

SENATE BILL NO. 87

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-FIRST LEGISLATURE - FIRST SESSION

BY THE SENATE LABOR AND COMMERCE COMMITTEE BY REQUEST

Introduced: 2/23/99

Referred: Labor and Commerce, Judiciary

A BILL

FOR AN ACT ENTITLED

1 "An Act requiring a license to sell rental car insurance."

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

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

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) **rental motor vehicle limited producer license that covers the**
 26 **person and the person's employees if the person**

27 **(A) is a firm with a rental office and place of business in**
 28 **this state;**

29 **(B) does not rent a vehicle that requires a commercial**
 30 **driver's license to operate;**

31 **(C) rents motor vehicles only to an individual under a rental**

1 agreement that does not exceed a term of 90 days;

2 (D) transacts only the following kinds of insurance for rental
3 motor vehicles:

4 (i) personal accident insurance covering risks of
5 travel;

6 (ii) liability insurance, including uninsured or
7 underinsured motor vehicle coverage, with minimum limits
8 described in AS 21.89.020(c) and (d);

9 (iii) personal effects insurance;

10 (iv) roadside assistance and emergency illness
11 protection; or

12 (v) other rental motor vehicle coverage approved by
13 the director by regulation;

14 (E) maintains a list of employees who are transacting the
15 business of insurance under the authority of this paragraph; and

16 (F) provides other information as required by the director.

17 (b) The [THE] director may waive the bond required under AS 21.27.530(5)
18 for a person licensed under this section.