

## Executive

## As Reported By House Finance

**FCCCD16 OFCC public notice, forms, and other changes**

**R.C. 9.312, 9.331, 9.47, 123.10, 153.01, 153.07, 153.08, 153.09, 153.54, 1311.252**

Requires a state agency or political subdivision that finds a low bidder for contracts let by competitive bidding is not responsive or responsible, to send the bidder a notice electronically, permitting certified mail delivery only if an electronic method is not available (rather than by either method).

Requires a public authority to advertise its intent to employ a construction manager by electronic means, and permits advertising in news media available in the county, (rather than requiring advertisement in a newspaper of general circulation and permitting electronic advertisement).

Reduces the minimum advertisement period for contracts to employ a construction manager from 30 days to 14 days.

Requires the public authority to give notice of the time and place where bids for public works contracts will be received by electronic means at least 14 days in advance, and permits the authority to publish the notice in other news media in the county where the work is to occur (rather than requiring publication in a newspaper at least eight days in advance).

Requires copies of the plans, details, estimates of cost, and specifications to be available electronically or at OFCC's office (rather than just at OFCC's office).

Requires the advertisement for public works contracts, when the public authority rejects all bids and re-advertises, to be in such electronic media, rather than newspaper, as OFCC directs.

Removes the requirement that a public authority file a notice of commencement in affidavit form.

**R.C. 9.312, 9.331, 123.10, 153.01, 153.07, 153.08, 153.09, 153.54, 1311.252, Repealed: R.C. 9.47**

Same as the Executive.

Same as the Executive.

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Changes the frequency for receiving an updated certificate of compliance with affirmative action programs from once every 180 days to once every two years. Lengthens the validity of certificates of compliance (on which certain public works contracts with bidders are contingent) from 180 days to two years.

Replaces the Executive provision with one that eliminates the requirement that a person receive a certificate of compliance with affirmative action programs before bidding on certain public works contracts.

Requires a state agency director to enter in to a contract with the proper persons to address an exigency, when, at the request of a state agency, the OFCC Director issues a declaration of public exigency.

Same as the Executive.

Permits, for public works contracts worth \$200,000 or more, a public authority to require an architect or engineer, in preparing plans, details, specifications, estimates, analyses, or other data to use a building information model system, as long as the system is based on a nationally recognized standard for building information models.

Same as the Executive.

Permits a bidder for most contracts with the state or a political subdivision to file a bid guaranty in the form of an electronic verification through an electronic verification and security system, if the state or political subdivision accepts bids electronically.

Same as the Executive.

**Fiscal effect: Increases opportunities for cost savings associated with administrative and operational efficiencies for public authorities.**

**Fiscal effect: Same as the Executive.**

**FCCCD14 Expedited processes for design-build firms and managers at risk**

R.C. 9.334, 153.501, 153.693

R.C. 9.334, 153.501, 153.693

Establishes, for contracts between public authorities and construction managers at risk (CMRs) or design-build firms (DBFs), an expedited proposal and selection process for projects under \$4.0 million, adjusted biannually for the rate of inflation by OFCC.

Same as the Executive.

Authorizes a public authority, for contracts under \$4.0 million, to require a CMR or DBF to submit an initial qualification proposal or statement, respectively, along with a pricing proposal, instead of sending them in separate rounds.

Same as the Executive.

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Requires the public authority to have a pre-proposal meeting with any CMRs or DBFs who desire to jointly submit a statement or proposal and pricing proposal, at which the public authority must give the CMR or DBF a description of the project, including the scope and nature of the proposed services and potential technical approaches.

Exempts CMRs and DBFs from the requirement to submit a sealed bid to self-perform a portion of work before accepting and opening any bids for the same work when the public authority requests a guaranteed maximum price proposal due at the time of selection.

**Fiscal effect: Reduces the administrative workload for public authorities and may reduce the timeline for projects with total costs of less than \$4.0 million.**

Same as the Executive, but clarifies that the public authority must evaluate the CMR or DBF's initial proposals and rank and select candidates before evaluating the pricing proposals of the selected candidates.

