

Introduced: 1/13/86
Referred: Labor and Commerce
and Finance

BY THE RULES COMMITTEE
BY REQUEST

1 IN THE SENATE

2 SENATE BILL NO. 340

3 IN THE LEGISLATURE OF THE STATE OF ALASKA

4 FOURTEENTH LEGISLATURE - SECOND SESSION

5 A BILL

6 For an Act entitled: "An Act changing the conditions for licensing surplus
7 lines insurance brokers."

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

9 * Section 1. AS 21.34.140(b) is amended to read:

10 (b) The director shall issue a surplus lines broker license to a
11 qualified holder of a current property and casualty broker's license
12 or general agent's [AGENTS] license [BUT] only when the broker or
13 general agent has

14 (1) remitted the annual fee established under AS 21.06.250;

15 (2) submitted a completed license application on a form
16 prescribed by the director, and the application has been approved by
17 the director;

18 (3) passed a qualifying examination approved by the direc-
19 tor;

20 (4) filed with the director, and maintains during the term
21 of license, an in-force, unimpaired bond in favor of [INSUREDS UNDER
22 THIS CHAPTER AND] the state, in the penal sum of \$200,000, aggregate
23 liability, with corporate sureties approved by the director; the bond
24 shall be conditioned on [IN THAT] the surplus lines broker conducting
25 [WILL CONDUCT] business in accordance with the provisions of this
26 chapter, and [WILL] promptly remitting [REMIT] the taxes provided by
27 law [, WILL RETURN PREMIUMS PROMPTLY WHEN DUE AND WILL PAY PROPER
28 LOSSES PROMPTLY]; a bond may not be terminated unless at least 60
29 days [DAYS] prior written notice is given to the surplus lines broker

1 and the director.