

Introduced: 2/6/74
Referred: Commerce and
Finance

1 IN THE HOUSE

BY THE RULES COMMITTEE BY
REQUEST OF THE GOVERNOR

2 HOUSE BILL NO. 582

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 EIGHTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act establishing an insured claims deductible
7 fund, providing for its administration; and
8 providing for an effective date."

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

10 * Section 1. AS 44.21.020 is amended by adding a new paragraph to read:

11 (12) administer the state insured claims deductible fund.

12 * Sec. 2. AS 44.21 is amended by adding new sections to read:

13 ARTICLE 4. INSURED CLAIMS DEDUCTIBLE FUND.

14 Sec. 44.21.200. INSURED CLAIMS DEDUCTIBLE FUND. There is
15 established a state insured claims deductible fund, administered by
16 the Department of Administration. The fund consists of:

17 (1) appropriations from the general fund;

18 (2) damages, settlements, and other amounts recovered by
19 the state as the result of claims to which the state is a party and
20 which are either related to the types of claims to which the fund may
21 be applied or which the Department of Administration considers proper to
22 apply to the purposes of the fund;

23 (3) interest and other returns on the investments made with
24 resources of the fund;

25 (4) reserves for unpaid losses, liabilities and
26 administrative expenses.

27 Sec. 44.21.210. USE OF FUND. (a) The insured claims
28 deductible fund shall be applied to that amount of any loss or
29 liability which, under a contract of insurance, the state has agreed

1 to pay, as a deductible, before the contracting insurance company
2 becomes liable for payment of the claim pursuant to the insurance
3 contract. The insured claims deductible fund shall also be used for
4 the settlement of claims for losses and liabilities up to the amount
5 of the deductible in the contract of insurance under which the losses
6 and liabilities are covered.

7 (b) Specific areas to which the fund may be applied include
8 but are not limited to workmen's compensation claims, claims against
9 the state under AS 09.50.250 - 09.50.300, and property damage or loss.
10 The Department of Administration may determine which potential losses
11 and liabilities are to be covered by the fund.

12 * Sec. 3. This Act takes effect on July 1, 1974.
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