I Mina'trentai Singko Na Liheslaturan Guåhan THE THIRTY-FIFTH GUAM LEGISLATURE Bill HISTORY 6/3/2019 2:55 PM

#### I Mina'trentai Singko Na Liheslaturan Guåhan BILL STATUS

BILL NO.	SPONSOR	TITLE	DATE INTRODUCED	DATE REFERRED	CMTE REFERRED	PUBLIC HEARING DATE	DATE COMMITTEE REPORT FILED	FISCAL NOTES	NOTES
152-35 (COR)	Kelly Marsh (Taitano), PhD	AN ACT TO REPEAL ARTICLE 4 OF CHAPTER 50, TITLE 12, GUAM CODE ANNOTATED, TO ADD A NEW ARTICLE 2 AND A NEW § 3103(h) BOTH TO CHAPTER 3, TITLE 12 GUAM CODE ANNOTATED, RELATIVE TO ESTABLISHING THE GUAM FILM OFFICE UNDER THE GUAM EDUCATIONAL TELECOMMUNICATIONS CORPORATION.	2:37 p.m.						

CLERKS OFFICE Page 1

# I MINA'TRENTAI SINGKO NA LIHESLATURAN GUÅHAN 2019 (FIRST) Regular Session

Bill No. 155= 35 (COR)

Introduced by:

Tina Rose Muña Barnes

Kelly Marsh (Taitano), Ph.D.

AN ACT TO REPEAL ARTICLE 4 OF CHAPTER 50, TITLE 12, GUAM CODE ANNOTATED, TO ADD A NEW ARTICLE 2 AND A NEW § 3103(h) BOTH TO CHAPTER 3, TITLE 12 GUAM CODE ANNOTATED; RELATIVE TO ESTABLISHING THE GUAM FILM OFFICE UNDER THE GUAM EDUCATIONAL TELECOMMUNICATIONS CORPORATION.

BE IT ENACTED BY THE PEOPLE OF GUAM:

Section 1. Article 4 of Chapter 50, Title 12, Guam Code Annotated, is

3 hereby *repealed* as follows:

5	neredy repeated as folio	,,,,,
4		"Article 4
5		Guam Film Office
6	<u>§ 50401.</u>	Definitions.
7	<u>§ 50402.</u>	Guam Film Office.
8	<del>§ 50403.</del> ─	Rules and Regulations.
9	<del>§ 50404.</del>	Powers and Duties.
10	<del>§ 50405.</del>	Guam Film Office Fund.
11	<del>§ 50406.</del>	Permits Required.
12	<del>§ 50407.</del>	General Exemptions.
13	<del>§ 50408.</del>	Local Production Companies Exempt
14	§ 50409.	Applicants and Issuance.

1	§ 50410. Indemnification of Government Against Liability.
2	§ 50411. Insurance and Bonding Required.
3	§ 50412. Effective Date.
4	§ 50413. Severability.
5	§ 50401. Definitions.
6	(a) Administrator means the administrator of the Guam Film
7	Office, who shall be the Administrator of the Guam Economic
8	Development Authority or his/her designee.
9	(b) Charitable or student films shall mean commercials,
10	motion pictures, television, videotapes, or still photography produced
11	by a nonprofit organization that is registered with the Department of
12	Revenue and Taxation or the Internal Revenue Service as a charitable
13	organization or is produced by students of an educational institution,
14	and for which no person, directly or indirectly, shall receive a profit
15	from the marketing and production of the film or from showing the
16	films, tapes, or photos.
17	(c) Commercial films shall mean and include all activity
18	attendant to filming any entertainment or advertising programs for any
19	media now known or hereafter created.
20	(d) Filming/Production shall mean and include all activity
21	attendant to staging or shooting commercial motion pictures, television
22	shows or programs, and commercial still photography, video tapes,
23	computer-based programs, or other visual reproduction technology now
24	known or hereafter created. The period of filming includes the set-up,
25	strike and time of photography.
26	(e) Government shall mean the government of Guam, its
27	authorized agents, officers, representatives and employees of

departments, agencies, autonomous agencies, offices or instrumentalities.

