

Introduced: 1/9/89  
Referred: Labor and Commerce  
and State Affairs

6-0388A

1 IN THE SENATE

BY SZYMANSKI

2

SENATE BILL NO. 72

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

SIXTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act increasing the amount of the bond required  
7 for a construction contractor's certificate of registra-  
8 tion."

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

10 \* Section 1. AS 08.18.071(a) is amended to read:

11 (a) Each applicant shall, at the time of applying for a certifi-  
12 cate of registration, file with the commissioner a surety bond in the  
13 amount of \$50,000 running to the State of Alaska conditioned upon the  
14 applicant's promise to pay all

15 (1) [ALL] taxes and contributions due the state and politi-  
16 cal subdivisions; [,]

17 (2) [ALL] persons furnishing labor or material or renting  
18 or supplying equipment to the applicant; [,] and

- 19 (3) [ALL] amounts that may be adjudged against the appli-  
20 cant by reason of negligent or improper work or breach of contract in  
21 the conduct of the contracting business or by reason of damage to  
22 public facilities occurring in the course of a construction project.

23 \* Sec. 2. AS 08.18.071(b) is amended to read:

24 (b) [IF THE APPLICANT IS A GENERAL CONTRACTOR, THE AMOUNT OF THE  
25 BOND SHALL BE \$10,000; IF THE APPLICANT IS A MECHANICAL OR SPECIALTY  
26 CONTRACTOR, THE AMOUNT OF THE BOND SHALL BE \$5,000.] In lieu of the  
27 surety bond the applicant may file with the commissioner a cash  
28 deposit or other negotiable security acceptable to the commissioner in  
29 the amount of \$50,000 [SPECIFIED FOR BONDS].

1 \* Sec. 3. This Act applies to certificates of registration that are  
2 issued or renewed on or after the effective date of this Act.