

HOUSE BILL NO. 150

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-SECOND LEGISLATURE - FIRST SESSION

BY THE HOUSE LABOR AND COMMERCE COMMITTEE BY REQUEST

Introduced: 2/26/01

Referred: Labor and Commerce

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to insurance premiums for rental motor vehicles."**

2 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

3 * **Section 1.** AS 21.27.360(b) is amended to read:

4 (b) **Except as provided under (h) of this section, all** [ALL] money, except
5 that made payable to the insurer, representing premium taxes and fees, premiums, or
6 return premiums received by the licensee [,] shall be received in the fiduciary account
7 of the licensee and shall be promptly accounted for and paid to the person entitled to
8 the money. The fiduciary account shall be located in this state unless the licensee is
9 licensed as a nonresident under AS 21.27.270. For purposes of this section, the
10 fiduciary account of the firm shall be considered the fiduciary account of an individual
11 licensee acting on behalf of the firm and shall be the responsibility of the firm. Money
12 deposited into a fiduciary account may not be commingled or otherwise combined
13 with other money, except as allowed under (d) of this section and AS 21.27.365.

14 * **Sec. 2.** AS 21.27.360 is amended by adding a new subsection to read:

15 (h) A licensee who transacts the business of insurance under a motor vehicle

1 rental agency limited producer license under AS 21.27.150(a)(7) is not required to
2 hold money collected from a person for the purchase of rental motor vehicle insurance
3 coverage in a separate fiduciary account if

4 (1) the fees for the rental insurance coverage are itemized and are a
5 part of a rental motor vehicle transaction; and

6 (2) the insurer has given written consent that the money need not be
7 segregated from other money received by the licensee and the consent is signed by an
8 officer of the insurer.