
Executive**OBMCD64** **Definition of "invoice" for State purchases****R.C. 125.01**

Changes the current definition of "invoice" in the state purchasing law to require all of the items specified to be in the order: date of purchase or rendering of the service; an itemization of things done, material supplied, or labor furnished; the sum due under the contract. ("Invoice" is not used in Chapter 125. other than for purposes of the definition of "order.")

Fiscal effect: None

OBMCD71 **Office of Internal Audit****R.C. 126.48**

Provides that records or documents received by the Office of Internal Audit for the purpose of conducting internal audits of state agencies that are otherwise exempt from disclosure under state or federal law are not public records.

Clarifies that an internal audit report or work paper that meets the definition of an infrastructure record, as defined under continuing law by R.C. 149.433, is exempt from disclosure as a public record.

Fiscal effect: None

OBMCD65 **Audit costs****Section: 229.20**

Requires all costs associated with single audit schedules or financial statements prepared in conformance with generally accepted accounting principles for the state to be paid from ISA Fund 1050 appropriation item 042603, Financial Management.

Requires costs associated with the audit of the Auditor of State to be paid from GRF appropriation item 042321, Budget Development and Implementation.

Executive

OBMCD66 **Shared services center****Section: 229.20**

Requires GRF appropriation item 042425, Shared Services Development, and ISA item 042620, Shared Services Operating, to be used by the Director of OBM to support the Shared Services program pursuant to division (D) of section 126.21 of the Revised Code.

Requires the Director of OBM to 1) include the recovery of costs to operate the Shared Services program in the accounting and budgeting services payroll rate and through direct charges billed to agencies for services rendered using a methodology determined by the Director of OBM and 2) to deposit cost recovery revenues into ISA Fund 1050.

OBMCD67 **Internal audit****Section: 229.20**

Requires the Director of OBM to include the recovery of costs to operate the Internal Audit Program in the accounting and budgeting services payroll rate and through direct charges billed to agencies reviewed by the program using a methodology determined by the Director of OBM. Requires such cost recovery revenues to be deposited into Fund 1050.

OBMCD68 **Forgery recovery****Section: 229.20**

Requires 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. Appropriates any additional amounts needed to reissue warrants backed by receipt of funds.

Executive

OBMCD7 Personal service expenses**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. Permits expenditures from appropriation item 070601, Public Audit Expense - Intra-State, to be exempted from this requirement.

OBMCD8 Satisfaction of judgments and settlements against the state**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.

OBMCD9 Capital project settlements**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.

OBMCD10 Re-issuance of voided warrants**Section: 503.40**

Provides funds for the reissuance of voided warrants under R.C. 126.37, when approved by OBM.

Executive**OBMCD11 Reappropriation of unexpended encumbered balances of operating appropriations****Section: 503.50**

Reappropriates on July 1 of the following fiscal year an unexpended balance of an operating appropriation or reappropriation that a state agency lawfully encumbered prior to the close of a fiscal year from the fund from which it was originally appropriated or reappropriated for various time periods based on the type of encumbrance.

Requires any operating appropriations for which unexpended balances are reappropriated for an encumbrance for an item of special order manufacture not available on state contract or in the open market 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.

Specifies that a reappropriation made pursuant to this provision lapses upon the expiration of the reappropriation time periods referenced in this section and requires the Director of OBM to cancel the encumbrance of the unexpended reappropriation no later than the end of the weekend following the expiration of the reappropriation period.

Specifies that a reappropriation made pursuant to this provision lapses upon the expiration of the reappropriation time periods referenced in this section and requires the Director of OBM to cancel the encumbrance of the unexpended reappropriation no later than the end of the weekend following the expiration of the reappropriation period.

OBMCD15 Correction of accounting errors**Section: 503.60**

Permits the Director of OBM to correct accounting errors committed by OBM staff, such as reestablishing encumbrances or appropriations cancelled in error during the cancellation of operating encumbrances in November and of nonoperating encumbrances in December.

Permits the Director of OBM to correct accounting errors committed by the staff of a state agency or state institution of higher education, such as reestablishing prior year nonoperating encumbrances canceled or modified in error. Appropriates the reestablished encumbrance amounts.

Executive

OBMCD17 Temporary revenue holding**Section: 503.70**

Permits the Director of OBM to create funds in the state treasury for the purpose of temporarily holding revenue required to be credited to a fund in the state treasury, whose disposition is not immediately known at the time of receipt. Requires the Director to credit the revenue to the appropriate fund in the state treasury, once it is identified.

