

Fiscal Note

State of Alaska
2026 Legislative Session

Bill Version: HB 334
Fiscal Note Number: _____
() Publish Date: _____

Identifier: HB334-DOA-DMV-4-3-26 Department: Department of Administration
Title: UNHOUSED YOUNG ADULTS: IDS, BIRTH CERT. Appropriation: Motor Vehicles
Sponsor: MINA Allocation: Motor Vehicles
Requester: (H) COMMUNITY AND REGIONAL AFFAIRS OMB Component Number: 2348

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
OPERATING EXPENDITURES								
Personal Services	83.9		83.9	83.9	83.9	83.9	83.9	83.9
Travel								
Services	25.3		9.7	9.7	9.7	9.7	9.7	9.7
Commodities	1.1		1.1	1.1	1.1	1.1	1.1	1.1
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	110.3	0.0	94.7	94.7	94.7	94.7	94.7	94.7

Fund Source (Operating Only)

1005 GF/Prgm (DGF)	110.3		94.7	94.7	94.7	94.7	94.7	94.7
Total	110.3	0.0	94.7	94.7	94.7	94.7	94.7	94.7

Positions

Full-time	1.0		1.0	1.0	1.0	1.0	1.0	1.0
Part-time								
Temporary								

Change in Revenues

1005 GF/Prgm (DGF)	(75.0)		(75.0)	(75.0)	(75.0)	(75.0)	(75.0)	(75.0)
Total	(75.0)	0.0	(75.0)	(75.0)	(75.0)	(75.0)	(75.0)	(75.0)

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If yes, by what date are the regulations to be adopted, amended or repealed? 07/01/26

Why this fiscal note differs from previous version/comments:

Not applicable, initial version.

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Division: <u>Motor Vehicles</u>	Date: <u>04/03/2026 11:00 AM</u>
Approved By: <u>Stefanie Bingham, Administrative Services Director</u>	Date: <u>04/03/26</u>
Agency: <u>Department of Administration</u>	

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2026 LEGISLATIVE SESSION

BILL NO. HB 334

Analysis

This bill allows unhoused young adults (ages 18–26) to qualify for a free, non-federally compliant identification (ID) card issued by the Division of Motor Vehicles (DMV).

The bill does not establish a clear limit on the number of cards that may be issued each year, and it delegates to the division the responsibility of creating a form to verify unhoused status. Just upwards of *419 individuals qualify for a free ID under this policy.

Because there is no restriction on how many cards an unhoused individual may request, the overall impact is uncertain. The division estimates that this policy could be utilized approximately once per month, as individuals may lose their identification cards. A maximum annual estimate was calculated by multiplying 419 individuals by 12 months, resulting in 5,028 free identification cards issued per year.

The division also anticipates upfront programming costs to update the processing system to include an option for a free ID for qualified individuals. This is estimated to take anywhere from 75-125 hours depending on the complexity. At \$125 an hour, the maximum estimated cost for this update is \$15,625.

It is expected that these cards will be delivered to DMV headquarters in Anchorage, AK, where additional processing time will be required to sort items, contact individuals, remail returned ID cards, or send cards to the appropriate DMV field office. This added workload, combined with the current strain on Motor Vehicle public service representatives, would require one additional MVCSR1 PCN at range 10, step A. The estimated total cost for this position is \$83,909.

There will also be additional expenses for services and commodities, including postage, ID card materials, and bulk forms.

Estimated Annual Expense for Services and Commodities			
	Quantity	Unit Price	Total
Cards Manufactured	5,028	1.62	\$ 8,145.36
Postage	2,500	0.64	\$ 1,600.00
Forms	7,500	0.15	\$ 1,125.00
			\$ 10,870.36

Figure 1. Estimated annual expense for ongoing services and commodities.

The DMV anticipates a loss in revenue for approximately 5,028 cards issued per year, at \$15 per card:

Estimated Annual Loss in Revenue		
Est. Cards Issued	ID Fee	Total
5,028	\$ 15.00	\$ 75,420.00

Figure 2. Estimated annual loss in revenue for ID cards issued at \$0 fee.

*HUD 2024 Continuum of Care Homeless Assistance Programs Homeless Populations and Subpopulations