



LAWS OF ALASKA

1982

Source

SB 45(efd added) am H

Chapter No.

108

AN ACT

Relating to contractors and to registration of contractors;
and providing for an effective date.

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

THE ACT FOLLOWS ON PAGE 1, LINE 9

UNDERLINED MATERIAL INDICATES TEXT THAT IS BEING ADDED TO
THE LAW AND BRACKETED MATERIAL IN CAPITAL LETTERS INDICATES
DELETIONS FROM THE LAW; COMPLETELY NEW TEXT OR MATERIAL
REPEALED AND RE-ENACTED IS IDENTIFIED IN THE INTRODUCTORY
LINE OF EACH BILL SECTION.

Approved by the Governor: June 14, 1982
Actual Effective Date: June 15, 1982

AN ACT

Relating to contractors and to registration of contractors;
and providing for an effective date.

* Section 1. AS 08.18.031 is amended to read:

Sec. 08.18.031. CERTIFICATE OF REGISTRATION -- ISSUANCE, DURATION, RENEWAL. A certificate of registration expires on December 31 [JUNE 30] of each year following the date of issuance or renewal and shall be renewed under the same requirements as for an original registration. The commissioner shall issue to the applicant a certificate of registration upon compliance with the registration requirements of this chapter.

* Sec. 2. AS 08.18.161(9) is amended to read:

(9) work on one project under one or more contracts, the aggregate contract price of which for labor and materials and all other items is less than \$10,000, this work being considered as of a casual, minor, or inconsequential nature; this exemption does not apply when the work is only a part of a larger or major operation, whether undertaken by the same or a different contractor, or when the work is divided into contracts of amounts less than \$10,000 for the purpose of evasion of this chapter or otherwise; this exemption does not apply to a person who advertises or puts out a sign or card or other device which might indicate to the public that he is a contractor, or that he is qualified to engage in the contracting business; a contractor who performs work priced at \$2,500 [\$1,000] or more, under this exemption, shall nevertheless keep in force public liability and property damage insurance

Chapter 108

with coverage in at least the amounts set out in AS 08.18.101;

* Sec. 3. AS 08.18.161(13) is amended to read:

(13) an owner who acts as his own contractor and in doing so hires workmen on an hourly basis, hires subcontractors, purchases materials and as such, sees to the paying for all labor, subcontractors and materials; in this case, the owner shall be limited to construction of one home, [OR] duplex, triplex, four-plex, or one commercial building per year;

* Sec. 4. AS 36.25.010(a) is amended to read:

(a) Except as provided in AS 44.33.300, before a contract exceeding \$100,000 [\$50,000] for the construction, alteration, or repair of a public building or public work of the state or a political subdivision of the state is awarded to a general or specialty contractor, the contractor shall furnish to the state or a political subdivision of the state the following bonds, which become binding upon the award of the contract to that contractor:

(1) a performance bond with a corporate surety qualified to do business in the state, or at least two individual sureties who shall each justify in a sum equal to the amount of the bond; the amount of the performance bond shall be equivalent to the amount of the payment bond;

(2) a payment bond with a corporate surety qualified to do business in the state, or at least two individual sureties who shall each justify in a sum equal to the amount of the bond for the protection of all persons who supply labor and material in the prosecution of the work provided for in the contract; when the total amount payable by the terms of the contract is not more than \$1,000,000, the payment bond shall be in a sum of one-half the total amount payable by the terms of the contract; when the total amount payable by the terms of the contract is more than \$1,000,000 and not more than \$5,000,000, the payment bond

1 shall be in a sum of 40 percent of the total amount payable by the
2 terms of the contract; when the total amount payable by the terms of the
3 contract is more than \$5,000,000, the payment bond shall be in the sum
4 of \$2,500,000.

5 * Sec. 5. Notwithstanding the provisions of AS 08.18.031 as amended in
6 sec. 1 of this Act, a certificate of registration or renewal issued during
7 calendar year 1982 expires December 31, 1983.

8 * Sec. 6. This Act takes effect immediately in accordance with AS 01.10.-
9 070(c).