I MINA'TRENTAI TRES NA LIHESLATURAN GUÅHAN 2016 (SECOND) Regular Session

Bill No. <u>378 -33CO</u>DR)

Introduced by:

T. C. Ada
B. J. F. Cruz
J. T. Won Pat, Ed. D
R. J. Respicio

7 22 M 1: 50 W

AN ACT TO AUTHORIZE A LEASE BETWEEN THE CHAMORRO LAND TRUST COMMISSION AND INADAHEN I LINA'LA' KOTTURAN CHAMORU, INC. ON LOT 5173-1-R2NEW-4, MUNICIPALITY OF TAMUNING, FOR USE AS A CULTURAL CENTER.

BE IT ENACTED BY THE PEOPLE OF GUAM:

Section 1. Legislative Findings and Intent. I Liheslaturan Guåhan finds that from time to time there is a need for legislative intervention to perpetuate the

Chamorro culture.

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I Liheslaturan Guåhan also finds that there are only two Chamorro cultural centers in the entire world. Gef Pa'go in the village of Inarajan serves as the cultural center in Southern Guam and Sågan Kotturan Chamoru (SKC) serves as the cultural center in Central and Northern Guam.

I Liheslaturan Guåhan further finds that SKC's use and occupancy of the land under which they operate is a temporary license issued by the Chamorro Land Trust Commission. The License is attached for reference as Exhibit A. The two Chamorro cultural centers in the world are at best, tenuous, in their occupancy and use of the lands upon which they are situated and operate.

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1	I Liheslaturan Guåhan intends to create and authorize a legislative lease for				
2	the cultural center at Ypao Point, now licensed by the Chamorro Land Trust				
3	Commission, to the non-profit organization Inadahen I Lina'la' Kotturan Chamoru,				
4	Inc.				
5	Section 2. Property Identified for a Cultural Center. Lot No. 5173-1-				
6	R2NEW-4, Municipality of <i>Tamuning, Ypao Point</i> , containing an area of 34,419±				
7	square meters as shown on Department of Land Management Map No. 004FY2011				
8	attached as Exhibit B shall be the location of the cultural center now known as				
9	Sågan Kotturan Chamoru. The Chamorro Land Trust Commission is authorized to				
10	lease Lot No. 5173-1-R2NEW-4, Municipality of Tamuning, Ypao Point				
11	containing an area of 34,419± square meters to the non-profit organization known				
12	as Inadahen I Lina'la' Kotturan Chamoru, Inc.				
13	Section 3. Terms of the Lease.				
14	Reference documents include:				
15	A copy of the existing License is attached for reference as Exhibit A.				
16	A copy of the organization's Corporate Charter Paper is attached for				
17	reference as Exhibit B.				
18	A copy of the Department of Land Management recorded Map, Document				
19	No. 814430 is attached for reference as Exhibit C.				
20	A copy of a digital aerial view of Lot 5173-1-R2NEW-4 is attached for				
21	reference as Exhibit D.				
22	The terms and conditions of the Lease shall be identical to the existing				
23	License except for; which shall be:				
24	(a) Description of Property: Lot 5173-1-R2NEW-4, Municipality				
25	of Tamuning, Ypao Point containing an area of 34,419 square meters or 8.5				
26	acres as shown on Map No. 004FY2011 recorded at the Department of Land				
27	Management as Document No. 814430.				

1	(b)	Term: 99 years			
2	(c)	Option to Extend: At the discretion of the Chamorro Land Trust			
3	Commissio	on a second seco			
4	(d)	Compensation: \$1 per year			
5	(e)	Termination: No provisions to terminate.			
6	Section 4. Signatories to Lease.				
7	The Chairperson and the Administrative Director of the Chamorro Land				
8	Trust Commission, authorized by board resolution, shall be signatories to this				
9	lease.				
10	Section 5.	Effective Date. This Act shall take effect upon enactment. The			
11	Department of Land Management and the Chamorro Land Trust Commission are				
12	hereby directed to complete signatures in this lease within 15 calendar days of the				
13	enactment of this Act.				
14	Section 6.	Severability. If any provision of this law or its application to any			
15	person or circums	tance is found to be invalid or contrary to law, such invalidity shall no			
16	affect other provisions or applications of this law, which can be given effect without th				
17	invalid provisions or applications and to this end the provisions of this act are severable				



