

Fiscal Note

State of Alaska
2024 Legislative Session

Bill Version: SB 134
Fiscal Note Number:
() Publish Date:

Identifier: SB134-DCCED-INS-02-02-24

Title: INS. DATA SECURITY; INFO. SECURITY
PRGRMS

Sponsor: KAUFMAN

Requester: (S) 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)

	FY2025 Appropriation Requested	Included in Governor's FY2025 Request	Out-Year Cost Estimates				
			FY 2025	FY 2025	FY 2026	FY 2027	FY 2028
OPERATING EXPENDITURES							
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total	0.0						

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0						

Estimated SUPPLEMENTAL (FY2024) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2025) cost: 0.0 *(separate capital appropriation required)*

Does the bill create or modify a new fund or account? No

(Supplemental/Capital/New Fund - 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If yes, by what date are the regulations to be adopted, amended or repealed?

07/01/25

Why this fiscal note differs from previous version/comments:

Initial version, not applicable.

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Division:

Insurance

Date: 02/02/2024

Approved By:

Hannah Lager, Administrative Services Director

Date: 02/02/24

Agency:

Commerce, Community, and Economic Development

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2024 LEGISLATIVE SESSION

BILL NO. SB134

Analysis

Artificial intelligence, machine learning and cybersecurity hacks/events are becoming a concern in the insurance industry. SB134 provides risk assessment and notification requirements that insurers and large broker firms must comply with. The bill requires that the insurers and large broker firms adopt a corporate governance structure for response to cyber events. Smaller brokerage firms are exempt.

Passage of this bill will require the division to implement regulations, including regulations that specify how companies must interact with the division and how security and risk plans will be documented and filed. The division will absorb any costs associated with the passage of this bill within current budgeted authority.