



LAWS OF ALASKA

2001

Source
HB 150

Chapter No.
77

AN ACT

Relating to insurance premiums for rental motor vehicles.

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

THE ACT FOLLOWS ON PAGE 1

Approved by the Governor: July 3, 2001
Actual Effective Date: October 1, 2001

AN ACT

1 Relating to insurance premiums for rental motor vehicles.

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3 * **Section 1.** AS 21.27.360(b) is amended to read:

4 (b) **Except as provided under (h) of this section, all** [ALL] money, except
5 that made payable to the insurer, representing premium taxes and fees, premiums, or
6 return premiums received by the licensee [,] shall be received in the fiduciary account
7 of the licensee and shall be promptly accounted for and paid to the person entitled to
8 the money. The fiduciary account shall be located in this state unless the licensee is
9 licensed as a nonresident under AS 21.27.270. For purposes of this section, the
10 fiduciary account of the firm shall be considered the fiduciary account of an individual
11 licensee acting on behalf of the firm and shall be the responsibility of the firm. Money
12 deposited into a fiduciary account may not be commingled or otherwise combined
13 with other money, except as allowed under (d) of this section and AS 21.27.365.

14 * **Sec. 2.** AS 21.27.360 is amended by adding a new subsection to read:

15 (h) A licensee who transacts the business of insurance under a motor vehicle

Chapter 77

1 rental agency limited producer license under AS 21.27.150(a)(7) is not required to
2 hold money collected from a person for the purchase of rental motor vehicle insurance
3 coverage in a separate fiduciary account if

4 (1) the fees for the rental insurance coverage are itemized and are a
5 part of a rental motor vehicle transaction; and

6 (2) the insurer has given written consent that the money need not be
7 segregated from other money received by the licensee and the consent is signed by an
8 officer of the insurer.