

# Fiscal Note

State of Alaska  
2025 Legislative Session

Bill Version:	CSSB 39(FIN)
Fiscal Note Number:	2
(S) Publish Date:	4/11/2025

Identifier: SB039CS(L&C)-DCCED-DBS-04-09-25  
 Title: LOANS UNDER \$25,000; PAYDAY LOANS  
 Sponsor: DUNBAR  
 Requester: Senate Finance

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	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2026 Request	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031
<b>OPERATING EXPENDITURES</b>	<b>FY 2026</b>	<b>FY 2026</b>	<b>FY 2027</b>	<b>FY 2028</b>	<b>FY 2029</b>	<b>FY 2030</b>	<b>FY 2031</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>

**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>

**Positions**

Full-time							
Part-time							
Temporary							

**Change in Revenues**

1004 Gen Fund (UGF)	(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>

**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 If yes, by what date are the regulations to be adopted, amended or repealed? 06/30/26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:**

Updated to reflect changes in the committee substitute.

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Division:	Banking and Securities	Date:	04/09/2025
Approved By:	Hannah Lager, Administrative Services Director	Date:	04/09/25
Agency:	Commerce, Community, and Economic Development		

REPORTED OUT OF  
SEC 04/10/2025

## FISCAL NOTE ANALYSIS

STATE OF ALASKA  
2025 LEGISLATIVE SESSION**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 decide 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.