

# Fiscal Note

State of Alaska  
2025 Legislative Session

Bill Version: HB 132  
Fiscal Note Number: \_\_\_\_\_  
( ) Publish Date: \_\_\_\_\_

Identifier: HB132-DCCED-DBS-03-14-25  
Title: LOANS UNDER \$25,000; PAYDAY LOANS  
Sponsor: EISCHEID  
Requester: (H) Labor and Commerce

Department: Department of Commerce, Community and  
Economic Development  
Appropriation: Banking and Securities  
Allocation: Banking and Securities  
OMB Component Number: 2808

**Expenditures/Revenues**

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

	FY2026 Appropriation Requested	Included in Governor's FY2026 Request	Out-Year Cost Estimates					
			FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031
<b>OPERATING EXPENDITURES</b>								
Personal Services								
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
<b>Total Operating</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>	<b>0.0</b>

**Fund Source (Operating Only)**

None								
<b>Total</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>	<b>0.0</b>

**Positions**

Full-time								
Part-time								
Temporary								

**Change in Revenues**

1005 GF/Prgm (DGF)	(19.5)		(19.5)	(19.5)	(19.5)	(19.5)	(19.5)	(19.5)
<b>Total</b>	<b>(19.5)</b>	<b>0.0</b>	<b>(19.5)</b>	<b>(19.5)</b>	<b>(19.5)</b>	<b>(19.5)</b>	<b>(19.5)</b>	<b>(19.5)</b>

**Estimated SUPPLEMENTAL (FY2025) cost:** 0.0 *(separate supplemental appropriation required)*

**Estimated CAPITAL (FY2026) 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If yes, by what date are the regulations to be adopted, amended or repealed? 06/30/26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: Division of Banking and Securities	Date: 03/14/2025
Approved By: Hannah Lager, Administrative Services Director	Date: 03/14/25
Agency: Department of Commerce, Community, and Economic Development	

FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2025 LEGISLATIVE SESSION

BILL NO. HB 132

**Analysis**

This bill amends and eliminates some statutes related to Deferred Deposit Advance (DDA) loans, known as "payday loans," and moves those loans to be a loan type under AS 06.20, the Alaska Small Loans Act. The legislation change significantly reduces the interest rate that can be charged on DDA loans.

As of January 1, 2025, the Division of Banking and Securities currently has 13 active DDA licensees: seven companies, three branches, one mobile application, and two websites. These licenses have a bi-annual renewal fee of \$3,000. If this legislation is adopted, the division anticipates a reduction in revenue of \$39,000 bi-annually or \$19,500 annually. Some DDA licensees may choose to apply for licensure under the Alaska Small Loans Act, which has an annual renewal fee of \$1,000. Those potential revenues are not included in this fiscal note as they cannot be determined at this time.

The Division of Banking and Securities anticipates a minor regulations package should this legislation pass. These costs will be absorbed in the division's FY2026 budget, which includes planned Department of Law costs.