

LEGISLATIVE FISCAL OFFICE
Fiscal Note



Fiscal Note On: **HB 276** HLS 22RS 721

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.: **w/ PROP HSE COMM AMD**

Sub. Bill For.:

Date: March 28, 2022 4:08 PM	Author: BISHOP, S.
Dept./Agy.: Secretary of State	Analyst: Kimberly Fruge
Subject: Audit and Dispute Resolution of Video Service Franchise Fees	

TELECOMMUNICATIONS OR SEE FISC NOTE LF RV Page 1 of 1
Provides relative to franchise fee audits and dispute resolution of certain video service providers

Present Law establishes a franchise fee, of up to 5% of gross revenues, be imposed by local governments for licensees of cable services and video programming provided through wireline facilities located at least in part in the public rights of way. Present law excludes certain video programming from the local franchise tax. Proposed law adds to the list of exclusions streaming services and direct broadcast satellite services.

EXPENDITURES	2022-23	2023-24	2024-25	2025-26	2026-27	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	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	\$0
Annual Total	\$0	\$0	\$0	\$0	\$0	\$0

REVENUES	2022-23	2023-24	2024-25	2025-26	2026-27	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	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	SEE BELOW	
Annual Total						

EXPENDITURE EXPLANATION

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

REVENUE EXPLANATION

Proposed law may result in a decrease in local funds revenue by excluding streaming services and direct broadcast satellite services from the definitions of cable service and video programming. To the extent that a local government is currently imposing a franchise tax on streaming services and direct broadcast satellite and can no longer do so, local revenue will decrease. If a local government is not currently taxing these services, then there will be no change in local revenue.

Senate Dual Referral Rules
 13.5.1 >= \$100,000 Annual Fiscal Cost {S & H}
 13.5.2 >= \$500,000 Annual Tax or Fee Change {S & H}

House
 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}

Evan Brasseaux
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Interim Deputy Fiscal Officer