

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

LS 6937
BILL NUMBER: SB 274

NOTE PREPARED: Jan 1, 2026
BILL AMENDED:

SUBJECT: Disannexation of Property.

FIRST AUTHOR: Sen. Niemeyer
FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Local

Summary of Legislation: This bill provides that disannexation of certain property is effective upon filing a disannexation petition with the county auditor and recording the petition with the county recorder. It also requires the property owner to file a petition requesting a municipality to annex the property not more than 48 months after the disannexation is effective.

Effective Date: July 1, 2026.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: The county auditor located in the county in which the disannexed territory is located may experience a slight increase in administrative workload to review petitions for disannexing properties and communicating with other authorities about the disannexed property.

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: County auditors.

Information Sources:

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