

CS FOR HOUSE BILL NO. 211(L&C)

IN THE LEGISLATURE OF THE STATE OF ALASKA

THIRTY-FOURTH LEGISLATURE - SECOND SESSION

BY THE HOUSE LABOR AND COMMERCE COMMITTEE

Offered: 4/27/26

Referred: Rules

Sponsor(s): REPRESENTATIVES JIMMIE, Mina

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to prepaid legal plans."**

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

3 * **Section 1.** AS 21.03.021 is amended by adding a new subsection to read:

4 (m) This title does not apply to a prepaid legal plan. In this subsection,
5 "prepaid legal plan" means an arrangement between a member and an organization in
6 which

7 (1) the member prepays for specified legal services that are available
8 to the member or the member's dependent;

9 (2) the organization contracts directly with an attorney for the
10 provision of the specified legal services and pays the attorney a fixed, prearranged
11 payment; and

12 (3) an attorney contracted under this subsection does not receive
13 additional payment or reimbursement from the organization for provision of the
14 specified legal services or the specified legal expenses.

15 * **Sec. 2.** AS 45.50.471(b) is amended by adding a new paragraph to read:

1 (58) violating AS 45.50.476 (prepaid legal plans).

2 * **Sec. 3.** AS 45.50 is amended by adding a new section to read:

3 **Sec. 45.50.476. Prepaid legal plans.** (a) A person that offers a prepaid legal
4 plan exempt under AS 21.03.021 may not

5 (1) engage in misleading advertising that implies the prepaid legal plan
6 is insurance or guarantees outcomes beyond the scope of covered services;

7 (2) require a member to pay for services beyond the month in which
8 the member requests to be disenrolled from the plan; or

9 (3) impose a penalty for disenrolling from the plan.

10 (b) A person that offers a prepaid legal plan shall

11 (1) before enrollment, provide a written disclosure to members that
12 includes

13 (A) a complete list of covered legal services and any significant
14 exclusions;

15 (B) the cost and payment terms of the plan;

16 (C) information on how to access services and contact
17 information for the plan administrator and participating attorneys;

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

20 (E) the procedures for filing a complaint or resolving a dispute;
21 and

22 (2) maintain records of member complaints for at least three years and
23 make complaints available to the attorney general upon request.

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