

HB

305

HONDA *of Anchorage*

1118 E. 5TH AVENUE
ANCHORAGE, ALASKA 99501
279-9478

April 15, 1992

MR. DAVID J. WALSH
DIRECTOR OF INSURANCE
DEPT. OF COMMERCE AND ECONOMIC DEVELOPMENT
P.O. BOX D
JUNEAU, ALASKA 99811-0800

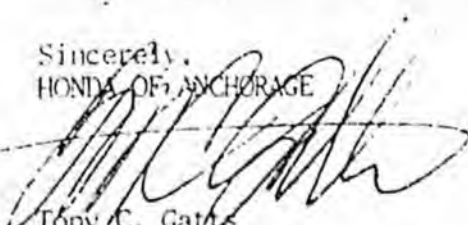
Dear Mr. Walsh,

Enclosed you will find letters from some of my customers and employees (over 100) protesting the insurance legislation introduced by Dave Donley last year.

On the surface this legislation would seem to be well meaning, in depth however the repercussions will result in a negative financial impact that will not only limit the availability of motorcycle users to acquire coverage it will take another revenue and employment source from an already embattled Alaskan economy. The loss of jobs and businesses due to the legislation will be devastating. In my small business alone I provide jobs for 25 Alaskans we are the largest motorcycle dealership in Alaska, more than 60% of our sales are financed. As you know financial organizations require insurance as a prerequisite to a loan. With the withdrawal of the insurance lines carried by the insurance brokers I will not be able to sell to a majority of my customers, many of whom are using a motorcycle as a means of basic transportation as well as an alternate source of transportation. While I may be able to withstand a 50%-60% drop in business most dealers would be forced to close their doors putting a great many people out of work, in an economy already starved for jobs.

Therefore I feel that this legislation should be modified to allow the re-entry of the insurance carriers that have withdrawn from this market.

Sincerely,
HONDA OF ANCHORAGE



Tony C. Gatto
President/Honda of Anchorage
Chairman/Alaska Coalition of Motorcyclists

TCG/gmo

Mr. David J. Walsh
Director of Insurance
Dept. of Commerce and Economic Development
P.O. Box D
Juneau, Alaska 99811-0800

Dear Mr. Walsh

From a motorcyclist's point of view I wish to express my concern about insurance laws that have made it difficult, expensive, and time consuming to get motorcycle insurance. In some cases it is impossible!

As I understand it, legislation introduced by Dave Donley last year has increased the limits to the extent that many insurance companies will no longer write motorcycle insurance - or worse yet have left the State completely. Those who do offer motorcycle insurance only do so if another policy is in effect-(i.e.) house or car policy. This leaves many of us unable to get insurance at all - no car, rental home, etc.

I ask that you investigate this situation and take whatever action is necessary to rectify it. Our riding season is here, and it is short. So, needless to say, time is of the essence.

Thank you for your consideration.

Sincerely yours,

Carmen M. Martin
P.O. Box 190814
Anchorage, AK 99519-0814

CC: Representative Dave Donley
Alaska State Legislature
State Capitol
Juneau, Alaska 99801-1182

REPRESENTATIVE DAVE DONLEY

ALASKA STATE LEGISLATURE
DISTRICT ELEVEN
SEAT A

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

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NORTHWOOD • ROMIG • ROOSEVELT PARK • SPENARD • THOMPSON • TURNAGAIN • WINDEMERE • WOODLAND PARK




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MEMBER
RULES COMMITTEE
LABOR AND COMMERCE COMMITTEE

TO: Senator Drue Pearce
Chair, Labor and Commerce Committee

FROM: Representative Dave Donley 
Chair, House Judiciary Committee

RE: HB 305, an act excluding motorcycle liability from certain
policy limits required to be offered

DATE: May 8, 1992

I am writing to respectfully request that you schedule HB 305, an act excluding motorcycle liability from certain policy limits required to be offered, for a hearing before your committee.

The Judiciary Committee Substitute for House Bill 305 was revised to address an unintended effect of auto insurance legislation I sponsored in 1990. This legislation provided that auto insurance carriers offer its policy holders minimum auto insurance coverage to cover any accidents that may involve uninsured or under-insured motorists. Although it is my belief that the intent was not to require these provisions to affect motorcycle insurance the result was otherwise. Many insurance carriers left the motorcycle insurance market in Alaska as a result.

The intent of HB 305 is to exclude motorcycle liability insurance from these minimum limits. This change should increase competition in the motorcycle insurance market.

Thank you.

