

# Fiscal Note

State of Alaska  
2026 Legislative Session

Bill Version: HB 235  
Fiscal Note Number: \_\_\_\_\_  
( ) Publish Date: \_\_\_\_\_

Identifier: HB235-DEC-AQ-03-19-26  
Title: PFAS USE & REMEDIATION, WATER TESTING  
Sponsor: HALL  
Requester: (H) STATE AFFAIRS

Department: Department of Environmental Conservation  
Appropriation: Air Quality  
Allocation: Air Quality  
OMB Component Number: 2061

**Expenditures/Revenues**

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

	FY2027 Appropriation Requested	Included in Governor's FY2027 Request	Out-Year Cost Estimates					
			FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032
<b>OPERATING EXPENDITURES</b>								
Personal Services								
Travel								
Services	100.0							
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
<b>Total Operating</b>	<b>100.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>

**Fund Source (Operating Only)**

1004 Gen Fund (UGF)	100.0							
<b>Total</b>	<b>100.0</b>	<b>0.0</b>						

**Positions**

Full-time								
Part-time								
Temporary								

**Change in Revenues**

None								
<b>Total</b>	<b>0.0</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If yes, by what date are the regulations to be adopted, amended or repealed? **06/30/26**

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

Not applicable, initial version.
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Division: <u>Air Quality</u>	Date: <u>03/19/2026</u>
Approved By: <u>Megan Kohler, Administrative Services Director</u>	Date: <u>03/20/2026</u>
Agency: <u>Environmental Conservation</u>	

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2026 LEGISLATIVE SESSION

BILL NO. HB 235

### Analysis

This bill would require thermal remediation units treating per- and polyfluoroalkyl substances (PFAS) to obtain a Clean Air Act Title V permit from the Department of Environmental Conservation (DEC), where no corresponding Environmental Protection Agency (EPA) source category or emission standard has been established. Because EPA has not adopted an air emission standard for PFAS from these units, DEC would need to develop its own regulatory and permitting framework to implement this requirement. To provide the services outlined in this bill the following is required:

**Contractual Services:** *Peer review contractual support \$70.0 (FY27 one-time):* Under Alaska Statute 46.14.015, the department must contract with a minimum of three separate parties to perform peer review of the department's findings when developing the technical basis necessary to support regulatory action.

*Technical contractual support \$30.0 (FY27 one-time):* Is required to determine an approach to minimal releases of pollutants from thermal remediation units treating PFAS-contaminated material. Because the department does not have in-house technical staff to develop source-specific emission standards for this type of operation, and EPA has not established a PFAS air emissions standard for these units, DEC will need outside expertise to support the development of a defensible permitting and regulatory approach.

**Funding:** The program would be funded by Undesignated General Funds, including ongoing operating funds.