

Offered: 4/10/86
Referred: Rules

Original sponsor: Rules/Governor

BY THE LABOR AND
COMMERCE COMMITTEE

1 IN THE SENATE

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CS FOR SENATE BILL NO. 365 (2d L&C)

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IN THE LEGISLATURE OF THE STATE OF ALASKA

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FOURTEENTH LEGISLATURE - SECOND SESSION

5

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,

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(1) a [A] broker, as such, is not an agent or other

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representative of an insurer, and does not have power as a broker to

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bind the insurer upon any risk or with reference to any insurance

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contract; and

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(2) nothing [. NOTHING] in this section is intended to

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alter the common law of agency as applied to transactions under this

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title.

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

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(c) For purposes of determining an insured's entitlement to

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coverage, a premium paid to the broker is considered to be received by

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the insurer, if the payment to the broker is designated for specific

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coverage from a specifically named insurer and is supported by compe-

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tent evidence.

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* Sec. 3. This Act takes effect immediately in accordance with AS 01.-

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10.070(c).