- (f) News Media shall mean the photographing, filming or videotaping for the purpose of spontaneous, unplanned television news broadcast or reporting for print media by journalists, reporters, photographers or camera operators.
- (g) Private Property shall mean any property not owned by the government of Guam on which filming would not interfere with public right of way, access or safety.
- (h) Studio shall mean a fixed place of business where filming activities (motion or still photography) are regularly conducted upon the premises.

#### § 50402. Guam Film Office.

There is hereby established within the Guam Economic Development Authority a Guam Film Office. The Administrator of the Guam Economic Development Authority shall be responsible for the administration of the Guam Film Office.

### § 50403. Rules and Regulations.

(a) Rules and Regulations. The Administrator shall establish an advisory committee comprised of individuals and representatives of nongovernmental organizations that have substantial experience in the film, video and media fields in order to cause the promulgation of rules, regulations and fees to govern the form, time and location of filming activity set forth within Guam. The committee shall allow for the full participation of any member of the public during its deliberations. The rules and regulations shall also provide for the issuance of permits, notification of permit denial and a process of appeal. The rules, regulations, and fees shall be adopted in

1	accordance with the Administrative Adjudication Act, Title 5 Guam Code
2	Annotated, Chapter 9, within ninety (90) days upon the enactment of this
3	Article. The rules and regulations shall be based upon the following criteria:
4	(1) the health and safety of all persons;
5	(2) avoidance of undue disruption of all persons within the
6	affected area;
7	(3) the safety of property in Guam; and
8	(4) traffic congestion at particular locations in Guam
9	§50404. Powers and Duties. The Guam Film Office shall have the
10	following powers and duties:
11	(a) To promote, encourage and advertise the use of Guam facilities
12	and services for the production of films, videos, television programs, audio
13	recordings, computer-generated and other media-related products.
14	(b) To provide support services to visiting and local production
15	companies, including assistance to film, video and media producers in
16	securing necessary permits or permissions from government of Guam
17	authorized agents, officers, representatives and employees of departments,
18	agencies, autonomous agencies, offices or instrumentalities.
19	(c) To develop and update annually a resource guide of viable
20	filming locations in Guam, available video and media production facilities,
21	permitting requirements, and tax incentives.
22	(d) To work in coordination with the Guam Visitors Bureau to
23	conduct and attend trade shows and production workshops to promote Guam
24	to the national and international film industries.
25	(e) To promote and attract business activities in film, video,
26	computer-generated and other media production activity in Guam, and take

any other administrative action which may improve Guam's film, video and media production industries in national and international markets.

- (f) To accept any funds, gifts, donations, bequests or grants of funds from private, federal, and public sources for the purpose of this Act.
- (g) To create a "one stop permitting" process by formulating and proposing rules and regulations for standardized permits which shall be used by the government of Guam, its authorized agents, officers, representatives and employees of departments, agencies, autonomous agencies, offices or instrumentalities, to include any requirements set forth in this Act.

§ 50405. Guam Film Office Fund. There is established a fund to be known as the Guam Film Office Fund, which shall be administered by the Guam Economic Development Authority Guam Film Office, and be maintained separate and apart from any other funds of the government of Guam, including the General Fund of the government of Guam. Independent records and accounts shall be maintained in connection therewith. Funds of the Guam Film Office Fund shall be used exclusively for the administration and operations of the Guam Film Office. All funds collected from fees, charges or fines levied pursuant to this Chapter shall be deposited into the Guam Film Office Fund, and all interest earned by the Guam Film Office Fund shall accrue. Any unencumbered funds remaining in the Guam Film Office Fund at the end of each fiscal year shall remain in that Fund. The Guam Film Office Fund shall be subject to audits by the Office of Public Accountability.

