# **As Introduced**

# 130th General Assembly Regular Session 2013-2014

H. B. No. 486

### Representatives Baker, Stebelton

# A BILL

Го	amend sections 121.08, 122.136, 122.21, 122.25,	1
	122.37, 122.64, 122.89, 122.94, 122.941, 149.311,	2
	150.10, 166.13, 166.18, 184.02, 1551.34, 3731.02,	3
	and 4740.06 and to enact sections 107.35,	4
	3313.902, and 3333.91 of the Revised Code to	5
	establish the adult career opportunity pilot	6
	program; to revise the coordination of workforce	7
	development and economic development programs; to	8
	synchronize the due dates of several reports due	9
	from the Development Services Agency, the Ohio	10
	Venture Capital Authority, and the Third Frontier	11
	Commission; to revise the law regarding innovation	12
	financial assistance and research and development	13
	financial assistance; and to permit the Director	14
	of Commerce, the State Fire Marshal, and the Ohio	15
	Construction Industry Licensing Board to establish	16
	compliance incentive programs.	17

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

Section 1. That sections 121.08, 122.136, 122.21, 122.25,	18
122.37, 122.64, 122.89, 122.94, 122.941, 149.311, 150.10, 166.13,	19
166.18, 184.02, 1551.34, 3731.02, and 4740.06 be amended and	20
sections 107 35 3313 902 and 3333 91 of the Revised Code he	21

enacted to read as follows:	22
Sec. 107.35. Not later than December 31, 2014, the governor's	23
office of workforce transformation, with staff support and	24
assistance from the departments of job and family services and	25
education and the Ohio board of regents, shall establish criteria	26
to use for evaluating the performance of state and local workforce	27
programs using basic, aligned workforce measures related to system	28
efficiency and effectiveness. The office shall develop and make	29
available on the internet through a web site a public dashboard to	30
display metrics regarding the state's administration of primary	31
workforce programs, including the following programs:	32
(A) The adult basic and literacy education program;	33
(B) Programs administered under the federal "Carl D. Perkins	34
Career and Technical Education Act of 2006, 120 Stat. 683, 20	35
U.S.C. 2301 et seq., as amended;	36
(C) State aid and scholarships within the Ohio board of	37
regents;	38
(D) Programs administered under title I of the federal	39
"Workforce Investment Act of 1998," 112 Stat. 936, 29 U.S.C. 2801	40
et seq., as amended.	41
Sec. 121.08. (A) There is hereby created in the department of	42
commerce the position of deputy director of administration. This	43
officer shall be appointed by the director of commerce, serve	44
under the director's direction, supervision, and control, perform	45
the duties the director prescribes, and hold office during the	46
director's pleasure. The director of commerce may designate an	47
assistant director of commerce to serve as the deputy director of	48
administration. The deputy director of administration shall	49
perform the duties prescribed by the director of commerce in	50

supervising the activities of the division of administration of the department of commerce. 52

- (B) Except as provided in section 121.07 of the Revised Code, 53 the department of commerce shall have all powers and perform all 54 duties vested in the deputy director of administration, the state 55 fire marshal, the superintendent of financial institutions, the 56 superintendent of real estate and professional licensing, the 57 superintendent of liquor control, the superintendent of industrial 58 compliance, the superintendent of unclaimed funds, and the 59 commissioner of securities, and shall have all powers and perform 60 all duties vested by law in all officers, deputies, and employees 61 of those offices. Except as provided in section 121.07 of the 62 Revised Code, wherever powers are conferred or duties imposed upon 63 any of those officers, the powers and duties shall be construed as 64 vested in the department of commerce. 65
- (C)(1) There is hereby created in the department of commerce 66 a division of financial institutions, which shall have all powers 67 and perform all duties vested by law in the superintendent of 68 financial institutions. Wherever powers are conferred or duties 69 imposed upon the superintendent of financial institutions, those 70 powers and duties shall be construed as vested in the division of 71 financial institutions. The division of financial institutions 72 shall be administered by the superintendent of financial 73 institutions. 74
- (2) All provisions of law governing the superintendent of 75 financial institutions shall apply to and govern the 76 superintendent of financial institutions provided for in this 77 section; all authority vested by law in the superintendent of 78 financial institutions with respect to the management of the 79 division of financial institutions shall be construed as vested in 80 the superintendent of financial institutions created by this 81 section with respect to the division of financial institutions 82

provided for in this section; and all rights, privileges, and	83
emoluments conferred by law upon the superintendent of financial	84
institutions shall be construed as conferred upon the	85
superintendent of financial institutions as head of the division	86
of financial institutions. The director of commerce shall not	87
transfer from the division of financial institutions any of the	88
functions specified in division (C)(2) of this section.	89

- (D) There is hereby created in the department of commerce a 90 division of liquor control, which shall have all powers and 91 perform all duties vested by law in the superintendent of liquor 92 control. Wherever powers are conferred or duties are imposed upon 93 the superintendent of liquor control, those powers and duties 94 shall be construed as vested in the division of liquor control. 95 The division of liquor control shall be administered by the 96 superintendent of liquor control. 97
- (E) The director of commerce shall not be interested, 98 directly or indirectly, in any firm or corporation which is a 99 dealer in securities as defined in sections 1707.01 and 1707.14 of 100 the Revised Code, or in any firm or corporation licensed under 101 sections 1321.01 to 1321.19 of the Revised Code. 102
- (F) The director of commerce shall not have any official 103 connection with a savings and loan association, a savings bank, a 104 bank, a bank holding company, a savings and loan association 105 holding company, a consumer finance company, or a credit union 106 that is under the supervision of the division of financial 107 institutions, or a subsidiary of any of the preceding entities, or 108 be interested in the business thereof.
- (G) There is hereby created in the state treasury the 110 division of administration fund. The fund shall receive 111 assessments on the operating funds of the department of commerce 112 in accordance with procedures prescribed by the director of 113 commerce and approved by the director of budget and management. 114

All operating expenses of the division of administration shall be 115 paid from the division of administration fund. 116

- (H) There is hereby created in the department of commerce a 117 division of real estate and professional licensing, which shall be 118 under the control and supervision of the director of commerce. The 119 division of real estate and professional licensing shall be 120 administered by the superintendent of real estate and professional 121 licensing. The superintendent of real estate and professional 122 licensing shall exercise the powers and perform the functions and 123 duties delegated to the superintendent under Chapters 4735., 124 4763., and 4767. of the Revised Code. 125
- (I) There is hereby created in the department of commerce a 126 division of industrial compliance, which shall have all powers and 127 perform all duties vested by law in the superintendent of 128 industrial compliance. Wherever powers are conferred or duties 129 imposed upon the superintendent of industrial compliance, those 130 powers and duties shall be construed as vested in the division of 131 industrial compliance. The division of industrial compliance shall 132 be under the control and supervision of the director of commerce 133 and be administered by the superintendent of industrial 134 compliance. 135
- (J) There is hereby created in the department of commerce a 136 division of unclaimed funds, which shall have all powers and 137 perform all duties delegated to or vested by law in the 138 superintendent of unclaimed funds. Wherever powers are conferred 139 or duties imposed upon the superintendent of unclaimed funds, 140 those powers and duties shall be construed as vested in the 141 division of unclaimed funds. The division of unclaimed funds shall 142 be under the control and supervision of the director of commerce 143 and shall be administered by the superintendent of unclaimed 144 funds. The superintendent of unclaimed funds shall exercise the 145 powers and perform the functions and duties delegated to the 146

supe	erintende	ent by	th	e di	rector	of	comn	nerce	e ur	nder	section 12	21.07	147
and	Chapter	169.	of	the	Revised	Cc	de,	and	as	may	otherwise	be	148
prov	rided by	law.											149

(K) The department of commerce or a division of the 150 department created by the Revised Code that is acting with 151 authorization on the department's behalf may request from the 152 bureau of criminal identification and investigation pursuant to 153 section 109.572 of the Revised Code, or coordinate with 154 appropriate federal, state, and local government agencies to 155 accomplish, criminal records checks for the persons whose 156 identities are required to be disclosed by an applicant for the 157 issuance or transfer of a permit, license, certificate of 158 registration, or certification issued or transferred by the 159 department or division. At or before the time of making a request 160 for a criminal records check, the department or division may 161 require any person whose identity is required to be disclosed by 162 an applicant for the issuance or transfer of such a license, 163 permit, certificate of registration, or certification to submit to 164 the department or division valid fingerprint impressions in a 165 format and by any media or means acceptable to the bureau of 166 criminal identification and investigation and, when applicable, 167 the federal bureau of investigation. The department or division 168 may cause the bureau of criminal identification and investigation 169 to conduct a criminal records check through the federal bureau of 170 investigation only if the person for whom the criminal records 171 check would be conducted resides or works outside of this state or 172 has resided or worked outside of this state during the preceding 173 five years, or if a criminal records check conducted by the bureau 174 of criminal identification and investigation within this state 175 indicates that the person may have a criminal record outside of 176 this state. 177

