF ARTICLE 1; TO AMEND §§ 6201, 6202, 6206, AND 6209, AND REPEAL § 6205, ALL OF ARTICLE 2; TO AMEND § 63019(a) OF ARTICLE 3; TO REPEAL § 6401(b) AND AMEND § 6402 AND RENUMBER AS §6403 OF ARTICLE 4; TO AMEND § 6507 OF ARTICLE 5; TO AMEND §§ 6702(b), 6702(p) AND 6702(r) OF ARTICLE 7; AND TO REPEAL §§ 6802(c) AND 6811 OF ARTICLE 8, ALL OF CHAPTER 6, TITLE 11, GUAM CODE ANNOTATED, RELATIVE TO PROHIBITING THE SALES OF TOBACCO, NICOTINE PRODUCTS, AND ELECTRONIC CIGARETTES THROUGH VENDING MACHINES ON GUAM

Håfa Adai Madam Speaker,

Substitute Bill No. 187-37 (LS) prohibits any person from selling tobacco, nicotine products, or electronic cigarettes through a vending machine in Guam. While the Legislature noted Guam's last tobacco vending machine license expired in 2018, the Legislature recognized that it was still legal for a person or business to apply for a vending machine license for electronic cigarettes under Guam law. Now with the passage of this legislation no one can legally sell any tobacco, nicotine products, or electronic cigarettes in a vending machine.

The ban on the sale of tobacco, nicotine products or electronic cigarettes in a vending machine, is an important step in reducing the availability of these types of products to the young people on Guam. If young people don't have access to these addictive products, they are less likely to ever begin using them, even later in life. For these reasons, I sign Bill No. 187-37 (LS) into law as *Public Law 37-79*.

Senseramente,

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



Enclosure(s): Substitute Bill No. 187-37 (LS) nka P.L. 37-79
 cc via email: The *Honorable* Joshua F. Tenorio, *Maga'låhen Guåhan*, Lt. Governor of Guam Compiler of Laws

I MINA'TRENTAI SIETTE NA LIHESLATURAN GUÅHAN 2024 (SECOND) Regular Session

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

This is to certify that Substitute Bill No. 187-37 (LS), "AN ACT TO AMEND § 6102(f) OF ARTICLE 1; TO AMEND §§ 6201, 6202, 6206 AND 6209, AND REPEAL § 6205, ALL OF ARTICLE 2; TO AMEND § 6301(a) OF ARTICLE 3; TO REPEAL § 6401(b) AND AMEND § 6402 AND RENUMBER AS § 6403 OF ARTICLE 4; TO AMEND § 6507 OF ARTICLE 5; TO AMEND §§ 6702(b), 6702(p) AND 6702(r) OF ARTICLE 7; AND TO REPEAL §§ 6802(c) AND 6811 OF ARTICLE 8, ALL OF CHAPTER 6, TITLE 11, GUAM CODE ANNOTATED, RELATIVE TO PROHIBITING THE SALES OF TOBACCO, NICOTINE PRODUCTS, AND ELECTRONIC CIGARETTES THROUGH VENDING MACHINES ON GUAM," was on the 23rd day of February 2024, duly and regularly passed.

Therese M. Terlaje

Speaker

Attested:

Amanda L. Shelton

Legislative Secretary

This Act was received by *I Maga'hågan Guåhan* this 23^{PD} day of \overline{PTD} , 2024, at 6^{Y9} o'clock D .M.

Assistant Staff Officer

Maga'håga's Office

APPROVED:

Lourdes A. Leon Guerrero I Maga'hågan Guåhan

2024

Date:

Public Law No. <u>37-79</u>

31

2029-21082



I MINA'TRENTAI SIETTE NA LIHESLATURAN GUÅHAN 2023 (FIRST) Regular Session

Bill No. 187-37 (LS)

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

Introduced by:

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Sabina Flores Perez Chris Barnett Frank Blas, Jr. Joanne Brown Christopher M. Dueñas Thomas J. Fisher Jesse A. Lujan Tina Rose Muña Barnes William A. Parkinson Roy A. B. Quinata Joe S. San Agustin Dwayne T.D. San Nicolas Amanda L. Shelton Telo T. Taitague Therese M. Terlaje

