

in the manner which the finance committee determines.

Sec. 91. Application of Act Provisions. All provisions of this Act applicable to the issuance of bonds are applicable to funding or refunding bonds and to their issuance, sale, or exchange.

Sec. 92. Principal Amount. Funding or refunding bonds may be issued in a principal amount sufficient to provide funds for the payment of all of the following:

(1) All bonds to be funded or refunded by them.

(2) All expenses incident to the calling, retiring, or paying of the outstanding bonds and the issuance of the funding or refunding bonds, including the difference in amount between the par

value of the funding or refunding bonds and any amount less than that for which the funding or refunding bonds may be sold.

(3) Interest upon the funding or refunding bonds from the date of sale to the date of payment of the bonds to be funded or refunded out of the proceeds of the sale or the date upon which the bonds to be funded or refunded will be paid pursuant to the call or agreement with the holders of such bonds.

(4) Any premium necessary in the calling or retiring of the outstanding bonds and the interest accruing on them to the date of the call or retirement.

Sec. 93. Effective Date. This Act shall become effective immediately upon its passage and approval or upon its becoming law without such approval.

Approved May 4, 1959

CHAPTER 181

AN ACT

Amending Sec. 51-2-33, ACLA 1949, as amended by Ch. 57, SLA 1949, as amended by Ch. 106, SLA 1951 by increasing the amount of payments authorized in the Aid to Dependent Children program.

(H.B. 189)

Be it enacted by the Legislature of the State of Alaska:

Section 1. Sec. 51-2-33, ACLA 1949, as amended by Ch. 57, SLA 1949 and Ch. 106, SLA 1951, is hereby amended to read as follows:

Sec. 51-2-33. Amount of Assistance.

The amount of assistance which shall be granted for any dependent child, and the relative with whom the dependent child is living, shall be determined by the Welfare Department with due regard to the resources and necessary expenditures of the family and

the condition existing in each case and shall be sufficient, when added to all other income and support available to the child, to provide such child and relative with reasonable subsistence compatible with decency and health; providing, however, that the amount of assistance granted shall not exceed eighty dollars (\$80.00) when there is a relative and one child, and where there is more than one such child, the amount allowed for the relative and first child shall not exceed eighty dollars (\$80.00) and the amount for each additional child shall not exceed thirty dollars (\$30.00).

Approved May 5, 1959

CHAPTER 182

AN ACT

To require fire and marine insurance companies to maintain unearned premium

and loss reserves; requiring fire insurance policies to be written on standard forms approved by the Commissioner of Insurance or on combination policies or supplemental or comprehensive contracts approved by the Commissioner of Insurance and requiring other types of policies to be approved by the Commissioner of Insurance before their use in the State of Alaska, and repealing Section 42-1-25, ACLA 1949.

(S.B. 125)

Be it enacted by the Legislature of the State of Alaska:

Section 1. **Unearned Premium Reserve for Fire Insurance.** Every company authorized in Alaska to transact Fire and Marine insurance shall maintain an unearned premium reserve on all policies in force, which reserve shall be charged as a liability. The portions of the gross premiums in force, after deduction for reinsurance in authorized companies, which shall be held as a premium reserve, shall be computed according to the following table; provided, however, that the Commissioner may require that such reserve shall be equal to the unearned portions of the gross premiums in force after deduction for reinsurance in authorized companies, in which case the reserve shall be computed on each respective risk from the date of the issuance of the policy:

Term for Which Policy Is Written	Reserve for Unearned Premium
One Year	1st year 1/2
Two Years	1st year 3/4 2nd year 1/4
Three years	1st year 5/6 2nd year 1/2 3rd year 1/6
Four Years	1st year 7/8 2nd year 5/8 3rd year 3/8 4th year 1/8
Five Years	1st year 9/10 2nd year 7/10 3rd year 1/2 4th year 3/10 5th year 1/10
Over Five Years....	Pro rata

Section 2. **Loss Reserves.** (a) Each Fire and Marine company shall maintain a reserve for unpaid loss claims at least equal to the aggregate estimated amounts due or to become due on account of all

losses or claims of which the company has received notice; provided, that such loss reserve shall also include the estimated liability arising out of the occurrence of any event which may result in a loss and of which the company has received notice, and the estimated liability for all losses which have occurred but of which no notice has been received. For the purpose of such reserves, the company shall keep a complete and itemized record showing all losses and claims on which it has received notice, including all notices received by it of the occurrence of any event which may result in a loss.

