

Executive

As Passed by the House

As Reported by Senate Finance and Financial Institutions

1

OBM - 2

Financial Planning and Supervision Commissions

<div>R.C.118.05, Section 701.20</div> <div>Modifies the makeup of a Financial Planning and Supervision Commission from seven to five if a political subdivision in fiscal emergency has a population of less than 1,000. Modifies the qualifications of commission members.</div> <div>Requires four members of a commission to constitute a quorum and to make affirmative votes to take action if a political subdivision in fiscal emergency has a population of more than 1,000 (rather than five members and affirmative votes, respectively, under current law). Requires three members of a commission to constitute a quorum and to make affirmative votes to take action if a political subdivision in fiscal emergency has a population of less than 1,000.</div> <div>Fiscal effect: Potential negligible decrease in expenditures from the GRF if there are fewer Financial Planning and Supervision Commission members to reimburse for actual and necessary expenses.</div>	<div>R.C.118.05, Section 701.20</div> <div>Same as the Executive.</div> <div>Same as the Executive.</div> <div>Fiscal effect: Same as the Executive.</div>	<div>R.C.118.05, Section 701.20</div> <div>Same as the Executive.</div> <div>Same as the Executive, but specifies that the affirmative vote of a majority of the members of a commission is necessary for any action taken by vote.</div> <div>Fiscal effect: Same as the Executive.</div>
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2

OBM - 12

Pay Reduction Strategies

<div>R.C.124.152, 124.18, 124.19, 124.34, 124.392, 126.05, Section 741.10</div> <div>(1) Reduces the compensation of certain full-time and permanent part-time state employees during the FY 2010-FY 2011 biennium by 4%, 4.5%, or 5%. Returns the pay for these employees to the FY 2009 level at the beginning of FY 2012.</div>	<div>R.C.124.15, 124.152, 124.18, 124.181, 124.183, 124.27, 124.34, 124.382, 124.385, 124.386, 124.392, 126.05, Section 741.10</div> <div>(1) No provision.</div>	<div>R.C.124.15, 124.152, 124.18, 124.181, 124.183, 124.27, 124.34, 124.382, 124.385, 124.386, 124.392, 126.05, Section 741.10</div> <div>(1) No provision.</div>
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<p>(2) Authorizes the Governor to declare a fiscal emergency if the Governor ascertains that the available revenue and balances for any fund or across any funds will in all probability be less than appropriations for the year, and to issue such orders as are necessary to the Director of OBM to reduce expenditures, or to the Director of DAS to implement various personnel actions, including but not limited to furloughs.</p>	<p>(2) Same as the Executive, but changes the furloughs programs referenced in the executive budget to mandatory cost savings days.</p>	<p>(2) Same as the House.</p>
<p>(3) Requires the Director of DAS, in consultation with the Director of OBM, to establish mandatory or voluntary furlough programs for any employee paid by warrant of the Director of OBM as necessary to reduce state expenditures in the event of a fiscal emergency declared by the Governor. Specifies that (a) reductions in pay made as the result of a furlough are not modifications or reductions in pay that an employee in the classified civil service can appeal to the State Personnel Board of Review and (b) an employee need not be in active pay status the day preceding a holiday to receive holiday pay, as current law requires, if the employee is furloughed on that day.</p>	<p>(3) Replaces the executive provisions with provisions that (a) require, during each fiscal year of the biennium, that all full-time exempt employees participate in a total of 80 hours of mandatory cost savings through a loss of pay or holiday pay and that all part-time employees not receive holiday pay, (b) require participation in the cost savings program for all employees of the Secretary of State, Auditor of State, Treasurer of State, or Attorney General unless those officials choose to exempt the office's employees and notifies the Director of DAS in writing on or before July 1, 2009, and (c) authorize the Director of DAS, after June 30, 2011, to implement mandatory cost savings days for exempt employees if the Governor declares a fiscal emergency.</p>	<p>(3) Same as the House.</p>
<p>(4) Authorizes the Governor, during the FY 2010-FY 2011 biennium, to impose a moratorium on the receipt of holiday pay on any holiday by employees paid by warrant of the Director of OBM, if the Governor declares a fiscal emergency. Provides that employees required to work on a holiday by their appointing authority be paid at their regular rate of pay. Exempts employees of the judicial and legislative branches and the Secretary of State, Auditor of State, Treasurer of State, and Attorney General from the moratorium on the receipt of holiday pay.</p>	<p>(4) Replaces the executive provisions with provisions that (a) require that part-time employees receive four hours of holiday pay, rather than on a pro-rated basis as required by current law (excepting FY2010 and FY2011, as provided under section 124.392), and (b) change certain conditions governing the payment of holiday pay for state employees that relate to whether the employee worked the day immediately before or after the holiday.</p>	<p>(4) Same as the House.</p>

