

Original Sponsor: Rules Committee
by request of the Governor

Offered: 3/6/68
Referred: Rules

1 IN THE SENATE

BY THE COMMERCE COMMITTEE

2 HOUSE CS FOR 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 a
13 corporate surety bond acceptable to the commission. If the applicant is
14 applying for a real estate broker license, the bond is for \$5,000; if he
15 is applying for any other license, the bond is for \$1,000. The bond is
16 made payable to the state, and is breached if the licensee injures
17 another by a wrongful act or default in the conduct of the business for
18 which his license is issued. A person injured by a wrongful act or de-
19 fault may sue in his own name. The aggregate liability of the surety
20 to all persons insured by the bond does not exceed the amount of the
21 bond. If the surety on the bond desires to cancel the bond, he may do
22 so by giving the commission written notice of his intention to cancel.
23 The cancellation is effective 30 days after the notice is delivered to
24 the commission. The surety is not liable for any breach of condition
25 occurring after the bond is cancelled. If for any reason the bond of a
26 licensee is cancelled, the commissioner shall suspend his license. The
27 bond covers the principal office and all branch offices of a real
28 estate broker.

29 * Sec. 2. This Act takes effect on the day after its passage and approval.

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or on the day it becomes law without approval.