

AMENDMENT #1

OFFERED IN THE HOUSE  
TO: HB 211

BY REPRESENTATIVES Gray and Vance

- 1 Page 1, line 1:  
2 Delete "insurance regulation of"  
3  
4 Page 1, line 4:  
5 Delete "(l)"  
6 Insert "(m)"  
7  
8 Page 1, following line 13:  
9 Insert new bill sections to read:  
10 **\*\* Sec. 2.** AS 45.50.471(b) is amended by adding a new paragraph to read:  
11 (58) violating AS 45.50.476 (prepaid legal plans);  
12 **\* Sec. 3.** AS 45.50 is amended by adding a new section to read:  
13 **Sec. 45.50.476. Prepaid legal plans.** (a) A person that offers a prepaid legal  
14 plan exempt under AS 21.03.021 may not engage in misleading advertising that  
15 implies the prepaid legal plan is insurance or guarantees outcomes beyond the scope of  
16 covered services. A person that offers a prepaid legal plan shall  
17 (1) before enrollment, provide a written disclosure to members that  
18 includes  
19 (A) a complete list of covered legal services and any significant  
20 exclusions;  
21 (B) the cost and payment terms of the plan;  
22 (C) information on how to access services and contact  
23 information for the plan administrator and participating attorneys;

1 (D) a statement that the plan is not insurance and is not subject  
2 to insurance regulation; and

3 (E) the procedures for filing a complaint or resolving a dispute;  
4 (2) maintain records of member complaints for at least three years and  
5 make complaints available to the attorney general upon request;

6 (3) register annually with the attorney general by submitting  
7 information about the plan, including the plan name, administrator contact, number of  
8 members in the state, and a certification of compliance with the requirements of this  
9 subsection.

10 (b) The attorney general may

11 (1) investigate a complaint alleging a violation of (a) of this section;

12 (2) issue a cease and desist order for a violation of (a) of this section;

13 and

14 (3) require a fee, not to exceed \$100, to cover administrative costs  
15 associated with registration of a prepaid legal plan.

16 (c) In this section, "prepaid legal plan" has the meaning given in  
17 AS 21.03.021."