RAN GUÅHAN LATURE SION MINA'BENTE NUEBI NA LIHESLATURAN GUÅHAN **TWENTY-NINTH GUAM LEGISLATURE** 2007 (FIRST) REGULAR SESSION

Bill No. 9/(45) **Introduced by:**

1

AN ACT RELATIVE TO PROHIBITING THE USE OF PUBLIC WELFARE ASSISTANCE FUNDS FOR THE PURCHASE OF TOBACCO PRODUCTS AND ALCOHOLIC **BEVERAGES, PROVIDING PENALTIES AND FINES FOR** BY WELFARE RECIPIENTS **NON-COMPLIANCE** AND **BUSINESS VENDORS.** AND REOUIRING PROPER THESE PROVISIONS BY REGULATION OF THE DEPARTMENT OF PUBLIC HEALTH AND SOCIAL SERVICES.

BE IT ENACTED BY THE PEOPLE OF GUAM:

Section 1. Legislative Findings and Intent.

I Liheslaturan Guåhan finds that it was recently revealed through media 2 sources that individuals who are receiving public welfare assistance are not 3 prohibited from utilizing their welfare benefits/funds from purchasing 4 alcoholic beverages or tobacco products. The public welfare assistance 5 program has been in place for many years and administered by the 6 Department of Public Health and Social Services to temporarily assist 7 individuals and families in their time of need through providing funds for 8 basic necessities, i.e. food, water, clothing, medicinal needs, etc. It is believe 9 that the public welfare assistance program was not meant for the purchase of 10

tobacco products and alcoholic beverages, which do not constitute basic living
 necessities.

Therefore, this provision would henceforth make it illegal and restrict the use of any funds provided by locally financed public welfare assistance programs for purchasing alcoholic beverages and tobacco products, and further establishes fines and penalties for both the welfare recipient and business vendor for non-compliance with this provision.

8 Section 2. Prohibition on the Use of Any and All Funds Received 9 Through the Public Welfare Assistance Program in the Purchase of 10 Alcoholic Beverages and Tobacco Products.

11 The following restrictions shall apply in the administration of public 12 welfare benefits through the Department of Public Health And Social Services: 13 a.) The use of any and all public welfare assistance program funds for 14 the purchase of alcoholic beverages or tobacco products shall hereby be 15 prohibited. The following penalties and fines shall be applicable for 16 non-compliance with the provision contained herein:

i.) Each welfare recipient found to be in violation of the
prohibition and restriction on the purchase of alcoholic
beverages and tobacco products with public welfare
assistance funds shall be penalized in accordance with the
following provisions:

2

1	a.) First Time Offense, shall result in the revocation of
2	public welfare benefits for the specific program for
3	a period not to exceed three (3) months.
4	b.) Second Time Offense, shall result in the revocation
5	of public welfare benefits for the specific program
6	for a period not to exceed six (6) months.
7	c.) Third Offense, shall result in the revocation of
8	public welfare benefits for the specific program for
9	a period not to exceed one (1) year.
10	d.) Fourth Offense, or more, shall result in the
11	indefinite (lifetime) revocation of public welfare
12	benefits for the specific program.
13	ii.) Each business vendor found to be in violation of the
14	prohibition and restriction on the sale of alcoholic beverages
15	and tobacco products with the use of public welfare
16	assistance funds shall be penalized in accordance with the
17	following provisions:
18	e.) First Time Offense, shall result in a financial
19	penalty of Two Hundred Dollars (\$200.00) for each
20	identified offense.
21	f.) Second Time Offense, shall result in a financial
22	penalty of Five Hundred Dollars (\$500.00) for each
23	identified offense.

1	g.) Third Time Offense, shall result in a financial
2	penalty of One Thousand Dollars (\$1,000.00) for
3	each identified offense.

h.) Fourth Time Offense, or more, shall result in the
indefinite (lifetime) revocation of servicing public
welfare recipients for the specific program.

7 The Department of Public Health and Social Services shall be 8 responsible for ensuring the proper enforcement and compliance of the 9 provisions contained herein. Such enforcement shall include periodic review 10 of the program and its respective beneficiaries. The Director of Public Health 11 and Social Services shall be the approval authority for the imposition of the 12 aforementioned penalties, or for the reconsideration of any penalties assessed 13 following the appeal process.

Existing procedures of appeal relevant to other public welfare assistance programs administered by the Department of Public Health and Social Services shall be utilized, wherein applicable, in entertaining appeals by public welfare recipients or business vendors in reference to the provisions contained herein.

19

Section 3. Community Public Notification.

The Department of Public Health and Social Services shall provide written notification to existing public welfare beneficiaries and the business community on the newly established prohibitions and penalties associated with the unlawful use of public welfare funds for the purchase of alcoholic beverages and tobacco products. The public notification of information shall
include, but may not be limited, to the use of news media sources and
electronic means.

4

Section 4. Severability Clause.

If any of the provisions of this Act or the application thereof to any person or circumstance is held invalid, such invalidity shall not affect any other provision or application of this Act which can be given effect without the invalid provision or application, and to this end the provisions of this Act are severable.