



Summary of Changes
SB 70 Version A to Version B

An Act Relating to Owner & Contractor Controlled Insurance

Section 1

Page 1 – Line 9

Delete the word “or”

Page 1 – Lines 11-13

Adding: “if naming a person as an additional insured is a term required by a contract; this paragraph does not apply to an owner controlled or contractor controlled insurance program for a major construction project.”

Explanation

The changes from version A to version B acknowledge that there are two instances when an additional insured is allowed:

1. When required by a contract between two parties such as a contract between ABC Contractors and the State of Alaska to build a new transportation center; or
2. In an owner controlled or contractor controlled insurance program for a major construction project.

In the first instance, the amendment clarifies that a contractually agreement requiring an additional named insured is not an owner controlled or contractor controlled insurance program. Therefore it does not need to be approved by the Division of Insurance, does not need to be a major construction project, limited to a set geographical location, with a value in excess of \$50 million dollars.