AN ACT TO AMEND § 6102(f) OF ARTICLE 1; TO AMEND §§ 6201, 6202, 6206 AND 6209, AND REPEAL § 6205, ALL OF ARTICLE 2; TO AMEND § 6301(a) OF ARTICLE 3; TO REPEAL § 6401(b) AND AMEND § 6402 AND RENUMBER AS § 6403 OF ARTICLE 4; TO AMEND § 6507 OF ARTICLE 5; TO AMEND §§ 6702(b), 6702(p) AND 6702(r) OF ARTICLE 7; AND TO REPEAL §§ 6802(c) AND 6811 OF ARTICLE 8, ALL OF CHAPTER 6, TITLE 11, GUAM CODE ANNOTATED, RELATIVE TO PROHIBITING THE SALES OF TOBACCO, NICOTINE PRODUCTS, AND ELECTRONIC CIGARETTES THROUGH VENDING MACHINES ON GUAM.

BE IT ENACTED BY THE PEOPLE OF GUAM:

1 Section 1. Legislative Findings and Intent. *I Liheslaturan Guåhan* finds 2 that the last tobacco vending machine defined in 11 GCA Chapter 6 licensed through 3 the Department of Revenue and Taxation to sale tobacco products was issued in 4 2015 and expired in June of 2018. At present, there have been no applications and 5 renewals processed at the Department.

I Liheslatura further finds that in 2010, pursuant to the "Family Smoking
Prevention and Tobacco Control Act" (H.R. 1256), tobacco vending machine sales
were banned nationwide.

9 I Liheslatura finds that according to the State Epidemiological Outcomes Workgroup (SEOW), it identifies that one of the leading causes of underage tobacco 10 11 and nicotine use among youth is "accessibility to tobacco and vape products" from vendors licensed to do business on Guam. In August 2023, the State Epidemiological 12 Profile reported that tobacco consumption remains higher in Guam than in the U.S., 13 14 for both adults and youth. Although the SEOW indicates an overall decline, Guam 15 still has one of the highest smoking prevalence rates across various U.S. states and territories. Furthermore, SEOW reports that the decline over a ten (10)-year period 16 in tobacco and nicotine use in Guam is a result of strengthening local policies, 17 18 enforcement efforts, and increased taxation.

19 Therefore, it is the intent of *I Liheslaturan Guåhan* to continue to create 20 safeguards for Guam's youth by removing all sales of tobacco, nicotine, electronic 21 cigarettes through vending machines in Guam.

Section 2. § 6102(f) of Article 1, Chapter 6, Title 11, Guam Code
Annotated, is hereby *amended* to read as follows:

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"(f) *Retail License* means a license issued by the Director of Revenue and Taxation for the retail sale of tobacco products."

Section 3. § 6201 of Article 2, Chapter 6, Title 11, Guam Code Annotated,
is hereby *amended* to read as follows:

1	"§ 6201. License: Required.						
2	(a) It shall be a violation of this Chapter for any person						
3	wholesale tobacco products without first obtaining a valid wholesale						
4	tobacco license.						
5	(b) It shall be a violation of this Chapter for any person to						
6	retail tobacco products without first obtaining a valid retail tobacco						
7	license for each premise in which tobacco products are sold.						
8	(c) It shall be a violation of this Chapter for any person to sell						
9	tobacco, nicotine products, or electronic cigarettes through a vending						
10	machine.						
11	(d) Any person directly or indirectly engaged in the business						
12	of manufacturing tobacco products may not retail tobacco products,						
13	directly or indirectly, or hold a retail or wholesale license. It shall not						
14	be a violation of this Chapter for any such person engaged in the						
15	business of manufacturing tobacco products to import, export or sell for						
16	resale tobacco products to a duly licensed tobacco wholesaler."						
17	Section 4. § 6202 of Article 2, Chapter 6, Title 11, Guam Code Annotated,						
18	is hereby amended to read as follows:						
19	"§ 6202. Same: Fees.						
20	The Director is authorized to issue the following classes of						
21	licenses at the following fees, which shall be paid by the applicant at						
22	the time of application:						
23	(a) Annual Retail License: \$100.00;						
24	(b) Annual Wholesaler License: \$1,000.00."						
25	5 Section 5. § 6205 of Article 2, Chapter 6, Title 11, Guam Code Annotated,						
26	is hereby <i>repealed</i> .						