Same as the Executive.

**Fiscal effect: Same as the Executive.**

## FCCCD12 Controlling Board exemption

R.C. 123.21

Exempts from CEB approval competitively bid contracts made by OFCC for the following services: construction management services, professional design services, criteria architect or engineer services, design-build services, and newly created integrated project delivery services (see FCCCD11).

**Fiscal effect: Reduces OFCC's administrative workload and may reduce, by several weeks, the timeline for certain projects.**

No provision.

## FCCCD9 State funding of major sports facilities

R.C. 123.28, 123.281, 123.282

Requires OFCC to administer the construction and renovation of major sports facilities and minor league sports facilities throughout Ohio for the economic benefit of the state, and to support youth sports education.

Supports the facilities construction and renovation with sports gaming tax revenue under the newly created Sports Facilities Construction and Sports Education Fund ("fund") (see TAXCD62).

R.C. 123.28, 123.281, 715.016

Replaces the Executive provision with one that requires OFCC to administer the construction of major sports facilities that will be a part of transformational major sports facility mixed-use projects.

Replaces the Executive provision with one that supports the facilities construction with the authorization to issue and sell \$600,000,000 in bonds deposited in the Cultural and Sports Facilities Building Fund (Fund 7030) (see FCCCD17).

**Executive**

**As Reported By House Finance**

Creates the seven-member Ohio Advisory Committee for Sports Facility Construction and Youth Sports Education ("committee") to evaluate and approve projects to be supported by the fund and administered by OFCC.

No provision.

Requires the committee to recommend policies and procedures for the administration of the fund for review and adoption by OFCC, prioritizing economic development through major sports facilities, major sports facility mixed-use projects and minor league sports facilities, youth sports education, and facilities that enable training in team or individual sports.

No provision.

Requires the Directors of DEW, ODPS, and ODH, and the ADJ to advise the committee on what skills, facilities, and programs are necessary for youth sports education, and to publish, as needed, standards for youth sports education for K-12 students.

No provision.

No provision.

Requires 70% of the total initial estimated construction cost of the major sports facility from sources other than the state, with at least 50% of the total from the professional sports franchise that plans to use the facility. Conditions the remaining 30% from state funds if the General Assembly has specifically authorized or appropriated money for the project.

No provision.

Requires specific conditions to be met if state bond proceeds are being used, including that the amount of increased state tax revenues is projected to be in excess of the total debt service of the state bonds for their initial term.

No provision.

Establishes certain tax reporting requirements for the governmental agency that owns or has an ownership interest in the major sports facility or its site, every person who owns real property in a project district, and persons that collect transformational major sports facility mixed-use project district tax revenues.

Executive

As Reported By House Finance

No provision.

Requires, if state bond proceeds are being used for the major sports facility, TOS to deposit the total major sports facility mixed-use project district state tax revenues into the major sports facility district fund, which the bill creates for the deposit of certain tax revenues attributable to the major sports facility mixed-use project district, to be used to pay debt service.

No provision.

Requires, if state bond proceeds are being used for the major sports facility, the professional sports franchise to deposit an amount equal to 5% of the award into an escrow account, to be used to pay any deficits between tax revenues collected and the total bond amount, after the bonds are matured, or if the lease expires. Permits the OBM Director to transfer funds from the Ohio Major Sports Facility District Fund to the Ohio Cultural Facilities Bond Service Fund, which the bill also creates to be held as trust funds pledged to the payment of bond service charges.

No provision.

Authorizes the legislative authority of a municipal corporation located in a county with a population greater than 1,000,000 to declare one and only one area of the municipal corporation to be a transformational major sports facility mixed-use project district, and a public purpose, for the purpose of fostering and developing a major sports facility and economic development, if certain conditions are met. Permits only one such district within the municipal corporation. Allows the legislative authority of the municipal corporation to enlarge the territory of an existing transformational major sports facility mixed-use project district.

No provision.

