

Fiscal Note

State of Alaska
2026 Legislative Session

Bill Version:	SB 129
Fiscal Note Number:	3
(S) Publish Date:	2/4/2026

Identifier: SB129-MVA-HLS-01-30-26
 Title: PAYMENT OF CONTRACTS
 Sponsor: KAWASAKI
 Requester: (S) Community & Regional Affairs

Department: Department of Military and Veterans' Affairs
 Appropriation: Military and Veterans' Affairs
 Allocation: Homeland Security and Emergency Management
 OMB Component Number: 2657

Expenditures/Revenues

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

	FY2027	Included in	Out-Year Cost Estimates					
	Appropriation Requested	Governor's FY2027 Request	FY 2027	FY 2028	FY 2029	FY 2030	FY 2031	FY 2032
OPERATING EXPENDITURES	FY 2027	FY 2027						
Personal Services	458.4		458.4	458.4	458.4	458.4	458.4	458.4
Travel								
Services								
Commodities								
Capital Outlay								
Grants & Benefits								
Miscellaneous								
Total Operating	458.4	0.0	458.4	458.4	458.4	458.4	458.4	458.4

Fund Source (Operating Only)

1003 GF/Match (UGF)	114.6		114.6	114.6	114.6	114.6	114.6	114.6
1007 I/A Rcpts (Other)	114.6		114.6	114.6	114.6	114.6	114.6	114.6
1037 GF/MH (UGF)	229.2		229.2	229.2	229.2	229.2	229.2	229.2
Total	458.4	0.0	458.4	458.4	458.4	458.4	458.4	458.4

Positions

Full-time	4.0		4.0	4.0	4.0	4.0	4.0	4.0
Part-time								
Temporary								

Change in Revenues

None								
Total	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

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? No
 If yes, by what date are the regulations to be adopted, amended or repealed? n/a

Why this fiscal note differs from previous version/comments:

Updated from SLA2025 to SLA2026 template

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Division:	Office of the Commissioner	Date:	01/30/2026 10:51 AM
Approved By:	Bob Ernisse	Date:	01/30/26
Agency:	Department of Military and Veterans Affairs, Admin Services		

FISCAL NOTE ANALYSIS

STATE OF ALASKA
2026 LEGISLATIVE SESSION**Analysis**

This legislation implements a 30-day deadline from payment request receipt for contracts, grants, and reimbursement payments to nonprofit organizations, municipalities, and Alaska Native organizations. It establishes an interest rate for failure to meet the deadline. It establishes adjusted deadlines for unsatisfactory performance or noncompliance with grant or reimbursement requirements.

Implementing this legislation will impact disaster grant programs within the Division of Homeland Security and Emergency Management (DHSEM), due to the number of open grants, subrecipients, and projects there are and the level of review it takes to ensure eligibility and appropriate documentation prior to payment. Additionally, the proposed deadline is likely to be severely impacted during disasters since staff are often reassigned to assist in the operations center resulting in delays in routine financial processing.

DHSEM prioritizes payments for individuals and public entities following disasters, however the required review, federal funding guidelines, and multiple disaster events happening simultaneously would make meeting the timelines outlined in this legislation difficult. The DHSEM would require additional staff or risk incurring significant interest costs.

Additional staff required are one Grants Administrator 3 and three Grants Administrator 2 positions.