

COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Ralph DLG. Torres Governor

Victor B. Hocog Lieutenant Governor

1 6 AUG 2017

The Honorable Rafael S. Demapan Speaker, House of Representatives Twentieth Northern Marianas Commonwealth Legislature Saipan, MP 96950

The Honorable Arnold I. Palacios Senate President, The Senate Twentieth 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. 20-103, HS1, entitled, "To appropriate payment for the outstanding judgment and interest in land compensation cases," which was passed by the House of Representatives and the Senate of the Twentieth Northern Marianas Commonwealth Legislature.

This bill becomes **Public Law No. 20-04**. Copies bearing my signature are forwarded for your reference.



cc: Lt. Governor; Presiding Judge; Attorney General; Secretary of Finance; Special Assistant for Management and Budget; Public Auditor; Department of Public Lands; Special Assistant for Administration; Special Assistant for Programs and Legislative Review

Caller Box 10007 Saipan, MP 96950 Telephone: (670) 237-2200 Facsimile: (670) 664-2211/2311



**House of Representatives** 20<sup>th</sup> NORTHERN MARIANAS COMMONWEALTH LEGISLATURE P.O. BOX 500586 SAIPAN, MP 96950

August 8, 2017

The Honorable Ralph DLG. Torres Governor Commonwealth of the Northern Mariana Islands Capitol Hill Saipan, MP 96950

Dear Governor Torres:

I have the honor of transmitting herewith for your action H. B. No. 20-103, HS1, entitled: "To appropriate payment for the outstanding judgment and interest in land compensation cases.", which was passed by the House of Representatives and the Senate of the Twentieth Northern Marianas Commonwealth Legislature.

Sincerely yours,

Linda B. Muña House Clerk

Attachment



Twentieth Legislature of the Commonwealth of the Northern Mariana Islands

# IN THE HOUSE OF REPRESENTATIVES

Sixth Special Session

July 28, 2017

**REPRESENTATIVE ANGEL A. DEMAPAN** 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. No. 20-103, HS1

#### AN ACT

TO APPROPRIATE PAYMENT FOR THE OUTSTANDING JUDGMENT AND INTEREST IN LAND COMPENSATION CASES.

The Bill was not referred to a House Committee.

THE BILL WAS PASSED BY THE HOUSE OF REPRESENTATIVES ON FIRST AND FINAL READING, JULY 28, 2017; with amendments in the form of H. B. No. 20-103, HS1 and transmitted to the THE SENATE.

The Bill was not referred to a Senate Committee. THE BILL WAS PASSED BY THE SENATE ON FIRST AND FINAL READING, AUGUST 3, 2017; without amendments and was returned to THE HOUSE OF REPRESENTATIVES.

THE BILL WAS FINALLY PASSED ON JULY 28, 2017.

Linda B. Muña, House Clerk



Twentieth Legislature of the Commonwealth of the Northern Mariana Islands

# IN THE HOUSE OF REPRESENTATIVES

First Day, Sixth Special Session July 28, 2017

#### H. B. No. 20-103, HS1

AN ACT

### TO APPROPRIATE PAYMENT FOR THE OUTSTANDING JUDGMENT AND INTEREST IN LAND COMPENSATION CASES.

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

Section 1. <u>Findings.</u> The Legislature finds that the Commonwealth presently has five outstanding land compensation judgments accruing substantial interest. The largest one is the judgment and interest of over \$16 million owed to the Estate of Maria Mangabao in Commonwealth v. Lot No. 353 New G, Civil Action No. 97-0266 ("Lot 353 case"). The Commonwealth also owes over \$3 million to the Heirs of Rita Rogolofoi; over \$500,000 to the Estate of Vicente S. Muna; over \$900,000 to the Estate of Cresencio I. Manglona; and over \$80,000.00 to Luisa B. Quitugua.

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The Legislature further finds that 4 CMC § 2308 earmarks the business gross revenue tax generated from the exclusive casino licensee holder's operations to several public purposes including the payment of land compensation, the increase of CUC's fuel adjustment

#### HOUSE BILL 20-103, HS1

clause, and the funding of the Commonwealth Healthcare Corporation, the Medical Referral Program, and the Public School System.

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On March 15, 2017, the Secretary of Finance stated that the Commonwealth had a balance of \$28,067,951 of funds reserved pursuant to 4 CMC § 2308 that was unobligated and has not been appropriated since that date. Thus, the Legislature further finds that there is a sufficient balance of § 2803 funding to pay all of the outstanding land compensation judgments.

8 The Legislature further finds the Commonwealth, having considered the unobligated 9 funds pursuant to § 2803, and due compliance with the Court Order requiring full payment or 10 filing of a payment plan, agreed to a stipulation filed in the Lot 353 case on July 21, 2017; in 11 the stipulation, the Commonwealth agreed to pay the remaining judgment and outstanding 12 interest in full by August 18, 2017, thereby avoiding the annual accrual of interest of nearly 13 \$1 million. It is also in the public interest to pay the outstanding land compensation 14 judgments in the other cases to satisfy longstanding judgments and avoid continued 15 Commonwealth liability for accrued interest.

Section 2. <u>Appropriation.</u> The unobligated and unappropriated funds in
4 CMC § 2308 are hereby appropriated as follows:

"(a) The amount of no more than \$16,291,763.36 is appropriated for the
payment and full satisfaction of the judgment including accrued interest in
*Commonwealth v. Lot No. 353 New G*, Superior Court No. 97-0266;

#### HOUSE BILL 20-103, HS1

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	(b) The amount of no more than \$2,970,534.57 is appropriated for the
	payment and full satisfaction of the judgment including accrued interest in
	Mar. Pub. Lands Auth. v. Heirs of Rita Rogolifoi, Civil Case No. 05-0197A;
	(c) The amount of no more than \$858,533.21 is appropriated for the paymen
	and full satisfaction of the judgment including accrued interest in Lizama v. Dep't o
	Pub. Lands, Civil Case No 08-0149;
	(d) The amount of no more than \$509,234.81 is appropriated for the payment
1	and full satisfaction of the judgment including accrued interest in Estate of Muna v
	Commonwealth, Civil Case No. 96-0769; and
	(e) The amount of \$83,553.08 for the payment of the outstanding pos
	judgment interest in Commonwealth v. Lot No. 218-5 R/W, Civil Case No. 96-1158."
	Section 3. <u>Severability.</u> If any provisions of this Act or the application of any suc
	provision to any person or circumstance should be held invalid by a court of competer
	jurisdiction, the remainder of this Act or the application of its provisions to persons c
	circumstances other than those to which it is held invalid shall not be affected thereby.
	Section 4. Savings Clause. This Act and any repealer contained herein shall not b
	construed as affecting any existing right acquired under contract or acquired under statute
	repealed or under any rule, regulation, or order adopted under the statutes. Repealer
	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 Ac
	becomes effective.

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HOUSE BILL	20-103,	HS1
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Section 5. Effective Date. This Act shall take effect upon its approval by the

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Governor, or its becoming law without such approval. Attested to by: Linda B. Muña, House Clerk b Certified by: SPEAKER RAFAEL S. DEMAPAN House of Representatives 20th Northern Marianas Commonwealth Legislature ed this day of 2017 LG. TORR S Gov rnor Commonwealth of the Northern Mariana Islands 4