§ 6206 of Article 2, Chapter 6, Title 11, Guam Code Annotated, 1 Section 6. 2 is hereby *amended* to read as follows: **"§ 6206.** Same: Multiple. 3 A person applying for retail licenses to operate more than one (1) 4 5 premise shall obtain a separate retail license for each premise, and shall pay the fee prescribed for each premise." 6 Section 7. § 6209 of Article 2, Chapter 6, Title 11, Guam Code Annotated, 7 is hereby *amended* to read as follows: 8 9 **"§ 6209. Display of License.** A licensee for sales of tobacco products shall prominently 10 (a) 11 display the license on each licensed premise. Any licensee who violates this Section shall be fined Fifty 12 (b) Dollars (\$50.00) per violation." 13 § 6301(a) of Article 3, Chapter 6, Title 11, Guam Code Section 8. 14 15 Annotated, is hereby *amended* to read as follows: The Director shall not issue a license to any person who then 16 "(a) holds a license of another class." 17 § 6401(b) of Article 4, Chapter 6, Title 11, Guam Code 18 Section 9. Annotated, is hereby repealed. 19 Section 10. The second § 6402 of Article 4, Chapter 6, Title 11, Guam Code 20 21 Annotated, is hereby *amended* and *renumbered* to read as follows: Display of Prohibition on Sales of Tobacco Products to 22 "§ 6403. 23 Persons Under Twenty-one (21) Years of Age. All licensees shall post notice that this Chapter prohibits the sale 24 of tobacco products to persons under twenty-one (21) years of age. 25

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In the case of a retail operation, notices shall be 1 (a) 2 publicly and conspicuously displayed in the licensee's place of 3 business in letters at least two inches (2") in height. Any licensee who violates this Section shall be 4 (b) fined Fifty Dollars (\$50.00) per violation." 5 6 § 6507 of Article 5, Chapter 6, Title 11, Guam Code Annotated, Section 11. 7 is hereby *amended* to read as follows: **"§ 6507.** 8 Report. 9 The Director shall report monthly to the Guam Behavioral Health 10 and Wellness Center (GBHWC) a list of all licenses granted and renewed, including the names and street addresses of the business, the 11 12 number of violations processed and the penalties imposed, and any other information that the Director and GBHWC agree upon." 13 § 6702(b) of Article 7, Chapter 6, Title 11, Guam Code 14 Section 12. 15 Annotated, is hereby *amended* to read as follows: 16 "(b) Business location or place of business means the entire premises 17 occupied by a retail tobacco permit applicant or an entity required to hold a retail tobacco permit under this Chapter; and shall include, but is not limited 18 19 to, any store, stand, outlet, vehicle, cart, location, or structure from which 20 cigarettes or tobacco products are sold or distributed to a consumer." § 6702(p) of Article 7, Chapter 6, Title 11, Guam Code Section 13. 21 22 Annotated, is hereby *amended* to read as follows: "(p) Retailer means an entity that engages in the practice of selling 23 24 cigarettes, tobacco or nicotine products, or electronic cigarettes to consumers." 25 § 6702(r) of Article 7, Chapter 6, Title 11, Guam Code 26 Section 14. Annotated, is hereby *amended* to read as follows: 27

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"(r) Retail sale or tobacco retailing means the practice of selling
 cigarettes, tobacco or nicotine products, or electronic cigarettes to
 consumers."

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4 Section 15. § 6802(c) of Article 8, Chapter 6, Title 11, Guam Code
5 Annotated, is hereby *repealed*.

6 Section 16. § 6811 of Article 8, Chapter 6, Title 11, Guam Code Annotated,
7 is hereby *repealed*.

8 Section 17. The Guam Compiler of Laws shall renumber the various
9 sections of Chapter 6 of Title 11 Guam Code Annotated in this Act as needed.

10 Section 18. Severability. If any provision of this Act or its application to 11 any person or circumstance is found to be invalid or inorganic, such invalidity shall 12 not affect other provisions or applications of this Act that can be given effect without 13 the invalid provision or application, and to this end the provisions of this Act are 14 severable.

15 Section 19. Effective Date. This Act shall be effective upon enactment.