

OFFICE OF LEGISLATIVE RESEARCH
PUBLIC ACT SUMMARY



PA 26-136—sSB 444

Planning and Development Committee

**AN ACT AUTHORIZING CERTAIN MUNICIPAL EMPLOYEES TO
SERVE ON MUNICIPAL BOARDS OF FINANCE**

SUMMARY: This act creates an additional exception to a statutory prohibition on municipal employees serving on the board of finance (BOF) in the municipality in which they work and live. It allows these employees, if they receive a stipend for their work, to serve on the BOF as long as the stipend is less than \$10,000 in any rolling 12-month period.

Additionally, as under existing law, the prohibition on municipal employees serving on the BOF in the municipality does not apply if (1) a local charter or home rule ordinance explicitly allows the service or (2) employees serve only in their capacity as a member of the municipality's legislative body (ex officio membership).

EFFECTIVE DATE: October 1, 2026