



# **121st MAINE LEGISLATURE**

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**Legislative Document** 

No. 1406

H.P. 1033

House of Representatives, March 20, 2003

## An Act To Separate the Office of Tourism from the Office of Community Development

Submitted by the Department of Economic and Community Development pursuant to Joint Rule 204.

Reference to the Committee on Business, Research and Economic Development suggested and ordered printed.

Millicent M. Mac Failand

MILLICENT M. MacFARLAND Clerk

Presented by Representative COWGER of Hallowell.

Cosponsored by Representatives: HATCH of Skowhegan, RECTOR of Thomaston, Senator: SHOREY of Washington.

Be it enacted by the People of the State of Maine as follows: 2 Sec. 1. 5 MRSA §13055, sub-§1, as amended by PL 1995, c. 560, Pt. B,  $\S2$ , is further amended to read: 4 6 Organizations. The department contains the following 1. organizations: 8 Α. The Office of Business Development; and 10 в. The Office of Tourism and-Community-Development, and 12 F. The Office of Community Development. 14 Sec. 2. 5 MRSA §13072, first ¶, as amended by PL 1995, c. 560, 16 Pt. B,  $\S9$ , is further amended to read: 18 The Office of Tourism-and Community Development shall assist municipalities in planning for and achieving economic growth and 20 development while, at the same time, preserving and protecting their resources and assets. To achieve this purpose, the department, through the office, shall strive to remove barriers 22 to balanced economic growth and provide planning, technical and 24 financial resources to the municipalities to enhance economic development. 26 Sec. 3. 5 MRSA §13072, 2nd ¶, as amended by PL 1995, c. 560, Pt. B, §10, is further amended to read: 28 30 The Director of the Office of Teurism -- and Community Development shall administer the office in accordance with the policies of the commissioner and the provisions of this chapter. 32 The director has the following powers and duties. 34 Sec. 4. 5 MRSA §13073-A, first ¶, as enacted by PL 1999, c. 731, Pt. VVV, §2, is amended to read: 36 The Director of the Office of Tourism--and Community 38 Development shall administer the Regional Economic Development Assistance Fund, referred to in this section as the "fund." 40 Sec. 5. 5 MRSA §13073-A, sub-§1, as enacted by PL 1999, c. 42 731, Pt. VVV, §2, is amended to read: 44 Fund established. The fund is established 1. as a nonlapsing fund within the Office of Tourism--and Community 46 Development. 48 Sec. 6. 5 MRSA §13090-C, sub-§1, as reallocated by RR 1995, c. 2, §11, is amended to read: 50

 1. Tourism; establishment. The Office of Tourism and Gemmunity-Development shall administer a program to support and expand the tourism industry and promote the State as a tourist destination. The Director of the Office of Tourism and-Community
 Development shall administer the office in accordance with the policies of the commissioner and the provisions of this article.
 The office includes the Maine Tourism Commission and the Maine State Film Commission.

Sec. 7. 5 MRSA §13090-C, sub-§2, as reallocated by RR 1995, c. 2, §11, is amended by amending the first paragraph to read:

14 **2. Duties.** The Director of the Office of Tourism and Community-Development shall:

Sec. 8. 5 MRSA §13090-D, sub-§§1 and 2, as reallocated by RR 18 1995, c. 2, §11, are amended to read:

 Historical markers. The Director of the Office of Tourism and-Community-Development may erect historical markers or signs on any highway. No more than 10 historical markers may be erected in one year. Markers that would interfere with reasonable use of highways may not be erected.

26 2. Review council. The Director of the Office of Tourism and-Community-Development shall consult with the Maine Historic Preservation Commission and the Department of Transportation on 28 the historical marker program. Before erecting any marker, the Historic 30 director shall secure the Maine Preservation Commission's approval of the marker, the marker's location and the marker's wording. 32 The Maine Historic Preservation Commission shall obtain, or cause to be obtained, as needed, information on 34 the event to be commemorated and on the appropriate location for the marker, including consulting historians and holding public 36 hearings.

38 Sec. 9. 5 MRSA §13090-E, as reallocated by RR 1995, c. 2, §11, is amended to read:

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§13090-E. Tourism marketing and development strategy

1. Development. The Office of Tourism and--Community 44 Development shall develop a 5-year marketing and development strategy for state tourism growth that maximizes the 46 effectiveness of state and private sector contributions in attracting visitors to the State and increasing tourism-based 48 The strategy must incorporate components of direct revenues. marketing in maintenance and primary markets, matching grants 50 programs, trade markets, regional development and research.