Executive	As Passed by the House	As Reported by Senate Finance and Financial Institutions
(5) Directs the Office of Collective Bargaining within DAS to negotiate with the respective state collective bargaining units various payroll reduction strategies through the collective bargaining process prior to July 1, 2009, including, but not limited to, reductions in pay for FY 2010 and FY 2011 and an increase in a state employee's share of dental, vision, and life insurance benefits during those fiscal years, to achieve savings of between \$170 million and \$200 million for each fiscal year. Authorizes the Director of OBM to transfer cash from non-GRF funds to the GRF to carry out the provisions above.	(5) Same as the Executive.	(5) Same as the Executive.
(6) No provision.	(6) Imposes moratoria, from December 2009 through December 2011, on the accrual of personal leave by employees paid by warrant of the Director of OBM and on the annual conversion of accrued but unused personal leave. Provides that the moratoria apply to employees of the Secretary of State, Auditor of State, Treasurer of State, or Attorney General unless those officials decide to exempt the office's employees and so notifies the Director of DAS in writing on or before July 1, 2009.	(6) Same as the House, but exempts Supreme Court, General Assembly, and Legislative Service Commission employees from the moratoria on the accrual and conversion of personal leave imposed during FY 2010-FY 2011 unless the appointing authorities of these employees choose to include them in the moratoria by July 1, 2009.
(7) No provision.	(7) Places a general moratorium on annual step advancements for state employees from June 21, 2009, through June 20, 2011, and provides that intermittent employees are not eligible for step advancements.	(7) Same as the House.
(8) No provision.	(8) Eliminates pay supplements and probationary periods for intermittent employees.	(8) Same as the House.
(9) No provision.	(9) Requires that state employees be paid at the employee's regular rate of pay for any hours of compensatory time in excess of maximum amounts specified in existing law if the employee has not used the compensatory time within 365 days after it is granted, rather than within 180 days as	(9) Same as the House.

Executive	As Passed by the House	As Reported by Senate Finance and Financial Institutions
(10) No provision.	provided by current law. (10) Allows an employee paid by warrant of the Director of Budget and Management to use the employee's available compensatory leave balance to supplement disability leave payments.	(10) Same as the House.
(11) No provision.	(11) Grants in August 2011 to a state employee paid by warrant of the Director of Budget and Management a one-time pay supplement equivalent to 16 hours if the employee is a part-time employee, or equivalent to 32 hours or half the hours of personal leave hours the employee lost as a result of the moratoria on the annual credit and payment of personal leave in effect from December 2009 until December 2011, whichever is less, if the employee is a full-time employee; does not grant the pay supplement described above to employees of the Secretary of State, Auditor of State, Treasurer of State, or Attorney General unless these employees were subject to these moratoria and the elected officials noted above decide to participate in the pay supplement by July 1, 2009.	(11) Same as the House, but (a) provides that Supreme Court, General Assembly, and Legislative Service Commission employees do not receive a one-time pay supplement if they did not participate in the moratoria on the accrual and conversion of personal leave credit in FY 2010-FY 2011 and (b) changes the date by which appointing authorities having the option to participate in the one-time pay supplement must notify the Director of DAS of the decision to participate to June 1, 2011.
(12) No provision.	(12) Grants in July 2011 to a state employee paid by warrant of the Director of Budget and Management a one-time credit of sick leave equal to 16 hours if the employee is a part-time employee, or 32 hours or one-half of the personal leave hours the employee lost as a result of the moratoria on the crediting and annual payment of personal leave in effect from December 2009 until December 2011, whichever is less, if the employee is a full-time employee; does not grant the sick leave credit described above to employees of the Secretary of State, Auditor of State, Treasurer of State, or Attorney General unless these employees were subject to the moratoria on the accrual and annual payment of personal leave in effect from December 2009 until December 2011	(12) Same as the House, but (a) provides that Supreme Court, General Assembly, and Legislative Service Commission employees do not receive additional sick leave credit if they did not participate in the moratoria on the accrual and conversion of personal leave credit in FY 2010-FY 2011 and (b) changes the date by which appointing authorities having the option to participate in the additional sick leave crediting must notify the Director of DAS of the decision to participate to June 1, 2011.

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(13) No provision.	and the elected officials noted above decide to participate in the pay supplement by July 1, 2009. (13) No provision.	(13) Creates the Cost Savings Fund and allocates to the fund savings accrued through employee participation in the mandatory cost savings program and in mandatory cost savings days. Permits the fund to be used to pay employees who participated in the mandatory cost savings program or in cost savings days. Specifies that any investment earnings of the fund are to be credited to the fund.
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Executive	As Passed by the House	As Reported by Senate Finance and Financial Institutions
<p>Fiscal effect: Decrease in payroll expenditures. In order to achieve the savings described above, the executive budget proposes to reduce exempt employee compensation by up to 5% based on a graduated scale, and by comparable amounts or concessions from employees subject to collective bargaining agreements. According to OBM, employees earning \$125,000 or more would be subject to a 6% reduction. Additionally, the executive proposes to lower the amount of the dental, vision, and life insurance premiums paid by the state from 100% to 90%, to use furloughs when appropriate, and to increase the mandatory early retirement incentive trigger. All of these options may be used in varying degrees.</p>	<p>Fiscal effect: Same as the Executive, but, according to DAS estimates (which include both exempt and non-exempt employees), savings to the state during the FY 2010-FY 2011 biennium are expected to be approximately \$143.7 million from the cost savings days, approximately \$30 million per year from the freeze on step movement, and approximately \$18.1 million per year from the moratoria on personal leave accrual and conversion, for a total of approximately \$191.8 million in annual savings. In addition, there would be additional savings due to the elimination of pay supplements for intermittent employees. Increasing the period after which employees must be paid for unused compensatory time will likely reduce payments for state agencies for unused compensatory time, as employees will have a greater period of time in which to use compensatory time.</p> <p>Substantial one-time increase in FY 2012 to provide pay supplements to part-time and full-time employees. As of March 2009, there were 55,950 full-time and 1,640 part-time employees working for executive branch agencies, and 2,628 full-time and 120 part-time employees working for the Attorney General, Treasurer, Secretary of State, or Auditor of State. Likely increase in costs during FY 2012 to provide sick leave credit to the specified part-time and full-time employees.</p>	<p>Fiscal effect: Same as the House.</p>

