

## CHAPTER 105

## AN ACT

**Relating to group health and life insurance for public employees and their dependents; and providing for an effective date.**

(H.B. 149)

**Be It Enacted by the Legislature of the State of Alaska:**

Section 1. AS 39.30.090 is repealed and re-enacted to read:

Sec. 39.30.090 **Procurement of Group Insurance.** The Department of Administration may obtain a policy or policies of group insurance covering state employees and employees of other participating governmental units subject to the following conditions:

(1) A group insurance policy shall provide one or more of the following benefits: life insurance, accidental death and dismemberment insurance, weekly indemnity insurance, hospital expense insurance, surgical expense insurance, or other medical care insurance.

(2) Each eligible employee of the state and of another participating governmental unit shall be covered by the group policy, unless exempt under regulations adopted by the commissioner of administration.

(3) A governmental unit may participate under a group policy if

(A) its governing body adopts a resolution authorizing participation, and payment of required premiums;

(B) a certified copy of the resolution is filed with the Department of Administration; and

(C) the commissioner of administration approves the participation in writing.

(4) An employee covered by a group policy may obtain coverage for his lawful spouse and those of the employee's unmarried children who are chiefly dependent upon the employee for support. To obtain coverage for his spouse or dependent children, a covered state employee shall deliver to the commissioner of administration a written authorization to withhold from his salary

or wage the cost of the additional coverage.

(5) The state shall contribute not more than \$7.50 per month for each state employee covered. The state shall make no contribution for the employee's spouse or dependent children. Another participating governmental unit may pay the cost of insurance for its employee and his dependents or may share the cost with the employee.

(6) The Department of Administration shall obtain the insurance policy from any insurer authorized to transact business in the state under AS 21.10.035 - 21.10.050, 21.30.020, and 21.10.055(1) or (2)(A).

(7) The Department of Administration shall make available bid specifications for desired insurance benefits to all insurance carriers licensed in the state and qualified to provide the desired benefits. The specifications shall be made available on or before July 1, 1965, and at least once every succeeding five years. The lowest responsible bid submitted by an insurance carrier with adequate servicing facilities shall govern selection of a carrier under this section.

(8) If the aggregate of dividends payable under the group insurance policy exceeds the governmental unit's share of the premium, the excess shall be applied by the governmental unit for the sole benefit of the employees.

Sec. 2. AS 39.30.100 is repealed and re-enacted to read:

Sec. 39.30.100. **Definitions.** In sec. 90 of this chapter

(1) "eligible employee" means

(A) an employee who has served in full-time employment with the same governmental unit for 30 days or more, except a part-time, emergency or temporary employee, and

(B) an elected or appointed official of a governmental unit, effective upon taking the oath of office;

(2) "governmental unit" means the state, a borough, municipal corporation, or other political subdivision of the state;

(3) "insurance," "insurance carrier" and "insurance policy" include health care services, health care service contractors and contracts.

Sec. 3. This Act takes effect July 1, 1965.

Approved May 1, 1965

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## CHAPTER 106

### AN ACT

**Relating to national forest income; and providing for an effective date.**

(H.B. 159)

**Be It Enacted by the Legislature of the State of Alaska:**

Section 1. AS 41.15.180 is repealed and re-enacted to read:

Sec. 41.15.180. **National Forest Income.** (a) When the commissioner of administration receives national forest income under 16 U.S.C. Section 500, he shall immediately pay to every organized borough, in which national forest land is located, a share of the income from that forest. A borough's share of income from a national forest shall be proportional to the area of the national forest located within its boundaries. These payments shall be made pursuant to an appropriation made for that purpose.

(b) The national forest income paid to an organized borough under this section shall be used for public schools and roads as follows:

(1) one hundred per cent for public

schools until July 1, 1970 or such time as the borough assumes responsibility for roads, whatever occurs first; then

(2) twenty-five per cent for public schools and 75 per cent for roads;

(3) if a borough has not assumed responsibility for roads by July 1, 1970, 75 per cent of the amount due that borough in a fiscal year shall be withheld and expended by the state for the benefit of roads within the borough; if a borough assumes responsibility for roads after July 1, 1970, the state will begin paying the 75 per cent directly to the borough.

(c) The commissioner shall deposit income from national forest lands outside of organized boroughs in the general fund of the state, 25 per cent to be used for public schools and 75 per cent for roads.

Sec. 2. This Act takes effect on the day after its passage and approval or on the day it becomes law without such approval.

Approved May 1, 1965

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## CHAPTER 107

### AN ACT

**Relating to the financing of improvements in special assessment districts within first and second class cities and boroughs.**

(H.B. 246)

**Be It Enacted by the Legislature of the State of Alaska:**

Section 1. AS 29.10.300 is amended to read: