As Introduced

125th General Assembly Regular Session 2003-2004

H. B. No. 427

20

Representative Martin

ABILL

| Го | amend sections 5709.62, 5709.63, and 5709.631 of | 1 |
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| | the Revised Code and to amend Sections 38 and | 2 |
| | 38.20 of Am. Sub. H.B. 95 of the 125th General | 3 |
| | Assembly to increase from 10 to 15 the number of | 4 |
| | years enterprise zones or urban jobs and | 5 |
| | enterprise zone agreements may exempt property | 6 |
| | from taxation, subject to school board approval; | 7 |
| | to create the Job Development Initiatives Fund and | 8 |
| | transfer up to \$25.8 million of unclaimed funds to | 9 |
| | it; and to make appropriations. | 10 |

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

authority shall petition the director of development for

| Section 1. That sections 5709.62, 5709.63, and 5709.631 of | 11 |
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| the Revised Code be amended to read as follows: | 12 |
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| Sec. 5709.62. (A) In any municipal corporation that is | 13 |
| defined by the United States office of management and budget as a | 14 |
| central city of a metropolitan statistical area, or in a city | 15 |
| designated as an urban cluster in a rural statistical area, the | 16 |
| legislative authority of the municipal corporation may designate | 17 |
| one or more areas within its municipal corporation as proposed | 18 |
| enterprise zones. Upon designating an area, the legislative | 19 |
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| certification of the area as having the characteristics set forth | 21 |
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| in division (A)(1) of section 5709.61 of the Revised Code as | 22 |
| amended by Substitute Senate Bill No. 19 of the 120th general | 23 |
| assembly. Except as otherwise provided in division (E) of this | 24 |
| section, on and after July 1, 1994, legislative authorities shall | 25 |
| not enter into agreements under this section unless the | 26 |
| legislative authority has petitioned the director and the director | 27 |
| has certified the zone under this section as amended by that act; | 28 |
| however, all agreements entered into under this section as it | 29 |
| existed prior to July 1, 1994, and the incentives granted under | 30 |
| those agreements shall remain in effect for the period agreed to | 31 |
| under those agreements. Within sixty days after receiving such a | 32 |
| petition, the director shall determine whether the area has the | 33 |
| characteristics set forth in division (A)(1) of section 5709.61 of | 34 |
| the Revised Code, and shall forward the findings to the | 35 |
| legislative authority of the municipal corporation. If the | 36 |
| director certifies the area as having those characteristics, and | 37 |
| thereby certifies it as a zone, the legislative authority may | 38 |
| enter into an agreement with an enterprise under division (C) of | 39 |
| this section. | 40 |

- (B) Any enterprise that wishes to enter into an agreement 41 with a municipal corporation under division (C) of this section 42 shall submit a proposal to the legislative authority of the 43 municipal corporation on a form prescribed by the director of 44 development, together with the application fee established under 45 section 5709.68 of the Revised Code. The form shall require the 46 following information:
- (1) An estimate of the number of new employees whom the
 enterprise intends to hire, or of the number of employees whom the
 enterprise intends to retain, within the zone at a facility that
 is a project site, and an estimate of the amount of payroll of the
 enterprise attributable to these employees;

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| (2) An estimate of the amount to be invested by the | 53 |
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| enterprise to establish, expand, renovate, or occupy a facility, | 54 |
| including investment in new buildings, additions or improvements | 55 |
| to existing buildings, machinery, equipment, furniture, fixtures, | 56 |
| and inventory; | 57 |

(3) A listing of the enterprise's current investment, if any,in a facility as of the date of the proposal's submission.

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The enterprise shall review and update the listings required under this division to reflect material changes, and any agreement entered into under division (C) of this section shall set forth final estimates and listings as of the time the agreement is entered into. The legislative authority may, on a separate form and at any time, require any additional information necessary to determine whether an enterprise is in compliance with an agreement and to collect the information required to be reported under section 5709.68 of the Revised Code.

- (C) Upon receipt and investigation of a proposal under 69 division (B) of this section, if the legislative authority finds 70 that the enterprise submitting the proposal is qualified by 71 financial responsibility and business experience to create and 72 preserve employment opportunities in the zone and improve the 73 economic climate of the municipal corporation, the legislative 74 authority, on or before October 15, 2009, may do one of the 75 following: 76
- (1) Enter into an agreement with the enterprise under which
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 the enterprise agrees to establish, expand, renovate, or occupy a
 facility and hire new employees, or preserve employment
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 opportunities for existing employees, in return for one or more of
 the following incentives:
 81
- (a) Exemption for a specified number of years, not to exceed 82 ten <u>fifteen</u>, of a specified portion, up to seventy-five per cent, 83

| of the assessed value of tangible personal property first used in | 84 |
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| business at the project site as a result of the agreement. If an | 85 |
| exemption for inventory is specifically granted in the agreement | 86 |
| pursuant to this division, the exemption applies to inventory | 87 |
| required to be listed pursuant to sections 5711.15 and 5711.16 of | 88 |
| the Revised Code, except that, in the instance of an expansion or | 89 |
| other situations in which an enterprise was in business at the | 90 |
| facility prior to the establishment of the zone, the inventory | 91 |
| that is exempt is that amount or value of inventory in excess of | 92 |
| the amount or value of inventory required to be listed in the | 93 |
| personal property tax return of the enterprise in the return for | 94 |
| the tax year in which the agreement is entered into. | 95 |
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- (b) Exemption for a specified number of years, not to exceed 96 ten fifteen, of a specified portion, up to seventy-five per cent, 97 of the increase in the assessed valuation of real property 98 constituting the project site subsequent to formal approval of the 99 agreement by the legislative authority; 100
- (c) Provision for a specified number of years, not to exceed 101 ten fifteen, of any optional services or assistance that the 102 municipal corporation is authorized to provide with regard to the 103 project site. 104
- (2) Enter into an agreement under which the enterprise agrees to remediate an environmentally contaminated facility, to spend an amount equal to at least two hundred fifty per cent of the true value in money of the real property of the facility prior to remediation as determined for the purposes of property taxation to establish, expand, renovate, or occupy the remediated facility, and to hire new employees or preserve employment opportunities for existing employees at the remediated facility, in return for one or more of the following incentives:
- (a) Exemption for a specified number of years, not to exceed 114 ten fifteen, of a specified portion, not to exceed fifty per cent, 115

147 contrary, the exemptions described in divisions (C)(1)(a), (b), 148 and (c), (C)(2)(a), (b), and (c), and (C)(3) of this section may 149 be for up to fifteen years if the board of education of the city, 150 local, or exempted village school district within the territory in 151 of which the property is or will be located approves a number of 152 years in excess of ten, but only if the project that is part of 153 the agreement includes a fixed asset investment of at least one 154 hundred million dollars or the director of development determines 155 there are extraordinary circumstances, and only if the project 156 involves the enrichment and commercialization of uranium or 157 uranium products or the research and development activities 158 related to that enrichment or commercialization.

