



FELIX P. CAMACHO
Governor of Guam

MICHAEL W. CRUZ
Lieutenant Governor

PORT AUTHORITY OF GUAM
ATURIDAT I PUETTON GUAHAN
Jose D. Leon Guerrero Commercial Port
GOVERNMENT OF GUAM

1026 Cabras Highway, Suite 201
Piti, Guam 96925



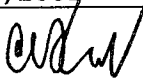
Telephone: (671) 477-5931/35

(671) 477-2683/85

Facsimile: (671) 477-2689/4445

Webpage: www.portofguam.com

POLICY MEMORANDUM NO. 97-01

To: All Port Tenants, Port Users, Trucking Companies	Subject: Insurance Requirements
Effective Date: April 14, 1997/February 15, 2001	Revision Date: April 3, 2008
Approved by:  CARLOS H. SALAS, Interim General Manager	

- I. **GENERAL:** The owners or operators of all vehicles entering the Port facilities must possess the required insurance as indicated in Section V of this policy memorandum prior to entering the facilities. Pedestrian traffic entering the facilities for the purpose of providing services to Port tenants, such as, custodial, vessel security or other types of commercial activity services are also covered under this policy memorandum.

Tenants: A Port tenant requesting services from business entities who do not meet the minimum insurance requirement must sponsor the entity under their existing coverage. A copy of the insurance certificate listing the sponsored entity and/or correspondence from the Port tenant authorizing the coverage and confirmed by their insurance carrier is to be provided to the Port prior to the start of such services.

- II. **PURPOSE AND SCOPE:** The purpose of this policy is to provide standard insurance requirements for all Port tenants and users entering the Port facilities. All other policies hereto adopted relating to this subject is hereby superseded. This policy memorandum is not intended to apply to Port approved, sponsored or personnel escorted tours.

III. **DEFINITIONS:**

- A. **Port:** Jose D. Leon Guerrero Commercial Port or Port Authority of Guam.
- B. **Insurance:** Commercial General Liability, Professional Liability, Personal and Business Auto Liability, Motor Truck Cargo, Commercial Property, Workers' Compensation and any other insurance appropriate to protect against the perils of loss presented by the vehicle owner or operator entering or using the Port's facilities and grounds.

- C. Truck: Any self-propelled land motor vehicle, or trailer capable of carrying cargo or merchandise of any kind, regardless of the vehicle's size, gross vehicle weight, capacity or registration whether the vehicle is loaded or unloaded.
- D. Private Passenger Vehicle: Any self-propelled motor vehicle designed primarily for carrying passengers or not licensed as a commercial vehicle.
- E. Heavy Equipment: Any piece of equipment used for cargo handling, maintenance or construction and not classified above.
- F. Pedestrian Traffic: An individual or individuals accessing the Port's facilities on foot and providing low risk activities for the Port tenants, such as, in-house custodial work for leased areas, or low risk monitoring services, such as, unarmed security services for vessels.

IV. **AMOUNT OF INSURANCE REQUIRED:** The amount of insurance required shall be determined by the Port's General Manager depending upon the type of activity conducted, or to be conducted by the owners or operators of vehicles entering the Port's facilities or other service providers accessing on foot. The following minimum amounts of insurance shall be required by owners or operators of vehicles listed below:

A. Truckers and Heavy Equipment Operators:

- 1. Business Auto Liability - \$1,000,000.00 combined single limit of liability
- 2. Motor Truck Cargo - \$500,000.00 per vehicle

B. Private Passenger Vehicles:

- 1. Personal Auto Liability - \$1,000,000.00 combined single limit of liability

C. Maintenance Contractors, Service Providers and Other Regular Users:

- 1. Commercial General Liability including Broad Form Property Damage and Contractual Liability - \$1,000,000.000 combined single limit of liability
- 2. Workers' Compensation - Statutory

D. Pedestrian Traffic: (Low Risk Service Providers - Minimum Requirements)

- 1. Commercial General Liability including Broad Form of Property Damage and Contractual Liability - \$200,000.00 combined single limit of liability
- 2. Workers' Compensation - Statutory

Any owners or operators not listed above should contact the General Manager to determine what insurance coverage is required.

- V. **INSURANCE COMPANY:** The insurance coverage(s) must be issued by those insurance companies who are licensed to do business on Guam, as determined by the Insurance Commissioner of Department of Revenue and Taxation.
- VI. **ADDITIONAL INSURANCE PROVISION:** All commercial insurance policies possessed by owners or operators of vehicles entering or using the Port's facilities and/or grounds must name the Port as an additional Insured in their policies and specify that the Port shall be given at least thirty (30) days prior written notice of any cancellation, material change or reduction in coverage.
- VII. **PROOF OF INSURANCE:** An Insurance Certificate must be issued listing all the vehicles, equipment, trucks covered under the insurance policy and filed with the Port Police Division. The certificate should include:
1. Name of Insured (The Port must be shown as an Additional Insured on all Commercial insurance policies)
 2. Policy Number
 3. Effective Date of Policy
 4. Limits of Insurance
 5. Description of the Vehicle, Equipment, Truck
 6. Description of Coverage Provided; and
 7. Name of Issuing Company

A certified copy of the Insurance Certificate must be carried in each vehicle, equipment and/or truck entering the Port facilities. This proof of insurance must be provided to the Port Police Division on an annual basis at least ten (10) days before the insurance policy expires.

- VIII. **NOTICE OF LOSS:** In the event a Port tenant or user is involved in an accident within the Port's facilities or while on Routes 11A or 11B (Cabras Highway) and results in bodily injury or property damage, the Port Police Division must be immediately notified.

- IX. **WORKERS' COMPENSATION:** All business entities entering or using the Port's facilities must also possess Workers' Compensation Insurance coverage as prescribed by Guam laws and copies of such Certificate of Insurance are to be filed with the Port Police Division. Each certificate shall specify that the Port shall be given at least thirty (30) days prior written notice of any cancellation, material change or reduction in coverage.
- X. **INTERCHANGE AGREEMENT:** In lieu of fulfilling the maximum insurance requirements listed herein, the Port user must provide to the Port a current Interchange Agreement. The primary company must have fulfilled the maximum insurance requirements listed above. The Interchange Agreement must specifically state and name the Port user as additional insured and the duration of such coverage. The Port must be notified thirty (30) days prior written notice of any cancellation, material change or reduction in coverage.