## § 50406. Permits Required.

(a) Permit Required. No person shall use any government street, alley, sidewalk, park, pier, way or other public property owned or controlled by the government of Guam for the purpose of making commercial films without first applying for and receiving a permit from the Guam Film Office

1	Administrator or his/her designee, provided, that the provisions of this
2	Chapter shall not apply to or be construed to affect (1) news media; and (2)
3	filming solely for private-family use.
4	(b) No person shall use any private property for the purpose of
5	making commercial films without first applying for and receiving a permit
6	from the Guam Film Office Administrator or his/her designee.
7	Notwithstanding the foregoing, the provisions of this Chapter shall not apply
8	to or be construed to affect the following filming on private property:
9	(1) filming which requires no parking variances and uses no
10	public property or rights of way on public property;
11	(2) filming which does not impair the quiet enjoyment of the
12	surrounding properties;
13	(3) filming which does not involve the use of any pyrotechnic
14	<del>devices;</del>
15	(4) a licensed business which regularly employs a licensed
16	-pyrotechnic operator;
17	(5) filming by news media;
18	(6) filming solely for private-family use; or
19	(7) filming which does not interfere with the public's use of
20	government property.
21	(c) Except as provided herein, each applicant must comply with all
22	local and federal laws and regulations, and must obtain all necessary permits
23	and licenses as a precondition for the commencement of commercial film
24	production hereunder. Thereafter, the permittee shall remain in full
25	compliance with all local and federal laws, regulations, permits and licenses
26	throughout the filming.

1	(d) Upon reasonable notice by the applicant, the Administrator, or
2	his/her designee, is authorized, upon showing of good cause, to change the
3	conditions under which a permit has been issued, provided that the
4	requirements of this Chapter are met and the government of Guam
5	department, agency, autonomous agency, office or instrumentality can
6	undertake all necessary administrative review within the time requested.
7	§ 50407. General Exemptions. The provisions of this Article shall
8	not apply to or affect:
9	(a) News Media. Reporters, photographers or cameramen in the
10	employ of a newspaper, news service, or similar entity, engaged in the on-the-
11	spot broadcasting of news events concerning those persons, scenes or
12	occurrences which are in the news and of general public interest, including
13	sporting events.
14	(b) Private/Family Use. The filming or video taping of motion
15	pictures solely for private/family use.
16	(c) Charitable Films and Student Films. Projects produced by a
17	nonprofit organization that is registered with the Department of Revenue and
18	Taxation or the Internal Revenue Service as a charitable organization or
19	produced by a student(s) of an educational institution.
20	(d) Small Crews. If the crew does not exceed five (5) persons and
21	there is no extensive use of props, equipment, cast or other participants, the
22	small crew shall be exempt if the following conditions are met:
23	(1) The crew is filming a parade, demonstration or other
24	special event, and has obtained all permission that may be required.
25	The exemption shall allow them to operate on the same basis as a
26	citizen with a camera; or
27	(2) Pedestrian and vehicular traffic is not altered; and

1	(3) No special parking provisions are included; and
2	(4) No stunt work is performed; and
3	(5) Permission is obtained from controlling authorities to use
4	government of Guam property, other than sidewalks and streets; and
5	(6) Permission is obtained from owners to use private
6	property where applicable.
7	§ 50408. Local Production Companies Exempt. In addition to the
8	General Exemptions authorized in §50407 of this Act, the provisions of this
9	Article and the rules, regulations, and requirements authorized herein shall
10	not apply to or affect local production companies if:
11	(a) The production company was incorporated in Guam.
12	(b) Principal owner(s) is a resident of Guam and has filed
13	individual tax returns in Guam for a period of at least three (3) years.
14	(c) The production company maintains its headquarters in
15	<del>Guam.</del>
16	(d) The production company is licensed to do business in
17	<del>Guam.</del>
18	(e) The daily operations of the production company are
19	managed by a resident of Guam.
20	§ 50409. Applicants and Issuance.
21	(a) Issuing Authority. The issuing authority shall be the
22	Guam Film Office Administrator.
23	(b) Applications. Each application for filming under this
24	Chapter must be completed in full and filed with the Administrator, or
25	his/her designee
26	(c) The permit application shall be in a form the
27	Administrator, or his/her designee, may reasonably require. In lieu of

the foregoing, the applicant may submit the permit application on the form adopted and in use by the Guam Film Office.