(b) Whenever the loss experience of the company shows the reserve calculated in accordance with the foregoing provision to be inadequate the Commissioner may require such company to maintain additional loss reserves.

Section 3. **Standard Fire Policy.** (a) The standard fire insurance policy known as the 1943 Edition, New York Standard Form of Fire Insurance Policy, and any changes thereto made subsequently and approved by the Commissioner is hereby adopted as the standard form of fire insurance policy for Alaska. The Commissioner shall, as of the effective date of this act, file in his office and thereafter maintain on file, a true copy of such standard form of fire insurance policy for Alaska, with the Commissioner's certificate certifying the same as such standard form of policy and the date of filing. As any changes are made in such form and the same approved by the Commissioner, supplemental standard forms of such policy bearing such certificate and date of filing shall be filed and maintained by the Commissioner. All such 1943 New York Standard Form of Fire Insurance Policies issued or outstanding in Alaska from and after said date until such time as the Commissioner otherwise rules, shall be valid. No fire insurance policy, or any renewal of any such

policy on property in Alaska shall be issued or delivered in Alaska after the effective date of this act in other than such standard form, except only as provided in this and the following sections of this article, and except that there may be issued riders, endorsements, clauses, permits, forms or other memoranda, to be attached to and made a part of such fire insurance policy not inconsistent therewith. This subsection shall not be applicable to policies of insurance on any vehicle, motor or otherwise, to marine and transportation policies or to policies of reinsurance between companies.

(b) Insurers issuing the standard policy pursuant to this section are hereby authorized to affix thereto or include therein a written statement that the policy does not cover loss or damage caused by nuclear reaction or nuclear radiation or radioactive contamination, all whether directly or indirectly resulting from an insured peril under said policy; provided, however, that nothing herein contained shall be construed to prohibit the attachment to any such policy of an endorsement or endorsements specifically assuming coverage for loss or damage caused by nuclear reaction or nuclear radiation or radioactive contamination.

(c) **Combination Policies.** Two or more companies authorized to transact business in Alaska may issue a combination or group form of policy, using a distinctive title therefor, which title shall appear at the head of such policy followed by the titles of the companies obligated thereupon, and which policy shall be executed by the officers of each such companies; provided, that before such companies shall issue such combination or group policy, the title of such proposed policy and the terms of the

additional provisions thereof, hereby authorized, shall have been filed with the Commissioner, which terms, in addition to the provisions of the standard policy and not inconsistent therewith, shall provide under a separate title therein, substantially as follows:

(A) That each company executing such policy shall be liable for the full amount of any loss or damage, according to the terms of the policy, or a specific percentage thereof;

(B) That service of process or of any notice or proof of loss required by the said policy upon any of the companies executing the same shall be deemed to be service upon all; and provided further, that the unearned premium liability on each policy so issued shall be maintained by each of such companies on the basis of the liability of each to the insured thereunder.

(d) **Supplemental or Comprehensive Contracts.** Forms for supplemental contracts or comprehensive contracts whereby the property described may be insured against one or more risks, in addition to the risk of direct loss or damage by fire, and forms of fire policies on farm property, may be approved by the Commissioner, and their use in connection with the standard fire insurance policy may be authorized by the Commissioner.

Section 4. Every insurance company, domestic or foreign, doing business in the State, shall submit to the Commissioner a copy of every policy it will issue in the State and every policy insuring risks in the State and shall secure his approval thereof before issuing any such policy.

Section 5. Section 42-1-25 ACLA 1949 is hereby repealed.

Approved May 4, 1959

CHAPTER 183

AN ACT

Pertaining to legal holidays; amending and clarifying Sec. 1-1-6, ACLA 1949.

(S.B. 34)

Be it enacted by the Legislature of the State of Alaska:

Section 1. Section 1-1-6, ACLA 1949, is

hereby amended to read as follows:

Sec. 1-1-6. **Legal Holidays.** The following days are legal holidays, name-