

HB305

(11)

Date Referred: March 13, 1992

HOUSE COMMITTEE REPORT
FURTHER REFERRALS:

Date of Committee Action: 3/24/92

The FINANCE Committee considered:

HB 305

HOUSE BILL NO. 305

REPEAL SUNSET PROVISIONS OF AUTO INS. LAW

"An Act repealing provisions of law that would repeal the mandatory motor vehicle insurance law."

RECOMMENDATIONS:

be replaced with _____ [] the same title
[] a new title

[] have attached amendments(s)

[x] do pass

[] do not pass

[] no recommendations

[] individual recommendations

[] additional referral to the _____ Committee

ADOPTS: _____ letter of Intent

ATTACHES NEW FISCAL NOTE(S): (Dept)

APPROVES PREVIOUS: (Dept/Date)

[] fiscal impact _____

[] fiscal note(s) _____

[] zero fiscal note Law; DCED

[] zero fiscal note(s) DPS 3/13/92

SIGNING DO PASS	DP	OTHER RECOMMENDATIONS	DNP	NR	AM
Mike Navarre	✓	Jacko		✓	
Ty Brown	✓	Ronald J. Larson		X	
Tamara Barnes	✓	Eileen P. Malleon		X	
Bill Sharp	✓				
Rose E. Phillips	✓				
Allen Wren	✓				
Mark Boyer	X				

Mike Navarre EP Malleon
CHAIRMAN'S SIGNATURE

HOUSE BILL NO. 305

IN THE LEGISLATURE OF THE STATE OF ALASKA

SEVENTEENTH LEGISLATURE - FIRST SESSION

BY THE HOUSE JUDICIARY COMMITTEE

Introduced: 4/26/91

Referred: Transportation, Judiciary, Finance

A BILL

FOR AN ACT ENTITLED

**1 "An Act repealing provisions of law that would repeal the mandatory motor vehicle
2 insurance law."**

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

**4 * Section 1. Sections 4, 6, 8, 10, 12, 13, 15, 19, 21, 23, 25, 31, and 35 of ch. 108, SLA 1989 are
5 repealed.**

FISCAL NOTE

STATE OF ALASKA
1992 LEGISLATIVE SESSION

BILL NO. HB 305

Revision Date: 4/26/91 Department Affected: Commerce & Economic Dev.
 Title: Repeal Sunset Provisions of BRU: Insurance
Auto Insurance Law Component: Operations
 Sponsor: House Judiciary Committee
 Requestor: _____ COMPONENT SERIAL NO.

0	3	5	4
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EXPENDITURES/REVENUES: (Thousands of Dollars)

OPERATING	FY 93	FY 94	FY 95	FY 96	FY 97	FY 98
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0	0	0	0	0	0

CAPITAL	0	0	0	0	0	0
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REVENUE FUND SOURCE:	0	0	0	0	0	0
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FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER FUND SOURCE:						
TOTAL	0	0	0	0	0	0

POSITIONS:

FULL-TIME	0	0	0	0	0	0
PART-TIME						
TEMPORARY						

Estimate of current year impact: _____

ANALYSIS: (Attach a separate page if necessary.)
 No fiscal impact.

Prepared By: Joan Brown *JBrown* Administrative Officer Phone: 465-2597
 Division: Insurance Date: 3/19/92
 Approved by Commissioner: Glenn A. Olds *Glenn A. Olds* Date: 3-19-92
 Agency: Commerce and Economic Development Date: 3/19/92

FISCAL NOTE

STATE OF ALASKA
1992 LEGISLATIVE SESSION

BILL NO. HB 305

Revision Date: _____ Department Affected: Department of Law
 Title: "...repealing...law that would repeal the mandatory motor vehicle insurance law." BRU: Prosecution
 Sponsor: House Judiciary Committee Component: All
 Requestor: House Judiciary Committee COMPONENT SERIAL

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Expenditures/Revenues: (Thousands of Dollars)

85 through 91

OPERATING	FY 93	FY 94	FY 95	FY 96	FY 97	FY 98
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	0.0	0.0	0.0	0.0	0.0	0.0

CAPITAL						
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REVENUE FUND SOURCE:						
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FUNDING: (Thousands of Dollars)

GENERAL FUND	0.0	0.0	0.0	0.0	0.0	0.0
FEDERAL FUNDS						
OTHER FUND SOURCE:						
TOTAL						

POSITIONS:

FULL-TIME	0.0	0.0	0.0	0.0	0.0	0.0
PART-TIME						
TEMPORARY						

Estimate of current year impact: _____

ANALYSIS: (Attach a separate page if necessary.)

This bill repeals provisions of law that would have repealed the mandatory motor vehicle insurance law, and it will not have a fiscal impact on the Department of Law.