- (d) The Administrator, or his/her designee, may refer the application to such appropriate government department, agency, autonomous agency, office or instrumentality as are directly impacted by the application, and as he/she deems necessary from the nature of the application for review, evaluation, investigation and recommendations by the department, agency, autonomous agency, office or instrumentality regarding approval or disapproval of the application.
- (e) The Administrator, or his/her designee, shall issue a permit under this Chapter if it is determined that the following criteria have been met:
  - (1) the proposed use will *not* unreasonably interfere with or endanger the public peace or rights of nearby residents to the quiet, peaceable enjoyment of their property, or otherwise be detrimental to the public peace, health, safety or general welfare;
  - (2) the proposed use will *not* unduly impede, obstruct or interfere with the operation of emergency vehicles or equipment in or through the permit area, or adversely affect the government's ability to perform municipal functions or furnish government services in the vicinity of the permitted area; and
  - (3) the proposed use will *not* constitute a fire or safety hazard and all proper safety precautions will be taken as is reasonably necessary to protect the public peace, health, safety or general welfare.

(f) The Administrator, or his/her designee, shall deny the permit if the conditions of this Chapter and all applicable laws and regulations have not been met or if the application contains incomplete or false information. No permit shall be denied without a clear written explanation of the reasons compelling a denial and the process by which said denial may be appealed.

- (g) The Administrator, or his/her designee, may immediately revoke or suspend a permit which has been granted, if the conditions of this Chapter and all applicable laws and regulations are no longer being met, if the information supplied by the applicant becomes, or is determined to be, false or incomplete, or if any substantial change in circumstances results in the proposed use becoming detrimental to the public peace, health, safety or general welfare.
- (h) The Guam Economic Development Authority Compliance and Audit Department shall conduct production site inspections, monitoring, and enforcement of this Act.
- (i) Reimbursement for Personnel. The production company shall reimburse the relevant government of Guam agency for any personnel provided to the company (i.e. police, fire, traffic control, medical personnel) for the purpose of assisting the production. Any cost shall be negotiated, and approved, prior to the shoot date. A fee for issuance of the permit shall be set by the advisory committee.

### § 50410. Indemnification of Government Against Liability.

(a) Prior and as a condition precedent to the granting of a permit under this Chapter, each applicant *shall* agree to indemnify, defend and hold the government of Guam, its authorized agents, officers, representatives and employees harmless from and against any and all losses, damages, claims,

causes of action, costs, liabilities, penalties, judgments and expenses, including without limitation, defense costs and reasonable legal fees, resulting from any and all claims or damage of any nature, including any accident, loss or damage to persons or property which the government may incur and which arise from or relate to any activity conducted by the permittee or any of its agents, employees, representatives, contractors or consultants in connection with the rights granted in the permit or under this Chapter. The form of the indemnification agreement *shall* be as determined by the Attorney General of Guam.

#### § 50411. Insurance and Bonding Required.

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(a) Liability Insurance. As a condition of issuance of a permit hereunder, every permittee must procure and maintain in full force and effect during the term of the permit a policy (or policies) of insurance from an insurance company licensed to do business in Guam, naming the government of Guam, its officers, employees and agents as coinsured for protection against claims of third persons for any and all liability of permittee with respect to its obligations and liabilities under its permit and this Chapter and its indemnities, including, but not limited to, commercial general liability insurance on an "occurrence" basis against claims for personal injury, including death, bodily injury or property damage liability, and in an amount no less than One Million Dollars (\$1,000,000.00), and which otherwise provides sufficient coverage that the Administrator, or his/her designee, determines to be necessary and adequate under the circumstances. The certificate of insurance shall not be subject to cancellation or modification until after thirty (30) days' written notice to the Guam Film Office. Prior to issuance of any permit, a copy of the certificate of insurance shall be provided

1	to the Insurance Commissioner. A copy of the certificate will remain or
2	<del>permanent file.</del>
3	(b) Worker's Compensation Insurance. An applicant shall conform
4	to all applicable federal and local requirements for worker's compensation
5	insurance for all persons operating under a permit.
6	(c) Hold Harmless Agreement. An applicant shall execute a hold
7	harmless agreement as provided by the government of Guam and incorporated
8	within the permit issued under this Chapter.
9	(d) Faithful Performance Bond. To ensure cleanup and restoration
10	of any public property involved in the filming, the permittee may be required
11	to post a refundable Faithful Performance Bond (amount to be determined by
12	rules and regulations), cash surety or other comparable form of security
13	guarantee at the time application is submitted. Upon completion of filming,
14	cleanup and restoration, and a satisfactory inspection of the site by Guam Film
15	Office Administrator, or his/her designee, the bond may be returned to
16	applicant.
17	§ 50412. Effective Date. This Article shall be effective one
18	hundred eighty (180) days after the date of enactment.
19	§ 50413. Severability. If any provision of this law or its application
20	to any person or circumstances is found to be invalid or contrary to law, such
21	invalidity shall not affect other provisions or applications of this law, which
22	can be given effect without the invalid provisions or applications, and to this
23	end the provisions of this law are severable."
24	Section 2. A new Article 2 is added to Chapter 3, Title 12, Guam Code
25	Annotated, to read:
26	"Article 2
27	Guam Film Office