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3	OBM - 44	State Agency Spending Controls		
		No provision.	No provision.	R.C. 125.18, 125.181, 126.50, 126.501-126.507 Imposes the following state agency spending controls (though elected state officers, the General Assembly or any legislative agency, a court or any judicial agency, or a state institution of higher education are exempted):
		(1) No provision.	(1) No provision.	(1) Requires by November 1, 2009, each state agency to submit to the General Assembly and the Director of OBM a spending plan that outlines a 30% overall reduction in spending on supplies and services for FY 2010-FY 2011 that addresses any potential savings, lack of savings, or costs that may be realized by certain enumerated strategies. Requires by February 1 of each odd-numbered year, beginning in 2011, the director of each state agency to submit to the General Assembly and the Director of OBM a spending plan for purchasing supplies and services for the following two fiscal years.
		(2) No provision.	(2) No provision.	(2) Requires by December 1, 2009, the Director of OBM to issue guidance to each state agency on which spending plan strategies the agency should implement for FY 2010-FY 2011. Requires by March 1 of each odd-numbered year, beginning in 2011, the Director of OBM to issue guidance to each state agency on which spending plan strategies the agency should implement for the following two fiscal years.
		(3) No provision.	(3) No provision.	(3) Requires all state agencies to control nonessential travel expenses and prohibits the Director of OBM from reimbursing any state agency employee for unauthorized travel expenses.

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(4) No provision.	(4) No provision.	(4) Requires each state agency to use interoffice mailing provided by DAS for all mail deliveries to other state agencies located within a reasonable distance.
(5) No provision.	(5) No provision.	(5) Requires by October 1, 2009, each state agency to direct all major printing, copying, mail preparation, and related services through DAS and to eliminate any internal operations providing those services.
(6) No provision.	(6) No provision.	(6) Requires each state agency to comply with any purchasing standardization and strategic sourcing policy directives issued by the Director of DAS.
(7) No provision.	(7) No provision.	(7) Requires each state agency to comply with any control-on-equipment directives issued by the Director of OBM.
(8) No provision.	(8) No provision.	(8) Requires the Director of DAS, in consultation with the Director of OBM, to monitor the implementation of spending plan strategies by state agencies and report to the Governor and General Assembly semiannually regarding the effectiveness of the implemented strategies and any unintended consequences of implemented strategies.
(9) No provision.	(9) No provision.	(9) Requires the State Chief Information Officer (CIO) to establish policies on the purchasing, use, and reimbursement for use of handheld computing and telecommunications devices by state agency employees; the reduction of printing and the use of electronic records by state agencies; and the reduction of energy consumption by state agencies. Requires each state agency to participate in information technology consolidation projects implemented by the CIO.
(10) No provision.	(10) No provision.	(10) Requires, at the direction of and in the format specified by the Director of DAS, each state agency to maintain a list of information technology assets possessed by the agency

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(11) No provision.			(11) No provision.	<p>and associated costs related to those assets.</p> <p>(11) Requires the Director of DAS to establish the State Information Technology Investment Board consisting of representatives from various state elective offices and state agencies to identify and recommend to the CIO opportunities for consolidation and cost savings measures related to information technology.</p> <p>Fiscal effect: Potential significant savings of an uncertain amount for FY 2010-FY 2011. OBM has identified approximately \$98.9 million in FY 2009 savings from allotment control, "stop work" orders, administrative charge holidays, travel limits, and encumbrance review in connection with Executive Order 2009-07S, which was issued on April 22, 2009. The above provisions generally mirror those of the executive order.</p>
4	OBM - 45	Legislative Approval of Certificates of Participation		
No provision.			No provision.	<p>R.C. 126.10</p> <p>Prohibits the state from entering into or obtaining a certificate of participation or any similar debt instrument without the express approval of the General Assembly.</p>

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5	OBM - 4	Exempt Employees of the Shared Services Center	
R.C. 126.21		R.C. 126.21	
Authorizes the Director of OBM to appoint and fix the compensation of OBM employees whose primary duties include the consolidation of statewide financing functions and common transactional processes.		Same as the Executive, but requires the Director of OBM to consult with the Director of DAS in appointing and fixing the compensation of such employees.	No provision.
Authorizes the Director of OBM to enter into contracts relating to consolidation of these statewide functions and processes.		No provision.	No provision.
Fiscal effect: These duties relate to the Shared Services Center within OBM, which is budgeted for over 120 employees and payroll costs of \$8.3 million in FY 2010 and \$10.3 million in FY 2011 in the executive proposal.		Fiscal effect: Same as the Executive.	
6	OBM - 40	Reporting Related to Certain Custodial Funds	
No provision.		No provision.	R.C. 131.38
			Directs a state agency with a segregated custodial fund to provide an annual report related to such fund to the Director of OBM by the first day of May of each fiscal year. Specifies that the report must be in a form and contain such information as required by the Director.
No provision.		No provision.	Defines a "segregated custodial fund" as a fund of a state agency established by law that consists of certain assets and which is neither required to be kept in the custody of the Treasurer of State nor is part of the State Treasury.

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OBM - 13

Audit Costs

Section:

229.10

Requires that not more than \$456,000 in FY 2010 and not more than \$467,000 in FY 2011 of GSF Fund 1050 appropriation item 042603, State Accounting and Budgeting, be used for centralized audit costs associated with either Single Audit Schedules or financial statements prepared in conformance with generally accepted accounting principles.

Section:

229.10

Same as the Executive.

