

#### COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Benigno R. Fitial Governor

Eloy S. Inos
Lt. Governor

0 4 JUN 2012

Honorable Eliceo "Eli" D. Cabrera Speaker, House of Representatives Seventeenth Northern Marianas Commonwealth Legislature Saipan, MP 96950

Honorable Paul A. Manglona President, The Senate Seventeenth Northern Marianas Commonwealth Legislature Saipan, MP 96950

Dear Mr. Speaker and Mr. President:

This is to inform you that I have signed into law House Bill No. 17-290, HD1, SS1, entitled, "To amend Public Law 17-29 as amended by Public Law 17-58 to establish an Environmental and Tourism Promotional Fee," which was passed by the Seventeenth Northern Marianas Commonwealth Legislature.

This bill becomes **Public Law No. 17-75**. Copies bearing my signature are forwarded for your reference.

Sincerely,

BENIGNO R. FITIAL

cc: Lt. Governor

Attorney General

Department of Finance

Marianas Visitors Authority

Mayor of Rota

Mayor of Tinian

Commonwealth Law Revision Commission

Special Assistant for Programs and Legislative Review



# The House of Representatives

NORTHERN MARIANAS COMMONWEALTH LEGISLATURE P.O. Box 500586 Saipan, MP 96950

May 17, 2012

The Honorable Benigno R. Fitial Governor Commonwealth of the Northern Mariana Islands Capitol Hill Saipan, MP 96950

Dear Governor Fitial:

I have the honor of transmitting herewith for your action **H. B. 17-290, HD1, SS1**, entitled: "An Act to amend Public Law 17-29 as amended by Public Law 17-58 to establish an Environmental and Tourism Promotional Fee.", which was passed by the House of Representatives and the Senate of the Seventeenth Northern Marianas Commonwealth Legislature.

Sincerely yours,

Linda B. Muña House Clerk

Attachment



# Seventeenth Legislature of the Commonwealth of the Northern Mariana Islands

## IN THE HOUSE OF REPRESENTATIVES

# Fifth Regular Session

March 22, 2012

Representative Eliceo D. Cabrera, of Saipan, Precinct 1 (for himself) in an open and public meeting with an opportunity for the public to comment, introduced the following Bill:

## H. B. 17-290

#### AN ACT

TO AMEND PUBLIC LAW 17-29 AS AMENDED BY PUBLIC LAW 17-58 TO ESTABLISH AN ENVIRONMENTAL AND TOURISM PROMOTIONAL FEE.

The Bill was not referred to a House Committee and was placed on the Bill Calendar.

THE BILL WAS PASSED BY THE HOUSE OF REPRESENTATIVES ON FIRST AND FINAL READING, APRIL 17, 2012;

with amendments in the form of H. B. 17-270, HD1 and transmitted to the THE SENATE.

The Bill was not referred to a Senate Committee and was placed on the Bill Calendar. THE BILL WAS PASSED BY THE SENATE ON FIRST AND FINAL READING, MAY 8, 2012; with amendments in the form of H. B. 17-290, HD1, SS1.

H. B. 17-290, HD1, SS1 was returned to the House of Representatives on May 9, 2012.

The House of Representatives accepted the Senate amendments and passed H. B. 17-290, HD1, SS1 during its 1st Day, Third Special Session on May 15, 2012.

THE BILL WAS FINALLY PASSED ON MAY 15, 2012

Linda B. Muña, House Clerk

# Seventeenth Legislature of the

Commonwealth of the Northern Mariana Islands

# IN THE HOUSE OF REPRESENTATIVES

1<sup>st</sup> Day, Third Special Session May 15, 2012

# H. B. 17-290, HD1, SS1

#### AN ACT

# TO AMEND PUBLIC LAW 17-29 AS AMENDED BY PUBLIC LAW 17-58 TO ESTABLISH AN ENVIRONMENTAL AND TOURISM PROMOTIONAL FEE.

# Be it enacted by the Seventeenth Northern Marianas Commonwealth Legislature:

Section 1. Findings and Purpose. The Legislature hereby finds and declares that the Commonwealth relies heavily, and will continue to rely heavily, on the tourist industry as a primary source of private employment and public revenues. Thus, it is imperative that our destination be enhanced for the benefit of all, and marketed to potential tourists such that they will be aware of all the Commonwealth has to offer. In order to attract tourists to the Commonwealth, to retain existing business and industry, and to advance the business prosperity and economic welfare of the Commonwealth, it is necessary to enhance recreational and tourism opportunities.