1	§ 30201. Definitions.
2	§ 30202. Guam Film Office.
3	§ 30203. Rules and Regulations.
4	§ 30204. Powers and Duties.
5	§ 30205. Guam Film Office Fund.
6	§ 30206. Permits Required.
7	§ 30207. General Exemptions.
8	§ 30208. Local Production Companies Exempt.
9	§ 30209. Applicants and Issuance.
10	§ 30210. Indemnification of Government Against Liability.
11	§ 30211. Insurance and Bonding Required.
12	§ 30212. Effective Date.
13	§ 30213. Severability.
14	§ 30201. Definitions.
15	(i) Administrator means the administrator of the Guam Film
16	Office, who shall be the Station Manager for the Guam Educational
17	Telecommunications Corporation or his/her designee.
18	(j) Charitable or student films shall mean commercials,
19	motion pictures, television, videotapes, or still photography produced
20	by a nonprofit organization that is registered with the Department of
21	Revenue and Taxation or the Internal Revenue Service as a charitable
22	organization or is produced by students of an educational institution,
23	and for which no person, directly or indirectly, shall receive a profit
24	from the marketing and production of the film or from showing the
25	films, tapes, or photos.
26	(k) Commercial films shall mean and include all activity
27	attendant to filming any entertainment or advertising programs for any

1	media now known or hereafter created.
2	(l) Filming/Production shall mean and include all activity
3	attendant to staging or shooting commercial motion pictures, television
4	shows or programs, and commercial still photography, video tapes,
5	computer-based programs, or other visual reproduction technology now
6	known or hereafter created. The period of filming includes the set-up,
7	strike and time of photography.
8	(m) Government shall mean the government of Guam, its
9	authorized agents, officers, representatives and employees of
10	departments, agencies, autonomous agencies, offices or
11	instrumentalities.
12	(n) News Media shall mean the photographing, filming or
13	videotaping for the purpose of spontaneous, unplanned television news
14	broadcast or reporting for print media by journalists, reporters,
15	photographers or camera operators.
16	(o) Private Property shall mean any property not owned by
17	the government of Guam on which filming would not interfere with
18	public right of way, access or safety.
19	(p) Studio shall mean a fixed place of business where filming
20	activities (motion or still photography) are regularly conducted upon
21	the premises.
22	§ 30202. Guam Film Office.
23	There is hereby established within the Guam Educational
24	Telecommunications Corporation a Guam Film Office. The Station Manager
25	for the Guam Educational Telecommunications Corporation shall be
26	responsible for the administration of the Guam Film Office.

§ 30203. Rules and Regulations.

2	advisory committee comprised of individuals and representatives of
3	nongovernmental organizations that have substantial experience in the film,
4	video and media fields in order to cause the promulgation of rules, regulations
5	and fees to govern the form, time and location of filming activity set forth
6	within Guam. The committee shall allow for the full participation of any
7	member of the public during its deliberations. The rules and regulations shall
8	also provide for the issuance of permits, notification of permit denial and a
9	process of appeal. The rules, regulations, and fees shall be adopted in
10	accordance with the Administrative Adjudication Act, Title 5 Guam Code
-11	Annotated, Chapter 9, within ninety (90) days upon the enactment of this
12	Article. The rules and regulations shall be based upon the following criteria:
13	(5) the health and safety of all persons;
14	(6) avoidance of undue disruption of all persons within the
15	affected area;
16	(7) the safety of property in Guam; and
17	(8) <u>traffic congestion at particular locations in Guam</u>
18	§30204. Powers and Duties. The Guam Film Office shall have the
19	following powers and duties:
20	(a) To promote, encourage and advertise the use of Guam facilities
21	and services for the production of films, videos, television programs, audio
22	recordings, computer-generated and other media-related products.
23	(b) To provide support services to visiting and local production
24	companies, including assistance to film, video and media producers in
25	securing necessary permits or permissions from government of Guam
26	authorized agents, officers, representatives and employees of departments,
27	agencies, autonomous agencies, offices or instrumentalities.

