

# Fiscal Note

State of Alaska  
2026 Legislative Session

Bill Version: HB 260  
Fiscal Note Number: \_\_\_\_\_  
( ) Publish Date: \_\_\_\_\_

Identifier: HB260-DCCED-CBPL-02-27-26  
Title: CONSTRUCTION PROJECT WAGES & LIABILITY  
Sponsor: JOSEPHSON  
Requester: (H) LABOR & COMMERCE

Department: Department of Commerce, Community and  
Economic Development  
Appropriation: Corporations, Business and Professional  
Licensing  
Allocation: Corporations, Business and Professional  
Licensing  
OMB Component Number: 2360

**Expenditures/Revenues**

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2027	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2027 Request	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032
<b>OPERATING EXPENDITURES</b>	<b>FY 2027</b>	<b>FY 2027</b>	<b>FY 2028</b>	<b>FY 2029</b>	<b>FY 2030</b>	<b>FY 2031</b>	<b>FY 2032</b>
Personal Services							
Travel							
Services	97.6		95.0	95.0	95.0	95.0	95.0
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
<b>Total Operating</b>	<b>97.6</b>	<b>0.0</b>	<b>95.0</b>	<b>95.0</b>	<b>95.0</b>	<b>95.0</b>	<b>95.0</b>

**Fund Source (Operating Only)**

1156 Rcpt Svcs (DGF)	97.6		95.0	95.0	95.0	95.0	95.0
<b>Total</b>	<b>97.6</b>	<b>0.0</b>	<b>95.0</b>	<b>95.0</b>	<b>95.0</b>	<b>95.0</b>	<b>95.0</b>

**Positions**

Full-time							
Part-time							
Temporary							

**Change in Revenues**

1156 Rcpt Svcs (DGF)	97.6		95.0	95.0	95.0	95.0	95.0
<b>Total</b>	<b>97.6</b>	<b>0.0</b>	<b>95.0</b>	<b>95.0</b>	<b>95.0</b>	<b>95.0</b>	<b>95.0</b>

**Estimated SUPPLEMENTAL (FY2026) cost:** 0.0 *(separate supplemental appropriation required)*

**Estimated CAPITAL (FY2027) 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? Yes  
If yes, by what date are the regulations to be adopted, amended or repealed? 07/01/27

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

Not applicable, initial version.

Prepared By: <u>Sylvan Robb, Division Director</u>	Phone: <u>(907)465-2524</u>
Division: <u>Division of Corporations, Business and Professional Licensing</u>	Date: <u>02/27/2026</u>
Approved By: <u>Hannah Lager, Administrative Services Director</u>	Date: <u>02/27/26</u>
Agency: <u>Department of Commerce, Community, and Economic Development</u>	

FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2026 LEGISLATIVE SESSION

BILL NO. HB 260

**Analysis**

This legislation requires the department to suspend a contractor's registration for 90 days if they are found to have knowingly violated a provision of AS 18.62 (*Certificates of Fitness*), and to permanently revoke the registration upon a second finding of knowingly violating AS 18.62.

If the bill passes the following expenses will be incurred:

Services:	\$ 2.6	One-time printing, postage, and legal costs for regulations project
	\$ 20.0	Annual Hearing and Mediation based on an estimate of 40 violations per year
	\$ 75.0	Annual Legal cost related to increased investigations

*Professional licensing programs within the Division of Corporations, Business and Professional Licensing are funded by Receipt Supported Services, fund source 1156 Rcpt Svcs (DGF). Per AS 08.01.065, licensing fees for each occupation are set so the total amount of revenue collected approximately equals the occupation's actual regulatory costs.*