In the case of a criminal records check under section 109.572

of the Revised Code, the department or division shall forward to	179
the bureau of criminal identification and investigation the	180
requisite form, fingerprint impressions, and fee described in	181
division (C) of that section. When requested by the department or	182
division in accordance with this section, the bureau of criminal	183
identification and investigation shall request from the federal	184
bureau of investigation any information it has with respect to the	185
person who is the subject of the requested criminal records check	186
and shall forward the requisite fingerprint impressions and	187
information to the federal bureau of investigation for that	188
criminal records check. After conducting a criminal records check	189
or receiving the results of a criminal records check from the	190
federal bureau of investigation, the bureau of criminal	191
identification and investigation shall provide the results to the	192
department or division.	193
The department or division may require any person about whom	194
a criminal records check is requested to pay to the department or	195
division the amount necessary to cover the fee charged to the	196
department or division by the bureau of criminal identification	197
and investigation under division (C)(3) of section 109.572 of the	198
Revised Code, including, when applicable, any fee for a criminal	199
records check conducted by the federal bureau of investigation.	200
(L) The director of commerce, or the director's designee, may	201
adopt rules to enhance compliance with statutes pertaining to, and	202
rules adopted by, divisions under the direction, supervision, and	203
control of the department or director by offering incentive-based	204
programs that ensure safety and soundness while promoting growth	205
and prosperity in the state.	206

sec. 122.136. The director of development services shall 207
prepare and submit a report to the governor and the general 208
assembly annually on or before the first day of February August of 209

the services and activities of the employee ownership assistance	210
program for the preceding calendar year. The director shall	211
include in the report information regarding the number, names, and	212
locations of business establishments that have been or likely will	213
be assisted as employee-owned corporations; recommendations on how	214
to better operate the program; information regarding the	215
effectiveness of the program in maintaining and improving	216
employment in the state; and the number of individuals affected by	217
the activities of the program.	218

- sec. 122.21. In administering the urban and rural initiative 219
  grant program created under section 122.20 of the Revised Code, 220
  the director of development services shall do all of the 221
  following: 222
- (A) Annually designate, by the first day of January of each
  year, the entities that constitute the eligible areas in this
  224
  state;
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- (B) Adopt rules in accordance with Chapter 119. of the 226 Revised Code establishing procedures and forms by which eligible 2.2.7 applicants in eligible areas may apply for a grant, which 228 procedures shall include a requirement that the applicant file a 229 redevelopment plan; standards and procedures for reviewing 230 applications and awarding grants; procedures for distributing 231 grants to recipients; procedures for monitoring the use of grants 232 by recipients; requirements, procedures, and forms by which 233 recipients who have received grants shall report their use of that 234 assistance; and standards and procedures for terminating and 235 requiring repayment of grants in the event of their improper use. 236 The rules adopted under this division shall comply with sections 237 122.19 to 122.22 of the Revised Code and shall include a rule 238 requiring that an eligible applicant who receives a grant from the 239 program provide a matching contribution of at least twenty-five 240

per cent of the amount of the grant awarded to the eligible 241 applicant.