Prepared by: Richard I. Peques Director Phone: 465-3672
 Division: Administrative Services Date: March 10, 1992
 Approved by Commissioner: Richard I. Peques /-OR/
 Agency: Department of Law Date: March 10, 1992

Distribution (by preparer): Leg. Fin., Legislative Sponsor, Requestor, OMB/DBR, Gov. Legis. Ofc., & Impacted Agency(ies).

FISCAL NOTE

STATE OF ALASKA
1992 LEGISLATIVE SESSION

BILL NO. HB 305

Revision Date: _____ Department Affected: Public Safety
 Title: An Act repealing provisions... BRU: Motor Vehicles
mandatory motor vehicle insurance law Component: Driver Services
 Sponsor: House Judiciary
 Requestor: House Judiciary COMPONENT SERIAL NO.

	5	0	0
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EXPENDITURES/REVENUES: (Thousands of Dollars) (inflation not included)

OPERATING	FY 93	FY 94	FY 95	FY 96	FY 97	FY 98
PERSONAL SERVICES						
TRAVEL						
CONTRACTUAL						
SUPPLIES						
EQUIPMENT						
LAND & STRUCTURES						
GRANTS, CLAIMS						
MISCELLANEOUS						
TOTAL OPERATING	-0-	-0-	-0-	-0-	-0-	-0-

CAPITAL	-0-	-0-	-0-	-0-	-0-	-0-
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REVENUE FUND SOURCE:	-0-	-0-	-0-	-0-	-0-	-0-
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FUNDING: (Thousands of Dollars)

GENERAL FUND						
FEDERAL FUNDS						
OTHER FUND SOURCE:						
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-

POSITIONS:

FULL-TIME	0	0	0	0	0	0
PART-TIME	0	0	0	0	0	0
TEMPORARY	0	0	0	0	0	0

Estimate of current year impact: None

ANALYSIS: (Attach a separate page if necessary.)

No fiscal impact upon the Division of Motor Vehicles is anticipated.

Prepared By: Juanita Hensley Phone: 465-4335
 Division: Motor Vehicles Date: 1/9/92
 Approved by Commissioner: Richard L. Burton
 Agency: Department of Public Safety Date: 1/13/92

Distribution (by preparer): Leg. Fin., Legislative Sponsor, Requestor, OMB/DBR, Gov. Legis. Ofc., & Impacted Agency(ies).

REPRESENTATIVE DAVE DONLEY

ALASKA STATE LEGISLATURE
DISTRICT ELEVEN
SEAT A

3111 "C" STREET, SUITE 450
ANCHORAGE, ALASKA 99503
(907) 561-7629 (FAX) 562-4376



CHAIRMAN
JUDICIARY COMMITTEE
VICE CHAIRMAN
REGULATION REVIEW COMMITTEE
MEMBER
RULES COMMITTEE
LABOR AND COMMERCE COMMITTEE

HB 305 Repeal Sunset Provisions of Auto Insurance Law

This bill would repeal the sunset provisions of the mandatory insurance law. These provisions were put into the original bill because there were some concerns about the effect of mandatory insurance on rates. The compromise reached at that time was to put a sunset provision in the bill so that the legislature could revisit the issue.

Mandatory automobile insurance has been a success. Automobile insurance rates have gone down. It regularly scores 80% plus favorable rating in public opinion surveys. If anything, the public has asked for the law to be strengthened.

The time has come to cease viewing mandatory auto insurance as an experiment and make it the permanent law of the state.

DD/bb

BILL NO: HB 305

DATE: 5/6/91

TITLE: "An Act repealing provisions . . . mandatory motor vehicle insurance law"

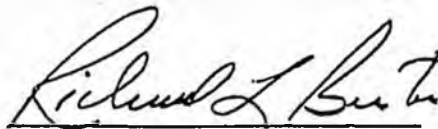
CONTACT: Juanita Hensley
Driver Services (DMV)
465-4335

DEPARTMENT OF PUBLIC SAFETY

HB 305 repeals the "sunset clauses" of the current Mandatory Insurance Law, which is scheduled to be repealed effective January 1, 1994. Repeal of the sunset clauses would allow the present law to remain in effect indefinitely, until amended or repealed by the legislature.

The current Mandatory Insurance Law has had a positive effect on the number of uninsured motorists. Statistics show that for the six months of 1989 that the law was in effect, 11.2% of drivers involved in accidents were uninsured. In 1990, 11.9% of drivers involved in accidents were uninsured. For the period of January through April of 1991, only 9.2% of drivers involved in accidents were uninsured.

The Department of Public Safety supports this bill.



Richard L. Burton
Commissioner

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