(b)

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Rules and Regulations. The Station Manager shall establish an

(c) To develop and update annually a resource guide of viable filming locations in Guam, available video and media production facilities, permitting requirements, and tax incentives.

- (d) To work in coordination with the Guam Visitors Bureau to conduct and attend trade shows and production workshops to promote Guam to the national and international film industries.
- (e) To promote and attract business activities in film, video, computer-generated and other media production activity in Guam, and take any other administrative action which may improve Guam's film, video and media production industries in national and international markets.
- (f) To accept any funds, gifts, donations, bequests or grants of funds from private, federal, and public sources for the purpose of this Act.
- (g) To create a "one stop permitting" process by formulating and proposing rules and regulations for standardized permits which *shall* be used by the government of Guam, its authorized agents, officers, representatives and employees of departments, agencies, autonomous agencies, offices or instrumentalities, to include any requirements set forth in this Act.
- § 30205. Guam Film Office Fund. Guam Film Office Fund. There is established a fund to be known as the Guam Film Office Fund, which shall be administered by the Guam Educational Telecommunications Corporation Guam Film Office and be maintained separate and apart from any other funds of the government of Guam, including the General Fund of the government of Guam. Independent records and accounts shall be maintained in connection therewith. Funds of the Guam Film Office Fund shall be used exclusively for the administration and operations of the Guam Film Office. All funds collected from fees, charges or fines levied pursuant to this Chapter shall be deposited into the Guam Film Office Fund and all interest earned by

1 the Guam Film Office Fund shall accrue. Any unencumbered funds 2 remaining in the Guam Film Office Fund at the end of each fiscal year shall 3 remain in that Fund. The Guam Film Office Fund shall be subject to audits 4 by the Office of Public Accountability. 5 **§ 30206.** Permits Required. 6 Permit Required. No person shall use any government street, (e) alley, sidewalk, park, pier, way or other public property owned or controlled 7 8 by the government of Guam for the purpose of making commercial films without first applying for and receiving a permit from the Guam Film Office 9 Administrator or his/her designee, provided, that the provisions of this 10 11 Chapter shall not apply to or be construed to affect (1) news media; and (2) filming solely for private-family use. 12 13 (f) No person shall use any private property for the purpose of making commercial films without first applying for and receiving a permit 14 15 from the Guam Film Office Administrator or his/her designee. Notwithstanding the foregoing, the provisions of this Chapter *shall not* apply 16 17 to or be construed to affect the following filming on private property: (8) filming which requires no parking variances and uses no 18 public property or rights of way on public property; 19 filming which does not impair the quiet enjoyment of the 20 (9) surrounding properties; 21 filming which *does not* involve the use of any pyrotechnic 22 (10)23 devices; a licensed business which regularly employs a licensed 24 25 pyrotechnic operator; (12) filming by news media; 26 (13) filming solely for private-family use; or 27

1 (14) <u>filming which does not interfere with the public's use of</u>
2 <u>government property.</u>
3 (g) <u>Except as provided herein, each applicant must comply with all</u>
4 local and federal laws and regulations, and must obtain all necessary permits

- local and federal laws and regulations, and must obtain all necessary permits and licenses as a precondition for the commencement of commercial film production hereunder. Thereafter, the permittee *shall* remain in full compliance with all local and federal laws, regulations, permits and licenses throughout the filming.
- (h) Upon reasonable notice by the applicant, the Administrator, or his/her designee, is authorized, upon showing of good cause, to change the conditions under which a permit has been issued, provided that the requirements of this Chapter are met and the government of Guam department, agency, autonomous agency, office or instrumentality can undertake all necessary administrative review within the time requested.
- § 30207. General Exemptions. The provisions of this Article shall not apply to or affect:
- (e) News Media. Reporters, photographers or cameramen in the employ of a newspaper, news service, or similar entity, engaged in the on-the-spot broadcasting of news events concerning those persons, scenes or occurrences which are in the news and of general public interest, including sporting events.
- (f) <u>Private/Family Use. The filming or video taping of motion pictures solely for private/family use.</u>
- (g) <u>Charitable Films and Student Films. Projects produced by a nonprofit organization that is registered with the Department of Revenue and Taxation or the Internal Revenue Service as a charitable organization or produced by a student(s) of an educational institution.</u>

