

Fiscal Note & Local Impact Statement

123rd General Assembly of Ohio

BILL: **H.B. 315**

DATE: **May 19, 1999**

STATUS: **As Introduced**

SPONSOR: **Rep. Haines**

LOCAL IMPACT STATEMENT REQUIRED: **No Permissive**

Authorizes a board of township trustees to enter into a contract with one or more other boards of township trustees to obtain or provide road construction or maintenance services

State Fiscal Highlights

- No direct fiscal effect on the state.

Local Fiscal Highlights

LOCAL GOVERNMENT	FY 1999	FY 2000	FUTURE YEARS
Townships			
Revenues	Potential increase	Potential increase	Potential increase
Expenditures	Potential savings	Potential savings	Potential savings

Note: For most local governments, the fiscal year is the calendar year. The school district fiscal year is July 1 through June 30.

- The bill will allow for townships to enter into agreements with other boards of township trustees that may be less expensive than the current means of contracting for these services. The townships that perform work for other townships would gain revenue to cover the costs of providing services.



Detailed Fiscal Analysis

The provisions of this bill expand the permissive authority of townships to enter into agreements with other boards of township trustees to construct or maintain roads. Also expanded to township employees performing services outside their own township are the employee immunity provisions of the Political Subdivision Sovereign Immunity Law, and the right of these employees to participate in the same pension or indemnity fund as is offered in their township.

Under the bill, townships, precluded from using their own personnel because of small construction and maintenance crews, or a lack of equipment, are allowed to contract with other boards of township trustees. Also, townships would be able to notify each other before a particular project is to be publicly bid upon. If the same type of project being bid upon were needed in a second township, the bill would allow the second township to enter a contract with the first township, whereby the second township would pay for the first township for its services, effectively reducing the amount of paperwork and time the bidding process requires.

□ *LBO staff: Clifford R. Marsh, Budget/Policy Analyst*

\\Budget_office\isis_voll.lbo\FN123\Hb0315in.doc