(3) For the purpose of obtaining the approval of a city, 159 local, or exempted village school district under division (D)(1) 160 or (2) of this section, the legislative authority shall deliver to 161 the board of education a notice not later than forty-five days 162 prior to approving the agreement, excluding Saturdays, Sundays, 163 and legal holidays as defined in section 1.14 of the Revised Code. 164 The notice shall state the percentage to be exempted, an estimate 165 of the true value of the property to be exempted, and the number 166 of years the property is to be exempted. The board of education, 167 by resolution adopted by a majority of the board, shall approve or 168 disapprove the agreement and certify a copy of the resolution to 169 the legislative authority not later than fourteen days prior to 170 the date stipulated by the legislative authority as the date upon 171 which approval of the agreement is to be formally considered by 172 the legislative authority. The board of education may include in 173 the resolution conditions under which the board would approve the 174 agreement, including the execution of an agreement to compensate 175 the school district under division (B) of section 5709.82 of the 176 177 Revised Code. The legislative authority may approve the agreement at any time after the board of education certifies its resolution 178

| approving the agreement to the legislative authority, or, if the | 179 |
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| board approves the agreement conditionally, at any time after the | 180 |
| conditions are agreed to by the board and the legislative | 181 |
| authority. | 182 |

If a board of education has adopted a resolution waiving its 183 right to approve agreements and the resolution remains in effect, 184 approval of an agreement by the board is not required under this 185 division. If a board of education has adopted a resolution 186 allowing a legislative authority to deliver the notice required 187 under this division fewer than forty-five business days prior to 188 the legislative authority's approval of the agreement, the 189 legislative authority shall deliver the notice to the board not 190 later than the number of days prior to such approval as prescribed 191 by the board in its resolution. If a board of education adopts a 192 resolution waiving its right to approve agreements or shortening 193 the notification period, the board shall certify a copy of the 194 resolution to the legislative authority. If the board of education 195 rescinds such a resolution, it shall certify notice of the 196 rescission to the legislative authority. 197

- (4) The legislative authority shall comply with section 198 5709.83 of the Revised Code unless the board of education has 199 adopted a resolution under that section waiving its right to 200 receive such notice.
- (E) This division applies to zones certified by the director of development under this section prior to July 22, 1994.

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On or before October 15, 2009, the legislative authority that

designated a zone to which this division applies may enter into an

agreement with an enterprise if the legislative authority makes

the finding required under that division and determines finds that

the enterprise satisfies one of the criteria described in

divisions (E)(1) to (5) of this section:

| (1) The enterprise currently has no operations in this state | 210 |
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| and, subject to approval of the agreement, intends to establish | 211 |
| operations in the zone; | 212 |
| (2) The enterprise currently has operations in this state | 213 |
| and, subject to approval of the agreement, intends to establish | 214 |
| operations at a new location in the zone that would not result in | 215 |
| a reduction in the number of employee positions at any of the | 216 |
| enterprise's other locations in this state; | 217 |
| (3) The enterprise, subject to approval of the agreement, | 218 |
| intends to relocate operations, currently located in another | 219 |
| state, to the zone; | 220 |
| (4) The enterprise, subject to approval of the agreement, | 221 |
| intends to expand operations at an existing site in the zone that | 222 |
| the enterprise currently operates; | 223 |
| (5) The enterprise, subject to approval of the agreement, | 224 |
| intends to relocate operations, currently located in this state, | 225 |
| to the zone, and the director of development has issued a waiver | 226 |
| for the enterprise under division (B) of section 5709.633 of the | 227 |
| Revised Code. | 228 |
| The agreement shall require the enterprise to agree to | 229 |
| establish, expand, renovate, or occupy a facility in the zone and | 230 |
| hire new employees, or preserve employment opportunities for | 231 |
| existing employees, in return for one or more of the incentives | 232 |
| described in division (C) of this section. | 233 |
| (F) All agreements entered into under this section shall be | 234 |
| in the form prescribed under section 5709.631 of the Revised Code. | 235 |
| After an agreement is entered into under this division section, if | 236 |
| the legislative authority revokes its designation of a zone, or if | 237 |
| the director of development revokes $\frac{1}{2}$ zone's certification, | 238 |
| any entitlements granted under the agreement shall continue for | 239 |

the number of years specified in the agreement.

| (G) Except as otherwise provided in this division, an | 241 |
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| agreement entered into under this section shall require that the | 242 |
| enterprise pay an annual fee equal to the greater of one per cent | 243 |
| of the dollar value of incentives offered under the agreement or | 244 |
| five hundred dollars; provided, however, that if the value of the | 245 |
| incentives exceeds two hundred fifty thousand dollars, the fee | 246 |
| shall not exceed two thousand five hundred dollars. The fee shall | 247 |
| be payable to the legislative authority once per year for each | 248 |
| year the agreement is effective on the days and in the form | 249 |
| specified in the agreement. Fees paid shall be deposited in a | 250 |
| special fund created for such purpose by the legislative authority | 251 |
| and shall be used by the legislative authority exclusively for the | 252 |
| purpose of complying with section 5709.68 of the Revised Code and | 253 |
| by the tax incentive review council created under section 5709.85 | 254 |
| of the Revised Code exclusively for the purposes of performing the | 255 |
| duties prescribed under that section. The legislative authority | 256 |
| may waive or reduce the amount of the fee charged against an | 257 |
| enterprise, but such a waiver or reduction does not affect the | 258 |
| obligations of the legislative authority or the tax incentive | 259 |
| review council to comply with section 5709.68 or 5709.85 of the | 260 |
| Revised Code. | 261 |

(H) When an agreement is entered into pursuant to this 262 section, the legislative authority authorizing the agreement shall 263 forward a copy of the agreement to the director of development and 264 to the tax commissioner within fifteen days after the agreement is 265 entered into. If any agreement includes terms not provided for in 266 section 5709.631 of the Revised Code affecting the revenue of a 267 city, local, or exempted village school district or causing 268 revenue to be foregone by the district, including any compensation 269 to be paid to the school district pursuant to section 5709.82 of 270 the Revised Code, those terms also shall be forwarded in writing 271 to the director of development along with the copy of the 272

agreement forwarded under this division.

