

# Fiscal Note

State of Alaska  
2014 Legislative Session

Bill Version:	SB 58
Fiscal Note Number:	1
(S) Publish Date:	2/7/2014

Identifier: SB058-DCCED-DOI-01-21-14  
 Title: CANCEL INS. ON CERTAIN ABANDONED  
 PROPERTY  
 Sponsor: EGAN  
 Requester: Senate Labor and Commerce

Department: Department of Commerce, Community and  
 Economic Development  
 Appropriation: Insurance Operations  
 Allocation: Insurance Operations  
 OMB Component Number: 354

## Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2015	Included in	Out-Year Cost Estimates				
	Appropriation	Governor's	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020
Requested	FY 2015	FY2015					
		Request					
<b>OPERATING EXPENDITURES</b>	<b>FY 2015</b>	<b>FY 2015</b>	<b>FY 2016</b>	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY 2019</b>	<b>FY 2020</b>
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

## Fund Source (Operating Only)

None							
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

## Positions

Full-time							
Part-time							
Temporary							

## Change in Revenues

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**Estimated SUPPLEMENTAL (FY2014) cost:** 0.0 *(separate supplemental appropriation required)*  
*(discuss reasons and fund source(s) in analysis section)*

**Estimated CAPITAL (FY2015) cost:** 0.0 *(separate capital appropriation required)*  
*(discuss reasons and fund source(s) in analysis section)*

## ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? Yes  
 If yes, by what date are the regulations to be adopted, amended or repealed? 12/01/15

## Why this fiscal note differs from previous version:

Initial version of bill with fiscal note updated for second session of Legislature. Also, updated the date for regulations to be adopted.

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Division:	Insurance	Date:	01/08/2014 02:35 PM
Approved By:	Jeanne Mungle, Director	Date:	01/08/14
Agency:	Administrative Services		

**FISCAL NOTE ANALYSIS**

**STATE OF ALASKA  
2014 LEGISLATIVE SESSION**

**BILL NO. SB 58**

**Analysis**

SB 58 amends AS 21.36.210 to allow an insurer to exercise its right to cancel a policy of personal insurance if entire abandonment of the property occurs, thereby increasing a hazard insured against it. "Entire abandonment" means the property is no longer occupied by the insured as defined by the policy and does not have contents of substantial utility.

Regulations are necessary to implement these changes in statute. The cost to promulgate regulations will be absorbed by the Division.