

1 IN THE HOUSE

BY DAVIS, KOPONEN
AND FRANK

2

HOUSE BILL NO. 467

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

FIFTEENTH LEGISLATURE - SECOND SESSION

5

A BILL

6 For an Act entitled: "An Act relating to University of Alaska risk manage-
7 ment fund; and providing for an effective date."

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

9 * Section 1. PURPOSE. The purpose of this Act is to allow the board of
10 regents of the University of Alaska to allocate assets to the university
11 risk management fund in a manner similar to the authority provided to the
12 Department of Administration to allocate assets to the state insurance
13 catastrophe reserve account under AS 37.05.289.

14 * Sec. 2. AS 14.40.455(a) is amended to read:

15 (a) There is established in the general fund the University of
16 Alaska risk management fund. The fund consists of assets [MONEY]
17 appropriated by the legislature and assets allocated to the fund by
18 the Board of Regents for the purpose of providing a nonlapsing collat-
19 eral fund for payment of uninsured losses of the University of Alaska
20 in excess of preestablished loss assumption levels.

21 * Sec. 3. AS 14.40.455 is amended by adding a new subsection to read:

22 (f) The Board of Regents may allocate to the university risk
23 management fund from the appropriations to the University of Alaska
24 for insurance and risk management related purposes an amount that the
25 president of the university determines to be necessary to provide an
26 adequate risk management program for the operation of the university.
27 Money remaining in the account at the end of the fiscal year is not a
28 one-year appropriation under AS 37.25.010 and does not lapse, except
29 for amounts determined by the Board of Regents to be unnecessary to

1 maintain the account at an appropriate level, not exceeding
2 \$5,000,000. If the amount necessary to satisfy claims or judgments
3 for which payment may become due under the university risk management
4 program exceeds the unexpended balance of the money allocated in the
5 risk management account, the Board of Regents may charge for the
6 purpose of allocation to the university risk management fund an addi-
7 tional amount from the unencumbered balance of any appropriation to
8 the University of Alaska that is determined by the president of the
9 university to be available for lapse at the end of the fiscal year.
10 * Sec. 4. This Act takes effective immediately under AS 01.10.070(c).