



LAWS OF ALASKA

1983

Source

CSHB 308(L&C) am S

Chapter No.

104

AN ACT

Relating to insurance.

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

THE ACT FOLLOWS ON PAGE 1, LINE 8.

UNDERLINED MATERIAL INDICATES TEXT THAT IS BEING ADDED TO THE LAW AND BRACKETED MATERIAL IN CAPITAL LETTERS INDICATES DELETIONS FROM THE LAW; COMPLETELY NEW TEXT OR MATERIAL REPEALED AND RE-ENACTED IS IDENTIFIED IN THE INTRODUCTORY LINE OF EACH BILL SECTION.

Approved by the Governor: July 27, 1983
Actual Effective Date: October 25, 1983

AN ACT

Relating to insurance.

* Section 1. AS 21.39.155(a) is amended to read:

(a) The director may require carriers, except a reciprocal insurer formed by and insuring only a group of municipalities or nonprofit public utilities under AS 21.75, as a condition of writing a line of insurance dealing with workers' compensation, to participate in an assigned risk pool if the director finds that mandatory carrier participation is in the public interest.

* Sec. 2. AS 21.75.050 is amended by adding a new subsection to read:

(c) A domestic reciprocal insurer formed under this chapter by and insuring only 10 or more municipalities shall

(1) comply with (a) of this section or post a bond for an amount equal to the capital that would be required of a domestic stock insurer writing the same lines of insurance for which the reciprocal insurer seeks to be authorized; and

(2) maintain a surplus of \$250,000 in admitted assets or a surplus sufficient to operate the reciprocal insurer for one year, whichever is greater.

* Sec. 3. AS 21.75.060(a) is amended to read:

(a) Ten [TWENTY-FIVE] or more persons domiciled in this state may organize a domestic reciprocal insurer and make application to the director for a certificate of authority to transact insurance.

* Sec. 4. AS 21.75 is amended by adding a new section to read:

Chapter 104

1 Sec. 21.75.340. DEFINITIONS. In this chapter "municipality"
2 means a political subdivision incorporated under the laws of the state
3 that is a home rule or general law city, a home rule or general law
4 borough, or a unified municipality.

5 * Sec. 5. AS 21.80.180(5) is amended to read:

6 (5) "insolvent insurer" means an insurer

7 (A) authorized to transact insurance in this state,
8 except an assessable reciprocal insurer formed by and insuring
9 only municipalities or nonprofit public utilities, the Medical
10 Indemnity Corporation of Alaska, and the Health Care Providers
11 Joint Underwriting Association established under AS 21.88.010 -
12 21.88.900, either at the time the policy was issued or when the
13 insured event occurred, and

14 (B) determined to be insolvent by a court of competent
15 jurisdiction;

16 * Sec. 6. AS 21.80.180(6) is amended to read:

17 (6) "member insurer" means a person, except an assessable
18 reciprocal insurer formed by and insuring only municipalities or
19 nonprofit public utilities, the Medical Indemnity Corporation of
20 Alaska, and the Health Care Providers Joint Underwriting Association
21 established under AS 21.88.010 - 21.88.900, who

22 (A) writes any kind of insurance to which AS 21.80.-
23 010 - 21.80.190 apply under AS 21.80.020 including the exchange
24 of reciprocal or inter-insurance contracts, and

25 (B) is licensed to transact insurance in this state;