Felix P. Camacho Governor of Guam

Kaleo S. Moylan Lieutenant Governor of Guam

Commission Members

Delfin R. Damian, Jr., Chairman

> Annie R. Perez Commissioner

David J. Matanane Commissioner

> Oscar A. Calvo Commissioner

(Vacant) Commissioner

Joseph M. Borja Acting Administrative Director

Chamorro Land Trust Commission

(Kumision Inangokkon Tano' Chamoru)

P.O. Box 2950 Hagåtña, Guam 96932

Phone: 475-4251 Fax: 477-8082

Exhibit A of Bill No.

Chamorro Land Trust Commission License Agreement

THIS LICENSE AGREEMENT is made effective as of December 1, 2006 by and between the Chamorro Land Trust Commission whose mailing address is P.O. Box 2950, Agana, Guam 96910 ("Licensor") and Inadahen I Lina'la' Kotturan Chamoru, Inc. whose mailing address is P.O. Box 4157 Hagatna, Guam 96932 ("Licensee").

RECITALS

WHEREAS, Licensor has jurisdiction over Lot No. 5173-1-R2NEW-4NEW-1, Municipality of Tamuning Guam, by virtue of the "Administrative Transfer of Jurisdiction of Certain Government of Guam Lands" dated January 19, 1994, recorded under Document No. 503740 at the Department of Land Management; and

WHEREAS, Licensee had demonstrated interest to the government of Guam in a license within Lot No. 5173-1-R2NEW-4NEW-1, Municipality of Tamuning, Guam, containing an area of 8 acres, more accurately described and delineated in Exhibit "A" of this Agreement, hereinafter referred to as the "PROPERTY" for the purpose of a locally owned and managed Chamoru Cultural Center with related retail and instructional facilities; and

WHEREAS, Licensor received testimony from Licensee, outlining its intentions, proposed activities and physical layout within the PROPERTY; and

WHEREAS, Licensee, is particularly interested in the PROPERTY; and WHEREAS, Licensor has determined that highest and best use of the PROPERTY is not realized in residential or agricultural activities; and

WHEREAS, the PROPERTY can be used most effectively by Licensee; and

WHEREAS, Licensor has the authority to grant a five (5) year base term license with options to renew for three (3) additional five (5) year periods to Licensee, for such purposes pursuant to §75107(c) of Title 21, Guam Code Annotated; and

WHEREAS, on November 22, 2006, Licensor voted to approve the grant to such license;

NOW THEREFORE, in consideration of the mutual promises contained in this Agreement, the parties agree as follows:

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GRANT OF LICENSE; DESCRIPTION OF PROPERTY

Licensor hereby grants to Licensee a license to occupy and use, subject to all of the terms and conditions of this Agreement, the following described real PROPERTY within:

Lot No. 5173-1-R2NEW-4NEW-1, Municipality of Tamuning, Guam, containing 8 buildings within an area of 8 acres, as delineated in Exhibit "A" attached and made a part hereof.

The Licensor shall have the right to itself and to the agents and representatives of the government in which said licensed PROPERTY is situated, to enter and cross any portion of said licensed PROPERTY for the purpose of performing any public or official duties; provided, further, in the exercise of such rights, the Licensor shall not unreasonably interfere with the Licensee's use and enjoyment of the PROPERTY.

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TERM

Except as otherwise provided herein, the term of this Agreement shall be for a period not to exceed five (5) years, commencing December 1, 2006 (the "Commencement Date") and ending at midnight on December 1, 2011 (the "Termination Date").

