

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

LS 7099
BILL NUMBER: SB 4

NOTE PREPARED: Jan 4, 2026
BILL AMENDED:

SUBJECT: Various Fiscal Matters.

FIRST AUTHOR: Sen. Mishler
FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
DEDICATED
FEDERAL

IMPACT: State & Local

Summary of Legislation: This bill has the following provisions:

Executive Order Fiscal Notes: It requires the Legislative Services Agency to perform a fiscal impact analysis for all executive orders issued by the Governor within seven days of an order's issuance. (Under current law, this requirement only applies to a Governor's declaration of a disaster emergency by executive order.)

Pokagon Indiana Education Fund: It amends the Pokagon Indiana Education Fund to allow payments to be made to both public and private Indiana institutions of higher learning for the purposes of the fund.

Tax Credits: It specifies that each initial tax credit award is subject to Budget Committee review in determining the annual aggregate tax credit cap under current law.

Budget Review: It amends provisions to subject all taxing units with an unelected board to binding review of the board's budget by the county, city, or town fiscal body.

Community Mental Health Centers: It provides that a county may (instead of shall) provide property tax funding for the operation of community mental health centers.

Effective Date: Upon passage; July 1, 2026.

Explanation of State Expenditures: *Executive Order Fiscal Notes:* The Legislative Services Agency should be able to publish the required fiscal impact analysis with current resources.

Pokagon Indiana Education Fund: This provision has no state or local fiscal impact.

Tax Credits: The State Budget Committee and the Indiana Economic Development Corporation can implement this provision with current resources.

Explanation of State Revenues:

Explanation of Local Expenditures: *Budget Review:* City, town, and county fiscal bodies should be able to implement the changes to public library budget review processes with current resources.

Community Mental Health Centers: The bill could reduce property tax funding for community mental health centers. The impact will depend on each county's decision.

Explanation of Local Revenues:

State Agencies Affected: Legislative Services Agency; State Budget Committee; Indiana Economic Development Corporation.

Local Agencies Affected: City, town, and county fiscal bodies; public libraries.

Information Sources:

Fiscal Analyst: Lauren Tanselle, 317-232-9586.