

HOUSE BILL NO. 289

IN THE LEGISLATURE OF THE STATE OF ALASKA
TWENTY-THIRD LEGISLATURE - FIRST SESSION

BY REPRESENTATIVE MCGUIRE

Introduced: 4/28/03

Referred: Labor and Commerce, Finance

A BILL

FOR AN ACT ENTITLED

1 **"An Act relating to the bonding and insurance requirements for certain contractors,**
2 **general contractors, mechanical contractors, specialty contractors, and subcontractors;**
3 **and providing for an effective date."**

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

5 * **Section 1.** AS 08.18.071(b) is amended to read:

6 (b) If the applicant is a general contractor, the amount of the bond shall be
7 **\$100,000** [\$10,000]; if the applicant is a mechanical or specialty contractor, the
8 amount of the bond shall be **\$50,000** [\$5,000]. In lieu of the surety bond the applicant
9 may file with the commissioner a cash deposit or other negotiable security acceptable
10 to the commissioner in the amount specified for bonds.

11 * **Sec. 2.** AS 08.18.101 is amended to read:

12 **Sec. 08.18.101. Insurance required.** Each applicant, at the time of applying
13 for registration or upon renewal of registration, shall file with the commissioner
14 satisfactory evidence that the applicant has in effect

1 (1) to the extent required under AS 23.30, workers' compensation
2 insurance that is purchased from a private insurer who is admitted to do business in the
3 state and that shows coverage in this state, appropriate employee classifications, and
4 rates applicable in this state, or a valid workers' compensation self-insurance
5 certificate issued by the Alaska Workers' Compensation Board; and

6 (2) public liability and property damage insurance covering the
7 applicant's contracting operations in this state in the sum of not less than **\$200,000**
8 ~~[\$20,000]~~ for damage to property, **\$250,000** ~~[\$50,000]~~ for injury, including death, to
9 any one person, and **\$500,000** ~~[\$100,000]~~ for injury, including death, to more than one
10 person.

11 * **Sec. 3.** This Act takes effect July 1, 2003.