The rules shall require that any eliqible applicant for a 243 grant for land acquisition demonstrate to the director that the 244 property to be acquired meets all state environmental requirements 245 and that utilities for that property are available and adequate. 246 The rules shall require that any eligible applicant for a grant 247 for property eligible for the voluntary action program created 248 under Chapter 3746. of the Revised Code receive disbursement of 249 grant moneys only after receiving a covenant not to sue from the 250 director of environmental protection under section 3746.12 of the 251 Revised Code and shall require that those moneys be disbursed only 252 as reimbursement of actual expenses incurred in the undertaking of 253 the voluntary action. The rules shall require that whenever any 254 money is granted for land acquisition, infrastructure 255 improvements, or renovation of existing structures in order to 256 develop an industrial park site for a distressed area, labor 257 surplus area, or situational distress area as defined in section 258 122.19 of the Revised Code that also is a distressed area, labor 259 surplus area, or situational distress area as defined in section 260 122.23 of the Revised Code, a substantial portion of the site be 261 used for manufacturing, distribution, high technology, research 262 and development, or other businesses in which a majority of the 263 product or service produced is exported out of the state. Any 264 retail use at the site shall not constitute a primary use but only 265 a use incidental to other eligible uses. The rules shall require 266 that whenever any money is granted for land acquisition, 267 infrastructure improvements, and renovation of existing structures 268 in order to develop an industrial park site for a distressed area, 269 labor surplus area, or situational distress area as defined in 270 section 122.19 of the Revised Code that also is a distressed area, 271 labor surplus area, or situational distress area as defined in 272 section 122.23 of the Revised Code, the applicant for the grant 273

shall verify to the <del>department of</del> development <u>services agency</u> the	274
existence of a local economic development planning committee in a	275
municipal corporation, county, or township whose territory	276
includes the eligible area. The committee shall consist of members	277
of the public and private sectors who live in that municipal	278
corporation, county, or township. The local economic development	279
planning committee shall prepare and submit to the department	280
agency a five-year economic development plan for that municipal	281
corporation, county, or township that identifies, for the	282
five-year period covered by the plan, the economic development	283
strategies of a municipal corporation, county, or township whose	284
territory includes the proposed industrial park site. The economic	285
development plan shall describe in detail how the proposed	286
industrial park would complement other current or planned economic	287
development programs for that municipal corporation, county, or	288
township, including, but not limited to, workforce development	289
initiatives, business retention and expansion efforts, small	290
business development programs, and technology modernization	291
programs.	292

- (C) Report to the governor, president of the senate, speaker 293 of the house of representatives, and minority leaders of the 294 senate and the house of representatives by the thirtieth first day 295 of June August of each year on the activities carried out under 296 the program during the preceding calendar year. The report shall 297 include the total number of grants made that year, and, for each 298 individual grant awarded, the following: the amount and recipient, 299 the eligible applicant, the purpose for awarding the grant, the 300 number of firms or businesses operating at the awarded site, the 301 number of employees employed by each firm or business, any excess 302 capacity at an industrial park site, and any additional 303 information the director declares to be relevant. 304
  - (D) Inform local governments and others in the state of the 305

availability of grants under section 122.20 of the Revised Code;	306
(E) Annually compile, pursuant to rules adopted by the	307
director of development <u>services</u> in accordance with Chapter 119.	308
of the Revised Code, using pertinent information submitted by any	309
municipal corporation, county, or township, a list of industrial	310
parks located in the state. The list shall include the following	311
information, expressed if possible in terms specified in the	312
director's rules adopted under this division: location of each	313
industrial park site, total acreage of each park site, total	314
occupancy of each park site, total capacity for new business at	315
each park site, total capacity of each park site for sewer, water,	316
and electricity, a contact person for each park site, and any	317
additional information the director declares to be relevant. Once	318
the list is compiled, the director shall make it available to the	319
governor, president of the senate, speaker of the house of	320
representatives, and minority leaders of the senate and the house	321
of representatives.	322
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Sec. 122.25. (A) In administering the program established	323
under section 122.24 of the Revised Code, the director of	324
development <u>services</u> shall do all of the following:	325
(1) Annually designate, by the first day of January of each	326
year, the entities that constitute the eligible areas in this	327
state as defined in section 122.23 of the Revised Code;	328
(2) Inform local governments and others in the state of the	329
availability of the program and financial assistance established	330
under sections 122.23 to 122.27 of the Revised Code;	331
(3) Report to the governor, president of the senate, speaker	332
of the house of representatives, and minority leaders of the	333
senate and the house of representatives by the thirtieth first day	334
of <del>June</del> <u>August</u> of each year on the activities carried out under	335
the program during the preceding calendar year. The report shall	336

