

## Ohio Legislative Service Commission

Office of Research and Drafting

Legislative Budget Office

H.B. 87 134<sup>th</sup> General Assembly

## Fiscal Note & Local Impact Statement

Click here for H.B. 87's Bill Analysis

Version: As Introduced

Primary Sponsor: Reps. Stephens and John

Local Impact Statement Procedure Required: No

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## **Highlights**

 Counties may be able to secure long-term utility prices at rates lower than they would otherwise pay by contracting for light, heating, or power for terms in excess of ten years.

## **Detailed Analysis**

The bill allows a board of county commissioners to contract for lighting, heating, or power for periods in excess of ten years and may result in an indeterminate long-term savings on utility costs paid by counties. Under current law, contracts for such utilities are limited to a maximum term of ten years. Because the bill allows for longer term contracts, counties may be able to secure utilities pricing for future years (beyond ten) at rates lower than they otherwise enjoy when renegotiating contracts at maximum intervals of ten years. It is difficult, however, to estimate any potential savings as they would depend on the future price of the contracted utility, which are quite variable.

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