

### COMMONWEALTH OF THE NORTHERN MARIANA ISLANDS

Eloy S. Inos Governor Jude U. Hofschneider Lieutenant Governor 3.1 DEC 2014

Honorable Ramon A. Tebuteb Chairman, Saipan & Northern Island Legislative Delegation Eighteenth Northern Marianas Commonwealth Legislature Saipan, MP 96950

Honorable Joseph P. Deleon Guerrero Speaker, House of Representatives Eighteenth Northern Marianas Commonwealth Legislature Saipan, MP 96950

Dear Mr. Chairman and Mr. Speaker:

This is to inform you that I have approved in part, and disapproved in part, House Local Bill No. 18-63,D2, an Act "[t]o appropriate \$3,672,000.00 from revenues to be collected pursuant to Saipan Local Law 11-2 as amended, anticipated being collected for Fiscal Year 2015; and for other purposes," which was passed by the Saipan and Northern Islands Legislative Delegation of the Eighteenth Northern Marianas Commonwealth Legislature.

HLB 18-63, D2 seeks to appropriate up to \$3,672,000.00 from local poker license fees of the Third Senatorial District for sixteen separate items. Section 2 of the bill lists the items of appropriation. Under Section 2(B)(8), the bill lists "\$200,000 to be equally distributed to each Precinct[.]"

An appropriation is an act of the Legislature that authorizes Commonwealth agencies to incur obligations and make payments from the Treasury for "specified purposes." 1 CMC § 7103(c). The appropriation must be for a public purpose and the expenditure may only be made pursuant to law. N.M.I. Const., art. X, § 1.

Nearly all of the line items of appropriation listed in HLB 18-63, D2 are for a specific and public purpose as required by law. However, line item Section 2(B)(2) does not satisfy this criteria.

Caller Box 10007 Saipan, MP 96950 Telephone: (670) 664-2200 /2300 Facsimile: (670) 664-2211/2311

Honorable Ramon A. Tebuteb Honorable Joseph P. Deleon Guerrero December 31, 2014 Page -2-

Section 2(B)(2) merely states that "\$200,000 to be equally distributed to each Precinct." First, a precinct is not an entity or program upon which funds can be bestowed upon unlike, for example, SHEFA. Second, Section 2(B)(8) does not state a specific purpose or any purpose whatsoever for what the expenditure authority is to use the funds for. This makes it impossible for the expenditure authority to determine whether the funds are being expended for a proper and public purpose as required by law. I believe such deficiency requires me to disapprove Section 2(B)(2). I therefore exercise the line item veto authority granted in Article II, Section 7(a) of the Commonwealth Constitution and disapprove said section.

For the reasons stated above, I am returning House Local Bill 18-63, D2 approved in part and disapproved in part. Thank you for your understanding on this matter.

Sincerely,

**ELOY S. INOS** 

CC: Lt. Governor

Press Secretary, Office of the Governor Special Assistant for Programs & Legislative Review



## Saipan & Northern Islands Legislative Delegation

## Eighteenth Northern Marianas Commonwealth Legislature

Third Senatorial District P.O. Box 500586 Saipan, MP 96950

Representative Ramon A. Tebuteb, Chairman

Representative John Paul P. Sablan, Vice Chairman

Senator Pete P. Reyes, Floor Leader

December 16, 2014

Honorable Eloy S. Inos Governor Commonwealth of the Northern Mariana Islands Saipan, MP 96950

Dear Governor Inos:

I am honored to transmit for your action House Local Bill No. 18-63, D2, entitled,

"A Local Appropriation Bill For An Act For The Third Senatorial District
"To appropriate \$3,672,000.00 from revenues to be collected pursuant to Saipan Local
Law 11-2 as amended, anticipated being collected for Fiscal Year 2015;
and for other purposes.."

This bill was passed unanimously by the Saipan and Northern Islands Legislative Delegation of the Eighteenth Northern Marianas Commonwealth Legislature, a quorum duly present, on First and Final Reading during its Fifth Day, Fourth Regular Session 2014 on December 11, 2014.

Sincerely,

ALICIA DLG. LEON GUERRERO

Delegation Clerk

**Enclosures** 



### SAIPAN AND NORTHERN ISLANDS LEGISLATIVE DELEGATION EIGHTEENTH NORTHERN MARIANAS COMMONWEALTH LEGISLATURE FOURTH REGULAR SESSION, 2014

#### **HOUSE LOCAL BILL NO. 18-63, D2**

# A LOCAL APPROPRIATION BILL FOR AN ACT FOR THE THIRD SENATORIAL DISTRICT

To appropriate \$3,672,000.00 from revenues to be collected pursuant to Saipan Local Law 11-2 as amended, anticipated being collected for Fiscal Year 2015; and for other purposes.

