

Introduced: 1/25/68  
Referred: Commerce

1 IN THE SENATE

BY THE RULES COMMITTEE  
BY REQUEST OF THE GOVERNOR

2 SENATE BILL NO. 242

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FIFTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act amending the bonding requirements of real  
7 estate brokers and salesmen; and providing for an  
8 effective date."

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

10 \* Section 1. AS 08.88.281 is amended to read:

11 Sec. 08.88.281. BONDS. Before issuing a license to an applicant  
12 under this chapter, the board shall determine that the applicant has  
13 a corporate surety bond acceptable to the commissioner. If the  
14 applicant is applying for a real estate broker license, the bond is for  
15 \$5,000; if he is applying for any other license, the bond is for  
16 \$1,000. The bond is made payable to the state, and is breached if the  
17 licensee injures another by a wrongful act or default in the conduct  
18 of the business for which his license is issued. A person injured by  
19 a wrongful act or default may sue in his own name. The aggregate  
20 liability of the surety to all persons insured by the bond does not  
21 exceed the amount of the bond. [IF THE SURETY ON THE BOND DESIRES TO  
22 CANCEL THE BOND, HE MAY DO SO BY GIVING THE COMMISSIONER WRITTEN NOTICE  
23 OF HIS INTENTION TO CANCEL. THE CANCELLATION IS EFFECTIVE 30 DAYS  
24 AFTER THE NOTICE IS DELIVERED TO THE COMMISSION. THE SURETY IS NOT  
25 LIABLE FOR ANY BREACH OF CONDITION OCCURRING AFTER THE BOND IS  
26 CANCELLED.] The bond covers the principal office and all branch  
27 offices of a real estate broker.

28 \* Sec. 2. This Act takes effect the day after its passage and approval  
29 or on the day it becomes law without approval.