

Fiscal Note

State of Alaska
2016 Legislative Session

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| Bill Version: | SB 127 |
| Fiscal Note Number: | 1 |
| (S) Publish Date: | 2/17/2016 |

Identifier: SB127-DCCED-DOI-02-05-16
Title: INSURER'S USE OF CREDIT HISTORY/SCORES
Sponsor: HUGGINS
Requester: (S) State Affairs

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)

| OPERATING EXPENDITURES | FY2017 Appropriation Requested | Included in Governor's FY2017 Request | Out-Year Cost Estimates | | | | |
|------------------------|--------------------------------------|--|-------------------------|------------|------------|------------|------------|
| | | | FY 2017 | FY 2017 | FY 2018 | FY 2019 | FY 2020 |
| 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

Estimated SUPPLEMENTAL (FY2016) cost: 0.0 *(separate supplemental appropriation required)*
(discuss reasons and fund source(s) in analysis section)

Estimated CAPITAL (FY2017) 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? No
If yes, by what date are the regulations to be adopted, amended or repealed?

Why this fiscal note differs from previous version:

Not applicable, initial version.

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| Prepared By: | Lori Wing-Heier, Director | Phone: | (907)465-2560 |
| Division: | Division of Insurance | Date: | 02/05/2016 12:00 PM |
| Approved By: | Catherine Reardon, Director | Date: | 02/05/16 |
| Agency: | Division of Administrative Services, DCCED | | |

FISCAL NOTE ANALYSIS

**STATE OF ALASKA
2016 LEGISLATIVE SESSION**

Analysis

SB127 amends an insurer's ability to use a credit-based credit history or insurance score when renewing existing personal lines (i.e. auto and homeowners) insurance policies in Alaska, changes how insurers may use insurance scores during the renewal process, and allows insurers to consider extraordinary life circumstances when renewing insurance policies.

SB127 is not expected to impact the division's work, will not require the division to adopt regulations, and will not increase or decrease the Insurance Premium Tax that is collected by the division.