

LEGAL NOTICE NO. 52

REPUBLIC OF TRINIDAD AND TOBAGO

THE TOURISM DEVELOPMENT ACT, CHAP. 87:22

ORDER

MADE BY THE MINISTER UNDER SECTIONS 16 AND 17 OF THE TOURISM
DEVELOPMENT ACT

THE TOURISM DEVELOPMENT (APPROVED TOURISM
PROJECT) (KAPOK HOTEL AND RESTAURANT COMPANY
LIMITED) ORDER, 2008

1. This Order may be cited as the Tourism Development (Approved Tourism Project) (Kapok Hotel and Restaurant Company Limited) Order, 2008. Citation

2. Kapok Hotel and Restaurant Company Limited (hereinafter referred to as “the approved tourism project”) located at 16–18, Cotton Hill, Port-of-Spain, is hereby declared to be an approved tourism project for the purposes of the Tourism Development Act (hereinafter referred to as “the Act”). Approved tourism project
Chap. 87:22

3. For the purpose of this Order, the owner or operator of the approved tourism project is Kapok Hotel and Restaurant Company Limited. Owner or operator

4. (1) This Order is deemed to have come into effect in respect of the owner on 1st January, 2002. Effective date

(2) This Order, except in respect of clause 5(b), (c) and (d), ceased on 31st December, 2006.

5. The owner of the approved tourism project is entitled to the following tax benefits under the Act: Tax benefits

- (a) a tax exemption for a period of five (5) years in respect of twenty-six per cent of gains or profits accruing from the approved tourism project in accordance with section 3(3)(a) of the Act;
- (b) until 31st December, 2014, a capital allowance at the rate of one-fifth for five accounting periods from 1st January, 2007 in respect of the sum of fourteen million, six hundred and nineteen thousand, eight hundred and sixty-three dollars (\$14,619,863.00) incurred in the creation of the approved tourism project, in accordance with section 35A (1)(a);

- (c) until 31st December, 2014, an accelerated depreciation at the rate of twenty per cent for five accounting periods from 1st January, 2007 on depreciable equipment owned by the hotel operator and used in the approved tourism project, in accordance with section 35A (1)(b);
- (d) a carryover from a tax exemption period, if any, of any loss arising out of the operation or renting of the approved tourism project in accordance with section 3(4)(a) of the Act; and
- (e) a tax exemption in accordance with section 3(5) of the Act in respect of dividends to be distributed by the owner of the approved tourism project.

Conditions

6. (1) This Order is subject to the following conditions:

- (a) the operator of the approved tourism project shall at all times, manage and operate the approved tourism project in a proper and efficient manner and in accordance with the Hotel Proprietor's Act;
- (b) the operator of the approved tourism project shall promote in the operation of the approved tourism project, the use and sale of products produced in Trinidad and Tobago;
- (c) the operator of the approved tourism project shall not practise or allow to be practised in the operation of the approved tourism project, any discrimination on the grounds of race, colour, class, creed or religion in the acceptance and treatment of any tourist; and
- (d) the owner or operator of the tourism project shall—
 - (i) observe the practice and policy generally accepted in Trinidad and Tobago with respect to labour relations and conditions of employment; and
 - (ii) as far as practicable, recruit its employees through the Employment Exchange of the Ministry with responsibility for labour.

Chap. 87:55

(2) Where an owner or operator fails to observe the continuing conditions in subclause (1), the Minister may by Notification in accordance with section 16(2)(c) of the Act, deem the Order inoperative.

Tourism
transfer tax

7. (1) Where an approved tourism project or any part thereof, which enjoyed benefits under the Act is sold or used other than in a manner stated in the Order, a tourism transfer tax shall be paid in accordance with section 6(1) of the Act.

(2) A person who commits an offence under subclause (1) is liable on summary conviction to a fine of one million, five hundred thousand dollars and to imprisonment for two years.

(Note: Where the owner and operator are the same, a form completed only in respect of the owner, will be read as a completion in respect of both owner and operator).

Dated this 12th day of March, 2008.

J. ROSS
Minister of Tourism