(I) After an agreement is entered into, the enterprise shall
file with each personal property tax return required to be filed,
or annual report required to be filed under section 5727.08 of the
Revised Code, while the agreement is in effect, an informational
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return, on a form prescribed by the tax commissioner for that
purpose, setting forth separately the property, and related costs
and values, exempted from taxation under the agreement.
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- (J) Enterprises may agree to give preference to residents of
 the zone within which the agreement applies relative to residents
 of this state who do not reside in the zone when hiring new
 employees under the agreement.
- (K) An agreement entered into under this section may include 285 a provision requiring the enterprise to create one or more 286 temporary internship positions for students enrolled in a course 287 of study at a school or other educational institution in the 288 vicinity, and to create a scholarship or provide another form of 289 educational financial assistance for students holding such a 290 position in exchange for the student's commitment to work for the 291 enterprise at the completion of the internship. 292
- (L) The tax commissioner's authority in determining the 293 accuracy of any exemption granted by an agreement entered into 294 under this section is limited to divisions (C)(1)(a) and (b), 295 (C)(2)(a), (b), and (c), (C)(3), (D), and (I) of this section and 296 divisions (B)(1) to (10) of section 5709.631 of the Revised Code 297 and, as authorized by law, to enforcing any modification to, or 298 revocation of, that agreement by the legislative authority of a 299 municipal corporation or the director of development. 300
- Sec. 5709.63. (A) With the consent of the legislative 301 authority of each affected municipal corporation or of a board of township trustees, a board of county commissioners may, in the 303

| manner set forth in section 5709.62 of the Revised Code, designate | 304 |
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| one or more areas in one or more municipal corporations or in | 305 |
| unincorporated areas of the county as proposed enterprise zones. A | 306 |
| board of county commissioners may designate no more than one area | 307 |
| within a township, or within adjacent townships, as a proposed | 308 |
| enterprise zone. The board shall petition the director of | 309 |
| development for certification of the area as having the | 310 |
| characteristics set forth in division (A)(1) or (2) of section | 311 |
| 5709.61 of the Revised Code as amended by Substitute Senate Bill | 312 |
| No. 19 of the 120th general assembly. Except as otherwise provided | 313 |
| in division (D) of this section, on and after July 1, 1994, boards | 314 |
| of county commissioners shall not enter into agreements under this | 315 |
| section unless the board has petitioned the director and the | 316 |
| director has certified the zone under this section as amended by | 317 |
| that act; however, all agreements entered into under this section | 318 |
| as it existed prior to July 1, 1994, and the incentives granted | 319 |
| under those agreements shall remain in effect for the period | 320 |
| agreed to under those agreements. The director shall make the | 321 |
| determination in the manner provided under section 5709.62 of the | 322 |
| Revised Code. Any | 323 |

Any enterprise wishing to enter into an agreement with the 324 board under division (B) or (D) of this section shall submit a 325 proposal to the board on the form and accompanied by the 326 application fee prescribed under division (B) of section 5709.62 327 of the Revised Code. The enterprise shall review and update the 328 estimates and listings required by the form in the manner required 329 under that division. The board may, on a separate form and at any 330 time, require any additional information necessary to determine 331 whether an enterprise is in compliance with an agreement and to 332 collect the information required to be reported under section 333 5709.68 of the Revised Code. 334

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(B) If the board of county commissioners finds that an

| As Introduced | |
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| enterprise submitting a proposal is qualified by financial | 336 |
| responsibility and business experience to create and preserve | 337 |
| employment opportunities in the zone and to improve the economic | 338 |
| climate of the municipal corporation or municipal corporations or | 339 |
| the unincorporated areas in which the zone is located and to which | 340 |
| the proposal applies, the board, on or before October 15, 2009, | 341 |
| and with the consent of the legislative authority of each affected | 342 |
| municipal corporation or of the board of township trustees may do | 343 |
| either of the following: | 344 |
| (1) Enter into an agreement with the enterprise under which | 345 |
| the enterprise agrees to establish, expand, renovate, or occupy a | 346 |
| facility in the zone and hire new employees, or preserve | 347 |
| employment opportunities for existing employees, in return for the | 348 |
| following incentives: | 349 |
| (a) When the facility is located in a municipal corporation, | 350 |
| the board may enter into an agreement for one or more of the | 351 |
| incentives provided in division (C) of section 5709.62 of the | 352 |
| Revised Code, subject to division (D) of that section; | 353 |

- (b) When the facility is located in an unincorporated area, 354 the board may enter into an agreement for one or more of the 355 following incentives: 356
- (i) Exemption for a specified number of years, not to exceed 357 ten fifteen, of a specified portion, up to sixty per cent, of the 358 assessed value of tangible personal property first used in 359 business at a project site as a result of the agreement. If an 360 exemption for inventory is specifically granted in the agreement 361 pursuant to this division, the exemption applies to inventory 362 required to be listed pursuant to sections 5711.15 and 5711.16 of 363 the Revised Code, except, in the instance of an expansion or other 364 situations in which an enterprise was in business at the facility 365 prior to the establishment of the zone, the inventory that is 366 exempt is that amount or value of inventory in excess of the 367

| amount or value of inventory required to be listed in the personal | 368 |
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| property tax return of the enterprise in the return for the tax | 369 |
| year in which the agreement is entered into. | 370 |
| (ii) Exemption for a specified number of years, not to exceed | 371 |
| ten <u>fifteen</u> , of a specified portion, up to sixty per cent, of the | 372 |
| increase in the assessed valuation of real property constituting | 373 |
| the project site subsequent to formal approval of the agreement by | 374 |
| the board; | 375 |
| (iii) Provision for a specified number of years, not to | 376 |
| exceed ten fifteen, of any optional services or assistance the | 377 |
| board is authorized to provide with regard to the project site; | 378 |
| (iv) The incentive described in division (C)(2) of section | 379 |
| 5709.62 of the Revised Code. | 380 |
| (2) Enter into an agreement with an enterprise that plans to | 381 |
| purchase and operate a large manufacturing facility that has | 382 |
| ceased operation or has announced its intention to cease | 383 |
| operation, in return for exemption for a specified number of | 384 |
| years, not to exceed ten <u>fifteen</u> , of a specified portion, up to | 385 |
| one hundred per cent, of tangible personal property used in | 386 |
| business at the project site as a result of the agreement, or of | 387 |
| real property constituting the project site, or both. | 388 |
| (C)(1)(a) Notwithstanding divisions $(B)(1)(b)(i)$ and (ii) of | 389 |
| this section, the portion of the assessed value of tangible | 390 |
| personal property or of the increase in the assessed valuation of | 391 |
| real property exempted from taxation under those divisions may | 392 |
| exceed sixty per cent in any year for which that portion is | 393 |
| exempted if the average percentage exempted for all years in which | 394 |
| the agreement is in effect does not exceed fifty per cent, or if | 395 |
| the board of education of the city, local, or exempted village | 396 |
| school district within the territory of which the property is or | 397 |

will be located approves a percentage in excess of sixty per cent.