Section:

229.10

Replaces the executive provision with a provision that requires all costs associated with single audit schedules or financial statements prepared in conformance with generally accepted accounting principles to be paid from GSF Fund 1050 appropriation item 042603, State Accounting and Budgeting.

Fiscal effect: Potential increase in audit costs out of the Accounting and Budgeting Fund (Fund 1050).

8

OBM - 14

Shared Services Center

Section:

229.10

- (1) Requires the Director of OBM to use the OAKS Project Implementation Fund (Fund 5N40) and the Accounting and Budgeting Fund (Fund 1050) to implement a Shared Services Center within OBM for the purpose of consolidating statewide finance functions and common transactional processes.
- (2) Requires the Director of OBM to transfer the unobligated cash balance remaining in Fund 5N40 to the GRF before the end of FY 2011.
- (3) Requires the Director of OBM to include the recovery of costs to operate the Shared Services Center in the accounting and budgeting payroll rate and through a direct charge using intrastate transfer vouchers to agencies for services rendered. Requires the Director of OBM to determine the cost recovery methodology and cost recovery

Section:

229.10

- (1) Same as the Executive.
- (2) Same as the Executive.
- (3) Same as the Executive.

- (1) No provision.
- (2) No provision.
- (3) No provision.

Executive

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revenues to be deposited into Fund 1050.

(4) Allows the Director of OBM to enter into contracts or agreements necessary to carry out the Director's duties in regard to the Shared Services Center.

Fiscal effect: Under the executive proposal, OBM estimates accounting and budgeting payroll check-off rates of 0.116% in FY 2010 and 0.106% of gross pay per employee in FY 2011 will fund the Shared Services Center (SSC), with the total check-off rate each fiscal year being 0.824% of gross pay per employee. The payroll check-off allocated to SSC would generate about \$3.6 million in FY 2010 and \$3.4 million in FY 2011. The executive also proposes to fund SSC with \$2.1 million each fiscal year from the OAKS Project Implementation Fund (Fund 5N40), direct charges to the agencies participating in the program, and other revenue allocations.

(4) No provision.

Fiscal effect: Same as the Executive.

(4) No provision.

9

OBM - 16

Internal Control and Audit Oversight

Section: 229.10

Requires the Director of OBM to include the recovery of costs to operate the Internal Control and Audit Oversight Program in the accounting and budgeting services payroll rate and through a direct charge using intrastate transfer vouchers to agencies reviewed by the program. Requires the Director of OBM, with advice from the Internal Audit Advisory Council, to determine the cost recovery methodology. Requires such cost recovery revenues to be deposited into the Accounting and Budgeting Fund (Fund 1050).

Section: 229.10

Same as the Executive.

Section: 229.10

Same as the Executive.

Executive	As Passed by the House	As Reported by Senate Finance and Financial Institutions
<p>Fiscal effect: The Internal Audit program will be primarily funded by direct charges to the agencies participating in the program, with eight agencies scheduled to participate in FY 2010 and expanding to 21 by FY 2011. The direct charges are based on billable hours and are expected to generate about \$3.8 million in FY 2010 and \$4.4 million in FY 2011. Accounting and budgeting payroll check-off rates of 0.063% in FY 2010 and 0.058% of gross pay per employee in FY 2011 are the other major revenue source for the Internal Audit program, with the total check-off rate each fiscal year being 0.824% of gross pay per employee. The payroll check-off for Internal Audit functions will generate about \$2.0 million in FY 2010 and \$1.9 million in FY 2011. The total budget for the Internal Audit program is \$6.0 million in FY 2010 and \$6.6 million in FY 2011.</p>	<p>Fiscal effect: Same as the Executive.</p>	<p>Fiscal effect: Same as the Executive.</p>
10 OBM - 15 Forgery Recovery		
<p>Section: 229.10</p> <p>Requires AGY Fund 5EH0 appropriation item 042604, Forgery Recovery, to be used to reissue warrants that have been certified as forgeries by the rightful recipient as determined by the Bureau of Criminal Identification and Investigation and the Treasurer of State. Requires the Director of OBM to reissue a state warrant upon receipt of funds to cover the reissuance of the warrant.</p>	<p>Section: 229.10</p> <p>Same as the Executive.</p>	<p>Section: 229.10</p> <p>Same as the Executive.</p>

Executive			As Passed by the House	As Reported by Senate Finance and Financial Institutions
11	OBM - 17	OAKS Support		
Section: 229.10				
(1) Requires the Director of OBM to operate and maintain the financial management module of the state's enterprise resource planning system, referred to as the Ohio Administrative Knowledge System (OAKS). Requires the Director of OBM to include in the accounting and budgeting services payroll rate the recovery of estimated costs of the information technology services provided by the Office of Information Technology (OIT) in DAS in support of the financial management module of OAKS, up to \$9,610,874 in FY 2010 and up to \$9,733,416 in FY 2011.			(1) No provision.	(1) No provision.
(2) Requires such cost recovery revenue to be deposited into the Accounting and Budgeting Fund (Fund 1050) and paid at least quarterly to the OAKS Support Organization Fund (Fund 5EB0) by intrastate transfer vouchers in accordance with the budget and cost allocation plan approved by the Director of OBM for each fiscal year.			(2) No provision.	(2) No provision.
(3) Allows the Director of DAS to offset this proportional allocation with intrastate transfer voucher billings to or cash transfers from other funds used by DAS to support costs paid from Fund 5EB0.			(3) No provision.	(3) No provision.