Requires, on or before the first day of each January and July beginning after the designation of a transformational major sports facility mixed-use project district, the fiscal officer (i.e. city auditor or village clerk or similar official) of a legislative authority where a district has been formed to certify a list of businesses located within the district to the Tax Commissioner.

Executive

As Reported By House Finance

Fiscal effect: OBM estimates that up to \$161.4 million in FY 2026 and up to \$167.4 million in FY 2027 will be transferred to the Sports Facilities Construction and Sports Education Fund. However the bill does not contain an appropriation for OFCC to operate the fund or program.

Fiscal effect: Eliminates the funding in the Executive version from sports gaming tax revenue. Instead, authorizes TOS to issue and sell bonds in the amount of up to \$600 million deposited to the credit of the Cultural and Sports Facilities Building Fund (Fund 7030) to pay the costs of the Cleveland Browns major sports facility stadium project in the City of Brook Park, Ohio (see FCCCD17). To use those bonds, the bill requires, among other things, that the projected amount of increased state tax revenues to be greater than the total debt service of the state bonds for their initial term. Administrative costs may increase for the governmental agency that owns or has an ownership interest in the major sports facility or its site to comply with certain tax reporting requirements. Tax revenue may increase for a municipal corporation transformational that has a major sports facility mixed-use project district.

**FCCCD11 Integrated project delivery contracts**

**R.C. 153.01, 153.50, 153.502, 153.503, 153.65, 153.695**

Permits public authorities to enter into integrated project delivery (IPD) contracts with IPD contractors for capital projects.

**R.C. 153.01, 153.50, 153.502, 153.503, 153.65, 153.695**

Same as the Executive.

Requires public authorities, for every IPD contract, to evaluate the statements of qualifications submitted by IPD contractors, and select at least three qualified IPD contractors (unless there are fewer than three qualified firms).

Same as the Executive.

Requires the public authority to provide certain information about the project to each selected IPD contractor.

Same as the Executive.

Requires the public authority to evaluate the pricing proposal submitted by each selected firm and rank the selected firms based on the public authority's evaluation of the value of each firm's pricing proposal, considering each firm's proposed costs and qualifications.

Same as the Executive.

Requires the public authority to enter into contract negotiations for IPD services with the IPD contractor that ranked highest.

Same as the Executive.

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Requires the public authority, if the public authority fails to negotiate a contract with the highest ranked contractor, to terminate the negotiations and move on to the second highest ranking contractor, and if that fails, the third, and so forth.

Same as the Executive.

Permits the public authority, if these subsequent negotiations fail, to select additional IPD contractors to provide pricing proposals, or select an alternative delivery method for the project.

Same as the Executive.

Requires IPD contractors to establish criteria to prequalify prospective bidders on subcontracts, subject to the approval of the public authority and consistent with the rules adopted by OFCC.

Same as the Executive.

Requires the IPD contractor to identify at least three prospective prequalified bidders (unless less than three exist), verified by the public authority, then solicit proposals from each bidder, under an open book pricing method.

Same as the Executive.

Clarifies that an IPD contractor is not required to award a subcontract to a low bidder.

Same as the Executive.

Requires OFCC to adopt rules related to IPD contractors and subcontractors.

Same as the Executive.

**Fiscal effect: May reduce the administrative workload of public authorities and the cost and timeline for certain larger projects.**

**Fiscal effect: Same as the Executive.**

**FCCCD13 Indefinite delivery indefinite quantity contracts**

**R.C. 153.013**

Permits a public authority to enter into an indefinite delivery indefinite quantity (IDIQ) contract, which is a contract for an indefinite quantity, within stated limits, of supplies or services that will be delivered by the awarded bidder over a defined period, without CEB approval if the contract is (1) with a prequalified vendor, (2) awarded through a competitive bidding process, and (3) does not exceed \$1.0 million.

No provision.

Executive

As Reported By House Finance

Permits OFCC to establish a list of prequalified vendors for IDIQ contracts and requires OFCC to adopt rules that establish objective prequalification criteria for vendors, a process for public authorities to use the list of pre-qualified vendors, and the form, terms, and conditions of IDIQ contracts.

No provision.

