

# Fiscal Note

State of Alaska  
2026 Legislative Session

Bill Version: SB 194  
Fiscal Note Number: \_\_\_\_\_  
( ) Publish Date: \_\_\_\_\_

Identifier: SB194-DOR-TAX-5-1-26  
Title: MOBILE SPORTS WAGERING; TAX  
Sponsor: CRONK  
Requester: (S) L&C

Department: Department of Revenue  
Appropriation: Taxation and Treasury  
Allocation: Tax Division  
OMB Component Number: 2476

**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	279.0		279.0	279.0	279.0	279.0	279.0	279.0
Travel	12.0		12.0	12.0	12.0	12.0	12.0	12.0
Services	27.8		27.8	27.8	27.8	27.8	27.8	27.8
Commodities	8.0						4.0	
Capital Outlay								
Grants & Benefits								
Miscellaneous								
<b>Total Operating</b>	<b>326.8</b>	<b>0.0</b>	<b>318.8</b>	<b>318.8</b>	<b>318.8</b>	<b>318.8</b>	<b>322.8</b>	<b>318.8</b>

**Fund Source (Operating Only)**

1004 Gen Fund (UGF)	326.8		318.8	318.8	318.8	322.8	318.8
<b>Total</b>	<b>326.8</b>	<b>0.0</b>	<b>318.8</b>	<b>318.8</b>	<b>318.8</b>	<b>322.8</b>	<b>318.8</b>

**Positions**

Full-time	2.0	2.0	2.0	2.0	2.0	2.0	2.0
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If yes, by what date are the regulations to be adopted, amended or repealed? **01/01/27**

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

Not applicable, initial version.

Note: This fiscal note assumes the effective date of the bill will be amended to January 1, 2027.

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Division: <u>Tax Division</u>	Date: <u>05/01/2026</u>
Approved By: <u>Janelle Earls, Acting Commissioner</u>	Date: <u>05/01/26</u>
Agency: <u>Department of Revenue</u>	

FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2026 LEGISLATIVE SESSION

BILL NO. SB 194

**Analysis**

**Background Information**

This bill proposes to legalize the gambling activity of mobile sports wagering and establish a program that administers, enforces, and collects tax on the activity. The mobile gaming is limited to wagers originating in the State of Alaska or in a state or jurisdiction approved by the Department of Revenue ("Department") if there is a mobile sports gaming agreement with that state or jurisdiction. This bill proposes that the Department administer the tax provisions for this gambling activity and regulate the mobile sports betting license program.

A maximum of ten licenses may be issued for gaming operators in the state, including an initial license fee of \$100,000 and an annual license renewal fee of another \$100,000. This bill adds a new 20 percent tax imposed on the adjusted gross revenue of the licensee from sports wagering activities.

The Department shall issue regulations, and the effective date of this bill is January 1, 2026.

**NOTE: This fiscal note assumes the effective date will be amended during the legislative process to January 1, 2027, delaying implementation by one year.**

**Revenue Impact**

The Department's analysis indicates that legalizing sports betting in Alaska would generate additional revenue. In the analysis, various other states were analyzed that have legalized sports betting, and have available data to come up with an expected range of additional revenue to the State of Alaska. The Department estimates a range of \$1 million to \$17 million of additional annual revenue beginning in FY2028, with a median expected revenue of around \$12 million.

**Implementation Cost**

The Tax Division requires two Tax Auditor 3 positions to administer this new tax program. Services costs are primarily internal core services paid to other state agencies for the additional employees, and there would also be ongoing costs for travel and training. There is also a one-time cost for issuing computers and related equipment to the new positions.

Additionally, this legislation would require the Department to make changes to its Tax Revenue Management System ("TRMS"). Resources required to implement this bill would include staff time to updated forms, TRMS, and Revenue Online, and other miscellaneous costs. These costs will be absorbed by the Tax Division using existing resources.