Executive			As Passed by the House	As Reported by Senate Finance and Financial Institutions
12	OBM - 18	Personal Service Expenses		
Section: 503.10			Section: 503.10	Section: 503.10
Requires any appropriation from which personal service expenses are paid to bear the employer's share of various costs, unless otherwise prohibited by law. Requires that these costs be determined in conformity with the appropriate sections of law and paid in accordance with procedures specified by OBM.			Same as the Executive.	Same as the Executive.
13	OBM - 38	Satisfaction of Judgments and Settlements Against the State		
Section: 503.20			Section: 503.20	Section: 503.20
Permits the use of certain appropriations to satisfy judgments, settlements, and administrative awards ordered or approved by the Court of Claims or by any other court of competent jurisdiction in connection with civil actions against the state.			Same as the Executive.	Same as the Executive.

Executive			As Passed by the House	As Reported by Senate Finance and Financial Institutions
14	OBM - 19	Capital Project Settlements		
Section: 503.30			Section: 503.30	Section: 503.30
Specifies an additional and supplemental procedure to provide for payments of judgments and settlements if the Director of OBM determines that sufficient unencumbered moneys do not exist in the particular appropriation to pay the amount of a final judgment rendered against the state or a state agency, including the settlement of a claim approved by a court, in an action upon and arising out of a contractual obligation for the construction or improvement of a capital facility if the costs under the contract were payable in whole or in part from a state capital projects appropriation.			Same as the Executive.	Same as the Executive.
15	OBM - 20	Re-issuance of Voided Warrants		
Section: 503.40			Section: 503.40	Section: 503.40
Provides funds for the reissuance of voided warrants under section R.C. 117.47, when approved by OBM.			Same as the Executive.	Same as the Executive.

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OBM - 21

Reappropriation of Unexpended Encumbered Balances of Operating Appropriations

Section: 503.50

(1) Reappropriates an unexpended balance of an operating appropriation or reappropriation that a state agency encumbered prior to the close of a fiscal year for the following fiscal year for various time periods based on the type of encumbrance, and specifies applicable procedures related to this process.

(2) Requires an agency, no later than November 1 each year, to make a request in writing to the Director of OBM for a specified encumbrance to remain available for more than five months from the end of the fiscal year. Allows the Director of OBM to exempt the encumbrance from cancellation for a specified period deemed appropriate. Reappropriates the exempted encumbrance. Requires the Director of OBM to cancel the encumbrance if the request is not received by November 1, or if the request is not approved.

(3) Requires any operating appropriations for which unexpended balances are reappropriated beyond a five-month period from the end of the fiscal year to be reported to the Controlling Board by the Director of OBM by December 31 each year. Requires the report on each such item to include the item, the cost of the item, and the name of the vendor. Requires the report to be updated on a quarterly basis for encumbrances remaining open.

Section: 503.50

(1) Same as the Executive.

(2) Same as the Executive.

(3) Same as the Executive.

Section: 503.50

(1) Same as the Executive, but clarifies that an unexpended balance of an operating appropriation or reappropriation that a state agency lawfully encumbered prior to the close of a fiscal year is reappropriated on July 1 of the following fiscal year. Similarly, clarifies that an unexpended balance of an encumbrance that was reappropriated on July 1 and that remains encumbered at the close of the fiscal biennium is reappropriated on July 1 of the following fiscal biennium.

(2) No provision.

(3) Same as the Executive.

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			Fiscal effect: Returns the language regarding the reappropriation of unexpended encumbered balances of operating appropriations to that in effect for FY 2008-FY 2009.
17	OBM - 22	Appropriations Related to Cash Transfers and Re-Establishment of Encumbrances	
Section: 503.60		Section: 503.60	Section: 503.60
Specifies that any cash transferred by the Director of OBM under R.C. 126.15 (for the purpose of making adjustments to capital or operating budgets) and any amounts necessary to re-establish appropriations or encumbrances under that section are appropriated.		Same as the Executive.	Same as the Executive.
18	OBM - 23	Transfers to the General Revenue Fund of Interest Earned	
Section: 512.10		Section: 512.10	Section: 512.10
Authorizes the Director of OBM to transfer to the GRF interest earned in any state fund, with the exception of funds that are restricted or protected by the Ohio Constitution, federal tax law, or the federal Cash Management Improvement Act.		Same as the Executive.	Same as the Executive.
19	OBM - 24	GRF Transfer to the OAKS Project Implementation Fund	
Section: 512.30		Section: 512.30	Section: 512.30
Requires the Director of OBM to transfer up to \$2.1 million each fiscal year from the GRF to the OAKS Project Implementation Fund (Fund 5N40).		Same as the Executive.	Same as the Executive.

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Fiscal effect: The transfers of cash from the GRF to Fund 5N40 are intended to support the Shared Services Center (SSC) within OBM. The transfers enable OBM to offer the program at a lower cost (via a lower voucher rate) to agencies in the early years of the program to incentivize its use. As more agencies use SSC, the program will benefit from increased economies of scale. As such, the GRF subsidy is planned to end after FY 2011 and direct charges to the agencies will provide most of SCC's funding.

Fiscal effect: Same as the Executive.

Fiscal effect: Due to the removal of funding for SSC, funding from the transfers will likely be spent on other OAKS-related projects.

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OBM - 5

Transfers from the Budget Stabilization Fund

Section: 512.40

Permits the Director of OBM, in either year of the biennium, to transfer cash from the Budget Stabilization Fund to the GRF in order to balance GRF revenues with GRF expenditures. Requires the Director of OBM, within ten days of any transfer, to notify the Governor, the Speaker of the House of Representatives, the President of the Senate, and the Minority Leaders of each house of the date and amount of the transfer and the cash balance remaining in the Budget Stabilization Fund (BSF).

