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32nd Alaska State Legislature

Senate Bill 160: Flood Insurance

Explanation of Changes Version I

"An Act providing a premium tax credit for flood insurance; relating to flood insurance; relating to property insurance; establishing the Alaska Flood Authority and the Alaska flood insurance fund; and providing for an effective date."

Page 1, Line 1

Removes “providing a premium tax credit for flood insurance” from the bill title.

Page 1, Line 5

Removes the previous new subsection that allowed a qualified insurer to obtain a premium tax credit under AS 21.60.200(e)

Page 7, Line 14

Removes “premium tax credit” from the title of Sec. 21.60.200

Page 7, Line 22

Reduces the percentage of a member’s liability in this section from six percent to 2.7 percent of the total direct premium.

Page 8, Line 19

Removes the subsection that allowed a member to offset 50 percent of the amount of the assessment as a premium tax credit.

Page 8, Line 21

Reduces the amount that the legislature may appropriate from cash reserves of the Alaska Housing Finance Corporation to the Department of Commerce, Community, and Economic Development to satisfy an unpaid claim from \$10,000,000 to \$5,000,000.

Page 9, Line 10

Removes language allowing the insurance plan to take effect retroactively to the date of the application.

Page 9, Line 11

Removes additional retroactive language related to when the insurance plan goes into effect.

Page 11, Line 13

Updates the deadline to submit a suitable plan of operation under the Transition: Plan of Operation section from January 1, 2023, to January 1, 2024.

Page 11, Line 18

Updates the effective date of the bill from July 1, 2022, to July 1, 2023.