OBMCD18 Appropriations related to cash transfers and re-establishment of encumbrances**Section: 503.80**

Appropriates 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.

OBMCD19 Transfers of Third Frontier Appropriations**Section: 503.90**

Permits the Director of OBM to transfer appropriations between the Third Frontier Research and Development Fund (Fund 7011) and the Third Frontier Research and Development Taxable Bond Fund (Fund 7014) as necessary to maintain the exclusion from the calculation of gross income for federal income taxation purposes. Authorizes the Director of OBM to create new appropriation items within Fund 7014 and make transfers of appropriations to Fund 7014 for projects that were originally funded in Fund 7011.

OBMCD20 Income tax distribution to counties**Section: 503.100**

Appropriates from the GRF sufficient funds to make income tax distribution payments to counties required by R.C. 5747.03(B)(2).

Executive

OBMCD21 Expenditures and appropriation increases approved by the Controlling Board**Section: 503.110**

Appropriates for the period ending June 30, 2021, any money that the Controlling Board approves for expenditure or any appropriation increase approved by the Controlling Board.

OBMCD22 Funds received for use of Governor's residence**Section: 503.120**

Appropriates to appropriation item 100604, Governor's Residence Gift, any amount received by the Governor's residence Fund (Fund 4H20) for use of the residence pursuant to R.C. 107.40.

OBMCD23 General obligation debt service payments**Section: 504.10**

Specifies that certain appropriations of the main operating budget are for the purpose of paying debt service and financing costs on general obligation bonds or notes of the state. Appropriates additional amounts to fully fund those costs if additional amounts are necessary.

OBMCD24 Lease rental payments for debt service**Section: 504.20**

Specifies that certain appropriations of the bill are for the purpose of making lease rental payments pursuant to leases and agreements relating to bonds, notes, or other obligations of the state. Appropriates additional amounts to fully fund those costs if additional amounts are necessary.

Executive

OBMCD25 Authorization for Treasurer of State and OBM to effectuate certain debt service payments**Section: 504.30**

Requires OBM to process payments from general obligation and lease rental payment appropriation items during the FY 2020-FY 2021 biennium relating to bonds, notes, or other obligations of the state. Requires payments to be made upon certification by the Treasurer of State of the dates and the amounts due on those dates.

OBMCD26 Arbitrage rebate authorization**Section: 505.10**

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.

OBMCD27 Statewide indirect cost recovery**Section: 505.20**

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.

OBMCD28 Transfers on behalf of the statewide indirect cost allocation plan**Section: 505.30**

Prohibits total transfers made from the GRF by the Director of OBM under these provisions from exceeding the amounts transferred into the GRF for the purpose of recovering statewide indirect costs under R.C. 126.12.

Executive

Allows an agency director to certify to the Director of OBM the amount of expenses not allowed to be included in the Statewide Indirect Cost Allocation Plan (SWICAP) under federal regulations, from any fund included in the SWICAP, prepared as required by R.C. 126.12.

Permits the Director of OBM, upon determining that no alternative source of funding is available to pay for such expenses, to transfer funds from the GRF to the fund for which the certification is made up to the amount of the certification. 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.

Allows the director of an agency to certify to the Director of OBM the amount of expenses paid in error from a fund included in the SWICAP. Allows the Director of OBM to transfer cash from the fund from which the expenditure should have been made into the fund from which the expenses were erroneously paid, up to the amount of the certification.

Allows the director of an agency to certify to the Director of OBM the amount of expenses or revenues not allowed to be included in the SWICAP under federal regulations, for any fund included in the SWICAP, for which the federal government requires payment. Appropriates from the available receipts of such a fund, up to the amount of the certification, the amount required by the federal government if the Director of OBM determines that an appropriation made to a state agency is insufficient to make the payment.

OBMCD33 Federal government interest requirements**Section: 505.40**

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, as determined by the Statewide Indirect Cost Allocation Plan prepared pursuant to R.C. 126.12(A).

OBMCD34 Federal Cash Management Improvement Act**Section: 505.50**

Allows the Director of OBM to cancel and reestablish all or part of encumbrances in like amounts within the funds identified by the plan required to be prepared under R.C. 131.36 for compliance with the Federal Cash Management Improvement Act. Appropriates the amounts necessary to reestablish all or part of the encumbrances.

Executive

OBMCD35 Transfers to the GRF of interest earned**Section: 509.10**

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.

OBMCD36 Cash transfers to the GRF from non-GRF funds**Section: 509.20**

Permits the Director of OBM to transfer up to \$100 million cash during the FY 2020-FY 2021 biennium from non-GRF funds that are not constitutionally restricted to the GRF.

