



LEGISLATIVE FISCAL OFFICE
Fiscal Note

Fiscal Note On: **HB 346** HLS 25RS 928

Bill Text Version: **REENGROSSED**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

Date: May 27, 2025	7:56 AM	Author: DESHOTEL
Dept./Agy.: Revenue		
Subject: Dedicates 5% telecommunications tax		Analyst: Deborah Vivien

FUNDS/FUNDINGRE NO IMPACT SD EX See NotePage 1 of 1

To establish the Local Infrastructure Fund

Proposed law creates but does not fund the Local Infrastructure Fund to reimburse political subdivisions for qualifying expenses related to the repair or mitigation of damages due to the expansion of broadband services (no definitions in the bill). Appropriations from the fund will occur through the Office of Community Development (OCD) within the Division of Administration, which will also develop guidelines for distribution to be approved by the Water Sector Commission prior to implementation. OCD will submit quarterly expenditure reports to the Water Sector Commission.

Effective upon signature.

EXPENDITURES	2025-26	2026-27	2027-28	2028-29	2029-30	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.		\$0	\$0	\$0	\$0	\$0
Ded./Other	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total						

REVENUES	2025-26	2026-27	2027-28	2028-29	2029-30	5 -YEAR TOTAL
State Gen. Fd.	\$0	\$0	\$0	\$0	\$0	\$0
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	\$0
Ded./Other	\$0	\$0	\$0	\$0	\$0	\$0
Federal Funds	\$0	\$0	\$0	\$0	\$0	\$0
Local Funds	\$0	\$0	\$0	\$0	\$0	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

EXPENDITURE EXPLANATION

The bill does not mandate expenditures, therefore there is no anticipated direct material effect on governmental expenditures. However, should funding be identified, the bill could result in increased expenditures under the program parameters established by Office of Community Development and Water Sector Commission.

Treasury requires certain resources to create and administer a statutory dedication, as in this bill. Should aggregate session action result in the creation of funds beyond that which can be absorbed with resources, additional funding may be required.

REVENUE EXPLANATION

There is no anticipated direct material effect on governmental revenues as a result of this measure.

Senate

Dual Referral Rules

House

- ☐ 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}
- ☐ 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

- ☐ 6.8(F)(1) >= \$100,000 SGF Fiscal Cost {H & S}
- ☐ 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease {S}

Alan M. Boxberger
Legislative Fiscal Officer