



LAWS OF ALASKA

1999

Source
CSSB 87(L&C)

Chapter No.
15

AN ACT

Requiring a license to sell rental car insurance.

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

THE ACT FOLLOWS ON PAGE 1

Approved by the Governor: May 6, 1999
Actual Effective Date: August 4, 1999

AN ACT

1 Requiring a license to sell rental car insurance.

2

3 * **Section 1.** AS 21.27.060(d) is amended to read:

4 (d) This section does not apply to an applicant

5 (1) for a limited license under AS 21.27.150(a)(1) [AS 21.27.150(1)],

6 (2), [OR] (6), or (7);

7 (2) who, at any time within the two-year period immediately preceding
8 the date the current pending application is received by the division, had been licensed
9 in good standing in this state under a license requiring substantially similar
10 qualifications as required by the license applied for; or

11 (3) whose license in its resident jurisdiction requires the same
12 qualifications as the license applied for in this state if the license in all jurisdictions
13 is in good standing.

14 * **Sec. 2.** AS 21.27.150 is amended to read:

15 **Sec. 21.27.150. Limited licenses.** (a) The director may issue a

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1 (1) travel insurance limited producer license to a person whose place
2 of business is located in this state, who sells transportation tickets of a common carrier
3 of persons or property, who is appointed under AS 21.27.100, and whose sole purpose
4 is to be appointed by and [TO] act as an agent for transportation ticket policies of
5 health insurance, baggage insurance on personal effects, and trip cancellation or trip
6 interruption insurance;

7 (2) health insurance limited producer license to a resident of this state
8 whose sole purpose is to be appointed by and act as an agent for health insurance
9 pertaining to sports and recreation;

10 (3) title insurance limited producer license to a person whose place of
11 business is located in this state and whose sole purpose is to be appointed by and act
12 on behalf of a title insurer;

13 (4) bail bond limited producer license to a person whose place of
14 business is located in this state and whose sole purpose is to be appointed by and act
15 on behalf of a surety insurer pertaining to bail bonds;

16 (5) fraternal benefit society limited producer license to a person whose
17 sole purpose is to be appointed by and [TO] act on behalf of a fraternal benefit society
18 licensed under AS 21.84;

19 (6) retired insurance producer license to a resident who is retired or
20 retiring from the business of insurance and surrenders all in-force licenses to allow the
21 person to receive a continuing commission in regard to insurance transacted before
22 retirement; a retired insurance producer licensee may not solicit, induce, negotiate, or
23 effectuate contracts of insurance; the director may renew a retired insurance producer
24 license if the licensee ceases to be a resident of this state;

25 (7) motor vehicle rental agency limited producer license to a person
26 and, subject to the approval of the director, to employees of the person licensed
27 that the licensee authorizes to transact the business of insurance on the licensee's
28 behalf if, as to an employee, the licensee complies with (D) of this paragraph and
29 if the licensee

30 (A) rents to others, without operators,

31 (i) private passenger motor vehicles, including

1 passenger vans, minivans, and sport utility vehicles; or

2 (ii) cargo motor vehicles, including cargo vans,
3 pickup trucks, and trucks with a gross vehicle weight of less than
4 26,000 pounds that do not require the operator to possess a
5 commercial driver's license;

6 (B) rents motor vehicles only to persons under rental
7 agreements that do not exceed a term of 90 days;

8 (C) transacts only the following kinds of insurance:

9 (i) motor vehicle liability insurance with respect to
10 liability arising out of the use of a vehicle rented from the licensee
11 during the term of the rental agreement;

12 (ii) uninsured or underinsured motorist coverage,
13 with minimum limits described in AS 21.89.020(c) and (d) arising
14 out of the use of a vehicle rented from the licensee during the term
15 of the rental agreement;

16 (iii) insurance against medical, hospital, surgical, and
17 disability benefits to an injured person and funeral and death
18 benefits to dependents, beneficiaries, or personal representatives of
19 a deceased person if the insurance is issued as incidental coverage
20 with or supplemental to liability insurance and arises out of the use
21 of a vehicle rented from the licensee during the term of the rental
22 agreement;

23 (iv) personal effects insurance, including loss of use,
24 with respect to damage to or loss of personal property of a person
25 renting the vehicle and other vehicle occupants while that property
26 is being loaded into, transported by, or unloaded from a vehicle
27 rented from the licensee during the term of the rental agreement;

28 (v) towing and roadside assistance with respect to
29 vehicles rented from the licensee during the term of the rental
30 agreement; and

31 (vi) other insurance as may be authorized by

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1 **regulation by the director;**
2 **(D) notifies the director in writing, within 30 days of**
3 **employment, of the name, date of birth, social security number, location**
4 **of employment, and home address of an employee authorized by the**
5 **licensee to transact insurance on the licensee's behalf; and**
6 **(E) provides other information as required by the director.**
7 **(b) The** [THE] director may waive the bond required under AS 21.27.530(5)
8 for a person licensed under this section.