#### Offered by

Representative Ralph N. Yumul and one other on September 19, 2014

#### **HOUSE ACTION**

Transmitted to Saipan and Northern Islands Legislative Delegation for action on October 3, 2014

#### **DELEGATION ACTION**

Referred To

: SNILD Committee on Ways & Means (10/23/14)

**Comments Solicited** 

: Mayor of Saipan; Mayor of Northern Islands;

Chairman, SNI Municipal Council (10/3/14)

**Comments Received** 

Mayor of Saipan (10/21/14)

**Standing Committee Report** 

None

Passed First & Final Reading

: December 11, 2014 (w/D2)

Alicia DLG. Leon Guerrero, Delegation Clerk



# SAIPAN AND NORTHERN ISLANDS LEGISLATIVE DELEGATION Third Senatorial District Eighteenth Northern Marianas Commonwealth Legislature

FOURTH REGULAR SESSION, 2014

**HOUSE LOCAL BILL NO. 18-63, D2** 

# A LOCAL APPROPRIATION BILL FOR AN ACT FOR THE THIRD SENATORIAL DISTRICT

To appropriate \$3,672,000.00 from revenues to be collected pursuant to Saipan Local Law 11-2 as amended, anticipated being collected for Fiscal Year 2015; and for other purposes.

# BE IT ENACTED BY THE THIRD SENATORIAL DISTRICT DELEGATION PURSUANT TO CHAPTER 4, DIVISION 1, TITLE 1 OF THE COMMONWEALTH CODE:

- **Section 1.** Purpose. The purpose of this Act is to appropriate local funds for various purposes as follows: (a) Up to \$3,672,000.00 from the revenues generated from the poker fees to be collected for fiscal year 2015 pursuant to Saipan Local Law 11-2 as amended.
- **Section 2. Appropriation.** Notwithstanding any provision of law, the Saipan and Northern Islands Legislative Delegation (SNILD) hereby appropriates \$3,672,000.00 of the revenues to be collected for fiscal year 2015 pursuant to Saipan Local Law 11-2 as amended as follows:
  - (A) \$3,000,000.00 to Saipan Higher Education Financial Assistance (SHEFA);
  - (B) \$672,000.00 shall be allocated as follows:

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- (1) \$100,000.00 for the SHEFA operations;
- (2) \$25,000.00 for the Saipan Little League;
- (3) \$15,000.00 for the 31st Annual Flame Tree Arts Festival;
- (4) \$5,000.00 for the Agricultural Fair;

## House Local Bill No. 18-63, D2

1	(5)	\$30,000.00 for the Saipan Zoning Office for Enforcement
2		and Operations;
3	(6)	\$20,000.00 for the Liberation Day activities;
4	(7)	\$50,000.00 for the Cultural Village TIPIEEW;
\$	(8)	\$200,000 to be equally distributed to each Precinct;
4	(9) (i)	\$105,000.00 for the Medical Referral Program for patient(s)
7		stipend(s) for the Saipan and Northern Islands patients. The
8		expenditure authority for these funds shall be the Secretary of
g		Finance;
10	(ii)	\$15,000.00 for the Saipan and Northern Islands Legislative
11	*	Delegation (SNILD) operational funds under the expenditure
12		authority of SNILD Chairman; and
13	(10)	\$5,000.00 for Saipan Fishing Derby;
14	(11)	\$12,000.00 for the procurement of two (2) Port-A-Cool 36"
15		evaporator cooler units by the Department of Community and
16		Cultural Affairs;
17	(12)	\$10,000.00 for the NMI Crime Stoppers;
18	(13)	\$30,000.00 for the paving of a section of Mt. Tapochau Road; and
19	(14)	\$50,000.00 for the District Tournament Committee to host the
20		District and Regional Tournaments.
21	Section 3. Exp	enditure Authority. The expenditure authority for the funds und

Section 3. Expenditure Authority. The expenditure authority for the funds under Section 2(A), (B)(l) shall be the SHEFA Board Chairperson in concurrence with the SHEFA Board; provided further, that no funds appropriated herein should be expended for consulting and/or professional services contracts. The expenditure authority for the funds under Section 2(B)(2) thru (8) and (10) thru (14) of this Act shall be the Secretary of Finance.

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**Section 4.** Reprogramming. Funds appropriated under this act shall not be reprogrammed for any other purpose. Funds allotted under Section 2(B)(1) of this Act shall not be used for consulting and/or professional services contracts. Notwithstanding any provision of law, all capital improvement projects funded under this Act shall be without fiscal year limitation.

Section 5. <u>Allotment of Funds</u>. In the event that the revenue collections do not meet the appropriated amount in this Act, the Secretary of Finance shall allot each program an amount based on the percentage of the programs appropriation proportionately.

#### Section 6. Management of Funds.

- (A) The Secretary of Finance shall regulate and control the expenditure of the funds appropriated by this Act to ensure that appropriated funds are not expended contrary to the law, fiscal management policies, and practices of the Commonwealth.
- (B) <u>Public Accountability</u>. The Secretary of Finance shall regulate and control the expenditure of the funds appropriated by this Act to ensure that appropriated funds are not expended contrary to the law, fiscal management policies, and practices of the Commonwealth. All funds are subject to public accountability and all recipients shall provide a detailed written report concerning the use of all funds expended.
- **Section 7.** <u>Severability</u>. If any provision 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 8.** 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.

Section 9. <u>Effective Date</u>. This Act shall take effect upon its approval by the Governor or its becoming law without such approval.

**CERTIFIED BY:** 

RAMON A. TEBUTEB

Chairman

Saipan & Northern Islands Legislative Delegation OSEPN P. DELEON GUERRERO

Speaker

House of Representatives

on this 315

this 3/9 day

lu ,2014.

**ELOY S. INOS** 

Governor

Commonwealth of the Northern Mariana Islands