

Offered: 4/17/86
Referred: Finance

Original sponsors: Goll, Sund,
Marrou, et al

BY THE LABOR AND
COMMERCE COMMITTEE

1 IN THE HOUSE

2 SENATE CS FOR SPONSOR SUBSTITUTE FOR HOUSE BILL NO. 20 (L&C) am S

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FOURTEENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act relating to interest on deposits collected by
7 public utilities."

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

9 * Section 1. AS 42.05 is amended by adding a new section to read:

10 Sec. 42.05.365. INTEREST ON DEPOSITS. (a) A public utility may
11 collect and retain a deposit for contracted recurring monthly service.
12 A public utility that collects and retains a deposit of over \$100 for
13 recurring monthly service shall pay interest on that deposit at or
14 before the time it is returned. Interest paid under this section
15 shall be at the legal rate of interest at the time the deposit is
16 made. However, if the deposit is placed in an interest bearing ac-
17 count, the utility shall pay the interest rate of the interest bearing
18 account.

19 (b) If delinquent payments result in interruption of service, a
20 public utility is not required to pay interest under (a) of this
21 section for 12 months after reestablishment of service.