

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

LS 6801
BILL NUMBER: SB 187

NOTE PREPARED: Jan 22, 2026
BILL AMENDED: Jan 20, 2026

SUBJECT: Regional Sewer Districts.

FIRST AUTHOR: Sen. Bohacek
FIRST SPONSOR:

BILL STATUS: 2nd Reading - 1st House

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Local

Summary of Legislation: This bill specifies that a board of trustees of a regional water, sewage, or solid waste district (board) must notify the district authority in writing before taking certain actions. It provides that a trustee appointed to a board serves at the pleasure of the appointing authority. It prohibits a regional water, sewage, or solid waste district (district) created after June 30, 2026, from incurring any indebtedness without first obtaining the approval of the county fiscal body.

This bill specifies that if a district created after June 30, 2026, contains territory in more than one county, the district must first obtain the approval of each county fiscal body in which the district contains territory before incurring any indebtedness. It also establishes a timeline for the county fiscal body to approve or deny a district's request to incur indebtedness.

Effective Date: July 1, 2026.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: The bill will increase workload for districts and boards regarding the requirement to notify the appropriate district authority before taking specific actions. It will also increase workload for county councils and city-county councils to approve or deny requests to incur indebtedness for any district created after June 30, 2026.

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: Regional water, sewage, or solid waste districts; boards of trustees of a regional water, sewage, or solid waste district; county councils; city-county councils.

Information Sources:

Fiscal Analyst: Jason Barrett, 317-232-9809.