OPTION TO EXTEND

Licensee shall have the right to extend the term of this Agreement upon the same terms, covenants and conditions as herein contained, except as otherwise provided herein, for three (3) successive additional periods of five (5) years each from and after the Termination Date hereof. In order to exercise said option to extend; Licensee shall deliver to Licensor written notice of the intent to extend the term, no later than sixty (60) days before the end of the then-current term of the Agreement.

IV

LIMITATION TO DESCRIBED PURPOSE

The PROPERTY may be occupied and used by licensee solely for the activities proposed by Licensee and for incidental purposes related to the operation and maintenance of a Chamoru Cultural Center from the Commencement Date, and continuing until this agreement is terminated as provided herein. Licensee shall procure all requisite authorization and permits from the appropriate government of Guam agency or authority for any licensed activity.

V

COMPENSATION

Licensor and Licensee expressly acknowledge that a deferment of compensation for this license shall be allowed for the construction period of eighteen (18) months commencing on the date of this agreement. Licensor and Licensee expressly acknowledge that upon completion of the deferment period previously described herein compensation for this license shall be equal to five percent (5%) of each (US) dollar collected as entrance fee(s) assessed from visitors into the Chamoru Cultural Center and/or its related facilities located within the property.

The license fees shall be payable quarterly and supported by certified financial statements of the licensee's activities on the property and provided to the licensor upon payment of license fees as stated herein and quarterly thereafter.

1. If Licensee shall exercise its option to extend the term of this agreement, the quarterly fee during the extended term shall be based on the present use value of the

licensed land, exclusive of the improvements on the PROPERTY. The increase of the quarterly fees shall be reviewed by both parties and mutually agreed upon but in no event shall said increase exceed ten percent (10%) of each (US) dollar collected as entrance fee(s) described herein.

- 2. Notwithstanding Article IX of this agreement, Licensee, may, at the Licensor's discretion, and may not without Licensor's prior written consent, provide space and/or accommodations to others than the Licensee, for related activities and/or within the property and their facilities, provided, further Licensee shall:
 - i. Provide written notification to Licensor
- ii. Pay to Licensor forty percent (40%) of any rental payments, fees or assessments of any sort received by Licensee for said space and/or accommodations.

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TERMINATION

This Agreement may be terminated by either party on one hundred eighty (180) days prior written notice to the other party without cause, or on ninety (90) days written notice for cause. For purposes of this Agreement, cause shall mean the non-compliance of any provisions of this Agreement, the Chamorro Land Trust Act, or any adjudicated regulations of the Licensor. Pursuant to 21 Guam Code Annotated Section 75107(c), the term of this Agreement shall be for a period not to exceed twenty-one (21) years. Upon termination by notice for cause for non-compliance of any provisions of this Agreement, the Chamorro Land Trust Act, any adjudicated regulations of the Licensor, or expiration of twenty-one (21) years, this Agreement shall become null and void, except that either party may enforce any and all obligations of Licensee arising out of acts or failure to act, occurring prior to such termination.

VII

NO INTEREST IN REAL PROPERTY

Licensee expressly acknowledges and agrees that it does not and shall not claim at any time any interest or estate of any kind or extent whatsoever in the above described real property of Licensor, by virtue of the rights granted under this Agreement or its occupancy or use granted herein.

VIII

ASSIGNMENT OF RIGHTS

The rights of Licensee under this Agreement are personal to Licensee and may not be transferred or assigned to any other person, firm, corporation or other entity without the expressed written consent of the Licensor.

IX

INDEMNIFICATION OF LICENSOR

In consideration of the privilege granted by this Agreement, Licensee shall not claim any costs, claims or damages from Licensor in connection with or on account of any injuries or damages arising in or on the real property described above regardless of the fault or negligence of Licensor while being used by Licensee and Licensee's Officers, employees, members, guests or invitees and Licensee shall indemnify Licensor from any and all costs, losses, claims or damages of any kind or nature arising in connection with the use of the real property described above by Licensee and Licensee's officers, employees, members, guests or invitees.

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NO WARRANTY

Licensor does not warrant or represent that the real property described above is suitable for the purposes for which it is permitted to be used.

