

Offered: 3/27/86
Referred: Rules

Original sponsor: Rules/Governor

1 IN THE SENATE

BY THE LABOR AND
COMMERCE COMMITTEE

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CS FOR SENATE BILL NO. 365 (L&C)

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IN THE LEGISLATURE OF THE STATE OF ALASKA

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FOURTEENTH LEGISLATURE - SECOND SESSION

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A BILL

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For an Act entitled: "An Act providing that a broker is the agent of an
insurer for payment of premium; and providing for an
effective date."

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

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* Section 1. AS 21.27.200(a) is amended read:

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(a) Except as provided in (c) of this section, a [A] broker, as
such, is not an agent or other representative of an insurer, and does
not have power as a broker to bind the insurer upon any risk or with
reference to any insurance contract. Nothing in this section is
intended to alter the common law of agency as applied to transactions
under this title.

* Sec. 2. AS 21.27.200 is amended by adding a new subsection to read:

(c) Notwithstanding a statute, or a provision in the policy or
contract to the contrary, payment of a premium to the broker is con-
sidered to be payment to the insurer, if the payment to the broker is
supported by competent evidence.

* Sec. 3. This Act takes effect immediately in accordance with AS 01.-
10.070(c).