

Fiscal Note

State of Alaska
2025 Legislative Session

Bill Version: SB 11
Fiscal Note Number: _____
() Publish Date: _____

Identifier: SB011-DOR-AHFC-2-07-25
Title: FLOOD INSURANCE
Sponsor: STEDMAN
Requester: Senate Labor and Commerce

Department: Department of Revenue
Appropriation: Alaska Housing Finance Corporation
Allocation: AHFC Operations
OMB Component Number: 110

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below.

(Thousands of Dollars)

	FY2026 Appropriation Requested	Included in Governor's FY2026 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2026	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031
Personal Services	***		***	***	***	***	***
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	***	0.0	***	***	***	***	***

Fund Source (Operating Only)

None							
Total	***	0.0	***	***	***	***	***

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2025) cost: 0.0 (separate supplemental appropriation required)

Estimated CAPITAL (FY2026) cost: 0.0 (separate capital appropriation required)

Does the bill create or modify a new fund or account? Yes
(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If yes, by what date are the regulations to be adopted, amended or repealed? 07/01/26

Why this fiscal note differs from previous version/comments:

Not applicable, initial version.

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Division:	Alaska Housing Finance Corporation	Date:	02/07/2025 04:00 PM
Approved By:	Janelle Earls, Administrative Services Director	Date:	02/07/25
Agency:	Department of Revenue		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2025 LEGISLATIVE SESSION

BILL NO. SB 11

Analysis

Senate Bill (SB) 11 modifies existing AS 21.39.030(a) to include language concerning flood insurance, authorizes the creation of an Alaska Flood Authority, and designates rules and procedures of the Alaska Flood Authority. The proposed legislation designates the member composition of the Alaska Flood Authority which includes an Alaska Housing Finance Corporation (AHFC) representative.

SB11 specifically states that the Legislature may appropriate up to \$5 million from cash reserves of the Alaska Housing Finance Corporation to satisfy a legally authorized claim against the proposed flood insurance program. It should be noted that AHFC does not maintain cash reserves. Any draws on the Corporation from the Legislature will need to occur through AHFC's Dividend Program. Failure to do this may jeopardize AHFC's bond rating and future ability to issue debt.

The legislation does not specify limits on how many times the Legislature may appropriate funds from the Alaska Housing Finance Corporation to satisfy flood insurance claims, therefore, the fiscal impact of the bill is indeterminate.