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ENTIRE AGREEMENT

This Agreement shall constitute the entire agreement between the parties and any prior understanding or representation of any kind preceding the date of this Agreement shall not be binding upon either party except to the extent incorporated in this Agreement.

XII

MODIFICATION OF AGREEMENT

Any modification of this Agreement or additional obligation shall be binding only if evidenced in writing signed by each party or an authorized representative of each party.

XIII

GOVERNING LAW

It is agreed that this Agreement shall be governed by, constructed, and enforced in accordance with 21 GCA, Chapter 75, and the laws of Guam.

XIV

NO WAIVER

The failure of either party to this Agreement to insist upon the performance of any of the terms and conditions of this Agreement, or the waiver of any breach of any of the terms and conditions of this Agreement, shall not be construed as thereafter waiving any such terms and conditions, but the same continue and remain in full force and effect as if no such forbearance or waiver had occurred.

XV

BINDING EFFECT

This Agreement shall bind and inure to the benefit of any respective successors of the parties.

XVI

NOTICES

Any notice provided for or concerning this Agreement shall be in writing and shall be deemed sufficiently given when sent by certified or registered mail to the respective address of each party as set forth at the beginning of this Agreement.

XVII

INDEMNIFICATION OF CHAMORRO LAND TRUST COMMISSION

Notwithstanding anything to the contrary in this license and irrespective of any insurance carried by Licensee for the benefit of Chamorro Land Trust Commission, Licensee agrees to hold Chamorro Land Trust Commission harmless from any claim or demand by third persons for loss, damage, or injury including claims for property damage, personal injury or wrongful death occurring in, on, or about the PROPERTY, including sidewalks and parking areas adjacent thereto, or occasioned by any nuisance made or suffered on the PROPERTY, or by any fire thereon, or growing out of, or cause by any

failure on the part of the Licensee to maintain the PROPERTY in a safe condition and will reimburse Chamorro Land Trust Commission for all costs and attorneys' fees in connection with the defense of any such claim.

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XVIII

PUBLIC LIABILITY AND PROPERTY DAMAGE INSURANCE

Licensee will procure, at its own cost and expense and keep in force during said term for the mutual benefit of Chamorro Land Trust Commission and Licensee, a policy of comprehensive liability insurance in such form and with such insurance company as Chamorro Land Trust Commission shall approve, with minimum limits of not less than \$300,000.00 for injury or death to one person and not less than \$100,000.00 for any one occurrence, and a policy in the sum of \$100,000.00 insuring against claims of third persons for property damage. Said policy or policies or copies thereof must be deposited with the Chamorro Land Trust Commission and must cover the PROPERTY, including entrances to the PROPERTY, and sidewalks and parking areas adjacent to the Chamorro Land Trust Commission may review the foregoing limits of PROPERTY. coverage and require increases therein but shall not require increases more frequently than annually. Said policy or policies shall also contain a clause stating that the insurer will not cancel or change insurance coverage without first giving the Chamorro Land Trust Commission and Licensee thirty (30) days prior written notice of such change or cancellation.

XIX

PRE-EXISTING CONDITIONS AND RELEASE OF LIABILITY

Parties recognize there may be known or unknown pre-existing conditions on subject property, and agree to hold each other harmless from any liability arising out of such conditions.

IN WITNESS WHEREOF, each party to this Agreement has caused it to be executed at Agana, Guam, on the due date and year first above written.

By:	By:						
Joseph M. Borja, Acting Administrative Director Chamorro Land Trust Commission	Anna Marie B. Arceo, President Inadahen I Lina'la' Kotturan Chamoru, Inc.						
Date: Lecus Lecus 2006	Date:						
ACKNOWLEDGEMENT							
On this day of, 2006, before me the undersigned notary personally appeared Joseph M. Borja, Acting Administrative Director, known to me to be the person whose name is subscribed to the within instrument and for it's stated purpose.							
In witness whereof I have hereunto affixed my name and official seal.							
	Notary Public My Commission Expires						
Ackno	Teresa T, Topasna NOTARY PUBLIC In end for Guem U.S.A. My Commission Expires: July 28, 2009 P.O. Box 2950, Hagstna, Guem 96932						
On this day of, 2006, before me the undersigned notary personally appeared Anna Marie B. Arceo, known to me to be the person whose name is subscribed to the within instrument and for it's stated purpose.							
In witness whereof I have hereunto affixed my name and official seal.							
	Notary Public My Commission Expires						
Teresa T. Topasna NOTARY PUBLIC In and for Guam U.S.A. Ny Commission Explose: July 28, 2009	Initials: VIAN AMA AMA Page 8 of 8						

