LEGISLATIVE SERVICES AGENCY

OFFICE OF FISCAL AND MANAGEMENT ANALYSIS FISCAL IMPACT STATEMENT

LS 6443 NOTE PREPARED: Dec 3, 2025

BILL NUMBER: HB 1059 BILL AMENDED:

SUBJECT: Commercial Advertising on a School Bus.

FIRST AUTHOR: Rep. Ledbetter BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: Local

DEDICATED FEDERAL

<u>Summary of Legislation:</u> This bill provides that a school corporation may display commercial advertising on a school bus owned by the school corporation if the governing body of the school corporation adopts a policy that meets certain requirements.

Effective Date: July 1, 2026.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues: The bill allows school corporations to sell advertising space on their school busses beginning in FY 2027. Each bus could increase revenue by an estimated \$1,500 a year, although the amount ultimately received by individual school corporations is highly variable and dependent on route density, advertisement size, and contract length.

State Agencies Affected:

<u>Local Agencies Affected:</u> School corporations.

Information Sources:

https://www.kbtx.com/content/news/College-Station-School-Bus-Ads-bringing-less-money-than-initially-expected-365210901.html

https://www.bluelinemedia.com/bus-advertising#rates

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HB 1059