As Reported by the Senate Ways and Means and Economic Development Committee

127th General Assembly Regular Session 2007-2008

Sub. S. B. No. 24

Senator Carey

Cosponsors: Senators Niehaus, Grendell, Spada, Harris, Padgett, Mumper, Buehrer, Schaffer, Clancy, Roberts, Miller, D., Kearney

A BILL

То	amend sections 122.086, 122.087, 122.089,	1
	122.0810, 122.0812, 122.0814, 122.0817, 122.0819,	2
	and 122.951 of the Revised Code to require the	3
	Director of Development to adopt rules regarding	4
	the annual competitive process for the Job Ready	5
	Site Program and to increase the maximum grant	6
	amount that may be awarded under the Industrial	7
	Site Improvement Fund.	8

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

Section 1. That sections 122.086, 122.087, 122.089, 122.0810,	9
122.0812, 122.0814, 122.0817, 122.0819, and 122.951 of the Revised	10
Code be amended to read as follows:	11
Sec. 122.086. (A) There is hereby created the job ready site	12
program to provide grants to pay for allowable costs of eligible	13
applicants for eligible projects. The program shall be	
administered by the department of development pursuant to	
guidelines established for it by the director of development. All	16
grants shall be awarded through one of the following two	17

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processes:	18
$\frac{(A)(1)}{(1)}$ The annual competitive process under sections 122.087	19
to 122.0811 and, 122.0814, and 122.0815 of the Revised Code;	20
$\frac{(B)(2)}{(B)}$ The discretionary process under sections 122.0812,	21
122.0813, and 122.0814 to 122.0815 of the Revised Code.	22
(B) The annual competitive process shall be administered by	23
the department of development pursuant to rules adopted by the	24
director of development under Chapter 119. of the Revised Code.	25
The rules shall not establish criteria that have the effect of	26
excluding applications for grants from any county of the state.	27
(C) The discretionary process shall be administered by the	28
department of development pursuant to quidelines established by	29
the director of development.	30
Sec. 122.087. The director of development shall establish an	31
annual competitive process for making grants described in section	32
122.086 of the Revised Code in accordance with rules adopted under	33
that section. At least two-thirds of the amounts that may be	34
distributed as grants each year under the job ready site program	35
shall be distributed under the annual competitive process.	36
Sec. 122.089. An eligible applicant shall provide all of the	37
following on the annual competitive process application:	38
(A) Contact information for the eligible applicant;	39
(B) A legal description of the property for which the grant	40
is requested;	41
(C) A summary of the proposed eligible project that includes	42
all of the following:	43
(1) A general description of the eligible project, including	44
individuals, organizations, or other entities that will play a	45

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critical role in the implementation of the project;	46
(2) An explanation of the need for the eligible project, and	47
the predicted economic impact;	48
(3) An explanation of the need for a grant from the job ready	49 50
site program;	
(4) The commitments required pursuant to division (A)(3) of section 122.0815 of the Revised Code.	51 52
(D) A detailed summary of costs for the eligible project,	53
including supporting documents for cost estimates;	54
(E) Sources of funding for the eligible project, including	55
documentation verifying the status of those funds;	56
(F) Summary results of preliminary engineering studies and	57
environmental reviews, if any have been conducted;	58
(G) A comprehensive marketing plan detailing how the eligible	59
project will be marketed upon completion, if appropriate;	60
(H) Copies of resolutions or ordinances related to the	61
eligible project, including resolutions or ordinances adopted by	62
the political subdivision with jurisdiction over the geographic	63
area in which the eligible project is located;	64
(I) Any other information the director of development	65
requests on the application form.	66
Sec. 122.0810. (A) Each application for a grant pursuant to	67
the annual competitive process received by a district public works	68
integrating committee shall be evaluated by the executive	69
committee of the district committee. In conducting the evaluation,	70
the executive committee shall determine whether the application	71
for the proposed eligible project is complete and whether the	72
project meets the requirements of section 122.0815 of the Revised	73
Code. If the application is complete and the eligible project	74

meets the requirements of section 122.0815 of the Revised Code, the executive committee shall prioritize the eligible project pursuant to section 122.0816 of the Revised Code and pursuant to local priorities, as those priorities are determined by the executive committee, with all other eligible projects with complete applications that meet the requirements of section 122.0815 of the Revised Code. If the application is incomplete or the project does not meet the requirements of section 122.0815 of the Revised Code, the executive committee shall notify the applicant of the deficiencies and the period of time the applicant has to correct the deficiencies and submit the corrections to the executive committee. Failure to correct deficiencies within the time designated by the executive committee shall disqualify the project from consideration for a grant during the annual competitive process for that year.

The executive committee, by the affirmative vote of a majority of all its members, shall select up to three eligible projects from the projects it has prioritized each year pursuant to the annual competitive process. The executive committee shall forward the applications and any accompanying information for each of the selected eligible projects to the department of development in the time and manner required by the <u>guidelines rules</u> governing the annual competitive process for the job ready site program.

