

BY REP. TAYLOR

1 IN THE HOUSE

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HOUSE BILL NO. 529

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IN THE LEGISLATURE OF THE STATE OF ALASKA

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SIXTEENTH LEGISLATURE - SECOND SESSION

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A BILL

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For an Act entitled: "An Act relating to liability insurance for certain grantees."

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

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\* Section 1. AS 37.05 is amended by adding a new section to read:

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Sec. 37.05.322. LIABILITY INSURANCE FOR CERTAIN GRANTEES. (a)

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When an amount is appropriated or allocated as a grant to a nonprofit corporation, and in the previous calendar year the nonprofit corporation received at least 70 percent of the corporation's funds from the state, the state shall also provide liability insurance to the nonprofit corporation. The insurance required under this section shall provide coverage in the amount of \$1,000,000, beginning on the date the grant is awarded and shall be maintained for one year or until the end of the fiscal year in which the grant is awarded, whichever period is longer.

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(b) A nonprofit corporation that receives a grant from the state may not be required to obtain liability insurance as a condition of receiving a grant from the state.

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(c) In this section, "liability insurance" has the meaning given in AS 21.12.070(a).

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