OBMCD37 Medical marijuana control program repayments**Section: 509.50**

Requires the Director of Commerce and the Executive Director of the Board of Pharmacy to consult with the Director of OBM to determine a repayment schedule for the FY 2020-FY 2021 biennium to fully repay transfers on behalf of each agency from the Emergency Purposes/Contingency Fund (Fund 5KM0) to the Medicaid Marijuana Control Program Fund (Fund 5YS0). Specifies that such repayments are to be credited to the GRF.

OBMCD38 GRF transfer to Tourism Ohio Fund (Fund 5MJ0)**Section: 512.10**

Authorizes the Director of OBM, in each fiscal year, to transfer up to \$10,400,000 cash from the GRF to the Tourism Ohio Fund (Fund 5MJ0).

Executive

OBMCD39 GRF transfer to Statewide Treatment and Prevention Fund (Fund 4750)**Section: 512.20**

Authorizes the Director of OBM, in each fiscal year, to transfer up to \$5,000,000 cash from the GRF to the Statewide Treatment and Prevention Fund (Fund 4750).

OBMCD40 GRF transfer to Statewide Community Police Relations Fund (Fund 5RS0)**Section: 512.30**

Authorizes the Director of OBM, in FY 2020, to transfer up to \$2,200,000 cash from the GRF to the Statewide Community Police Relations Fund (Fund 5RS0).

OBMCD41 GRF transfer to Targeted Addiction Program Fund (Fund 5TZ0)**Section: 512.40**

Authorizes the Director of OBM, in each fiscal year, to transfer up to \$23,150,000 cash from the GRF to the Targeted Addiction Program Fund (Fund 5TZ0).

OBMCD42 GRF transfer to Persian Gulf, Afghanistan, Iraq Compensation Fund (Fund 7041)**Section: 512.50**

Authorizes the Director of OBM, at the request of the Director of Veterans Services, in FY 2021, to transfer up to \$500,000 cash from the GRF to the Persian Gulf, Afghanistan, Iraq Compensation Fund (Fund 7041).

Executive

OBMCD43 GRF transfer to Industry-Recognized Credentials Fund (Fund 5VK0)**Section: 512.60**

Authorizes the Director of OBM, in each fiscal year, to transfer up to \$15,000,000 cash from the GRF to the Industry-Recognized Credentials Fund (Fund 5VK0).

OBMCD44 FY 2019 GRF ending balance**Section: 513.10**

Requires the Director of OBM to determine the GRF surplus revenue that existed on June 30, 2019, and transfer cash, up to the actual surplus revenue amount, from the GRF as follows:

- (1) Up to \$10 million to the Targeted Addiction Program Fund (Fund 5TZ0)
 - (2) Up to \$31 million to the Statewide Treatment and Prevention Fund (Fund 4750)
 - (3) Up to \$100 million to the H2Ohio Fund (Fund 6H20)
 - (4) Up to \$5 million to the Books from Birth Fund (Fund 5VJ0)
 - (5) Up to \$25 million to the State Park Fund (Fund 5120)
 - (6) Up to \$25 million to the Emergency Purposes Fund (Fund 5KM0)
 - (7) Up to \$25 million to the Disaster Services Fund (Fund 5E20)
 - (8) Up to \$2 million to the Ohio Public Health Priorities Fund (Fund L087)
 - (9) Up to \$19 million to the Tobacco Use Prevention Fund (Fund 5BX0)
 - (10) Up to \$6.9 million to the Economic Development Programs Fund (Fund 5JC0)
 - (11) Remaining surplus cash to the H2Ohio Fund (Fund 6H20)
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Executive**OBMCD56** **FY 2020 and FY 2021 GRF ending balances****Section: 513.20**

Requires the Director of OBM to determine the GRF surplus revenue that existed on June 30, 2020, and transfer cash, on July 1, 2020, in an amount equal to the actual surplus revenue amount, from the GRF to the H2Ohio Fund (Fund 6H20). Authorizes the Controlling Board, in FY 2021, to increase or establish appropriations from Fund 6H20 for certain state agencies or boards in amounts necessary to support the statewide water protection vision and strategy in that year.

Requires the Director of OBM to determine the GRF surplus revenue that existed on June 30, 2021, and transfer cash, on July 1, 2021, in an amount equal to the actual surplus revenue amount, from the GRF to the H2Ohio Fund (Fund 6H20).