**Fiscal effect: May reduce the administrative workload for public authorities and the timeline for projects with total costs of \$1.0 million or less.**

**FCCCD15 Public improvements contract retainage**

**R.C. 153.12, 153.13, 153.14, 153.63**

**R.C. 153.12, 153.13, 153.14, 153.63**

Requires a public authority's retainage amount on partial payments on a public improvements contract to be 4% or less for 100% of the contract, rather than 8% on the first 50%, and 0% on the second 50%, of the contract.

Same as the Executive.

Prohibits contractors from paying subcontractors at a retainage rate lower than the retainage rate being paid to the contractor by the public authority.

Same as the Executive.

Eliminates provisions of law requiring the public authority to deposit the retained amount in an escrow account.

Same as the Executive.

Clarifies that any retained funds and the interest accrued by the funds is property of the contractor and must be paid to the contractor no later than 30 days after the date of substantial completion of the work.

Same as the Executive.

**Fiscal effect: Public authorities will realize cost savings by paying fewer escrow fees.**

**Fiscal effect: Same as the Executive.**



## Executive

## As Reported By House Finance

**FCCCD10 Portion of basic project cost supplied by district****R.C. 3318.032**

Modifies the calculation of the portion of the basic project cost a school district must provide for its Classroom Facilities Assistance Program (CFAP) project from the greater of either (1) the required percentage based on its equity ranking or (2) an amount necessary to raise the school district's net bonded indebtedness to a prescribed level, to its portion being determined by only the required percentage based on its equity ranking.

Requires, for a district that opts to segment its classroom facilities project, its local share for the first segment to be calculated using the required percentage of the basic project, instead of the greater of either (1) the required percentage based on its equity ranking or (2) an amount necessary to raise the school district's net bonded indebtedness to a prescribed level. Requires that any future segment's portion of the basic project cost use the same share as used in the first segment.

**Fiscal effect: According to OFCC, only 13 CFAP projects to date have used the required level of indebtedness method to determine their local share, so OFCC expects the elimination of the net indebtedness method will affect only a small number of school districts in the future by not penalizing them for not having debt. OFCC anticipates that when qualifying for CFAP these school districts will have a lower local share than they otherwise would have had calculated under the current method of local share determination. In turn, state shares will likely be higher for these projects.**

**R.C. 3318.032**

Same as the Executive.

Same as the Executive.

**Fiscal effect: Same as the Executive.**

## Executive

## As Reported By House Finance

**FCCCD8 Vocational school facilities assistance program****R.C. 3318.40**

Permits OFCC to set aside a portion over each biennium, instead of up to 2% annually, of its aggregate school facilities assistance funds and specifies that the funds be used to assist at least two JVSDs per biennium (temporary law in H.B. 33 of the 135th General Assembly requires OFCC to provide assistance to at least one JVSD in each fiscal year in which funds are available for additional projects).

**Fiscal effect: May provide OFCC with more flexibility to fund at least two JVSD projects each biennium.**

**R.C. 3318.40**

Same as the Executive.

**Fiscal effect: Same as the Executive.****FCCCD1 Cultural Facilities Lease Rental Bond Payments****Section: 287.20**

Requires that GRF ALI 230401, Cultural Facilities Lease Rental Bond Payments, be used to meet all of OFCC's required payments during the biennium under the primary leases and agreements for cultural sports facilities.

**Section: 287.20**

Same as the Executive.

**FCCCD2 Common Schools General Obligation Bond Debt Service****Section: 287.20**

Requires that GRF ALI 230908, Common Schools General Obligation Bond Debt Service, be used to pay all required debt service and related financing costs during the biennium for bonds issued for school facilities.

**Section: 287.20**

Same as the Executive.

**FCCCD19 Project Support**

No provision.

**Section: 287.20**

Requires Fund 7047 ALI 230647, Project Support, to be used by OFCC to support the construction or renovation of a school building as prescribed below. Reappropriates an amount equal to the available balance of ALI 230647 at the end of FY 2026 for the same purpose in FY 2027.

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No provision.

