COUNTY CONTRACTED SERVICES
2005 GENERAL SESSION
STATE OF UTAH
Sponsor: Kory M. Holdaway
LONG TITLE
General Description:
This bill enacts provisions related to contracts between counties and municipalities for
county-provided services.
Highlighted Provisions:
This bill:
 prohibits counties from charging a municipality, contracting with the county for
services, general overhead costs or costs attributable to services made available to
all portions of the county; and
 provides for court review as to the reasonableness of the costs.
Monies Appropriated in this Bill:
None
Other Special Clauses:
None
Utah Code Sections Affected:
ENACTS:
17-15-28, Utah Code Annotated 1953
Be it enacted by the Legislature of the state of Utah:
Section 1. Section 17-15-28 is enacted to read:
<u>17-15-28.</u> County contracted services Prohibitions.
(1) As used in this section:



H.B. 329

28 (a) "General overhead costs" means costs a county would incur regardless of whether

29 or not the county provided the service under contract to the municipality.

- 30 (b) "Municipality" means a city or town.
- 31 (2) A county may not charge, directly or indirectly, a municipality that contracts with
- 32 the county for a service, costs that are:
- 33 (a) attributable to services made available to all portions of the county; or
- 34 (b) general overhead costs.
- 35 (3) The determination of costs under Subsection (2) is subject to court review as to the
- 36 <u>reasonableness of the costs.</u>

Legislative Review Note as of 2-8-05 1:23 PM

Based on a limited legal review, this legislation has not been determined to have a high probability of being held unconstitutional.

Office of Legislative Research and General Counsel

State Impact

No significant fiscal impact.

Individual and Business Impact

No fiscal impact.

Office of the Legislative Fiscal Analyst