HINTH CUAM LEGISLATURE 1968 (SECOND) Regular Scasion

CERTIFICATION OF PASSAGE OF AN ACT TO THE GOVERNOR

This certifies that Bill No. 451, "An Act to repeal Section 62.1 of the Code of Civil Procedure and Chapter 6 of Title VII of the Government Code of Guen, to exact a new Chapter 6 of said Title VII, to add Section 7005.1 to the Government Code of Guen and to amend Section 1058 of the Code of Civil Procedure, relating to claims against the government of Guen", was on the 6th day of Pebruary, 1968, duly and regularly passed.

John Co. APRIOTA
Specificar

ATTESTED:

Legislative Secretary		
This Act was received	by the Governor this /	9- gay
20 726 7068	nt 10 5 the alatanic	A Ma

/s/ Denver Dickerson

DENVER DICKERSON Secretary of Guam

APPROVED:

78 Denver Dickerson

Governor of Guam Acting MAR 14 1968

9:30 a.m.

RECEIPED

MAR 18 1986

GUAM TERRITORIAL LAW LIBRARY

Public Law 9-175

MINTH GUAM LEGISLATURE 1968 (SECOND) Regular Session

Bill No. 451

Introduced	cy	 Chapt Phone III	
		C.	Okiyana
			Bamba

AN ACT TO REPEAL SECTION 62.1 OF THE CODE OF CIVIL PROCEDURE AND CHAPTER 6 OF TITLE VII OF THE GOVERNMENT CODE OF GUAM, TO ENACT A NEW CHAPTER 6 OF SAID TITLE VII, TO ADD SECTION 7003.1 TO THE GOVERNMENT CODE OF GUAM AND TO AMEND SECTION 1058 OF THE CODE OF CIVIL PROCEDURE, RELATING TO GLAIMS AGAINST THE COVERNMENT OF GUAM.

BE IT ENACTED BY THE PEOPLE OF THE TERRITORY OF GUAM:

Section 1. Chapter 6 of Title VII of the Government Code of Guam is hereby repealed.

Section 2. A new Chapter 6 is hereby added to Title VII of the Government Code of Guam to read as follows:

"Section 6500.00. Short Title. This chapter shall be known as the 'Government Claims Act'.

Section 6500.01. Waiver of Immunity. The government of Guam hereby waives immunity from liability, but only as hereinafter provided:

- (a) for all expenses incurred in reliance upon a contract to which the government of Guam or any of its departments, agencies or funds is a party, but if the contract has been substantially completed, expectation damages may be awarded:
- (b) for claims in tort, arising from the negligent acts of its employees, even though occurring in an activity in which private persons do not engage.

The government shall not be liable for claims arising from an exercise of discretion in making policy.

Section 6500.02. Exclusion. This chapter shall not apply to claim pertaining to any tax refund, the Workmen's Compensation Law, the Government of Guam Retirement Fund, and claims not exceeding \$25.00 payable out of the Commercial Port of Guam Fund under Section 14002(c) of the Government Code.

1

Ca. (3)

2

5

6

8

11

10

13

14

12

15 16

17 18

19 20

21 22

23

Section 6500.03. Procedure for Filing Claims. All claims under this chapter shall be filed in duplicate with the Attorney General of Guam. Each claim shall contain the following:

- (a) The complete name and address of the claimant.
- (b) The amount of damage or other relief claimed.
- (c) A concise statement of the facts upon which the claim is based, including the time, place, and other circumstances and the department or agency or special revolving fund of the government of Guam that is concerned.
- (d) A copy of any contract or other instrument in writing upon which the claim is based.
- (e) A statement of whether or not the claimant has received any payment on account of such claim, and, if so, the amount received.
- (f) A statement whether or not any third person has any interest in the claim, and, if so, the name and address of such person having such interest and the nature of such interest.
- (g) If the claimant is an executor, administrator, guardian, or other representative, appointed by a judicial tribunal, a duly certified copy of the record of appointment.
- (h) A statement as to whether or not the claimant has any insurance covering the damage alleged to have been suffered by him, and of any payments, if any, he has received from such insurance carrier.

Section 6500.04. Claim to be Signed and Sworn to. The claim shall be signed by the claimant and sworn to him before a person authorized to administer oaths.

Section 6500.05. Limitation on Filing. All claims under this Act must be filed within six months from the date the claim arose, but any claim timely filed under the predecessor of this Act shall be considered to have been timely filed under this Act.

Section 6500.06. Investigation. The Attorney General shall cause each claim to be investigated to determine its merits.

making his investigation, the Attorney General, or a member of his staff designated by him, shall have the authority to administer oaths to claimants and witnesses, and to require the production of any books, records or documents that may be material or relative as evidence in connection with the claim.