Requires OFCC to provide facilities funding to each district for which all of the following apply: (1) the district operates at least one school building in a county with a population of more than 100,000 people and at least one school building in another county with a population of less than 50,000 people; (2) the district's classroom facilities project was deferred or lapsed; and (3) the existing building included in the project for which the district applies for funding was originally constructed prior to June 30, 1925.

No provision.

Requires school districts to apply for funding by December 31, 2025, in a form and manner prescribed by OFCC. Requires OFCC to calculate the amount of state funding using the percentage based on the district's most recent equity ranking, but prohibits the state share from being less than 90% of the cost of the project. Requires OFCC, if necessary, to proportionately reduce funding for each district so not to exceed the amount appropriated for this purpose.

**FCCCD3 School facilities encumbrances and reappropriation**

**Section: 287.30**

Authorizes the OBM Director, at the request of the OFCC Director, to cancel encumbrances for school district projects from a previous biennium if the district has not raised its local share of project costs within 16 months of Controlling Board approval. Requires the OFCC Director to certify the amounts of the canceled encumbrances on a quarterly basis. Appropriates the amounts of the canceled encumbrances to the Classroom Facilities Assistance Program.

**Section: 287.30**

Same as the Executive.

## Executive

## As Reported By House Finance

**FCCCD4 Capital donations fund certifications and appropriations****Section: 287.40**

Requires the OFCC Director to certify to the OBM Director the amount of cash receipts and related investment income, irrevocable letters of credit from a bank, or certification of the availability of funds that have been received from a county or a municipal corporation for deposit into the Capital Donations Fund (Fund 5A10) and that are related to an anticipated project and appropriates these amounts to Fund 5A10 ALI C230E2, Capital Donations. Requires the OFCC Director to make a written agreement with the participating entity on the necessary cash flows required for the anticipated construction or equipment acquisition project.

**Section: 287.40**

Same as the Executive.

**FCCCD5 Amendment to project agreement for maintenance levy****Section: 287.50**

Requires OFCC to amend the project agreement between OFCC and a school district that is participating in the Accelerated Urban Initiative (AUI) if OFCC determines it is necessary to do so in order to comply with the change in maintenance levy requirements enacted by H.B. 1 of the 128th G.A.

**Section: 287.50**

Same as the Executive.

**Fiscal effect: H.B. 1 of the 128th General Assembly changed the maintenance levy requirements for the six AUI districts (Akron, Cincinnati, Cleveland, Columbus, Dayton, and Toledo) to run for 23 years from the date the initial segment is undertaken, instead of extending for 23 years after the district's last segment was undertaken (the six AUI projects are broken into individual segments). For the districts that have not changed their agreements yet, the H.B. 1 change would reduce the number of years for which the districts would have to levy the required 1/2 mill property tax for maintenance. Currently, projects for Cleveland and Columbus are incomplete. Presumably, these AUI districts would use other funds to meet their building maintenance needs if the original project agreements were amended.**

**Fiscal effect: Same as the Executive.**

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## As Reported By House Finance

**FCCCD6 Disbursement determination****Section: 287.60**

Authorizes OFCC to determine the amount of funding available for disbursement in a given fiscal year for any Classroom Facilities Assistance Program project in order to keep aggregate state capital spending within approved limits. Authorizes OFCC to take actions including, but not limited to, determining the schedule for design or bidding of approved projects, to ensure appropriate and supportable cash flow.

**Fiscal effect: The provision may give OFCC more flexibility in spending state funds on projects.**

**Section: 287.60**

Same as the Executive.

**Fiscal effect: Same as the Executive.**

**FCCCD7 Returned or recovered funds****Section: 287.70**

Requires that any state-source surplus project construction funds or interest earnings returned to the state and any funds recovered from settlements with or judgements against parties relating to their involvement in a classroom facilities project be deposited into the fund from which the project's capital appropriations were made.

