

the ballot. If a majority of the votes cast in said referendum are in the affirmative, the school board may thereafter enact such a tax in the nature of a levy upon buyers but with imposition upon sellers of the obligation of collecting same at the time of sale or at time of collection with respect to credit transactions, and transmit same to the Independent School District or Incorporated School District. The sole purpose of this subsection is to enable Independent School Districts or Incorporated School Districts, with the consent of the residents thereof, to impose sales taxes, and that although such method of taxation be established within an Independent School District or Incorporated School District, the school board may at any time abandon same or may abandon one or more of the three tax sources listed hereinabove. It is also the intent that if consent to such tax be obtained for a special

purpose, the proceeds of the tax may not be used for any other purpose unless with consent of the voters at another referendum. It is further provided that no tax shall be levied or imposed hereunder upon either sales, rents or services made within any incorporated municipality or school district which is a part of any independent school district where such incorporated municipality levies a consumer's sales tax upon the sales price of either or both retail sales, rents and services made within it.

Sec. 3. Nothing contained in this Act shall prohibit political subdivisions that are collecting a sales tax on rents on the date this Act becomes effective to continue to collect the same.

Sec. 4. This Act shall take effect immediately upon its passage and approval or upon its becoming law without such approval.

Approved April 7, 1959

## CHAPTER 67

### AN ACT

**Relating to insurance policies issued in conjunction with contracts for sale of motor vehicles, merchandise and other property or for loan of money, which undertake to insure a debtor for the amount of his debt under such contracts; requiring the furnishing of copies of such policies and providing for cancellation of policies and payment of refunds for unearned premiums thereof, making violation of the Act a misdemeanor and fixing the penalty thereon.**

(S.B. 52)

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

Section 1. Whenever a credit life insurance policy or other insurance policy is obtained on the life of a debtor under or pursuant to the terms of a contract for the sale of a motor vehicle, merchandise or other property, or for the loan of money, the person, firm, company or corporation obtaining or receiving the policy shall furnish a copy of the policy, or a certificate or statement of insurance in the case of a group policy, to the insured not later than thirty (30) days after receipt thereof. Such policy shall be on a form approved by the State Insurance Commission, and the principal

amount payable thereunder shall not be in excess of the total amount the debtor agrees to pay when he enters into such contract, provided, however, that where the indebtedness is repayable in installments, the amount of the insurance shall not exceed the approximate unpaid balance of the loan. If all amounts payable under such contract are paid before the same become due, such policy shall be cancelled and the insured shall be paid any refund for unearned premium on the policy within sixty (60) days after such cancellation.

Sec. 2. Any person, firm, company or corporation violating any of the provisions of this Act shall be guilty of a

misdemeanor and upon conviction there- of shall be fined not less than One Hundred Dollars (\$100.00), nor not more than Five Hundred Dollars (\$500.00), or

by imprisonment in jail for not more than thirty (30) days or by both such fine and imprisonment.

Approved April 10, 1959

CHAPTER 68

AN ACT

**Requiring bank depositors' and bank customers' records be confidential; adding Sec. 3.118 to Ch. 129, SLA 1951.**

(C.S.H.B. 20)

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

Section 1. Section 3.118 is added to Chapter 129, SLA 1951 to read as follows:

Section 3.118. **Depositors' and Customers' Records Confidential.** All bank records pertaining to depositors and customers shall be confidential and such records shall not be made public except when the bank, customer or

depositor is compelled to disclose their contents by a court of competent jurisdiction, or when their disclosure is required by Federal or State law or regulation, or when disclosure is authorized by the depositor or customer in writing, or when disclosure is made to the holder of a negotiable instrument drawn on said bank as to whether the drawer has sufficient funds in the bank to cover the instrument.

Approved April 10, 1959

CHAPTER 69

AN ACT

**Relating to the rate of interest chargeable by political subdivisions in the State of Alaska on delinquent taxes; amending Sec. 16-1-112, ACLA 1949, as amended by Sec. 3, Ch. 174, SLA 1957.**

(H.B. 110)

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

Section 1. Sec. 16-1-112, ACLA 1949, as amended by Sec. 3, Ch. 174, SLA 1957, is hereby amended to read as follows:

Sec. 16-1-112. **Taxing Powers Exercisable by General Ordinance: Uniformity of Assessments: Classification of Property.** The council is empowered by general ordinance to provide for the annual assessment, levy and collection of such taxes in the manner provided by law upon all real and personal property within the limits of the corporation, and by such ordinance to fix the dates when such

assessment shall be annually made; when taxes may become due; to require the listing of property subject to taxation by the owner or agent thereof; to provide for the collection of penalties for non-payment of taxes when due, not to exceed fifteen percentum of such tax, and interest not to exceed eight percent (8%) per annum on delinquent taxes and to provide generally such other matters and things relative to the assessment and levy of such taxes as may be proper; provided, however, all assessments shall be equal and uniform and based upon the actual value of the property assessed, and prior to fixing the rates