OBMCD58 **Utility Radiological Safety Board assessments****Section: 514.10**

Specifies the maximum amounts, unless the agency and nuclear electric utility mutually agree to a higher amount by contract, that may be assessed against nuclear electric utilities under RC 4937.05 (B) (2) and deposited into the following funds:

\$97,610 in FY 2020 and \$101,130 in FY 2021 to the Utility Radiological Safety Fund (Fund 4E40) used by the Department of Agriculture;

\$1,300,000 in each of FY 2020 and FY 2021 to the Radiation Emergency Response Fund (Fund 6100) used by the Department of Health;

\$276,500 in FY 2020 and \$278,500 in FY 2021 to the ER Radiological Safety Fund (Fund 6440) used by the Environmental Protection Agency; and

\$1,258,624 in each of FY 2020 and FY 2021 to the Emergency Response Plan Fund (Fund 6570) used by the Department of Public Safety.

Executive**OBMCD63 Cash transfers and abolishment of funds****Section: 516.10**

For purposes of abolishing various funds that are no longer needed, authorizes the Director of OBM to carry out necessary accounting procedures, including transferring the remaining cash balances from the funds that are to be abolished, canceling existing encumbrances, and reestablishing those encumbrances against appropriate funds.

Lists the agencies and funds to be abolished: the Department of Agriculture, the Air Quality Development Authority, the Bureau of Workers' Compensation, the Department of Commerce, the Department of Administrative Services, the Development Services Agency, the Department of Natural Resources, the Department of Health, the Department of Transportation, the Department of Public Safety, the Department of Rehabilitation and Correction, the Department of Youth Services, the Department of Education, the Environmental Protection Agency, the Department of Insurance, the Department of Job and Family Services, the Judiciary/Supreme Court, the Department of Medicaid, the Office of Budget and Management, the Public Defender Commission, the Department of Taxation, the Treasurer of State, the Department of Veteran's Service, the State Medical Board, the Opportunities for Ohioans with Disabilities Agency, the Secretary of State, and the State Board of Pharmacy.

Executive**DASCD30 State agency efficiency review****Section: 701.10**

Requires designees from the Office of Budget and Management and the Department of Administrative Services jointly to review agency functions and programs with the purpose of identifying areas for consolidation. Requires the designees to identify, by January 1, 2020, agency functions and programs to be consolidated.

Allows the Director of DAS to transfer employees, equipment, and assets of a consolidated program. Allows the Director of OBM to make budget changes, including canceling and re-establishing encumbrances, to reflect the consolidated programs.

Fiscal effect: DAS and OBM will incur new administrative costs to carry out the reviews. Agencies may also incur some minimal administrative costs for assisting DAS and OBM with reviews of their programs and functions.

Executive

COMCD6 Real Estate Appraiser Recovery Fund transfers

R.C. 4763.16, Section 243.20

Changes the COM Director's authority to request money be moved from the Real Estate Appraiser Operating Fund (Fund 6A40) to the Real Estate Appraiser Recovery Fund (Fund 4B20) if the cash balance in Fund 4B20 falls below \$500,000 to authority to make such a request if the cash balance in Fund 4B20 falls below \$200,000.

Allows the OBM Director, upon the request of the COM Director and if the Fund 4B20 cash balance exceeds \$200,000 during the biennium, to transfer cash from Fund 4B20 to Fund 6A40, such that the amount available in Fund 4B20 is not less than \$200,000.

Fiscal effect: Decreases the cash balance threshold in Fund 4B20 from below \$500,000 to below \$200,000 when revenue is transferred from Fund 6A40 to Fund 4B20. The cash balance in Fund 4B20 is \$1.0 million.

Executive**CEBCD3** **Excess money terminology change****R.C. 131.35**

Changes the terms "federal funds" and "nonfederal funds" to "federal revenue" and "nonfederal revenue" in the law authorizing the Controlling Board to make expenditure and appropriation changes for certain state funds.

Fiscal effect: None.

Executive

MCDCD30 Office of Health Transformation

R.C. 191.01, 191.02, 191.04, 191.06, 191.08-191.10 (all repealed), 103.41, 3701.36, 3701.68, 3701.95, 3798.01, 3798.10, 3798.14-3798.16, 5101.061, 5162.12, 5164.01

Repeals statutes that establish duties for the Office of Health Transformation. Removes all other references to the Office of Health Transformation from the Revised Code.

Fiscal effect: Reduces OBM expenditures by \$0.5 million per year, of which approximately half are GRF savings. The remaining savings are attributed to Fund 3CM0, Medicaid Agency Transition, which the bill abolishes and transfers the remaining balance into Fund 3B10, Community Medicaid Expansion.