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include the number of loans made that year and the amount and	337
recipient of each loan.	338
(4) Work in conjunction with conventional lending	339
institutions, local revolving loan funds, private investors, and	340
other private and public financing sources to provide loans or	341
loan guarantees to eligible applicants;	342
(5) Establish fees, charges, interest rates, payment	343
schedules, local match requirements, and other terms and	344
conditions for loans and loan guarantees provided under the	345
program;	346
(6) Require each applicant to demonstrate the suitability of	347
any site for the assistance sought; that the site has been	348
surveyed, that the site has adequate or available utilities, and	349
that there are no zoning restrictions, environmental regulations,	350
or other matters impairing the use of the site for the purpose	351
intended;	352
(7) Require each applicant to provide a marketing plan and	353
management strategy for the project;	354
(8) Adopt rules establishing all of the following:	355
(a) Forms and procedures by which eligible applicants may	356
apply for assistance;	357
(b) Criteria for reviewing, evaluating, and ranking	358
applications, and for approving applications that best serve the	359
goals of the program;	360
(c) Reporting requirements and monitoring procedures;	361
(d) Guidelines regarding situations in which industrial parks	362
would be considered to compete against one another for the	363
purposes of division (B)(2) of section 122.27 of the Revised Code;	364
(e) Any other rules necessary to implement and administer the	365
program.	366

(B) The director may adopt rules establishing requirements	367
governing the use of any industrial park site receiving assistance	368
under section 122.24 of the Revised Code, such that a certain	369
portion of the site must be used for manufacturing, distribution,	370
high technology, research and development, or other businesses	371
wherein a majority of the product or service produced is exported	372
out of the state.	373
(C) As a condition of receiving assistance under section	374
122.24 of the Revised Code, and except as provided in division (D)	375
of this section, an applicant shall agree, for a period of five	376
years, not to permit the use of a site that is developed or	377
improved with such assistance to cause the relocation of jobs to	378
that site from elsewhere in the state.	379
(D) A site developed or improved with assistance under	380
section 122.24 of the Revised Code may be the site of jobs	381
relocated from elsewhere in the state if the director of	382
development services does all of the following:	383
(1) Makes a written determination that the site from which	384
the jobs would be relocated is inadequate to meet market or	385
industry conditions, expansion plans, consolidation plans, or	386
other business considerations affecting the relocating employer;	387
(2) Provides a copy of the determination required by division	388
(D)(1) of this section to the members of the general assembly	389
whose legislative districts include the site from which the jobs	390
would be relocated;	391
(3) Determines that the governing body of the area from which	392
the jobs would be relocated has been notified in writing by the	393
relocating company of the possible relocation.	394
(E) The director of development <u>services</u> shall obtain the	395

approval of the controlling board for any loan or loan guarantee

provided under sections 122.23 to 122.27 of the Revised Code.

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Sec. 122.37. (A) There is hereby created in the department of	398
development <u>services agency</u> the steel futures program, for the	399
purpose of preserving and improving the existing industrial base	400
of the state, improving the economy of the state by providing	401
employment, increased productivity, and ensuring continued	402
technological development consistent with these goals, and	403
maintaining a high standard of living for the people of this	404
state. The steel futures <del>progam</del> program may be supplemental to any	405
other enterprise assistance program administered by the director	406
of development <u>services</u> , and shall be administered so as to	407
provide financial and technical assistance to increase the	408
competitiveness of existing steel and steel-related industries in	409
this state, and to encourage establishment and development of new	410
industries of this type within the state.	411
Within six months after the effective date of this section,	412
the The director shall develop a strategy for financial and	413
technical assistance to steel and steel-related industries in the	414
state, which shall include investment policies with regard to	415
these industries.	416
(B) In administering the program, the director may consult	417
with appropriate representatives of steel and steel-related	418
industries, appropriate representatives of any union that	419
represents workers in these industries, and other persons with	420
expert knowledge in these industries.	421
(C) The director of development <u>services</u> shall consult with	422
the <del>chairman</del> chairperson of the public utilities commission to	423
foster development of public and private cooperative efforts that	424
result in energy savings and reduced energy costs for steel and	425
steel-related industries.	426
(D) Assistance may be made available to steel and	427

