

Fiscal Note

State of Alaska
2020 Legislative Session

Bill Version:	SB 195
Fiscal Note Number:	1
(S) Publish Date:	3/11/2020

Identifier: SB195-DCCED-DOI-02-28-20
 Title: BD OF DIRECTORS: DOMESTIC INSURERS
 Sponsor: LABOR & COMMERCE
 Requester: (S) Labor & 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)

	FY2021	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2021 Request	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
OPERATING EXPENDITURES	FY 2021	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026
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	0.0	0.0	0.0	0.0	0.0	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 (FY2020) cost: 0.0 *(separate supplemental appropriation required)*

Estimated 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 If yes, by what date are the regulations to be adopted, amended or repealed?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.

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Division:	Division of Insurance	Date:	02/19/2020 01:00 PM
Approved By:	Micaela Fowler, Administrative Services Director, DCCED	Date:	02/28/20
Agency:	Office of Management and Budget		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2020 LEGISLATIVE SESSION

Analysis

SB 195 modernizes a statute that was adopted in 1966 (with no subsequent amendments) restricting the ownership and governance of insurance companies in ways that are inconsistent with current industry or regulatory practices.

Currently, AS 21.69.340(b) states that: "Directors must be elected from and by the members or stockholders of a domestic insurer, except as provided in AS 21.69.350, at the time and place, and for the terms, not exceeding three years, as may be provided in the insurer's bylaws". This bill eliminates the mandate that the board consist of "members or stockholders".

The Division of Insurance does not anticipate any fiscal impact from this legislation.