| (b) Notwithstanding any provision of the Revised Code to the | 399 |
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| contrary, the exemptions described in divisions (B)(1)(b)(i), | 400 |
| (ii), (iii), and (iv) and (B)(2) of this section may be for up to | 401 |
| fifteen years if the board of education of the city, local, or | 402 |
| exempted village school district within the territory in of which | 403 |
| the property is or will be located approves a number of years in | 404 |
| excess of ten, but only if the project that is part of the | 405 |
| agreement includes a fixed asset investment of at least one | 406 |
| hundred million dollars or the director of development determines | 407 |
| there are extraordinary circumstances, and only if the project | 408 |
| involves the enrichment and commercialization of uranium or | 409 |
| uranium products or the research and development activities | 410 |
| related to that enrichment or commercialization. | 411 |
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(c) For the purpose of obtaining the approval of a city, 412 local, or exempted village school district under division 413 (C)(1)(a) or (b) of this section, the board of county 414 commissioners shall deliver to the board of education a notice not 415 later than forty-five days prior to approving the agreement, 416 excluding Saturdays, Sundays, and legal holidays as defined in 417 section 1.14 of the Revised Code. The notice shall state the 418 percentage to be exempted, an estimate of the true value of the 419 property to be exempted, and the number of years the property is 420 to be exempted. The board of education, by resolution adopted by a 421 majority of the board, shall approve or disapprove the agreement 422 and certify a copy of the resolution to the board of county 423 commissioners not later than fourteen days prior to the date 424 stipulated by the board of county commissioners as the date upon 425 which approval of the agreement is to be formally considered by 426 the board of county commissioners. The board of education may 427 include in the resolution conditions under which the board would 428 approve the agreement, including the execution of an agreement to 429 compensate the school district under division (B) of section 430

| 5709.82 of the Revised Code. The board of county commissioners may 43 | 31 |
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| approve the agreement at any time after the board of education 43 | 32 |
| certifies its resolution approving the agreement to the board of 43 | 33 |
| county commissioners, or, if the board of education approves the 43 | 34 |
| agreement conditionally, at any time after the conditions are 43 | 35 |
| agreed to by the board of education and the board of county 43 | 36 |
| commissioners. 43 | 37 |
| If a board of education has adopted a resolution waiving its 43 | 38 |

right to approve agreements and the resolution remains in effect, 439 approval of an agreement by the board of education is not required 440 under division (C) of this section. If a board of education has 441 adopted a resolution allowing a board of county commissioners to 442 deliver the notice required under this division fewer than 443 forty-five business days prior to approval of the agreement by the 444 board of county commissioners, the board of county commissioners 445 shall deliver the notice to the board of education not later than 446 the number of days prior to such approval as prescribed by the 447 board of education in its resolution. If a board of education 448 adopts a resolution waiving its right to approve agreements or 449 shortening the notification period, the board of education shall 450 certify a copy of the resolution to the board of county 451 commissioners. If the board of education rescinds such a 452 resolution, it shall certify notice of the rescission to the board 453 of county commissioners. 454

- (2) The board of county commissioners shall comply with 455 section 5709.83 of the Revised Code unless the board of education 456 has adopted a resolution under that section waiving its right to 457 receive such notice.
- (D) This division applies to zones certified by the director 459 of development under this section prior to July 22, 1994. 460

On or before October 15, 2009, and with the consent of the 461 legislative authority of each affected municipal corporation or 462

| board of township trustees of each affected township, the board of | 463 |
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| county commissioners that designated a zone to which this division | 464 |
| applies may enter into an agreement with an enterprise if the | 465 |
| board makes the finding required under that division and | 466 |
| determines <u>finds</u> that the enterprise satisfies one of the criteria | 467 |
| described in divisions (D)(1) to (5) of this section: | 468 |
| (1) The enterprise currently has no operations in this state | 469 |
| and, subject to approval of the agreement, intends to establish | 470 |
| operations in the zone; | 471 |
| (2) The enterprise currently has operations in this state | 472 |
| and, subject to approval of the agreement, intends to establish | 473 |
| operations at a new location in the zone that would not result in | 474 |
| a reduction in the number of employee positions at any of the | 475 |
| enterprise's other locations in this state; | 476 |
| (3) The enterprise, subject to approval of the agreement, | 477 |
| intends to relocate operations, currently located in another | 478 |
| state, to the zone; | 479 |
| (4) The enterprise, subject to approval of the agreement, | 480 |
| intends to expand operations at an existing site in the zone that | 481 |
| the enterprise currently operates; | 482 |
| (5) The enterprise, subject to approval of the agreement, | 483 |
| intends to relocate operations, currently located in this state, | 484 |
| to the zone, and the director of development has issued a waiver | 485 |
| for the enterprise under division (B) of section 5709.633 of the | 486 |
| Revised Code. | 487 |
| The agreement shall require the enterprise to agree to | 488 |
| establish, expand, renovate, or occupy a facility in the zone and | 489 |
| hire new employees, or preserve employment opportunities for | 490 |
| existing employees, in return for one or more of the incentives | 491 |
| described in division (B) of this section. | 492 |

(E) All agreements entered into under this section shall be

in the form prescribed under section 5709.631 of the Revised Code.

After an agreement under this section is entered into, if the

board of county commissioners revokes its designation of the a

zone, or if the director of development revokes the a zone's

certification, any entitlements granted under the agreement shall

continue for the number of years specified in the agreement.

- (F) Except as otherwise provided in this paragraph division, 500 an agreement entered into under this section shall require that 501 the enterprise pay an annual fee equal to the greater of one per 502 cent of the dollar value of incentives offered under the agreement 503 or five hundred dollars; provided, however, that if the value of 504 the incentives exceeds two hundred fifty thousand dollars, the fee 505 shall not exceed two thousand five hundred dollars. The fee shall 506 be payable to the board of county commissioners once per year for 507 each year the agreement is effective on the days and in the form 508 specified in the agreement. Fees paid shall be deposited in a 509 special fund created for such purpose by the board and shall be 510 used by the board exclusively for the purpose of complying with 511 section 5709.68 of the Revised Code and by the tax incentive 512 review council created under section 5709.85 of the Revised Code 513 exclusively for the purposes of performing the duties prescribed 514 under that section. The board may waive or reduce the amount of 515 the fee charged against an enterprise, but such waiver or 516 reduction does not affect the obligations of the board or the tax 517 incentive review council to comply with section 5709.68 or 5709.85 518 of the Revised Code, respectively. 519
- (G) With the approval of the legislative authority of a 520 municipal corporation or the board of township trustees of a 521 township in which a zone is designated under division (A) of this 522 section, the board of county commissioners may delegate to that 523 legislative authority or board any powers and duties of the board 524 of county commissioners to negotiate and administer agreements 525

with regard to that zone under this section.