steel-related industries undertaking projects the director

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determines to have long-term implications for and broad	429
applicability to the economy of this state when the director	430
finds:	431
(1) The undertaking of projects by the industries will	432
benefit the people of the state by creating or preserving jobs and	433
employment opportunities or improving the economic welfare of the	434
people of this state, and promoting development of new technology	435
or improving application of existing steel and steel-related	436
technology.	437
(2) The undertaking of projects by the industries will allow	438
them to compete more effectively in the marketplace.	439
(E) Projects eligible to receive assistance under the steel	440
futures program may include, but are not limited to, the following	441
areas:	442
(1) Research and development specifically related to steel	443
and steel-related industries and feasibility studies for business	444
development within these industries;	445
(2) Employee training;	446
(3) Labor and management relations; and	447
(4) Technology-driven capital investment.	448
(F) Financial and technical assistance may be in the form and	449
conditioned upon terms as the director considers appropriate.	450
(G) No later than the thirtieth first day of June in the	451
first year after the effective date of this section, and no later	452
than the thirtieth day of June August of each year thereafter, the	453
director shall submit a report to the general assembly describing	454
projects of the steel futures program, results obtained from	455
completed projects of the program, and program projects for the	456
next fiscal year.	457

Sec. 122.64. (A) There is hereby established in the	458
development services agency a business services division. The	459
division shall be supervised by a deputy director appointed by the	460
director of development services.	461
The division is responsible for the administration of the	462
state economic development financing programs established pursuant	463
to sections 122.17 and 122.18, sections 122.39 and 122.41 to	464
122.62, and Chapter 166. of the Revised Code.	465
(B) The director of development services shall:	466
(1) Receive applications for assistance pursuant to sections	467
122.39 and 122.41 to 122.62 and Chapter 166. of the Revised Code.	468
The director shall process the applications.	469
(2) With the approval of the director of administrative	470
services, establish salary schedules for employees of the various	471
positions of employment with the division and assign the various	472
positions to those salary schedules;	473
(3) Employ and fix the compensation of financial consultants,	474
appraisers, consulting engineers, superintendents, managers,	475
construction and accounting experts, attorneys, and other agents	476
for the assistance programs authorized pursuant to sections 122.17	477
and 122.18, sections 122.39 and 122.41 to 122.62, and Chapter 166.	478
of the Revised Code as are necessary;	479
(4) Supervise the administrative operations of the division;	480
(5) On or before the first day of October August in each	481
year, make an annual report of the activities and operations under	482
assistance programs authorized pursuant to sections 122.39 and	483
122.41 to 122.62 and Chapter 166. of the Revised Code for the	484
preceding fiscal year to the governor and the general assembly.	485
Each such report shall set forth a complete operating and	486
financial statement covering such activities and operations during	487

the year in accordance with generally accepted accounting	488
principles and shall be audited by a certified public accountant.	489
The director of development services shall transmit a copy of the	490
audited financial report to the office of budget and management.	491
Sec. 122.89. (A) The director of development services may	492
execute bonds as surety for minority businesses as principals, on	493
contracts with the state, any political subdivision or	494
instrumentality thereof, or any person as the obligee. The	495
director as surety may exercise all the rights and powers of a	496

company under Title XXXIX of the Revised Code nor to any rules of the department of insurance. 500

company authorized by the department of insurance to execute bonds as surety but shall not be subject to any requirements of a surety

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- (B) The director, with the advice of the minority development 501 financing advisory board, shall adopt rules under Chapter 119. of 502 the Revised Code establishing procedures for application for 503 surety bonds by minority businesses and for review and approval of 504 applications. The board shall review each application in 505 accordance with the rules and, based on the bond worthiness of 506 each applicant, shall refer all qualified applicants to the 507 director. Based on the recommendation of the board, the director 508 shall determine whether or not the applicant shall receive 509 bonding. 510
- (C) The rules of the board shall require the minority 511 business to pay a premium in advance for the bond to be 512 established by the director, with the advice of the board after 513 the director receives advice from the superintendent of insurance 514 regarding the standard market rates for premiums for similar 515 bonds. All premiums paid by minority businesses shall be paid into 516 the minority business bonding program administrative and loss 517 reserve fund. 518