2 The Office of Tourism and--Community 2. Administration. Development shall administer the components of the strategy after 4 development. Administration includes development of new markets, creation of an image of the State to entice visitor inquiries and 6 provision of appropriate technical assistance and response mechanisms. The Office of Tourism and--Gommunity--Development 8 shall support staffing of the visitor information centers and fulfill tourism information requests and shall work in 10 partnership with the tourism industry in the State in administering the strategy. 12

Sec. 10. 5 MRSA §13090-F, as amended by PL 1999, c. 445, §1, 14 is further amended to read:

16 §13090-F. Maine Tourism Commission

 Maine Tourism Commission. The Maine Tourism Commission, established by section 12004-I, subsection 87 and referred to in this section as the "commission," shall assist and advise the Office of Tourism and--Gommunity--Development to achieve its purpose under section 13090-C. The commission consists of 24 voting members appointed by the Governor as follows:

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- A. Three members representing the outdoor sporting
   26 interests of the State, including:
- 28 (1) One member representing a statewide organization of hunters, anglers and trappers;
- (2) One member representing the interests of large32 landowners; and
- 34 (3) One member representing a statewide organization of licensed Maine guides;
- B. Eight public members who represent their respective
   regions and have experience in the field or have
   demonstrated concern for the travel industry; and
- C. Thirteen members of major tourism trade associations, 42 including:
- 44 (1) At least one member representing a statewide organization of hotels, motels and inns;
- (2) At least one member representing a statewide48 organization of restaurants;
- 50 (3) At least one member representing a statewide organization of campground owners;

2 (4) At least one member representing the retail sector in the State; 4 (5) At least one member representing the motorcoach б industry; representing air 8 (6) At least one member thetransportation industry; 10 At least one member representing arts and cultural (7) 12 organizations; and At least one member representing a statewide 14 (8) organization of children's camps. 16 The terms of the voting members are for 4 years each. The Governor shall fill a vacancy in the membership for any unexpired 18 term. The commissioners, directors or designees of the following state departments or offices shall serve as ex officio, nonvoting 20 members of the commission: the department; the State Planning the Department of Conservation; the Department of 22 Office; Transportation; the Department of Inland Fisheries and Wildlife; 24 the Department of Agriculture, Food and Rural Resources; the Department of Education; and the Bureau of Public Improvements. 26 The Canadian Affairs Coordinator shall also serve as an ex officio, nonvoting member of the commission. A chair and 28 vice-chair of the commission must be elected annually from the appointed membership. 30 2. Powers and duties. The commission shall: 32 Recommend rules for the implementation of section Α. 13090-G and make recommendations on the award of matching 34 funds to the commissioner and the Director of the Office of 36 Tourism and-Community-Development; 38 в. Recommend policy guidelines on marketing, promotion and advertising strategies to the Office of Tourism and Community-Development; 40 42 C. Conduct public hearings necessary to obtain input concerning tourism policy development from а broad 44 cross-section of travel interests; Assist the Office of Tourism and-Community-Development 46 D. in providing technical assistance to the travel industry and in planning and conducting periodic tourism conferences; 48 50 Prepare a report for annual submission to the Governor Ε.

- and the Legislature relative to the programs, policies and accomplishments of the commission; and
- F. Assist the Office of Tourism and-Community-Development in other areas the commissioner considers appropriate and necessary to ensure the successful implementation of this section.
- 3. Compensation. Commission members are entitled to10 compensation as provided by chapter 379.

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- 12 Sec. 11. 5 MRSA §13090-G, sub-§1, ¶B, as reallocated by RR 1995, c. 2, §11, is amended to read:
- B. To strengthen the State's image by coordinating the promotional efforts of the private sector with those of the Office of Tourism and-Gommunity-Development.
- Sec. 12. 5 MRSA §13090-G, sub-§4, as reallocated by RR 1995, c. 2, §11, is amended to read:
- 2.2 Administration. The Office of Tourism and--Gommunity 4 Development shall administer the Travel Promotion Matching Fund 24 Program with such flexibility as to bring about the most effective and economical travel promotion program possible. 26 Applications from all regions of the State must be equally The Maine Tourism Commission shall recommend rules considered. 28 and procedures necessary and appropriate to the proper operation of the Travel Promotion Matching Fund Program. These rules must eliqibility requirements, allocation 30 establish formulas, application procedures and criteria subject to the final approval The Maine Tourism Commission shall 32 of the commissioner. establish a schedule for review of grant applications and make timely recommendations of grant awards to the Office of Tourism 34 and--Community--Development. Grants recommended by the Maine Tourism Commission to the Office of Tourism and--Community 36 Development must be approved by the Director of the Office of Tourism and-Gommunity-Development prior to any disbursement of 38 funds.
- Sec. 13. 5 MRSA §13090-H, sub-§1, as reallocated by RR 1995, 42 c. 2, §11, is amended to read:

 Maine State Film Commission established. The Maine State Film Commission, as established by section 12004-I,
 subsection 88, is within the Office of Tourism and-Community Development and shall advise and assist the office as necessary.
 The commission shall advise the commissioner and the Director of the Office of Tourism and-Community-Development with respect to the operation of the Maine State Film Commission program.