Section: 512.40

Same as the Executive.

Section: 512.40

Same as the Executive, but modifies the time period in which the Director of OBM is required to notify the specified officials of transfers of cash from the BSF to the GRF from within 10 days of any transfer to ten days before any transfer.

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As Reported by Senate Finance and Financial Institutions

Fiscal effect: Potential increase in revenue to the GRF. The current cash balance in the BSF is approximately \$1.0 billion. The executive proposal plans for the transfer of \$948 million from the BSF to the GRF in FY 2011. If the transfers occur as planned, the resources in the BSF would be exhausted (for FY 2009, \$63.3 million in the BSF will be used to support the state share of Medicaid costs incurred by the GRF). Additionally, it would decrease investment income due to lower available balance in the BSF.

Fiscal effect: Same as the Executive, but the BSF may be accessed in both FY 2010 and FY 2011.

Fiscal effect: Same as the House but the amount of the BSF available for FY 2010 and FY 2011 is likely to be smaller.

21	OBM - 8	Cash Transfers to the General Revenue Fund from Non-GRF Funds	
	Section: 512.60	Section: 512.60	Section: 512.60
	(1) Permits the Director of OBM to transfer cash from non-GRF funds that are not constitutionally restricted to the GRF in order to ensure that available GRF receipts and balances are sufficient to support GRF appropriations in each fiscal year.	(1) Same as the Executive.	(1) Same as the Executive.
	(2) Requires the Director of OBM, before September 1 of each fiscal year, to issue quarterly reports identifying the non-GRF funds targeted for cash transfers to the GRF and the estimated amount of these cash transfers in each fiscal year.	(2) Same as the Executive.	(2) Same as the Executive.
	(3) Requires the Director of OBM, in conjunction with OBM's monthly financial report, to provide an update each quarter, beginning with the quarter ending September 30, 2009, comparing the estimated and actual amounts transferred by fund.	(3) Same as the Executive.	(3) Same as the Executive.

Executive		As Passed by the House	As Reported by Senate Finance and Financial Institutions
Fiscal effect: Potential increase in GRF revenue. According to the executive proposal, planned transfers of \$116.8 million of non-GRF funds will occur in FY 2010 and \$151.8 million in such transfers are planned for FY 2011.		Fiscal effect: Same as the Executive, but assumes an additional \$30 million over the biennium in such transfers.	Fiscal effect: Same as the House.
22	OBM - 3	State Agency Administrative Cost Savings and Efficiency	
Section: 512.90 Permits a state agency to enter into one or more interagency agreements with another state agency or agencies for the purpose of achieving administrative cost savings and greater efficiency and authorizes the Director of OBM to take any steps regarding budget or fund changes or program transfers necessary due to the reorganization or consolidation for purposes of cost savings and greater efficiency. Fiscal effect: Potential decrease in administrative expenses for the agencies that enter into such agreements.		Section: 512.90 Same as the Executive. Fiscal effect: Same as the Executive.	No provision.

Executive		As Passed by the House	As Reported by Senate Finance and Financial Institutions
23	OBM - 25	Authorization for Treasurer of State and OBM to Effectuate Certain Debt Service Payments	
Section: 518.30		Section: 518.30	Section: 518.30
Directs OBM to process payments from general obligation and lease rental payment appropriation items during the FY 2010-FY 2011 biennium relating to bonds or notes issued under Sections 2i, 2k, 2l, 2m, 2n, 2o, 2p, 2q and 15 of Article VIII, Ohio Constitution, and Chapters 151. and 154. of the Revised Code. Requires payments to be made upon certification by the Treasurer of State, Office of the Sinking Fund, of the dates and the amounts due on those dates.		Same as the Executive.	Same as the Executive.
24	OBM - 9	Authorization for Ohio Building Authority and OBM to Effectuate Certain Lease Rental Payments	
Section: 518.40		Section: 518.40	Section: 518.40
Requires OBM, in FY 2010 and FY 2011, to execute lease rental debt service payments in accordance with the lease agreements involving the bonds or notes issued under Section 2i of Article VIII, Ohio Constitution, and Chapter 152. of the Revised Code. Requires the Ohio Building Authority to certify the date and the amount due for each payment to the Director of OBM.		Same as the Executive.	Same as the Executive.

Office of Budget and Management			Main Operating Appropriations Bill	H. B. 1
Executive			As Passed by the House	As Reported by Senate Finance and Financial Institutions
25	OBM - 27	State and Local Rebate Authorization		
Section: 521.10 Appropriates, from the funds designated by or pursuant to the applicable proceedings authorizing the issuance of state obligations, amounts computed at the time to represent the portion of investment income to be rebated or amounts in lieu of or in addition to any rebate amount to be paid to the federal government in order to maintain the exclusion from gross income for federal income tax purposes of interest on those state obligations under section 148(f) of the Internal Revenue Code. Requires OBM to approve and voucher rebate payments.			Section: 521.10 Same as the Executive.	Section: 521.10 Same as the Executive.
Fiscal effect: None. Rebate payments, if any, will be paid out of the bond fund in which excess earnings were realized. Federal laws prohibit tax-exempt bond issuers, in this case the state of Ohio, from earning a higher rate of interest from investment of bond proceeds than the interest paid on the bonds.			Fiscal effect: Same as the Executive.	Fiscal effect: Same as the Executive.
26	OBM - 28	Statewide Indirect Cost Recovery		
Section: 521.20 Appropriates from available receipts amounts required for statewide indirect costs when the Director of OBM has determined that an appropriation made to a state agency for this purpose is insufficient.			Section: 521.20 Same as the Executive.	Section: 521.20 Same as the Executive.

