

LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS
FISCAL IMPACT STATEMENT

LS 6850

BILL NUMBER: HB 1209

NOTE PREPARED: Dec 30, 2025

BILL AMENDED:

SUBJECT: Municipal Collection Protocols.

FIRST AUTHOR: Rep. Olthoff

BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED:

**GENERAL
DEDICATED
FEDERAL**

IMPACT: Local

Summary of Legislation: Effective January 1, 2027, this bill establishes requirements for the provision of invoices and delinquency notices for certain municipal accounts. The bill requires the state board of accounts to prescribe forms for an invoice and a notice of a delinquent account. It also requires municipal officers and employees with oversight responsibilities or access to the municipality's financial payment system to be segregated from the responsibilities of reporting or recording payments received. The bill also requires a municipal officer whose official duties include oversight of reporting, recording, or monitoring of the municipality's accounts to not have access to the officer's own personal account.

Effective Date: July 1, 2026.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: This bill's provisions may result in minor workload and fiscal expenditures increases for municipal fiscal officers and other employees responsible for sending invoices and responding to calls and payment plan requests from invoice recipients.

Explanation of Local Revenues: This bill's provisions may increase local revenue for municipalities with delinquent accounts. Actual fiscal impact will vary and will depend on the number of delinquent accounts and the response rate to invoices and notices.

State Agencies Affected:

Local Agencies Affected: Municipal fiscal officers and legislative bodies.

Information Sources:

Fiscal Analyst: Katherine Timperman, 317-232-9571.