2 Α. The commission consists of 11 members appointed by the Governor. 4 (1)The members appointed must be involved in a field б related business or have experience or familiarity with media marketing or public relations. 8 Governor shall equitable The ensure an regional representation from the State. 10 (2)The Director of the Maine Arts Commission and the 12 commissioner shall serve as ex officio, nonvoting members of the commission. 14 The terms of office of commission members are as follows. Β. 16 All members are appointed for 3-year terms. Of (1)18 those first appointed, 3 are appointed for 3-year terms, 4 are appointed for 2-year terms and 4 are 20 appointed for one-year terms. The Governor shall designate the terms of office of those first appointed 22 at the time of appointment. 24 Members shall serve until their successors are (2)appointed and take office. The Governor may terminate 26 the membership of any appointee for just cause and the reason for the termination must be communicated in 28 writing to each member whose term is so terminated. 30 (3) Vacancies must be filled in the same manner as original appointments, except that any person appointed 32 to fill a vacancy shall serve for the remainder of the unexpired term of the vacancy. 34 C. The chair and vice-chair are appointed by the Governor 36 annually at the first meeting of the commission and serve for one-year terms. 38 The chair shall call meetings of the commission. (1)40 D. Members are compensated for expenses only in accordance 42 with chapter 379. 44 Financing of promotional and development materials and Ε. expenses pursuant to this section must be made with funds within the limit of the budget of the department for the 46 Office of Tourism and-Community-Development. 48 Sec. 14. 5 MRSA §13090-H, sub-§2, ¶B, as reallocated by RR 50 1995, c. 2, §11 and corrected by §14, is amended to read:

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B. To advise and assist the Director of the Maine State Film Office and the Director of the Office of Tourism and
Gemmunity--Development with respect to this section and section 13090-I;

Sec. 15. 5 MRSA §13090-I, as reallocated by RR 1995, c. 2, 8 §11, is amended to read:

10 §13090-I. Maine State Film Office

12 The Maine State Film Office is established within the Office of Tourism and-Community-Development. The Director of the Maine
 14 State Film Office is responsible for undertaking a program of film promotion and implementing the recommendations and policies
 16 of the commissioner.

18 Sec. 16. 5 MRSA §13090-J, as enacted by PL 1997, c. 395, Pt. H, §1, is amended to read:

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#### §13090-J. Tourism Cooperative Marketing Fund

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Statement of purpose. The Tourism Cooperative Marketing
 Fund is established to allow the Office of Tourism and-Community
 Development to accept private donations to be used in support of
 special public and private marketing opportunities.

28 2. Tourism Cooperative Marketing Fund. The Tourism Cooperative Marketing Fund, referred to in this section as the 30 "fund," is established as an interest-bearing account. 211 charges collected pursuant to this section must be deposited into 32 the fund. All interest earned by the account becomes part of the fund. Any balance remaining in the fund at the end of the fiscal year does not lapse but is carried forward into subsequent fiscal 34 years. Revenue to the fund is collected, managed, deposited, invested and disbursed by the Office of Tourism and--Community 36 Development.

3. Revenue sources. For purposes of funding its
 40 activities, the Office of Tourism and-Community-Development is authorized to accept donations from private sources and shall
 42 consult with donors in making distribution determinations.

44 4. Administrative costs. The Office of Tourism and Gemmunity-Development may retain a portion of the total donations
46 collected equivalent to the office's administrative costs incurred in the collection and remission of the donations, not
48 to exceed 2% of the total donations collected. 5. Reporting requirements. The Office of Tourism and
Community-Development shall submit a report by February 1, 1998 and February 1st of each subsequent year to the joint standing
committees of the Legislature having jurisdiction over economic development matters and appropriations and financial affairs
identifying the amount collected and how the fund was disbursed by the office.

6. Repeal. This section is repealed on July 1, 2007. The
Office of Tourism and--Community-Development shall provide its recommendations to the Governor and the joint standing committee
of the Legislature having jurisdiction over economic development matters concerning the need for extending authorization of the
14 fund.

Sec. 17. 5 MRSA §13092-A, as enacted by PL 1989, c. 553, §1
 and amended by c. 700, Pt. A, §21 and repealed by c. 875, Pt. M,
 §§8 and 13, is repealed.

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### **SUMMARY**

This bill separates the Office of Tourism and Community 24 Development in the Department of Economic and Community Development into 2 separate and distinct offices.