(H) When an agreement is entered into pursuant to this 527 section, the legislative authority board of county commissioners 528 authorizing the agreement or the legislative authority or board of 529 township trustees that negotiates and administers the agreement 530 shall forward a copy of the agreement to the director of 531 development and to the tax commissioner within fifteen days after 532 the agreement is entered into. If any agreement includes terms not 533 provided for in section 5709.631 of the Revised Code affecting the 534 revenue of a city, local, or exempted village school district or 535 causing revenue to be foregone by the district, including any 536 compensation to be paid to the school district pursuant to section 537 5709.82 of the Revised Code, those terms also shall be forwarded 538 in writing to the director of development along with the copy of 539 the agreement forwarded under this division. 540

- (I) After an agreement is entered into, the enterprise shall 541 file with each personal property tax return required to be filed, 542 or annual report that is required to be filed under section 543 5727.08 of the Revised Code, while the agreement is in effect, an 544 informational return, on a form prescribed by the tax commissioner 545 for that purpose, setting forth separately the property, and 546 related costs and values, exempted from taxation under the 547 agreement. 548
- (J) Enterprises may agree to give preference to residents of the zone within which the agreement applies relative to residents of this state who do not reside in the zone when hiring new 551 employees under the agreement.
- (K) An agreement entered into under this section may include 553 a provision requiring the enterprise to create one or more 554 temporary internship positions for students enrolled in a course 555 of study at a school or other educational institution in the 556 vicinity, and to create a scholarship or provide another form of 557

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| educational financial assistance for students holding such a | 558 |
|---|-----|
| position in exchange for the student's commitment to work for the | 559 |
| enterprise at the completion of the internship. | 560 |

- (L) The tax commissioner's authority in determining the 561 accuracy of any exemption granted by an agreement entered into 562 under this section is limited to divisions (B)(1)(b)(i) and (ii), 563 (B)(2), (C), and (I) of this section, division (B)(1)(b)(iv) of 564 this section as it pertains to divisions (C)(2)(a), (b), and (c) 565 of section 5709.62 of the Revised Code, and divisions (B)(1) to 566 (10) of section 5709.631 of the Revised Code and, as authorized by 567 law, to enforcing any modification to, or revocation of, that 568 agreement by the board of county commissioners or the director of 569 development or, if the board's powers and duties are delegated 570 under division (G) of this section, by the legislative authority 571 of a municipal corporation or board of township trustees. 572
- Sec. 5709.631. Each agreement entered into under sections 573 5709.62, 5709.63, and 5709.632 of the Revised Code on or after 574 April 1, 1994, shall be in writing and shall include all of the 575 information and statements prescribed by this section. Agreements 576 may include terms not prescribed by this section, but such terms 577 shall in no way derogate from the information and statements 578 prescribed by this section.
 - (A) Each agreement shall include the following information: 580

- (1) The names of all parties to the agreement;
- (2) A description of the investments to be made by the 582 applicant enterprise or by another party at the facility whether 583 or not the investments are exempted from taxation, including 584 existing or new building size and cost thereof; the value of 585 machinery, equipment, furniture, and fixtures, including an 586 itemization of the value of machinery, equipment, furniture, and 587 fixtures used at another location in this state prior to the 588

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| agreement and relocated or to be relocated from that location to | 589 |
|--|-----|
| the facility and the value of machinery, equipment, furniture, and | 590 |
| fixtures at the facility prior to the execution of the agreement | 591 |
| that will not be exempted from taxation; the value of inventory at | 592 |
| the facility, including an itemization of the value of inventory | 593 |
| held at another location in this state prior to the agreement and | 594 |
| relocated or to be relocated from that location to the facility, | 595 |
| and the value of inventory held at the facility prior to the | 596 |
| execution of the agreement that will not be exempted from | 597 |
| taxation; | 598 |
| (3) The scheduled starting and completion dates of | 599 |
| investments made in building, machinery, equipment, furniture, | 600 |
| fixtures, and inventory; | 601 |
| (4) Estimates of the number of employee positions to be | 602 |
| created each year of the agreement and of the number of employee | 603 |
| positions retained by the applicant enterprise due to the project, | 604 |
| itemized as to the number of full-time, part-time, permanent, and | 605 |
| temporary positions; | 606 |
| (5) Estimates of the dollar amount of payroll attributable to | 607 |
| the positions set forth in division (A)(4) of this section, | 608 |
| similarly itemized; | 609 |
| (6) The number of employee positions, if any, at the project | 610 |
| site and at any other location in the state at the time the | 611 |
| agreement is executed, itemized as to the number of full-time, | 612 |
| part-time, permanent, and temporary positions. | 613 |
| (B) Each agreement shall set forth the following information | 614 |
| and incorporate the following statements: | 615 |
| (1) A description of real property to be exempted from | 616 |
| taxation under the agreement, the percentage of the assessed | 617 |
| valuation of the real property exempted from taxation, and the | 618 |

period for which the exemption is granted, accompanied by the

| statement: "The exemption commences the first year for which the | 620 |
|--|-----|
| real property would first be taxable were that property not | 621 |
| exempted from taxation. No exemption shall commence after | 622 |
| (insert date) nor extend beyond (insert | 623 |
| date)." The tax commissioner shall adopt rules prescribing the | 624 |
| form the description of such property shall assume to ensure that | 625 |
| the property to be exempted from taxation under the agreement is | 626 |
| distinguishable from property that is not to be exempted under | 627 |
| that agreement. | 628 |
| (2) A description of tangible personal property to be | 629 |
| exempted from taxation under the agreement, the percentage of the | 630 |
| assessed value of the tangible personal property exempted from | 631 |
| taxation, and the period for which the exemption is granted, | 632 |
| accompanied by the statement: "The minimum investment for tangible | 633 |
| personal property to qualify for the exemption is \$ | 634 |
| (insert dollar amount) to purchase machinery and equipment first | 635 |
| used in business at the facility as a result of the project, | 636 |
| \$ (insert dollar amount) for furniture and fixtures and | 637 |
| other noninventory personal property first used in business at the | 638 |
| facility as a result of the project, and \$ (insert | 639 |
| dollar amount) for new inventory. The maximum investment for | 640 |
| tangible personal property to qualify for the exemption is | 641 |
| \$ (insert dollar amount) to purchase machinery and | 642 |
| equipment first used in business at the facility as a result of | 643 |
| the project, \$ (insert dollar amount) for furniture and | 644 |
| fixtures and other noninventory personal property first used in | 645 |
| business at the facility as a result of the project, and | 646 |
| \$ (insert dollar amount) for new inventory. The | 647 |
| exemption commences the first year for which the tangible personal | 648 |
| property would first be taxable were that property not exempted | 649 |
| from taxation. No exemption shall commence after tax return year | 650 |
| (insert year) nor extend beyond tax return year | 651 |
| (insert year). In no instance shall any tangible | 652 |

| personal property be exempted from taxation for more than ten | 653 |
|--|-----|
| return years unless the project that is part of the agreement | 654 |
| involves the enrichment and commercialization of uranium or | 655 |
| uranium products or the research and development activities | 656 |
| related to that enrichment or commercialization, under division | 657 |
| (D)(2) of section 5709.62 or under division (C)(1)(b) of section | 658 |
| 5709.63 of the Revised Code, the board of education approves | 659 |
| exemption for a number of years in excess of ten, in which case | 660 |
| the tangible personal property may be exempted from taxation for | 661 |
| up to <u>that number of years, not to exceed</u> fifteen return years." | 662 |
| No exemption shall be allowed for any type of tangible personal | 663 |
| property if the total investment is less than the minimum dollar | 664 |
| amount specified for that type of property. If, for a type of | 665 |
| tangible personal property, there are no minimum or maximum | 666 |
| investment dollar amounts specified in the statement or the dollar | 667 |
| amounts are designated in the statement as not applicable, the | 668 |
| exemption shall apply to the total cost of that type of tangible | 669 |
| personal property first used in business at the facility as a | 670 |
| result of the project. The tax commissioner shall adopt rules | 671 |
| prescribing the form the description of such property shall assume | 672 |
| to ensure that the property to be exempted from taxation under the | 673 |
| agreement is distinguishable from property that is not to be | 674 |
| exempted under that agreement. | 675 |
| | |

