

EDDIE BAZA CALVO

Governor

RAY TENORIO

Lieutenant Governor

Office of the Governor of Guam.

September 16, 2015

Honorable Judith T. Won Pat, Ed.D. Speaker I Mina' trentai Tres Na Liheslaturan Guåhan 155 Hesler Street Hagåtna, Guam 96910

Office of the Speaker Judith T. Won Pat. 上議的

Received By:

Dear Madame Speaker:

Transmitted herewith is Bill No. 97-33 (COR), "AN ACT TO AMEND § 7117 OF CHAPTER 7 OF TITLE 16, GUAM CODE ANNOTATED, RELATIVE TO REQUIRING THE ISSUE OF SALVAGE TITLE CERTIFICATES OF OWNERSHIP FOR VEHICLES TRANSFERRED TO INSURANCE COMPANIES AS A RESULT OF PAYMENT OF CLAIMS FOR TOTAL LOSS," which was signed into law on SEPTEMBER 15, 2015 as Public Law 33-69.

RAY TENORIO

I Maga'låhen Guåhan Para Pågo

0871



I MINA'TRENTAI TRES NA LIHESLATURAN GUÅHAN 2015 (FIRST) Regular Session

CERTIFICATION OF PASSAGE OF AN ACT TO I MAGA'LÅHEN GUÅHAN

This is to certify that Bill No. 97-33 (COR), "AN ACT TO AMEND § 7117 OF CHAPTER 7 OF TITLE 16, GUAM CODE ANNOTATED, RELATIVE TO REQUIRING THE ISSUE OF SALVAGE TITLE CERTIFICATES OF OWNERSHIP FOR VEHICLES TRANSFERRED TO INSURANCE COMPANIES AS A RESULT OF PAYMENT OF CLAIMS FOR TOTAL LOSS," was on the 3rd day of September 2015, duly and regularly passed.

> Judith T. Won Pat, Ed.D. Speaker

Public Law No. 33-69

Tina Rose Muña Barnes Legislative Secretary	
This Act was received by <i>I Maga'låhen Guå</i> . 2015, at 4.45 o'clock f.M.	
APPROVED:	Assistant Staff Officer Maga'lahi's Office
RAYMOND S. TENORIO Acting Governor of Guam SEP 1 5 2015	

I MINA'TRENTAI TRES NA LIHESLATURAN GUÅHAN 2015 (FIRST) Regular Session

Bill No. 97-33 (COR)

Introduced by:

V. Anthony Ada
Frank F. Blas, Jr.
R. J. Respicio
T. R. Muña Barnes
T. C. Ada
FRANK B. AGUON, JR.
B. J.F. Cruz
James V. Espaldon
Brant T. McCreadie
Tommy Morrison
Dennis G. Rodriguez, Jr.
Michael F.Q. San Nicolas
Mary Camacho Torres
N. B. Underwood, Ph.D.
Judith T. Won Pat, Ed.D.

AN ACT TO AMEND § 7117 OF CHAPTER 7 OF TITLE 16, GUAM CODE ANNOTATED, RELATIVE TO REQUIRING THE ISSUE OF SALVAGE TITLE CERTIFICATES OF OWNERSHIP FOR VEHICLES TRANSFERRED TO INSURANCE COMPANIES AS A RESULT OF PAYMENT OF CLAIMS FOR TOTAL LOSS.

BE IT ENACTED BY THE PEOPLE OF GUAM:

- 2 Section 1. § 7117 of Chapter 7 of Title 16, Guam Code Annotated, is
- 3 amended to read as follows:
- 4 "§ 7117. Certificate: Contents.

- (a) The certificate of ownership *shall* contain upon the face thereof the identical information required upon the face of the registration card.
- (b) The certificate of ownership *shall* contain upon the reverse side, forms for notice to the Department of a transfer of the title or interest of the owner or legal owner and application for such transfer by the transferee.
- (c) The certificate of ownership of a vehicle where title is acquired by an insurance company as a result of payment of an insurance claim *shall* prominently display the words "Salvage Title" on said certificate. The words "Salvage Title" *shall* remain on the certificate title in perpetuity for all successive owners of said vehicle or any secondary vehicle from which said vehicle's chassis or parts of said vehicle's chassis is used to repair, replace or refurbish the secondary vehicle.

Failure to disclose such insurance claim information, as stated in this subsection, to the Department of Revenue and Taxation when transferring ownership is a civil violation and subject to a fine of *not less than* Five Hundred Dollars (\$500.00). For purposes of this Subsection, *salvage* refers to any vehicle for which an insurance company has deemed not economically feasible to repair.

(d) An insurance company that obtains ownership by payment of a claim for the full insured value of a vehicle *shall* obtain a salvage title certificate of ownership, within ten (10) days of the payment of such claim (weekends and government of Guam holidays excepted), from the Department of Revenue and Taxation prior to selling or otherwise disposing of the vehicle. The Department of

Revenue and Taxation may charge said insurance company a fee not to exceed Three Dollars (\$3.00). Subsequent sales or transfers of a vehicle with a salvage title *shall* be subject to a fee of Twenty-five Dollars (\$25.00). Fee revenues herein *shall* be deposited in the Better Public Service Fund, and are continually appropriated to the Motor Vehicle Division of the Department of Revenue and Taxation.

- (e) In the event that an insurance company pays a claim for the full insured value of a vehicle and allows the insured to retain ownership of the vehicle, the insurance company *shall*, within ten (10) days of the payment of such claim (weekends and government of Guam holidays excepted), notify the Motor Vehicle Division of the Department of Revenue and Taxation of such claim. Subsequent transfers of ownership of said vehicles *shall* be issued a salvage title certificate of ownership, pursuant to this Subsection.
- (f) A vehicle that receives a salvage title certificate of ownership may be registered for use on Guam's public roadways; *provided*, that such vehicle is deemed safe for use on public roads by a manufacturer authorized repair shop."