

Introduced: 3/18/77
Referred: Commerce

BY BROWN, BRADLEY, COWPER,
MCKINNON, PARR AND SMITH

1 IN THE HOUSE

2 *CS* HOUSE BILL NO. 371
3 IN THE LEGISLATURE OF THE STATE OF ALASKA
4 TENTH LEGISLATURE - FIRST SESSION

5 A BILL

6 For an Act entitled: "An Act relating to fire insurance rates."

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

8 * Section 1. AS 21.39.030(a)(2) is amended to read:

9 (2) consideration shall be given to past and prospective loss
10 experience inside and outside this state, to the conflagration and
11 catastrophe hazards, to a reasonable margin for underwriting profit and
12 contingencies, to dividends, savings or unabsorbed premium deposits
13 allowed or returned by insurers to their policyholders, members or sub-
14 scribers, to past and prospective expenses both countrywide and those
15 specially applicable to this state, and to all other relevant factors
16 inside and outside this state; [AND IN THE CASE OF FIRE INSURANCE RATES
17 CONSIDERATION SHALL BE GIVEN TO THE EXPERIENCE OF THE FIRE INSURANCE
18 BUSINESS DURING A PERIOD OF NOT LESS THAN THE MOST RECENT FIVE-YEAR
19 PERIOD FOR WHICH EXPERIENCE IS AVAILABLE;]

20 * Sec. 2. AS 21.39.030(a) is amended by adding a new paragraph to read:

21 (5) in the case of fire insurance rates, consideration shall
22 be given to the experience of the fire insurance business during a period
23 of not less than the most recent five-year period for which experience is
24 available except when there is established by ordinance of a local
25 governing body a program to inspect new and existing dwellings and the
26 program has been certified by the director as likely to reduce the inci-
27 dence of fires in inspected dwellings; inspected dwellings that are
28 otherwise insurable shall have rates 10 per cent below comparable unin-
29 spected dwellings for the first three years following certification of

1 the inspection program after which the differential in rates for inspected
2 dwellings and for uninspected dwellings shall be based upon experience.

3 * Sec. 3. AS 21.39 is amended by adding a new section to read:

4 Sec. 21.39.180. DEFINITIONS. In this chapter "dwelling" means
5 a residential structure containing not more than four family living units.
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