Executive

As Passed by the House

As Reported by Senate Finance and Financial Institutions

27

OBM - 29

GRF Transfers on Behalf of the Statewide Indirect Cost Allocation Plan

Section: 521.30

(1) Allows a director of an agency to certify to the Director of OBM the amount of expenses not allowed to be included in the Statewide Indirect Cost Allocation Plan under federal regulations. Authorizes the Director of OBM to transfer from the GRF into the fund for which the certification is made, up to the amount of the certification upon determining that no alternative funding source is available to pay for such expenses.

(2) Requires the director of an agency receiving such funds to include a request for funding for such activities from an alternative source as part of the next budget submission.

(3) Prohibits total transfers made from the GRF by the Director of OBM under this provision from exceeding the amounts transferred into the GRF under R.C. 126.12.

Section: 521.30

(1) Same as the Executive.

(2) Same as the Executive.

(3) Same as the Executive.

Section: 521.30

(1) Same as the Executive.

(2) Same as the Executive.

(3) Same as the Executive.

28

OBM - 33

Fiscal Year 2009 General Revenue Fund Ending Balance

Section: 521.40

Notwithstanding divisions (B) and (C) of section 131.44 of the Revised Code, requires all FY 2009 surplus revenue in excess of the year-end balance required under division (A)(3) of section 131.44 of the Revised Code to remain in the GRF.

Section: 521.40

Same as the Executive.

Section: 521.40

Same as the Executive.

Office of Budget and Management			Main Operating Appropriations Bill			H. B. 1		
Executive			As Passed by the House			As Reported by Senate Finance and Financial Institutions		
Fiscal effect: Prevents transfers to the Budget Stabilization Fund and the Income Tax Reduction Fund that might otherwise be required by section 131.44 of the Revised Code.			Fiscal effect: Same as the Executive.			Fiscal effect: Same as the Executive.		
29	OBM - 41	GRF Spending Reductions						
No provision.			No provision.			Section: 521.45 Requires the Director of OBM to reduce GRF purchased personal services, supplies and maintenance, and equipment expenditures by a minimum of \$100 million each fiscal year while preserving critical services of the state.		
30	OBM - 31	Federal Government Interest Requirements						
Section: 521.50 Authorizes the Director of OBM to designate the funds that are to retain their own interest earnings in order to reduce the payment of adjustments to the federal government.			Section: 521.50 Same as the Executive.			Section: 521.50 Same as the Executive.		
31	OBM - 32	Federal Cash Management Improvement Act						
Section: 521.60 Allows the Director of OBM to cancel and re-establish all or part of encumbrances in like amounts within the funds identified by the Federal Cash Management Improvement Act as required by R.C. 131.36.			Section: 521.60 Same as the Executive.			Section: 521.60 Same as the Executive.		

Executive

As Passed by the House

As Reported by Senate Finance and Financial Institutions

32	OBM - 11	Fiscal Stabilization and Recovery	
	Section: 521.70	Section: 521.70	Section: 521.70
	Permits the Director of OBM to issue guidelines to agencies applying for federal money made available to the state for fiscal stabilization and recovery purposes. Requires that such federal funding that is intended for use for specified purposes be deposited into the GRF, and prohibits the use of such funding for providing the state share of Medicaid.	Same as the Executive.	Same as the Executive, but specifies that federal stimulus moneys that are deposited into the General Revenue Fund must be excluded from state debt service calculations, for purposes of the 5% debt limit imposed by Section 17 of Article VIII of the Ohio Constitution.
	Permits the Director of OBM to authorize GRF expenditures in excess of the amounts appropriated to provide additional government services if additional federal stimulus funding is available, and appropriates such authorized additional GRF expenditures.	Same as the Executive.	No provision.
33	OBM - 43	Oversight of Federal Stimulus Funds	
	No provision.	No provision.	Section: 521.80
			Requires the Office of Internal Audit (OIA) within OBM to monitor and measure the effectiveness of federal stimulus funds allocated to the state and to submit a report of its findings covering each of the six-month periods during the FY 2010-FY 2011 fiscal biennium to the President of the Senate, Speaker of the House, the Minority Leaders of each chamber, and the chairs of the House and Senate committees handling finance and appropriations.

Executive

As Passed by the House

As Reported by Senate Finance and Financial Institutions

Fiscal effect: According to OBM guidance provided to agencies concerning risk management and accountability of the use of federal stimulus funds, OIA is already involved in the review and evaluation of documentation of current management and control processes. OIA will also conduct testing of internal controls to ensure they are operating as designed at selected state agencies. However, there may be additional work involved in measuring the effectiveness of federal stimulus funds and compiling the reports.

34	OBM - 42	List of State Employees Working for One State Agency While Being Paid by Another			
		No provision.	No provision.	Section: 701.80	Requires the Director of OBM to prepare, beginning October 1, 2009, a quarterly list of all employees paid by warrant of the Director who work primarily for one state agency while being paid from appropriations made to another state agency. Requires the list to be provided to the President of the Senate, the Speaker of the House, and the Minority Leaders of each chamber.

35	OBM - 39	Study of Economic Viability of Horse Racing Tracks			
		No provision.	Section: 737.10	Requires the Director of OBM to study the economic viability of tracks where permit holders conduct live horse racing and make recommendations regarding ways to ensure their viability to the Governor, Speaker of the House, and President of the Senate no later than 30 days after the bill's effective date.	No provision.

Executive

As Passed by the House

As Reported by Senate Finance
and Financial Institutions

Fiscal effect: Increase in expenses of an uncertain amount to conduct the study.

