

# Fiscal Note

State of Alaska  
2014 Legislative Session

Bill Version: SB 58  
Fiscal Note Number: \_\_\_\_\_  
( ) Publish Date: \_\_\_\_\_

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 Appropriation Requested	Included in Governor's FY2015 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2015	FY 2015	FY 2016	FY 2017	FY 2018	FY 2019	FY 2020
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							

<b>Change in Revenues</b>							
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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If yes, by what date are the regulations to be adopted, amended or repealed? 12/01/15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  
Approved By: Jeanne Mungle, Director  
Agency: Administrative Services

Phone: (907)465-2518  
Date: 01/08/2014 02:35 PM  
Date: 01/08/14

## 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.