1	(h) <u>Small Crews. If the crew does not exceed five (5) persons and</u>
2	there is no extensive use of props, equipment, cast or other participants, the
3	small crew shall be exempt if the following conditions are met:
4	(7) The crew is filming a parade, demonstration or other
5	special event, and has obtained all permission that may be required
6	The exemption shall allow them to operate on the same basis as a
7	citizen with a camera; or
8	(8) Pedestrian and vehicular traffic is not altered; and
9	(9) No special parking provisions are included; and
10	(10) No stunt work is performed; and
11	(11) Permission is obtained from controlling authorities to use
12	government of Guam property, other than sidewalks and streets; and
13	(12) Permission is obtained from owners to use private
14	property where applicable.
15	§ 30208. Local Production Companies Exempt. In addition to the
16	General Exemptions authorized in §30207 of this Act, the provisions of this
17	Article and the rules, regulations, and requirements authorized herein shall
18	not apply to or affect local production companies if:
19	(a) The production company was incorporated in Guam.
20	(b) Principal owner(s) is a resident of Guam and has filed
21	individual tax returns in Guam for a period of at least three (3) years.
22	(c) The production company maintains its headquarters in
23	Guam.
24	(d) The production company is licensed to do business in
25	Guam.
26	(e) The daily operations of the production company are
27	managed by a resident of Guam.

#### 1 § 30209. Applicants and Issuance. 2 (i) <u>Issuing</u> Authority. The issuing authority *shall* be the 3 Guam Film Office Administrator. 4 (k) Applications. Each application for filming under this 5 Chapter must be completed in full and filed with the Administrator, or 6 his/her designee 7 The permit application shall be in a form the (1)8 Administrator, or his/her designee, may reasonably require. In lieu of 9 the foregoing, the applicant may submit the permit application on the form adopted and in use by the Guam Film Office. 10 The Administrator, or his/her designee, may refer the 11 (m) 12 application to such appropriate government department, agency, 13 autonomous agency, office or instrumentality as are directly impacted by the application, and as he/she deems necessary from the nature of 14 the application for review, evaluation, investigation and 15 recommendations by the department, agency, autonomous agency, 16 17 office or instrumentality regarding approval or disapproval of the application. 18 The Administrator, or his/her designee, shall issue a 19 (n) permit under this Chapter if it is determined that the following criteria 20 21 have been met: the proposed use will *not* unreasonably interfere 22 (4) with or endanger the public peace or rights of nearby residents to 23 the quiet, peaceable enjoyment of their property, or otherwise be 24 detrimental to the public peace, health, safety or general welfare; 25 the proposed use will *not* unduly impede, obstruct (5) 26 or interfere with the operation of emergency vehicles or 27

1	equipment in or through the permit area, or adversely affect the
2	government's ability to perform municipal functions or furnish
3	government services in the vicinity of the permitted area; and
4	(6) the proposed use will not constitute a fire or safety
5	hazard and all proper safety precautions will be taken as is
6	reasonably necessary to protect the public peace, health, safety
7	or general welfare.
8	(o) The Administrator, or his/her designee, shall deny the
9	permit if the conditions of this Chapter and all applicable laws and
10	regulations have not been met or if the application contains incomplete
11	or false information. No permit shall be denied without a clear written
12	explanation of the reasons compelling a denial and the process by which
13	said denial may be appealed.
14	(p) The Administrator, or his/her designee, may immediately
15	revoke or suspend a permit which has been granted, if the conditions of
16	this Chapter and all applicable laws and regulations are no longer being
17	met, if the information supplied by the applicant becomes, or is
18	determined to be, false or incomplete, or if any substantial change in
19	circumstances results in the proposed use becoming detrimental to the
20	public peace, health, safety or general welfare.
21	(q) The Administrator or his/her designee shall conduct
22	production site inspections, monitoring, and enforcement of this Act.
23	(r) <u>Reimbursement for Personnel. The production company</u>
24	shall reimburse the relevant government of Guam agency for any
25	personnel provided to the company (i.e. police, fire, traffic control,
26	medical personnel) for the purpose of assisting the production. Any

cost *shall* be negotiated, and approved, prior to the shoot date. A fee for issuance of the permit *shall* be set by the advisory committee.