Executive

As Passed by the House

As Reported by Senate Finance and Financial Institutions

36

DAS - 43

OAKS Support Organization Fund

R.C. 126.24

Changes the purpose of the GSF Fund 5EB0, OAKS Support Organization, from paying the operating expenses of the state's enterprise resource planning system to paying the operating expenses incurred by providing information technology services in support of the system.

Fiscal effect: None.

No provision.

No provision.

37

DAS - 33

OAKS Support Organization

Section: 207.30.20

- (1) Requires that GSF Fund 5EB0 appropriation item 100635, OAKS Support Organization, be used by the Office of Information Technology to support the operating costs associated with the implementation and maintenance of the state's enterprise resource planning system.
- (2) Requires DAS to develop a cost allocation plan including: (a) up to \$9,610,874 in FY 2010 and \$9,733,416 in FY 2011 from OBM via ISTV, and (b) amounts from DAS's Human Resources Division via ISTV, and (c) other DAS Services Funds via ISTV.
- (3) Allows the Director of DAS to request that the Director of OBM transfer cash from other funds used by DAS to GSF Fund 5EB0, OAKS Support Organization, in lieu of ISTV billings. Requires that these amounts, whether made by ISTV billings or cash transfers, not be in excess of the limits under the federal indirect cost allocation plan.

(1) No provision.

(2) No provision.

(3) No provision.

(1) No provision.

(2) No provision.

(3) No provision.

Executive	As Passed by the House	As Reported by Senate Finance and Financial Institutions
(4) Requires DAS's Human Resources Division to operate and maintain the human capital management module of OAKS and include in the human resources payroll rate the estimated costs of maintaining the module. Requires that such revenues be deposited in GSF Fund 1250, Human Resources, and transferred not less than quarterly to Fund 5EB0.	(4) No provision.	(4) No provision.

Executive

As Passed by the House

As Reported by Senate Finance and Financial Institutions

38

AGE - 13

Unified Long-Term Care Budget

Section: 209.40

Creates the Unified Long-Term Care Budget Workgroup and requires the Workgroup to develop a unified long-term care budget.

Requires the Directors of Aging and Budget and Management to annually submit a written report describing the progress towards establishing, or if already established, the effectiveness of the unified long-term care budget.

Allows the Director of Budget and Management to seek Controlling Board approval to transfer cash from SSR Fund 5R20, Nursing Facility Stabilization, used by the Department of Job and Family Services, to SSR Fund 4J40, PASSPORT/Residential State Supplement, used by the Department of Aging. Appropriates any cash transferred to SSR Fund 4J40 appropriation item 490610, PASSPORT/Residential State Supplement.

No provision.

Sections: 209.40, 173.43, 173.431 - 173.434

Same as the Executive.

Same as the Executive, but requires the ODJFS Director to work with the Directors of Aging and Budget and Management on the annual report.

Same as the Executive.

Provides, subject to federal approval, that (1) the Department of Aging must enter into an interagency agreement with ODJFS under which the Department is to establish for each biennium a unified long-term care budget for home and community-based services covered by Medicaid programs the Department administers, (2) the Department must ensure that the budget covers and expands access to the home and community-based services, and (3) the Department or its designee must provide care management and authorization services with regard to state

Sections: 209.40, 173.43, 173.431 - 173.434

Same as the Executive, but adds representatives of Medicaid managed care organizations appointed by the Governor to the workgroup and requires the continuum of services that are to be facilitated by the budget to promote a consumer's independence and autonomy.

Same as the House.

Same as the Executive.

Same as the House, but requires the Department or Department's designee to ensure that persons providing care management and authorization services are properly certified or licensed by the state.

Office of Budget and Management		Main Operating Appropriations Bill	H. B. 1
Executive	As Passed by the House		As Reported by Senate Finance and Financial Institutions
Fiscal effect: The Department could experience a minimal increase in administrative expenses.		plan services the budget covers that are provided to participants of a Medicaid waiver the Department administers. Fiscal effect: Same as the Executive.	Fiscal effect: Same as the Executive.

Executive	As Passed by the House	As Reported by Senate Finance and Financial Institutions
39	GOV - 1	Service Coordination Workgroup
<div>Section: 751.20</div> <div>(1) Creates the Service Coordination Workgroup to develop procedures for coordinating services that any of the following provide to individuals under age 21 and their families: the Office of the Governor, the Departments of Alcohol and Drug Addiction Services, Education, Health, Job and Family Services, Mental Health, Mental Retardation and Developmental Disabilities, and Youth Services; the Office of Budget and Management; and the Family and Children First Cabinet Council.</div> <div>(2) Requires the Workgroup, not later than July 31, 2009, to submit a report to the Governor with recommendations for implementing the procedures.</div> <div>(3) Permits the Director of Budget and Management to seek Controlling Board approval to transfer cash and appropriations as necessary to implement the Workgroup's recommendations.</div> <div>Fiscal effect: Since the representative of the Governor's Office is to serve as the chairperson of the Council, this provision may cause a minimal increase in the Governor's Office's costs to produce the workgroup's report.</div>	<div>Section: 751.20</div> <div>(1) Same as the Executive.</div> <div>(2) Same as the Executive.</div> <div>(3) Same as the Executive.</div> <div>Fiscal effect: Same as the Executive.</div>	<div>Section: 751.20</div> <div>(1) Same as the Executive.</div> <div>(2) Same as the Executive.</div> <div>(3) No provision.</div> <div>Fiscal effect: Same as the Executive.</div>