

Continued

1 IN THE HOUSE

BY MESSRS. KAY AND MOODTICHEON

2 HOUSE BILL NO. *131 Kalamavides and*
Everal

3 IN THE LEGISLATURE OF THE TERRITORY OF ALASKA

4 TWENTY-SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act requiring insurance companies to
7 keep invested in certain warrants,
8 securities and loans in the Territory of
9 Alaska funds in an amount equal to at
10 least twenty-five per cent of net
11 premiums; and amending Chapter 1 of Title
12 42 ACLA 1949 by adding a new section
13 designated as Section 42-1-29."

14 BE IT ENACTED BY THE LEGISLATURE OF THE TERRITORY OF ALASKA:

15 Section 1. Chapter 1 of Title 42, Alaska Compiled Laws
16 Annotated, 1949, is hereby amended by adding thereto the follow-
17 ing new section, designated as Section 42-1-29, to read as
18 follows:

19 Section 42-1-29. INVESTMENTS IN THE TERRITORY. Every
20 domestic and foreign insurance company transacting insurance
21 business in the Territory shall on or before the 1st day of
22 March 1955 and the 1st day of March of each year thereafter,
23 have invested in the Territory funds in an amount equal to
24 at least twenty-five per cent of the net premiums received
25 by such company during the year ending on the next
26 preceding 31st day of December from property or risks
27 resident or located in the Territory, which shall be
28 invested and kept invested only as follows:

29 (1) In the legally issued bonds, warrants, and

1 securities of the Territory of Alaska, not estimated above
2 their current market value; or

3 (2) In the legally authorized bonds of any city or
4 town in the Territory of Alaska; or

5 (3) In the legally authorized bonds of any city or
6 town in the Territory of Alaska which are a direct
7 obligation of the city or town issuing the same, whose
8 indebtedness, after deducting the amount of its securities
9 in the sinking fund which are available for the payment of
10 its bonds, does not exceed five per cent of the valuation
11 of property therein as assessed for taxation next
12 preceding the date of such investments; or

13 (4) In loans upon improved and unencumbered real
14 property in the Territory of Alaska, provided that no loan
15 on such property shall exceed fifty per cent of the fair
16 market value thereof at the time of the making of such loan
17 and a certificate of the value of such property shall be
18 executed before making such loan by the Board of Directors,
19 which certificate shall be recorded on the books of the
20 company.

21 In addition to all other matters required by Section
22 42-1-14 ACLA 1949, such company shall include in the annual
23 statement therein provided a statement of the amount of net
24 premiums received during the year ending on the next
25 preceding 31st day of December upon property or risks
26 residents or located in the Territory, together with a
27 statement of the amount of funds invested in bonds,
28 warrants, securities, loans and other things in the
29 Territory as provided in this Act.

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Failure to comply with any provision of this Act shall constitute a sufficient ground for revocation and suspension of the certificate of authority of such company, which shall be in addition to the grounds for such suspension or revocation provided in Section 42-1-12 ACLA 1949.