



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2025 Biennium

Bill information:

HB0597 - Generally revising laws related to reallocation of 911 fees (Duram, Neil)

Status: As Introduced

- Significant Local Gov Impact
 Needs to be included in HB 2
 Technical Concerns
 Included in the Executive Budget
 Significant Long-Term Impacts
 Dedicated Revenue Form Attached

FISCAL SUMMARY

	<u>FY 2024 Difference</u>	<u>FY 2025 Difference</u>	<u>FY 2026 Difference</u>	<u>FY 2027 Difference</u>
Expenditures:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
Revenue:				
General Fund	\$0	\$0	\$0	\$0
State Special Revenue	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance:	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Description of fiscal impact: HB 597 splits the current revenue funding the 9-1-1 grant program. The dollar amount spent on telecommunications grants would decrease to accommodate funding of the Next Generation 9-1-1 program.

FISCAL ANALYSIS

Assumptions:**Department of Justice (DoJ)**

1. A fee of \$1 per month per line on each subscriber in the state is imposed for 9-1-1 programs. In FY 2022, this fee brought in \$14,549,501.
2. 25% or approximately \$3.6 million annually of this fee currently goes into a 9-1-1 grant fund.
3. HB 597 would split that distribution into two pieces:
 - a. 7% or approximately \$1 million would go directly to the 9-1-1 grants each year. ($\$14,549,501 * 7\% = \$1,018,465$)

- b. 18% or approximately \$2.6 million would go into a new fund for a statewide next generation 9-1-1 (NG 9-1-1) system. ($\$14,549,501 * 18\% = \$2,618,910$)
- 4. With this new allocation, about \$1 million would be available to be spent on grants each fiscal year.
- 5. Approximately \$2.6 million would be spent on the NG 9-1-1 system.
- 6. DoJ assumes a 1.00 FTE program manager would be needed to administer the NG 9-1-1 program. This FTE will be paid out of the NG 9-1-1 program. The personal services cost is estimated at \$74,256. There is a 1.5% inflation factor applied to FY 2026 and FY 2027.

	<u>FY 2024</u> <u>Difference</u>	<u>FY 2025</u> <u>Difference</u>	<u>FY 2026</u> <u>Difference</u>	<u>FY 2027</u> <u>Difference</u>
<u>Fiscal Impact:</u>				
FTE	1.00	1.00	1.00	1.00
<u>Expenditures:</u>				
Personal Services	\$74,256	\$74,256	\$75,370	\$76,500
Operating Expenses	\$2,544,654	\$2,544,654	\$2,543,540	\$2,542,410
Transfers	(\$2,618,910)	(\$2,618,910)	(\$2,618,910)	(\$2,618,910)
TOTAL Expenditures	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Funding of Expenditures:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0
TOTAL Funding of Exp.	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Revenues:</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0
TOTAL Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	\$0	\$0	\$0	\$0
State Special Revenue (02)	\$0	\$0	\$0	\$0



 Sponsor's Initials

HSZ
 2-27-2023
 Date



 Budget Director's Initials

2-27-23
 Date