

Fiscal Note & Local Impact Statement

123rd General Assembly of Ohio

BILL: Sub. H.B. 235 **DATE:** June 17, 1999

STATUS: As Reported by House Housing and Public Lands **SPONSOR:** Rep. Perz

LOCAL IMPACT STATEMENT REQUIRED: No — No local cost

CONTENTS: Authorizes the sale at public auction of state-owned real estate in Toledo

State Fiscal Highlights

STATE FUND	FY 2000	FY 2001	FUTURE YEARS
General Revenue Fund			
Revenues	Loss of assets, valued at \$105,000	- 0 -	- 0 -
Expenditures	- 0 -	- 0 -	- 0 -
State Fire Marshal's Fund			
Revenues	Potential gain of \$70,000 or more	- 0 -	- 0 -
Expenditures	Minimal decrease or increase	Minimal decrease	Minimal decrease

Note: The state fiscal year is July 1 through June 30. For example, FY 2000 is July 1, 1999 – June 30, 2000.

- The state will lose the value of the property, appraised at \$105,000. In exchange, the state will gain revenues, a minimum of \$70,000 or more depending on the sales price of the property through public auction. Proceeds will be credited to the State Fire Marshal's Fund.
- The Department of Commerce may save moneys that would have been paid for maintenance costs. As of this writing, the amount of the maintenance costs is unknown.
- The Department of Commerce will be responsible for advertising costs, new appraisal fees, conveyance costs, costs to conduct the auction, and any other costs incurred in connection with the conveyance. These costs could reach up to several hundred dollars or more.

Local Fiscal Highlights

- No direct fiscal effect on political subdivisions.



Detailed Fiscal Analysis

This bill authorizes the sale, through public auction, of state-owned real estate located in Toledo. This property is currently owned by the Department of Commerce. The bill requires the Department to cover costs of the conveyance, including public notices, appraisal fees, conveyance costs, and costs to conduct the auction. These costs are minimal, possibly reaching to the hundreds of dollars.

The real estate would be sold to the highest bidder, with a minimum bid of \$70,000. According to the Department of Commerce, the latest appraisal has valued the property at \$105,000. The property has attracted some potential buyers due to newer developments in the area, including a Chrysler plant.

The proceeds from the auction will be deposited to the credit of the State Fire Marshal's Fund.

□ LBO staff: Sybil Haney, Budget/Policy Analyst

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