- (B) For a district public works integrating committee that 98 does not have an executive committee, the full committee shall 99 perform the functions assigned to the executive committee under 100 section 122.0816 of the Revised Code and division (A) of this 101 section.
- (C) An executive committee, or a district committee that does 103 not have an executive committee, may appoint a working group of 104 committee members and staff to perform the functions of those 105

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committees as provided in this section.	106
Sec. 122.0812. The director of development shall establish a	107
discretionary process that permits the director to make grants	108
described in section 122.086 of the Revised Code in situations	109
that include those in which the timing of a proposed eligible	110
project is such that the annual competitive process is not	111
suitable. The director, as part of the guidelines established for	112
the discretionary process for the job ready site program, shall	113
establish all the procedures and requirements governing	114
application for the discretionary grants.	115
Sec. 122.0814. If the controlling board approves a grant for	116
an eligible project pursuant to the annual competitive process or	117
the discretionary process, the director of development shall enter	118
into an agreement with the eligible applicant to provide the grant	119
for the project. The agreement shall be executed prior to the	120
payment or disbursement of any funds under the grant and shall	121
contain the following provisions:	122
(A) A designation of a single officer or employee of the	123
eligible applicant who will serve as the manager of the eligible	124
project;	125
(B) A detailed description of the scope of the work required	126
under the eligible project, including anticipated sources and uses	127
of funds;	128
(C) A designation of the percentage of the estimated total	129
cost of the project for which the grant will provide funding,	130
which shall not exceed seventy-five per cent of the cost;	131
(D) Provisions for the recovery by the department $\underline{\text{of}}$	132
<u>development</u> of grant funds for failure to meet the terms of the	133
agreement;	134
(E) A requirement that annual reports be made by the eligible	135

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applicant on the progress of the eligible project and any other	136
information about the status of the project as required by the	137
guidelines and rules established for the job ready site program;	138
(F) Any other provisions the director determines necessary.	139
Sec. 122.0817. In accordance with the guidelines established	140
to govern the discretionary process and the rules adopted to	141
govern the annual competitive process for the job ready site	142
program, the director of development shall publish an annual	143
report that includes the following:	144
(A) Details on each grant awarded pursuant to the program;	145
(B) The status of projects funded in previous years;	146
(C) The amount of grants awarded for projects in economically	147
distressed areas and, to the extent possible, the impact of those	148
grants in those areas.	149
Sec. 122.0819. The guidelines established rules adopted to	150
govern the annual competitive process for the job ready site	151
program may provide for recovery of the costs, or a portion	152
thereof, incurred by district public works integrating committees	153
and executive committees in conducting their duties under the	154
program.	155
Sec. 122.951. (A) If the director of development determines	156
that a grant from the industrial site improvement fund may create	157
new jobs or preserve existing jobs and employment opportunities in	158
an eligible county, the director may grant up to <u>five</u> <u>seven</u>	159
hundred <u>fifty</u> thousand dollars from the fund to the eligible	160
county for the purpose of acquiring commercial or industrial land	161
or buildings and making improvements to commercial or industrial	162
areas within the eligible county, including, but not limited to:	163
(1) Expanding, remodeling, renovating, and modernizing	164

buildings, structures, and other improvements; 165

- (2) Remediating environmentally contaminated property on 166 which hazardous substances exist under conditions that have caused 167 or would cause the property to be identified as contaminated by 168 the Ohio or United States environmental protection agency; and 169
- (3) Infrastructure improvements, including, but not limited 170 to, site preparation, including building demolition and removal; 171 streets, roads, bridges, and traffic control devices; parking lots 172 and facilities; water and sewer lines and treatment plants; gas, 173 electric, and telecommunications, including broadband, hook-ups; 174 and water and railway access improvements. 175

A grant awarded under this section shall provide not more 176 than seventy-five per cent of the estimated total cost of the 177 project for which an application is submitted under this section. 178 In addition, not more than ten per cent of the amount of the grant 179 shall be used to pay the costs of professional services related to 180 the project.

- (B) An eligible county may apply to the director for a grant 182 under this section in the form and manner prescribed by the 183 director. The eligible county shall include on the application all 184 information required by the director. The application shall 185 require the eligible county to provide a detailed description of 186 how the eligible county would use a grant to improve commercial or 187 industrial areas within the eligible county, and to specify how a 188 grant will lead to the creation of new jobs or the preservation of 189 existing jobs and employment opportunities in the eligible county. 190 The eligible county shall specify in the application the amount of 191 the grant for which the eligible county is applying. 192
- (C) An eligible county that receives a grant under this
 section is not eligible for any additional grants from the
 industrial site improvement fund in the fiscal year in which the

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grant is received and in the subsequent fiscal year.	196
(D) An eligible county may designate a port authority,	197
community improvement corporation as defined in section 122.71 of	198
the Revised Code, or other economic development entity that is	199
located in the county to apply for a grant under this section. If	200
a port authority, community improvement corporation, or other	
economic development entity is so designated, references to an	
eligible county in this section include references to the	
authority, corporation, or other entity.	204
Section 2. That existing sections 122.086, 122.087, 122.089,	205
122.0810, 122.0812, 122.0814, 122.0817, 122.0819, and 122.951 of	206
the Revised Code are hereby repealed.	207