



STATE OF ALASKA  
DEPARTMENT OF  
**COMMERCE**  
COMMUNITY AND  
ECONOMIC DEVELOPMENT

Division of Insurance

*Sarah Palin, Governor*  
*Emil Notti, Commissioner*  
*Linda S. Hall, Director*

ORDER NUMBER R 07-05

July 12, 2007

**WITHDRAWAL OF AEGIS SECURITY INSURANCE COMPANY  
BAIL BOND INDEMNITY AGREEMENT**

**BACKGROUND:**

1. The Division of Insurance recently discovered that defective bail bond contracts are being used by a bail bond limited producer in Alaska.
2. According to 3 AAC 23.760 “. . . a bail bond limited producer may not charge, collect, or receive any fee or consideration in other than a premium that is based upon the effective rate on file with the director. . . ,” except for “. . . expenses incurred at the time the bond is executed,
3. Under 3 AAC 23.760(c), “After execution of a bail bond, an additional premium may not be charged unless the (1) amount of the bond is increased; or (2) additional premium is based on the effective rate on file with the director.”
4. The defective contracts in use contain a provision allowing for the collection of a renewal premium, in violation of 3 AAC 23.760.

**IT IS HEREBY ORDERED:**

- A. Under AS 21.42.120(c), effective September 1, 2007, the director **withdraws** the approval of the Indemnity Agreement AK BBA in Aegis Security Insurance Company bail bond filing 042886-001, division filing number 49950.
- B. Until the director approves a revised form, any bail bonds issued with the Indemnity Agreement AK BBA may remain in effect; however, a renewal premium **may not** be collected.

A handwritten signature in cursive script, reading "Linda S. Hall".

Linda S. Hall  
Director