



FISCAL NOTE

House Bill 394

Committee: Ways and Means Education

Sponsor: Representative Kelvin Lawrence

Analyst: Mathieu Fuller

Date: 02/10/2026

House Bill 394 as introduced would decrease sales and use tax receipts to the Education Trust Fund by approximately \$7,360 annually, beginning in Fiscal Year 2027, based on information provided by the entity, by exempting Freedom Quilting Bee Legacy from paying state sales and use taxes.

This bill could also decrease sales and use tax receipts to counties and municipalities by approximately \$9,650 annually provided the respective local governments adopt an exemption from local sales and use taxes, pursuant to this bill.