# **Fiscal Note**

# State of Alaska 2020 Legislative Session

Identifier:	LL0260-3-DCCED-DOI-03-20-2020
Title:	EXTENDING COVID 19 DISASTER EMERGENCY
Sponsor:	RLS BY REQUEST OF THE GOVERNOR
Requester:	Governor

Bill Version:	SB 241
Fiscal Note Number:	9
(S) Publish Date:	3/22/2020

 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) Included in FY2021 Governor's FY2021 **Out-Year Cost Estimates** Appropriation Requested Request **OPERATING EXPENDITURES** FY 2021 FY 2022 FY 2023 FY 2024 FY 2025 FY 2026 FY 2021 Personal Services Travel Services Commodities Capital Outlay Grants & Benefits Miscellaneous 0.0 0.0 0.0 0.0 **Total Operating** 0.0 0.0 0.0 Fund Source (Operating Only)

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Positions							

1 03110113				
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 (F	Y2020) cost:		0.0	(separate supplemental appropriation required)					
Estimated CAPITAL (FY2021)	timated CAPITAL (FY2021) 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? No If yes, by what date are the regulations to be adopted, amended or repealed? n/a									

## Why this fiscal note differs from previous version/comments:

Not applicable, initial version

Prepared By:	Lori Wing-Heier, Director	Phone:	(907)269-7896
Division:	Division of Insurance	Date:	03/19/2020 01:00 PM
Approved By:	Micaela Fowler, Administrative Services Director, DCCED	Date:	03/20/20
Agency:	Office of Management and Budget	_	

# STATE OF ALASKA 2020 LEGISLATIVE SESSION

# Analysis

This bill extends the 30-day declaration of a public health disaster emergency that Governor Dunleavy issued on March 11, 2020 to March 12, 2021, providing:

- Flexibility to certain statutes that will require detailed business and professional licensing requirements;
- Extending deadlines for certain filings;
- Adding standing orders for the Chief Medical Officer; and
- Extending the authority of the director of the Division of Insurance (DOI) when dealing with a disaster, so that the sunset of any order issued by the director mirrors that of the governor's proclamation.

The bill amends AS 21.06.080(d) to allow the Division of Insurance Director's authority (under Title 21) during a catastrophe to be valid for six months or one year after the governor or the President of the United States has issued a declaration of disaster. The authority in AS 21.06.080 extends to the regulation of insurers during the catastrophe. The director may license out-of-state adjusters based on their resident state license, provide that no insurance policy be cancelled during the catastrophe, waive late fees, waive cost-sharing reductions, etc. The current statue only allows for this up to six months. The amended section will extend this to one-year after a state or federal disaster has been declared.

The Division of Insurance anticipates no fiscal impact from this legislation. The division will assume the work load associated with this bill with existing staff.

(Revised 3/10/20 OMB/LFD)

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