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## HOUSE BILL 17-290, HD1, SS1

Therefore, in order to promote recreation and tourism, the Legislature
finds that public financial support should be provided for constructing, equipping
improving and maintaining projects, agencies and facilities which promote
recreation and tourism. Public support is also required to effectively market the
Commonwealth as the premier destination it is. The Legislature finds that such
support is a public purpose for which funds may be expended.
The Legislature finds it appropriate to pay for such support by collecting a
fee from transients who pay for lodging in a room of a hotel, lodging house

The Legislature finds it appropriate to pay for such support by collecting a fee from transients who pay for lodging in a room of a hotel, lodging house, motel, resort motel, apartment, apartment motel, rooming house, condominium, or similar facility located in the Commonwealth. The fee shall be assessed one time for each visit or trip to the Commonwealth.

The Legislature finds and declares that this Act is necessary and is a proper use of the legislative power granted by the Commonwealth Constitution.

Section 2. <u>Repeal</u>. Section 1 of Public Law 17-58 is hereby repealed in its entirety.

**Section 3.** Repeal and Reenactment. Section 2 of Public Law 17-58 is hereby repealed and reenacted as follows:

"There is hereby established the "Environmental and Tourism Promotional Act of 2012."

§101. There is hereby established an Environmental and Tourism Promotional fee of \$15 to be assessed upon transient occupants ages 13 and above per stay in a room of a hotel, lodging house, motel, resort

## HOUSE BILL 17-290, HD1, SS1

motel, apartment, apartment motel, rooming house, condominium, or similar facility located in the Commonwealth. For the purpose of this Act, a transient occupant is any person who is not a permanent resident of the Commonwealth. A transient occupant shall be assessed an Environmental and Tourism Promotional Fee not more than once per visit or trip to the Commonwealth. § 102. There is hereby established an Environmental and Tourism Promotional Revolving Fund ("Fund") administered by the Secretary of Finance into which fees collected pursuant to §101 above shall be deposited and remitted to the Marianas Visitors Authority; provided that the amount of \$200,000 shall be annually allocated each for the islands of Rota and Tinian to be used to implement charter flight tourism incentives

and promotional programs.

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§ 103. The fee imposed by this section shall be collected by the person who operates, owns or manages a hotel, lodging house, motel, resort motel, apartment, apartment motel, rooming house, condominium, or similar facility as and when paid or charged to the hotel, lodging house, motel, resort motel, apartment, apartment motel, rooming house, condominium, or similar facility. The fees imposed pursuant to this Act shall be collected beginning July 1, 2012.

§ 104. Every person required to collect the fee imposed by this Act shall, on or before the 20th day of the succeeding month make a monthly

#### House Bill 17-290, HD1, SS1

return to the Secretary of Finance and pay over the fees required to be collected for the previous month. Provided further that a tourism industry partner may provide advance promotional funds which shall be reimbursed from the Fund as mutually agreed among the Secretary of Finance, the Marianas Visitors Authority, and the affected tourism industry partner; provided that for advance promotional funds from a tourism industry partner in the First or Second Senatorial District, the respective mayors shall be a party to and approve any advance agreement.

§ 105 The expenditure authority for the Fund shall be the Chairperson of the Board of Directors of the Marianas Visitors Authority, except that the funds allocated to Tinian and Rota pursuant to § 102 above shall be the respective mayors of the islands. All funds expended shall be consistent with a plan approved by the Board of Directors of the Marianas Visitors Authority. Provided that at least 15% of the total funds collected shall be expended for destination enhancement programs.

§ 106 The Secretary of Finance in consultation with the Marianas Visitors Authority shall promulgate rules and regulations necessary to implement this Act.

§ 107 The Secretary of Finance together with the Marianas Visitors

Authority shall submit an expenditure report to the legislature and the

Governor 30 days after the end of each fiscal year."

#### HOUSE BILL 17-290, HD1, SS1

Section 4. Severability. If any provisions of this Act or the application of any such provision to any person or circumstance should be held invalid by a court of competent jurisdiction, the remainder of this Act or the application of its provisions to persons or circumstances other than those to which it is held invalid shall not be affected thereby.

Section 5. Savings Clause. This Act and any repealer contained herein

shall not be construed as affecting any existing right acquired under contract or acquired under statutes repealed or under any rule, regulation, or order adopted under the statutes. Repealers contained in this Act shall not affect any proceeding instituted under or pursuant to prior law. The enactment of the Act shall not have the effect of terminating, or in any way modifying, any liability, civil or criminal, which shall already be in existence on the date this Act becomes effective.

## House Bill 17-290, HD1, SS1

- Section 6. Effective Date. This Act shall take effect upon its approval by
- the Governor or its becoming law without such approval.

Attested to by:

Linda B. Muña, House Clerk

Certified by:

SPEAKER ELICEO "ELI" D. CABRERA

House of Representatives
17th Northern Marianas Commonwealth Legislature

APPROVED 2012

BENIGNO R. FITIAL

Governor

Commonwealth of the Northern Mariana Islands