

Original sponsor(s): Labor & Commerce Committee

1 IN THE HOUSE BY THE LABOR & COMMERCE COMMITTEE  
2 CS FOR HOUSE BILL NO. 434 (L&C)  
3 IN THE LEGISLATURE OF THE STATE OF ALASKA  
4 SIXTEENTH LEGISLATURE - SECOND SESSION  
5 A BILL

6 For an Act entitled: "An Act establishing certain restrictions on insur-  
7 ance directors and acting directors before, during,  
8 and after state service."

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

10 \* Section 1. AS 39.52 is amended by adding a new section to read:

11 Sec. 39.52.175. RESTRICTIONS ON INSURANCE DIRECTOR. (a) A  
12 person may not hold the position of director or acting director of the  
13 division of insurance in the Department of Commerce and Economic  
14 Development if at any time during the preceding year the person has  
15 owned and controlled stock or other equity interest

16 (1) in an insurer or insurance brokerage if the value of  
17 the stock or equity interest was over \$5,000; or

18 (2) in a mutual fund if more than five percent of the stock  
19 or other equity interests that constitute the fund are stock or other  
20 equity interests in insurers or insurance brokerages.

21 (b) While holding the position, the director or acting director  
22 of the division of insurance may not knowingly own and control stock  
23 or other equity interest

24 (1) in an insurer or an insurance broker if the value of  
25 the stock or equity interest is over \$5,000; or

26 (2) in a mutual fund in which more than five percent of the  
27 stock or other equity interests that comprise the fund are stock or  
28 other equity interests in insurers or insurance brokerages.

29 (c) For one year after leaving the position a former director or

1 acting director of the division of insurance may not knowingly own and  
2 control stock or other equity interest

3 (1) in an insurer or insurance brokerage if the value of  
4 the stock or equity interest is over \$5,000; or

5 (2) in a mutual fund if more than five percent of the stock  
6 or other equity interests that constitute the fund are stock or other  
7 equity interests in insurers or insurance brokerages.

8 \* Sec. 2. APPLICATION. (a) AS 39.52.175(a), as enacted by sec. 1 of  
9 this Act, applies to a person who assumes the position of director or  
10 acting director of the division of insurance on or after the effective date  
11 of this Act.

12 (b) AS 39.52.175(c), as enacted by sec. 1 of this Act, applies to a  
13 person who leaves the position of director or acting director of the divi-  
14 sion of insurance on or after the effective date of this Act.