

# STATE OF ALASKA

WALTER J. HICKEL, GOVERNOR

## DEPARTMENT OF COMMERCE & ECONOMIC DEVELOPMENT

P.O. BOX 110805  
JUNEAU, ALASKA 99811-0805  
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### DIVISION OF INSURANCE

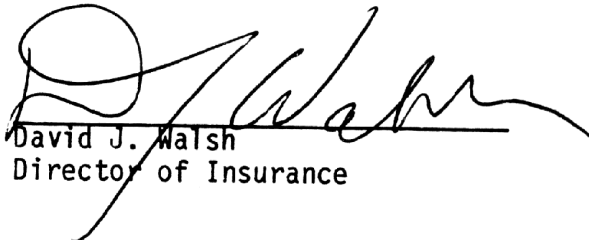
#### ORDER R92-02 AMENDING REGULATIONS OF THE DIVISION OF INSURANCE

The attached two pages of regulations, dealing with premium installment payments for workers' compensation policies are hereby adopted and certified to be a correct copy of the regulations that the Division of Insurance amends under authority of AS 21.06.090 and after compliance with the Administrative Procedure Act (AS 44.62), specifically including notice under AS 44.62.190 and 44.62.200 and opportunity for public comment under AS 44.62.210.

This action is not expected to require an increased appropriation.

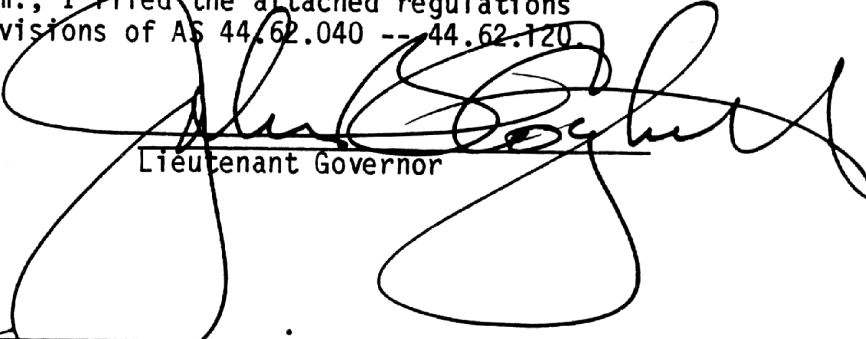
This order takes effect on the 30th day after it has been filed by the Lieutenant Governor, as provided in AS 44.62.180.

DATE: March 18, 1992  
Juneau, Alaska

  
David J. Walsh  
Director of Insurance

#### FILING CERTIFICATION

I, John B. Coghill, Lieutenant Governor for the State of Alaska, certify that  
on April 8th, 1992,  
at 4:45 p.m., I filed the attached regulations  
according to the provisions of AS 44.62.040 -- 44.62.120.

  
Lieutenant Governor

Effective 5/8/92.

Register 122, July 1992.

3 AAC 30.130 is amended to read:

3 AAC 30.130. MINIMUM STANDARDS. Calculated in accordance with AS 23.30.030(8), an installment payment plan must offer terms at least as favorable to the insured as a deposit premium, due at the inception of coverage, of

(1) 50 percent of the estimated annual premium, and one installment for the balance of the estimated premium, which is due

(A) 90 [120] days after inception of coverage if the estimated earned premium based on estimated payroll for the first three-month period of the policy is 30 percent or less of the estimated annual premium;

(B) 60 [90] days after inception of coverage if the estimated earned premium based on estimated payroll for the first three-month period of the policy is more than 30 percent but less than 40 percent of the estimated annual premium; or

(C) 30 [60] days after inception of coverage if the estimated earned premium based on estimated payroll for the first three-month period of the policy is 40 percent or more of the estimated annual premium;

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(2) 30 percent of the estimated annual premium, and installments calculated using the insured's monthly report of actual payroll to the insurer; or

(3) more than 50 percent of the estimated annual premium, and installments, calculated on the insured's monthly report of actual payroll to the insurer, if the installment payment plan options in (1) or (2) of this section would create an unacceptable credit exposure to the insurer;[.]u [U]nder this paragraph [subsection], the insurer must document its evaluation of the insured's creditworthiness, in writing, in the insurer's underwriting file at the time of each offering and renewal. (Eff. 12/25/91, Register 120; am 5/8/92, Register 122)

Authority: AS 21.06.090  
AS 21.39.030  
AS 21.39.130