

Fiscal Note

State of Alaska
2025 Legislative Session

Bill Version:	HCS SB 79(L&C)
Fiscal Note Number:	2
(H) Publish Date:	5/18/2025

Identifier: SB079HCS(L&C)-DCCED-DBS-05-14-25
 Title: PAYMENT OF WAGES; PAYROLL CARD ACCOUNT
 Sponsor: LABOR & COMMERCE
 Requester: (H) LABOR & 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	Included in	Out-Year Cost Estimates				
	Appropriation Requested	Governor's FY2026 Request	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031
OPERATING EXPENDITURES	FY 2026	FY 2026	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Fund Source (Operating Only)

None							
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

1004 Gen Fund (UGF)	(795.4)		(815.3)	(835.7)	(856.6)	(878.0)	(899.9)
Total	(795.4)	0.0	(815.3)	(835.7)	(856.6)	(878.0)	(899.9)

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 If yes, by what date are the regulations to be adopted, amended or repealed? 06/30/25

Why this fiscal note differs from previous version/comments:

Not applicable, initial version.

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Division:	Division of Banking and Securities	Date:	05/14/2025
Approved By:	Hannah Lager, Administrative Services Director	Date:	05/14/25
Agency:	Department of Commerce, Community, and Economic Development		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2025 LEGISLATIVE SESSION**Analysis**

This bill would prohibit banks, payment processors, and others in the credit card payment networks or systems from charging an interchange fee on the part of a transaction that is for taxes or gratuities. The interchange fee is about 70-90% of all credit card fees charged to merchants.

The legislation creates no new enforcement or supervisory roles for the Division of Banking and Securities. Federally chartered banks are likely pre-empted and would still be able to charge interchange fees. In the one state where this law has been passed, there has been litigation enjoining the law's enforcement against national banks, and state-chartered financial institutions in that state are seeking federal charters. If Alaska's four state-chartered banks and one state-chartered credit union chose to become federally chartered, the state would collect approximately \$795.4 less per year in assessments and fees per year. This number will fluctuate, but is projected to increase at 2.5% per year. This does not include other impacts from having all banks and credit unions in Alaska regulated federally.