(3) "..... (insert name of enterprise) shall pay such 676 real and tangible personal property taxes as are not exempted 677 under this agreement and are charged against such property and 678 shall file all tax reports and returns as required by law. If 679 (insert name of enterprise) fails to pay such taxes or 680 file such returns and reports, all incentives granted under this 681 agreement are rescinded beginning with the year for which such 682 taxes are charged or such reports or returns are required to be 683 filed and thereafter." 684

| (4) " (insert name of enterprise) hereby certifies | 685 |
|--|-----|
| that at the time this agreement is executed, (insert | 686 |
| name of enterprise) does not owe any delinquent real or tangible | 687 |
| personal property taxes to any taxing authority of the State of | 688 |
| Ohio, and does not owe delinquent taxes for which | 689 |
| (insert name of enterprise) is liable under Chapter 5727., 5733., | 690 |
| 5735., 5739., 5741., 5743., 5747., or 5753. of the Revised Code, | 691 |
| or, if such delinquent taxes are owed, (insert name of | 692 |
| enterprise) currently is paying the delinquent taxes pursuant to a | 693 |
| delinquent tax contract enforceable by the State of Ohio or an | 694 |
| agent or instrumentality thereof, has filed a petition in | 695 |
| bankruptcy under 11 U.S.C.A. 101, et seq., or such a petition has | 696 |
| been filed against (insert name of enterprise). For the | 697 |
| purposes of the certification, delinquent taxes are taxes that | 698 |
| remain unpaid on the latest day prescribed for payment without | 699 |
| penalty under the chapter of the Revised Code governing payment of | 700 |
| those taxes." | 701 |
| (5) " (insert name of municipal corporation or | 702 |
| county) shall perform such acts as are reasonably necessary or | 703 |
| appropriate to effect, claim, reserve, and maintain exemptions | 704 |
| from taxation granted under this agreement including, without | 705 |
| limitation, joining in the execution of all documentation and | 706 |
| providing any necessary certificates required in connection with | 707 |
| such exemptions." | 708 |
| (6) "If for any reason the enterprise zone designation | 709 |
| expires, the Director of the Ohio Department of Development | 710 |
| revokes certification of the zone, or (insert name of | 711 |

municipal corporation or county) revokes the designation of the

the number of years specified under this agreement, unless

zone, entitlements granted under this agreement shall continue for

..... (insert name of enterprise) materially fails to fulfill

its obligations under this agreement and \ldots (insert name

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| of municipal corporation or county) terminates or modifies the | 717 |
|--|-----|
| exemptions from taxation granted under this agreement." | 718 |
| (7) "If (insert name of enterprise) materially | 719 |
| fails to fulfill its obligations under this agreement, or if | 720 |
| (insert name of municipal corporation or county) | 721 |
| determines that the certification as to delinquent taxes required | 722 |
| by this agreement is fraudulent, (insert name of | 723 |
| municipal corporation or county) may terminate or modify the | 724 |
| exemptions from taxation granted under this agreement." | 725 |
| (8) " (insert name of enterprise) shall provide to | 726 |
| the proper tax incentive review council any information reasonably | 727 |
| required by the council to evaluate the enterprise's compliance | 728 |
| with the agreement, including returns or annual reports filed | 729 |
| pursuant to section 5711.02 or 5727.08 of the Ohio Revised Code if | 730 |
| requested by the council." | 731 |
| (9) " (insert name of enterprise) and | 732 |
| (insert name of municipal corporation or county) acknowledge that | 733 |
| this agreement must be approved by formal action of the | 734 |
| legislative authority of (insert name of municipal | 735 |
| corporation or county) as a condition for the agreement to take | 736 |
| effect. This agreement takes effect upon such approval." | 737 |
| (10) "This agreement is not transferable or assignable | 738 |
| without the express, written approval of (insert name | 739 |
| of municipal corporation or county)." | 740 |
| (11) "Exemptions from taxation granted under this agreement | 741 |
| shall be revoked if it is determined that (insert | 742 |
| name of enterprise), any successor enterprise, or any related | 743 |
| member (as those terms are defined in section 5709.61 of the Ohio | 744 |
| Revised Code) has violated the prohibition against entering into | 745 |
| this agreement under division (E) of section 3735.671 or section | 746 |
| 5709.62, 5709.63, or 5709.632 of the Ohio Revised Code prior to | 747 |

| the time prescribed by that division or either of those sections." | 748 |
|--|-----|
| The statement described in division (B)(7) of this section | 749 |
| may include the following statement, appended at the end of the | 750 |
| statement: "and may require the repayment of the amount of taxes | 751 |
| that would have been payable had the property not been exempted | 752 |
| from taxation under this agreement." | 753 |
| (C) If the director of development had to issue a waiver | 754 |
| under section 5709.633 of the Revised Code as a condition for the | 755 |
| agreement to be executed, the agreement shall include the | 756 |
| following statement: | 757 |
| "Continuation of this agreement is subject to the validity of | 758 |
| the circumstance upon which (insert name of enterprise) | 759 |
| applied for, and the Director of the Ohio Department of | 760 |
| Development issued, the waiver pursuant to section 5709.633 of the | 761 |
| Ohio Revised Code. If, after formal approval of this agreement by | 762 |
| (insert name of municipal corporation or county), the | 763 |
| Director or (insert name of municipal corporation or | 764 |
| county) discovers that such a circumstance did not exist, | 765 |
| (insert name of enterprise) shall be deemed to have | 766 |
| materially failed to comply with this agreement." | 767 |
| If the director issued a waiver on the basis of the | 768 |
| circumstance described in division (B)(3) of section 5709.633 of | 769 |
| the Ohio Revised Code, the conditions enumerated in divisions | 770 |
| (B)(3)(a)(i) and (ii) or divisions $(B)(3)(b)(i)$ and (ii) of that | 771 |
| section shall be incorporated in the information described in | 772 |
| divisions $(A)(2)$, (3) , and (4) of this section. | 773 |
| Section 2. That existing sections 5709.62, 5709.63, and | 774 |
| 5709.631 of the Revised Code are hereby repealed. | 775 |
| Section 3. That Sections 38 and 38.20 of Am. Sub. H.B. 95 of | 776 |
| | |

the 125th General Assembly be amended to read as follows:

| | Sec. 38 | • DEV DEPARTMENT OF DEVI | ELO | PMENT | | 778 |
|------|-----------|--------------------------|-----|------------|------------------|-----|
| Gene | eral Reve | nue Fund | | | | 779 |
| GRF | 195-321 | Operating Expenses | \$ | 2,695,236 | \$ 3,020,115 | 780 |
| GRF | 195-401 | Thomas Edison Program | \$ | 16,634,934 | \$ 16,334,934 | 781 |
| GRF | 195-404 | Small Business | \$ | 1,740,722 | \$ 1,740,722 | 782 |
| | | Development | | | | |
| GRF | 195-405 | Minority Business | \$ | 1,620,755 | \$ 1,669,378 | 783 |
| | | Development Division | | | | |
| GRF | 195-407 | Travel and Tourism | \$ | 6,049,345 | \$ 7,049,345 | 784 |
| GRF | 195-410 | Defense Conversion | \$ | 1,500,000 | \$ 0 | 785 |
| | | Assistance | | | | |
| GRF | 195-412 | Business Development | \$ | 8,905,530 | \$ 8,905,530 | 786 |
| | | Grants | | | | |
| GRF | 195-414 | First Frontier Match | \$ | 389,987 | \$ 389,987 | 787 |
| GRF | 195-415 | Economic Development | \$ | 5,594,975 | \$ 5,594,975 | 788 |
| | | Division and Regional | | | | |
| | | Offices | | | | |
| GRF | 195-416 | Governor's Office of | \$ | 4,372,324 | \$ 4,372,324 | 789 |
| | | Appalachia | | | | |
| GRF | 195-417 | Urban/Rural Initiative | \$ | 589,390 | \$ 589,390 | 790 |
| GRF | 195-422 | Third Frontier Action | \$ | 16,790,000 | \$ 16,790,000 | 791 |
| | | Fund | | | | |
| GRF | 195-426 | Clean Ohio | \$ | 518,730 | \$ 518,730 | 792 |
| | | Administration | | | | |
| GRF | 195-432 | International Trade | \$ | 4,492,713 | \$ 4,492,713 | 793 |
| GRF | 195-434 | Investment in Training | \$ | 12,227,500 | \$ 12,227,500 | 794 |
| | | Grants | | | | |
| GRF | 195-436 | Labor/Management | \$ | 811,869 | \$ 811,869 | 795 |
| | | Cooperation | | | | |
| GRF | 195-497 | CDBG Operating Match | \$ | 1,107,400 | \$ 1,107,400 | 796 |
| GRF | 195-498 | State Energy Match | \$ | 100,000 | \$ 100,000 | 797 |
| GRF | 195-501 | Appalachian Local | \$ | 380,080 | \$ 380,080 | 798 |

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| | Development Districts | | | |
|--------------|------------------------|-------------------|-------------------|-----|
| GRF 195-502 | Appalachian Regional | \$ 238,274 | \$ 246,803 | 799 |
| | Commission Dues | | | |
| GRF 195-507 | Travel and Tourism | \$ 1,025,000 | \$ 1,025,000 | 800 |
| | Grants | | | |
| GRF 195-515 | Economic Development | \$ 10,000,000 | \$ 10,000,000 | 801 |
| | Contingency | | | |
| GRF 195-516 | Shovel Ready Sites | \$ 2,500,000 | \$ 2,500,000 | 802 |
| GRF 195-905 | Third Frontier | \$ 0 | \$ 7,360,000 | 803 |
| | Research & | | | |
| | Commercialization | | | |
| | General Obligation | | | |
| | Debt Service | | | |
| TOTAL GRF Ge | neral Revenue Fund | \$ 100,284,764 | \$ 107,226,795 | 804 |
| General Serv | rices Fund Group | | | 805 |
| 135 195-605 | Supportive Services | \$ 7,417,068 | \$ 7,539,686 | 806 |
| 136 195-621 | International Trade | \$ 24,915 | \$ 24,915 | 807 |
| 685 195-636 | General Reimbursements | \$ 1,316,012 | \$ 1,232,530 | 808 |
| TOTAL GSF Ge | neral Services Fund | | | 809 |
| Group | | \$ 8,757,995 | \$ 8,797,131 | 810 |
| Federal Spec | ial Revenue Fund Group | | | 811 |
| 3K8 195-613 | Community Development | \$ 65,000,000 | \$ 65,000,000 | 812 |
| | Block Grant | | | |
| 3K9 195-611 | Home Energy Assistance | \$ 85,036,000 | \$ 85,036,000 | 813 |
| | Block Grant | | | |
| 3K9 195-614 | HEAP Weatherization | \$ 16,219,479 | \$ 16,219,479 | 814 |
| 3L0 195-612 | Community Services | \$ 25,235,000 | \$ 25,235,000 | 815 |
| | Block Grant | | | |
| 3V1 195-601 | HOME Program | \$ 40,000,000 | \$ 40,000,000 | 816 |
| 308 195-602 | Appalachian Regional | \$ 350,200 | \$ 350,200 | 817 |
| | Commission | | | |
| 308 195-603 | Housing and Urban | \$ 5,000,000 | \$ 5,000,000 | 818 |
| | | | | |

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| | | Darralanment | | | | | |
|------|-----------|------------------------|------------|-------------|------------|-------------|------|
| 200 | 105 605 | Development | ب ے | 15 200 240 | ب ے | 15 200 240 | 819 |
| | | Federal Projects | \$ | 15,300,248 | | | |
| 308 | 195-609 | Small Business | \$ | 4,196,381 | Ş | 4,296,381 | 820 |
| 200 | 105 610 | Administration | ٠, | 2 205 650 | | 2 200 650 | 0.01 |
| | | Energy Federal Grants | \$ | 3,397,659 | - | 3,397,659 | 821 |
| 335 | | Oil Overcharge | \$ | 8,500,000 | · | 8,500,000 | 822 |
| 380 | 195-622 | Housing Development | \$ | 5,606,080 | \$ | 5,667,627 | 823 |
| | | Operating | | | | | |
| TOT | AL FED Fe | deral Special Revenue | | | | | 824 |
| Fund | d Group | | \$ | 273,841,047 | \$ | 274,002,594 | 825 |
| Sta | te Specia | l Revenue Fund Group | | | | | 826 |
| 4F2 | 195-639 | State Special Projects | \$ | 540,183 | \$ | 290,183 | 827 |
| 4H4 | 195-641 | First Frontier | \$ | 500,000 | \$ | 500,000 | 828 |
| 4S0 | 195-630 | Enterprise Zone | \$ | 211,900 | \$ | 211,900 | 829 |
| | | Operating | | | | | |
| 4S1 | 195-634 | Job Creation Tax | \$ | 375,800 | \$ | 375,800 | 830 |
| | | Credit Operating | | | | | |
| 4W1 | 195-646 | Minority Business | \$ | 2,580,597 | \$ | 2,580,597 | 831 |
| | | Enterprise Loan | | | | | |
| 444 | 195-607 | Water and Sewer | \$ | 523,775 | \$ | 523,775 | 832 |
| | | Commission Loans | | | | | |
| 445 | 195-617 | Housing Finance | \$ | 5,040,843 | \$ | 4,983,738 | 833 |
| | | Operating | | | | | |
| 450 | 195-624 | Minority Business | \$ | 13,563 | \$ | 13,563 | 834 |
| | | Bonding Program | | | | | |
| | | Administration | | | | | |
| 451 | 195-625 | Economic Development | \$ | 2,358,310 | \$ | 2,358,310 | 835 |
| | | Financing Operating | | | | | |
| 5M4 | 195-659 | Universal Service | \$ | 170,000,000 | \$ | 170,000,000 | 836 |
| 5M5 | 195-660 | Energy Efficiency | \$ | 12,000,000 | \$ | 12,000,000 | 837 |
| | | Revolving Loan | | | | | |
| 611 | 195-631 | Water and Sewer | \$ | 15,713 | \$ | 15,713 | 838 |
| | | Administration | | | | | |