Permits, in any fiscal year in which OFCC has made a deposit, the OFCC Director to seek CEB approval to authorize expenditures from those funds and specified ALIs in excess of the amounts appropriated in amounts equal to the returned or recovered funds. If approved, appropriates the returned and recovered funds and requires the funds to be used for the Classroom Facilities Assistance Program or the Vocational Facilities Assistance Program.

**Section: 287.70**

Same as the Executive.

Same as the Executive.

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## As Reported By House Finance

**FCCCD17 Authorization to issue and sell bonds for the Cleveland Browns major sports facility stadium project****Section: 287.80**

No provision.

Authorizes TOS to issue and sell bonds in the amount of up to \$600,000,000 deposited in the Cultural and Sports Facilities Building Fund (Fund 7030) to pay the costs of the Cleveland Browns major sports facility stadium project in the City of Brook Park, Ohio.

**Fiscal effect: May increase GRF debt service costs on the general obligation bonds issued for the Cleveland Browns major sports facility stadium project for some period depending on the level of future bond issuances, the maturity of the bonds issued, and market conditions. To use those bonds, the bill requires, among other things, that the projected amount of increased state tax revenues to be greater than the total debt service of the state bonds for their initial term (see FCCCD9).**

**FCCCD18 Career-Technical Planning District Construction Study Committee****Section: 733.50**

No provision.

Establishes a ten-member Career-Technical Planning District Construction Study Committee to examine and make recommendations for creating an equitable and sustained funding model within OFCC for lead districts to build, renovate, and maintain career-technical education facilities.

No provision.

Requires, by June 30, 2026, the Committee to submit a report of its findings and recommendations to the Governor and General Assembly and dissolves it upon submission of the report.

**Fiscal effect: Minimal.**

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**CEBCD3** Release of funds for capital projects

**R.C.** 126.14, 123.211, 126.141, 3333.071, 5123.36

Removes the requirement that CEB or the OBM Director release money appropriated to state agencies for capital projects and related procedures associated with approval of capital expenditures.

No provision.

**Fiscal effect: Slight decrease in administrative costs for state agencies with capital appropriations and the CEB because there will be a lower volume of requests to review and prepare for CEB approval.**

## Executive

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## DEVCD56 Tourism attractions, professional sports facilities, and related economic development

R.C. 122.14, 166.01, 166.02, 166.12, 166.17

No provision.

Expands the purposes of the existing Roadwork Development Fund to include funding: (1) construction, reconstruction, maintenance, or repair of public roads that provide or improve access to professional sports facilities; (2) improvements that provide or enhance access to tourism attractions and professional sports facilities; and (3) improvements associated with the retail and residential components that are a part of a tourism attraction or professional sports facility.

No provision.

Expands the purposes of the existing Facilities Establishment Fund (Fund 7037) to include allowing loans through the fund to persons engaged in developing tourism attractions and professional sports facilities.

No provision.

Removes the current law exclusion of point-of-final-purchase retail facilities as eligible projects for purposes of the Facilities Establishment Fund and its associated programs.

**Fiscal effect: H.B. 54, the FY 2026-FY 2027 transportation budget, provides \$15.2 million in each fiscal year for roadwork development project grants from Fund 4W00. This provision expands the eligible uses of grants from Fund 4W00 and loans from Fund 7037.**



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Other Taxation Provisions**TAXCD62 Sports gaming tax increase and revenue allocation****R.C. 5753.021, 5753.031, Section 801.50**

Doubles the sports gaming tax rate, from 20% to 40% of sports gaming receipts. Allocates 50% of collections deposited into the Sports Gaming Revenue Fund (R068) to the newly created Sports Facilities Construction and Sports Education Fund. Decreases the proportional allocation of the existing 20% rate to the Sports Gaming Education Fund (5Y00) from 98% to 96% and increases, from 2% to 4%, the share to alleviate problem gaming. Changes transfers from the Sports Gaming Revenue Fund (R068) to the Sports Gaming Education Fund (5Y00) and Problem Sports Gambling Fund (5YR0) from quarterly to monthly.

No provision.

**Fiscal effect: OBM estimates additional tax collections of \$138.0 million in FY 2026 and \$150.0 million in FY 2027.**