



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

Division of Insurance

*Sean Parnell, Governor*  
*Susan K. Bell, Commissioner*  
*Linda S. Hall, Director*

## **BULLETIN B 10-06**

**TO: ALL PRODUCERS AUTHORIZED TO TRANSACT TITLE INSURANCE  
BUSINESS IN THE STATE OF ALASKA AND OTHER INTERESTED PARTIES**

**RE: TRUSTEE BOND REQUIREMENTS**

Effective September 7, 2010, newly enacted AS 34.20.125 requires a person performing the duties of a trustee in the foreclosure and sale of real property under AS 34.20.070 to obtain a surety bond in the amount of \$100,000 to protect the trustors and beneficiaries against fraud or defalcation by the trustee in the performance of the duties.

### **Required Filing**

Each year the trustee must file evidence of the required bond with the director of the Division of Insurance. The evidence filed with the director must be a letter on the trustee's letterhead that includes the following information:

1. the name and address of the trustee who is bonded;
2. the name of the bonding company;
3. the bond period;
4. the bond number;
5. the amount of the bond;
6. the name, phone number, mailing address, and e-mail of a person the division should contact for additional information; and
7. identification of the section of the bond form that describes the coverage required by AS 34.20.125.

Also, a copy of the bond form must be included along with the letter.

### **Summary of Bond Requirements**

To satisfy the requirements of AS 34.20.125, the bond must have the following characteristics:

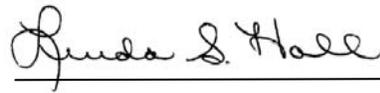
1. the amount of the bond must be \$100,000;
2. the bond must be for the benefit of the trustors and beneficiaries of trust deeds against fraud or defalcation by the trustee; and
3. the bond must be terminable at any time by the surety by sending written notice to the obligee, the principal, and the Division of Insurance.

If a bond is terminated, the person who obtained the bond must notify the director of the bond's termination and the date on which the bond termination becomes effective.

For a complete description of this bonding requirement, see AS 34.20.125.

If you have questions regarding this bulletin, please contact the Division of Insurance, P.O. Box 110805, Juneau, AK 99811-0805; (907) 465-2515; or by electronic mail at [insurance@alaska.gov](mailto:insurance@alaska.gov)

Dated: September 3, 2010

A handwritten signature in cursive script that reads "Linda S. Hall". The signature is written in black ink and is positioned above a horizontal line.

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Linda S. Hall  
Director