#### § 30210. Indemnification of Government Against Liability.

(b) Prior and as a condition precedent to the granting of a permit under this Chapter, each applicant *shall* agree to indemnify, defend and hold the government of Guam, its authorized agents, officers, representatives and employees harmless from and against any and all losses, damages, claims, causes of action, costs, liabilities, penalties, judgments and expenses, including without limitation, defense costs and reasonable legal fees, resulting from any and all claims or damage of any nature, including any accident, loss or damage to persons or property which the government may incur and which arise from or relate to any activity conducted by the permittee or any of its agents, employees, representatives, contractors or consultants in connection with the rights granted in the permit or under this Chapter. The form of the indemnification agreement *shall* be as determined by the Attorney General of Guam.

## § 30211. Insurance and Bonding Required.

(e) Liability Insurance. As a condition of issuance of a permit hereunder, every permittee must procure and maintain in full force and effect during the term of the permit a policy (or policies) of insurance from an insurance company licensed to do business in Guam, naming the government of Guam, its officers, employees and agents as coinsured for protection against claims of third persons for any and all liability of permittee with respect to its obligations and liabilities under its permit and this Chapter and its indemnities, including, but *not* limited to, commercial general liability insurance on an "occurrence" basis against claims for personal injury, including death, bodily injury or property damage liability, and in an amount

no less than One Million Dollars (\$1,000,000.00), and which otherwise provides sufficient coverage that the Administrator, or his/her designee, determines to be necessary and adequate under the circumstances. The certificate of insurance shall not be subject to cancellation or modification until after thirty (30) days' written notice to the Guam Film Office. Prior to issuance of any permit, a copy of the certificate of insurance shall be provided to the Insurance Commissioner. A copy of the certificate will remain on permanent file.

- (f) <u>Worker's Compensation Insurance</u>. An applicant *shall* conform to all applicable federal and local requirements for worker's compensation insurance for all persons operating under a permit.
- (g) Hold Harmless Agreement. An applicant *shall* execute a hold harmless agreement as provided by the government of Guam and incorporated within the permit issued under this Chapter.
- (h) Faithful Performance Bond. To ensure cleanup and restoration of any public property involved in the filming, the permittee may be required to post a refundable Faithful Performance Bond (amount to be determined by rules and regulations), cash surety or other comparable form of security guarantee at the time application is submitted. Upon completion of filming, cleanup and restoration, and a satisfactory inspection of the site by Guam Film Office Administrator, or his/her designee, the bond may be returned to applicant.
- § 30212. Effective Date. This Article shall be effective one hundred eighty (180) days after the date of enactment.
- § 30213. Severability. If any provision of this law or its application to any person or circumstances is found to be invalid or contrary to law, such invalidity shall not affect other provisions or applications of this law, which

1	can be given effect without the invalid provisions or applications, and to this
2	end the provisions of this law are severable."
3	Section 3. A new § 3103(h) is added to Chapter 3, Title 12, Guam Code
4	Annotated, to read:
5	"(h) The Corporation is authorized to create and administer the Guam Film
6	Office in order to advocate the Hafa Adai spirit globally."
7	Section 4. Appropriation. The total amount of one million five hundred
8	thousand dollars (\$1,500,000) is hereby appropriated to the Guam Film Commission
9	Corporation Fund, from the Tourist Attraction Fund, which shall be disbursed at the
10	rate of three hundred thousand (300,000) dollars in fiscal year 2020 and each
11	following year, until fiscal year 2025. Said contributions shall be deposited annually
12	into the Fund to ensure the continuing development of the Corporation and its film
13	production activities.