GOVERNMENT OF GUAM Department of Revenue and Taxation

INCORPORATION CERTIFICATE

This is to certify that the Articles of Incorporation of

INADAHEN I LINA'LA' KOTTURAN CHAMORU, INC.

, , , , ,	ADAILEN I LINA LA ROTTURAN	CHAMORO, INC.	
have been duly filed and enter	red in accordance with Baw underCl	harter No: D-15191	in the
Records of Articles of Incom	rporation in the Department of Reve	enue and Taxation Sover	nment of Suam.
Effective 3:50 PM	M, Suam Pacific Time on	January 25	<u>~%2006</u> ,
•	rticles of Incorporation and their a.		
,	under the name INADAHEN I LINA! Articles of Incorporation, not exceeding		
		, , , , , , , , , , , , , , , , , , ,	<i>J</i>
	In Witness Whereof, Thave hereunto	subscribed my name officially	y, and have hereon
	impressed my Seal of Office at the City of	•	on this 25th
	day ofJanuary	Л.Д. Ж <u>2006</u> .	
	art	terrio B. Maeya	
	***	TEMIO B. ILAGAN irector of Revenue and Taxatio	
~ 4/ 4/ ·	<i>[1]</i>		

Exhibit C of Bill No.

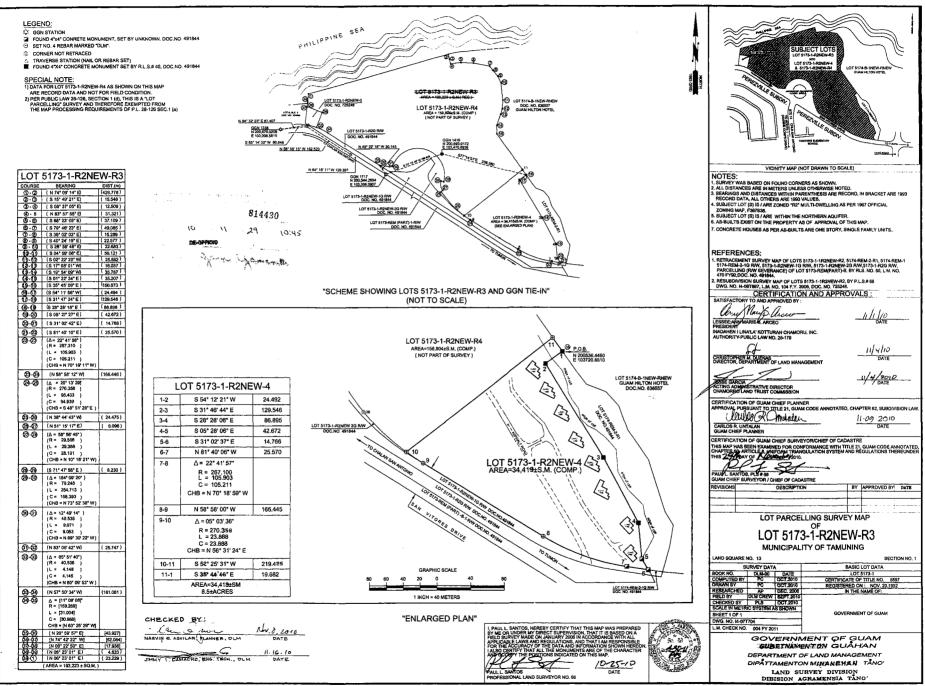


Exhibit D of Bill No.