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|--------------------------------|------------------------------|-----------|-------------|-----------|-------------|---------|
| 617 195-654 | Volume Cap | \$ | 200,000 | \$ | 200,000 | 839 |
| | Administration | | | | | |
| 646 195-638 | Low and Moderate | \$ | 40,000,000 | \$ | 40,000,000 | 840 |
| | Income Housing Trust | | | | | |
| | Fund | | | | | |
| TOTAL SSR St | ate Special Revenue | | | | | 841 |
| Fund Group | | \$ | 234,360,684 | \$ | 234,053,579 | 842 |
| Facilities E | Stablishment Fund Group | | | | | 843 |
| 009 195-664 | Innovation Ohio | \$ | 50,000,000 | \$ | 55,000,000 | 844 |
| 037 195-615 | Facilities | \$ | 63,931,149 | \$ | 63,931,149 | 845 |
| | Establishment | | | | | |
| 4Z6 195-647 | Rural Industrial Park | \$ | 5,000,000 | \$ | 5,000,000 | 846 |
| | Loan | | | | | |
| 5D2 195-650 | Urban Redevelopment | \$ | 10,475,000 | \$ | 10,475,000 | 847 |
| | Loans | | | | | |
| 5Н1 195-652 | Family Farm Loan | \$ | 1,500,000 | \$ | 1,500,000 | 848 |
| | Guarantee | | | | | |
| 5S8 195-627 | Rural Development | \$ | 5,000,000 | \$ | 5,000,000 | 849 |
| | Initiative | | | | | |
| 5S9 195-628 | Capital Access Loan | \$ | 3,000,000 | \$ | 3,000,000 | 850 |
| | Program | | | | | |
| TOTAL 037 Facilities | | | | | | 851 |
| Establishmen | t Fund Group | \$ | 138,906,149 | \$ | 143,906,149 | 852 |
| Clean Ohio R | Revitalization Fund | | | | | 853 |
| 003 195-663 | Clean Ohio Operating | \$ | 150,000 | \$ | 150,000 | 854 |
| TOTAL 003 Cl | ean Ohio Revitalization | \$ | 150,000 | \$ | 150,000 | 855 |
| Fund | | | | | | |
| Job Developm | <u>nent Initiatives Fund</u> | | | | | 856 |
| <u>5AD</u> <u>195-667</u> | Investment in Training | <u>\$</u> | <u>0</u> | \$ | 12,800,000 | 857 |
| | <u>Expansion</u> | | | | | |
| <u>5AD</u> <u>195-668</u> | <u>Worker Guarantee</u> | <u>\$</u> | <u>0</u> | <u>\$</u> | 3,000,000 | 858 |
| | Program | | | | | |

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|--|-----|--|--|--|
| by the Director of Development, to provide services under the | 888 | | | |
| program. | 889 | | | |
| State matching funds totaling one-third of a project's cost | 890 | | | |
| shall be provided for each approved project when an employer and | 891 | | | |
| any local workforce development service provider, in conjunction | 892 | | | |
| with the local community, contracts with the Department of | 893 | | | |
| Development to provide services under the program. The employer | 894 | | | |
| and the local community each shall provide matching funds totaling | 895 | | | |
| one-third of a project's cost, and each portion of the matching | 896 | | | |
| funds shall be equal to state funding, which also shall be | 897 | | | |
| one-third of a project's cost. | 898 | | | |
| The state shall count in-kind contributions when determining | 899 | | | |
| a contribution from entities associated with the local community. | 900 | | | |
| The Director of Development, in accordance with Chapter 119. | 901 | | | |
| of the Revised Code, shall adopt, and may amend or rescind, rules | 902 | | | |
| the Director finds necessary for the implementation and successful | 903 | | | |
| operation of the Worker Guarantee Program. | 904 | | | |
| WRIGHT OPERATING GRANTS | 905 | | | |
| The foregoing appropriation item 195-669, Wright Operating | 906 | | | |
| Grants, shall be used to provide support to the | 907 | | | |
| nonbioscience-oriented Wright Centers and Wright Capital Projects | 908 | | | |
| funded by the Board of Regents appropriation item CAP-068, Third | 909 | | | |
| Frontier, created by H.B. 675 of the 124th General Assembly. | 910 | | | |
| Funding shall be awarded based on criteria established by the | 911 | | | |
| Department of Development consistent with the intent of the | 912 | | | |
| program. Prior to release of funds from appropriation item | 913 | | | |
| 195-669, Wright Operating Grants, each grant award shall have been | 914 | | | |
| recommended for funding by the Third Frontier Commission and shall | 915 | | | |
| have obtained approval from the Controlling Board. | 916 | | | |
| Section 4. That existing Sections 38 and 38.20 of Am. Sub. | 917 | | | |

| H.B. | 95 | of | the | 125th | General | Assembly | are | hereby | repealed. |
|------|----|----|-----|-------|---------|----------|-----|--------|-----------|
| | | | | | | | | | |

Section 5. Notwithstanding division (A) of section 169.05 of 919 the Revised Code, upon the request of the Director of Budget and 920 Management, the Director of Commerce, prior to June 30, 2005, 921 shall transfer to the Job Development Initiatives Fund (Fund 5AD) 922 up to \$25,800,000 of the unclaimed funds that have been reported 923 by the holders of unclaimed funds as provided by section 169.05 of 924 the Revised Code, irrespective of the allocation of the unclaimed 925 funds under that section. 926

Section 6. Sections 5709.62, 5709.63, and 5709.631 of the 927 Revised Code, as amended by this act, and the items of law of 928 which such sections as amended by this act are composed, are 929 subject to the referendum. Therefore, under Ohio Constitution, 930 Article II, Section 1c and section 1.471 of the Revised Code, such 931 sections as amended by this act, and the items of law of which 932 such sections as amended by this act are composed, take effect on 933 the ninety-first day after this act is filed with the Secretary of 934 State. If, however, a referendum petition is filed against any 935 such section as amended by this act, or against any item of law of 936 which any such section as amended by this act is composed, the 937 section as amended by this act, or item of law, unless rejected at 938 the referendum, takes effect at the earliest time permitted by 939 940 law.

Section 7. The uncodified sections of law amended or enacted
in this act, and the items of law of which the uncodified sections
of law amended or enacted in this act are composed, are not
subject to the referendum. Therefore, under Ohio Constitution,
Article II, Section 1d and section 1.471 of the Revised Code, the
uncodified sections of law amended or enacted in this act, and the
items of law of which the uncodified sections of law amended or

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