



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 07-04

July 12, 2007

**WITHDRAWAL OF ALLEGHENY CASUALTY COMPANY
BAIL BOND 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 Bail Bond Agreement in Allegheny Casualty Company bail bond filing, division filing number 53546.

B. Until the director approves a revised form, any bail bonds issued with the Bail Bond Agreement 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