

**CITY OF ANCHORAGE**  
**ORDINANCE NO. 1, SERIES 2019**

**AN ORDINANCE AMENDING THE ANCHORAGE CODE OF ORDINANCES  
CHAPTER 113 TO INCREASE INSURANCE PREMIUM FEES**

**WHEREAS**, City of Anchorage by its Ordinance No. 3, Series 1984, imposed on each insurance company a license fee for the privilege of engaging in the business of insurance within the corporate limits of the City; and,

**WHEREAS**, the City has traditionally followed and matched the license fee assessed by the former City of Louisville, and Jefferson County, now Louisville Metro; and,

**WHEREAS**, there is now pending an Ordinance to amend the Louisville Metro Code of Ordinances to increase the insurance fee levied in Louisville Metro in order to meet the extraordinary expense of the pension obligation of local governments; and,

**WHEREAS**, the City of Anchorage faces similar pension obligation and expense, and similar duty to continue to provide essential services to its citizens; and,

**WHEREAS**, the City of Anchorage proposes to partially meet that obligation by increasing its insurance license fee by an amount equal to that proposed by Louisville Metro; and,

**WHEREAS**, KRS 91A.080(12) provides that the fee assessed by the City of Anchorage shall be credited against the fee assessed by Louisville Metro, such that all revenue from engaging in the business of insurance within the City is paid to the City;

**NOW, THEREFORE, BE IT ORDAINED BY THE CITY OF ANCHORAGE AS FOLLOWS:**

**SECTION 1:** Code of Ordinances § 113.02 is modified as follows:

**§ 113.02 AMOUNT OF FEE FOR COMPANIES ISSUING LIFE INSURANCE.**

The license fee imposed upon each insurance company which issues life insurance policies on the lives of persons residing within the corporate limits of the city shall be ~~5%~~ **10%** of the first year's premiums actually collected within each calendar quarter by reason of the issuance of such policies.

**SECTION 2:** Code of Ordinances § 113.03 is modified as follows:

**§ 113.03 AMOUNT OF FEE FOR COMPANIES ISSUING POLICIES OTHER THAN LIFE INSURANCE.**

The license fee imposed upon each insurance company which issues any insurance policy which is not a life insurance policy, **except as provided in Section 3 hereinbelow**, shall be ~~5%~~ **10%** of the premiums actually collected within each calendar quarter by reason of the issuance of such policies on risks located within the corporate limits of the city on those classes of business which such company is authorized to transact, less all premiums returned to policyholders; however, any license fee or tax imposed upon premium receipts shall not include premiums received for insuring employers against liability for personal injuries to their employees, or death caused thereby, under the provisions of the Workers' Compensation Act and shall not include premiums received on policies of group health insurance provided for state employees under KRS 18A.225(2) and 18A.228 or, premiums received by any state employee benefit fund created pursuant to KRS Chapter 18A for the purpose of providing health benefits to state employees.

**SECTION 3:** A new section of the Code of Ordinances is hereby created as follows:

**§ 113.03-1 FEE FOR COMPANIES ISSUING INSURANCE POLICIES FOR MOTOR VEHICLES.**

**The license fee imposed upon each insurance company which issues motor vehicle insurance policies for persons residing or entities located within the City of Anchorage shall be based upon 5% of the premium and applied to the amount of such premiums actually collected within each calendar quarter by reason of the issuance of such policies.**

**SECTION 4:** That this ordinance shall take effect and be in force from and after its date of passage and publication as required by law.

**SECTION 5:** The provisions of this Ordinance are severable; the invalidity of any such provision of this Ordinance shall not affect the validity of any other provision thereof. Such other provision shall remain in full force and effect as long as they remain valid in the absence of those provisions deemed to be invalid.

**SECTION 6:** All Ordinances or parts of Ordinances in conflict with the provisions of this Ordinance are hereby repealed to the extent of such conflict.

**SECTION 7:** This Ordinance becomes law upon its passage and approval, and publication as required by law, and becomes effective July 1, 2019.

W. Thomas Hewitt  
Mayor, City of Anchorage

Renee Major  
City Clerk