Section 6500.08. Penalty for False Swearing. If any claimant or witness shall swear falsely to any material fact in an investigation of a penoing claim, such false swearing, whether by affidavit or orally, shall constitute perjury and shall constitute a misdemeanor, punishable under Section 19 of the Penal Code.

Section 6500.09. Hearing. The Attorney General, or a member of his staff designated by him, may, in his discretion, conduct a formal hearing in connection with the investigation of any claim.

Section 6500.10. Settlement of Claim. Subject to approval by the Governor, the Attorney General may settle for \$3,000 or less any claim filed under this chapter. The Attorney General may recommend other relief if appropriate.

Section 6500.11. Action against the government of Guam. A claimant may institute an action in contract or tort, for money damages only, against the government of Guam in the District Court of Guam, provided that:

- (a) The claimant has been notified by registered mail that his claim has been rejected, in whole or in part, or
- (b) six months have elapsed since the date of filing the claim under Section 6500.03 of this chapter.

Section 6500.12. Limitation on Actions. No action shall be instituted for a sum in excess of the amount of the claim presented to the Attorney General, unless the increased amount of the claim is shown to be based upon new evidence not reasonably discoverable at the time the claim was filed with the Attorney General.

Section 6500.13. Limitation on Fort Liability. The government of Guam shall not be liable for more than \$10,000 in an action for wrongful death, nor for more than \$25,000 in any other tort action. The government of Guam shall not be liable for interest prior to the date of judgment, nor for punitive damages.

Section 6500.14. Procedure. All actions brought under this chapter shall be governed by the rules of procedure of the District Court of Guam. Service of process shall be made upon the Attorney General.

Section 6500.15. No Jury Trial. Trial will be without jury.

Section 6500.16. Interest and Costs. The government of Guam shall be liable for interest from the date of judgment at the rate of six percent. The Court may assess costs against either party.

Section 6500.17. Settlement of Suit. Subject to the approval of the Court in which the action is pending, the Attorney General is authorized to settle a suit at any time before final judgment.

Section 6500.18. Appeal. Judgments shall be subject to review on appeal in the same manner and to the same extent as other judgments of the District Court of Guam.

Section 6500.19. Payment. The Director of Finance shall pay the amount allowed in an approved settlement under Section 6500.10 or in a court judgment under Section 6500.11. All payments under this Act shall be made from the Government Claims Fund. Claims against the Commercial Port of Guam and the Public Utility Agency, however, shall be paid only out of the funds of those agencies.

Section 6500.20. Limitations on Further Proceedings. Settlement of a claim under Section 6500.10, or final judgment in a suit under Section 6500.11 shall bar the claimant from any further proceedings against the employee or employees whose acts or omissions gave rise to the claim unless:

(a) the Court finds that the employee was acting outside the scope of his employment; or

Parent.

2 3

Λ

)

 (b) the Court certifies that it would have awarded the claimant more but for the limitations of Section 6500.13.

Satisfaction of a settlement with or of a judgment against an employee of the government shall constitute a forfeiture by the claimant of all rights against the government by reason of the same subject matter.

Section 6500.21. Statute of Limitations. Every action under Section 6500.11 shall be barred unless commenced within one year from the date the claim was filed with the Attorney General under Section 6500.03, or within six months from the date of notification of rejection of the claim under Section 6500.11(a) whichever is sooner."

Section 2. A new Section 7003.1 is hereby added to the Government Code of Guam to read as follows:

"Section 7003.1. Defense of Officers and Employees. Whenever an action for damages is instituted against any officer or employee of the government of Guam in his Individual capacity for the performance of an authorized official act, the officer or employee may request the Attorney General to undertake the defense of such action. If the Attorney General finds that the officer or employee acted in good faith, then, subject to the approval of the Governor, he shall appear and defend the officer or employee. Nothing herein shall be interpreted to preclude the participation of the Attorney General in any litigation in order to protect the interests of the government of Guam."

Section 3. Section 1058 of the Code of Civil Procedure is hereby amended to read as follows:

"Section 1058. Government of Guam not required to give bond when government of Guam is a party. In any civil action or proceeding wherein the government of Guam is a party plaintiff, or defendant, or any officer, in his official capacity or on behalf of the government of Guam, is a party plaintiff or defendant, no bond, written undertaking, or security can be required of the government of Guam or any officer thereof."

Section 4. Section 62.1 of the Code of Civil Procedure is hereby repealed, except that any proceedings under the provisions thereof commenced prior to the effective date of this Act may be pursued to final determination thereunder if still pending at the said effective date.

Section 5. This Act is an urgency measure.