DD/jmn

JUNEAU OFFICE

(During Legislative Session January through May)

P.O. BOX V, JUNEAU, ALASKA 99811 • (907) 465-3892 (FAX) 463-5661



FISCAL NOTE

No. 4

Bill Version: HB 305

(H) Publish Date: 3-25-92

STATE OF ALASKA
1992 LEGISLATIVE SESSION

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. Pegues (Director)
Division: Administrative Services

Phone: 465-3672

Date: March 10, 1992

Approved by Commissioner: Charles E. Cole, Attorney General
Agency: Department of Law

Date: March 10, 1992

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

COMMITTEE COPY

STATE OF ALASKA
1992 LEGISLATIVE SESSION

Revision Date: 4/26/91

Department Affected: Commerce & Economic Dev.

Title: Repeal Sunset Provisions of Auto Insurance Law

BRU: Insurance

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 Administrative Officer

Phone: 465-2597

Division: Insurance

Date: 3/19/92

Approved by Commissioner: Glenn A. Olds

Agency: Commerce and Economic Development

Date: 3/19/92

STATE OF ALASKA
1992 LEGISLATIVE SESSION

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

1/14/92 Division: Motor Vehicles Date: 1/9/92

Approved by Commissioner: for Richard L. Burton *Boyle*

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).

ALASKA STATE LEGISLATURE
HOUSE BILL NO. 305

HISTORY IN THE HOUSE

1991
4/26 Read first time and referred to:
TRA Jud FIN

5/9 TRA RPT CS() New Title
4 DP 0 DNP 1 NR 0 AM
FN 1 OFN Previous FN

1992
3/3 JUD RPT CS() New Title
7 DP 0 DNP 2 NR 0 AM
FN 1 OFN Previous FN

3/25 FIN RPT CS() New Title
0 DP 0 DNP 3 NR 0 AM
FN 2 OFN Previous FN

4/29 Spkr. returned to JUD com (from RLS)

5/6 JUD RPT CS(JUD) New Title
5 DP 0 DNP 1 NR 0 AM
FN 3 OFN Previous FN

5/8 Read second time
CS(5th) Adopted

Amended

5/8 Advanced

5/8 Read third time

Return to second for specific amendment

5/8 PASSED EFD Same ___ or
Yeas 35 Yeas
Nays 0 Nays
Excused 2 Excused
Absent 4 Absent

Intent adopted

Reconsideration
Reconsideration not taken up

PASSED ON RECON. EFD Same ___ or
Yeas Yeas
Nays Nays
Excused Excused
Absent Absent

Intent adopted

5/8 Reported correctly engrossed
Signed by Speaker, to the Senate

Kristin Gray Lomb
Chief Clerk of the House

HISTORY IN THE SENATE

1992
5/8 Read first time and referred to:
Lec

RPT() CS DP NR DNP AM
New Title Same Title Previous FN
FN OFN To

RPT() CS DP NR DNP AM
New Title Same Title Previous FN
FN OFN To

RPT() CS DP NR DNP AM
New Title Same Title Previous FN
FN OFN To

Rules Calendar() CS AM Other
New Title Same Title Previous FN
FN OFN

Read second time

CS Adopted () New Title
Amended Advanced

Read third time

Letter of Intent adopted
Return to second for specific amendment

PASSED EFD Same ___ or
Yeas Yeas
Nays Nays
Excused Excused
Absent Absent

Reconsideration
Reconsideration not taken up

PASSED EFD Same ___ or
Yeas Yeas
Nays Nays
Excused Excused
Absent Absent

Reported correctly engrossed
Signed by President, to the House

Secretary of the Senate

HOUSE-SENATE HISTORY Continued

19	<p>Received from the Senate _____</p> <p>Concur in Senate amendment Y ___ N ___ E ___ A ___ _____ Efd same or Y ___ N ___ E ___ A ___</p> <p>Failed to concur Senate amendment, ask Senate recede Y ___ N ___ E ___ A ___</p> <p>Senate failed to recede from amendment Y ___ N ___ E ___ A ___</p> <p>CC appointed by House _____ Chair _____</p> <p>CC appointed by Senate _____ Chair _____</p> <p>(H) Granted Limited Powers of Free Conference _____</p> <p>(S) Granted Limited Powers of Free Conference _____</p>
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19	<p>(H) Adopted CC Rpt _____ Y ___ N ___ E ___ A ___ _____ Efd same or Y ___ N ___ E ___ A ___</p> <p>(S) Adopted CC Rpt _____ Y ___ N ___ E ___ A ___ _____ Efd same or Y ___ N ___ E ___ A ___</p> <p>To enrolling Reported enrolled and sent to Governor _____ By Governor</p> <p>Legislative Resolve Number _____</p> <p>Filed with Lieutenant Governor _____</p>
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