(D) The rules of the board shall provide for a retainage of	519
money paid to the minority business or EDGE business enterprise of	520
fifteen per cent for a contract valued at more than fifty thousand	521
dollars and for a retainage of twelve per cent for a contract	522
valued at fifty thousand dollars or less.	523
(E) The penal sum amounts of all outstanding bonds issued by	524
the director shall not exceed the amount of moneys in the minority	525
business bonding fund and available to the fund under division (B)	526
of section 169.05 of the Revised Code.	527
(F) The superintendent of insurance shall provide such	528
technical and professional assistance as is considered necessary	529
by the director, including providing advice regarding the standard	530
market rates for bond premiums as described under division (C) of	531
this section.	532
(G) Notwithstanding any provision of the Revised Code to the	533
contrary, a minority business or EDGE business enterprise may bid	534
or enter into a contract with the state or with any	535
instrumentality of the state without being required to provide a	536
bond as follows:	537
(1) For the first contract that a minority business or EDGE	538
business enterprise enters into with the state or with any	539
particular instrumentality of the state, the minority business or	540
EDGE business enterprise may bid or enter into a contract valued	541
at twenty-five thousand dollars or less without being required to	542
provide a bond, but only if the minority business or EDGE business	543
enterprise is participating in a qualified contractor assistance	544
program or has successfully completed a qualified contractor	545
assistance program after the effective date of this amendment	546
October 16, 2009;	547
(2) After the state or any particular instrumentality of the	548

state has accepted the first contract as completed and all

subcontractors and suppliers on the contract have been paid, the	550
minority business or EDGE business enterprise may bid or enter	551
into a second contract with the state or with that particular	552
instrumentality of the state valued at fifty thousand dollars or	553
less without being required to provide a bond, but only if the	554
minority business or EDGE business enterprise is participating in	555
a qualified contractor assistance program or has successfully	556
completed a qualified contractor assistance program after the	557
effective date of this amendment October 16, 2009;	558

- (3) After the state or any particular instrumentality of the 559 state has accepted the second contract as completed and all 560 subcontractors and suppliers on the contract have been paid, the 561 minority business or EDGE business enterprise may bid or enter 562 into a third contract with the state or with that particular 563 instrumentality of the state valued at one hundred thousand 564 dollars or less without being required to provide a bond, but only 565 if the minority business or EDGE business enterprise has 566 successfully completed a qualified contractor assistance program 567 after the effective date of this amendment October 16, 2009; 568
- (4) After the state or any particular instrumentality of the 569 state has accepted the third contract as completed and all 570 subcontractors and suppliers on the contract have been paid, the 571 minority business or EDGE business enterprise may bid or enter 572 into a fourth contract with the state or with that particular 573 instrumentality of the state valued at three hundred thousand 574 dollars or less without being required to provide a bond, but only 575 if the minority business or EDGE business enterprise has 576 successfully completed a qualified contractor assistance program 577 after the effective date of this amendment October 16, 2009; 578
- (5) After the state or any instrumentality of the state has
   accepted the fourth contract as completed and all subcontractors
   and suppliers on the contract have been paid, upon a showing that
   581

with respect to a contract valued at four hundred thousand dollars 582 or less with the state or with any particular instrumentality of 583 the state, that the minority business or EDGE business enterprise 584 either has been denied a bond by two surety companies or that the 585 minority business or EDGE business enterprise has applied to two 586 surety companies for a bond and, at the expiration of sixty days 587 after making the application, has neither received nor been denied 588 a bond, the minority business or EDGE business enterprise may 589 repeat its participation in the unbonded state contractor program. 590 Under no circumstances shall a minority business or EDGE business 591 enterprise be permitted to participate in the unbonded state 592 contractor program more than twice. 593

- (H) Notwithstanding any provision of the Revised Code to the 594 contrary, a minority business or EDGE business enterprise may bid 595 or enter into a contract with any political subdivision of the 596 state or with any instrumentality of a political subdivision 597 without being required to provide a bond as follows: 598
- (1) For the first contract that the minority business or EDGE 599 business enterprise enters into with any particular political 600 subdivision of the state or with any particular instrumentality of 601 a political subdivision, the minority business or EDGE business 602 enterprise may bid or enter into a contract valued at twenty-five 603 thousand dollars or less without being required to provide a bond, 604 but only if the minority business or EDGE business enterprise is 605 participating in a qualified contractor assistance program or has 606 successfully completed a qualified contractor assistance program 607 after the effective date of this amendment October 16, 2009; 608
- (2) After any political subdivision of the state or any 609 instrumentality of a political subdivision has accepted the first 610 contract as completed and all subcontractors and suppliers on the 611 contract have been paid, the minority business or EDGE business 612 enterprise may bid or enter into a second contract with that 613

particular political subdivision of the state or with that	614
particular instrumentality of a political subdivision valued at	615
fifty thousand dollars or less without being required to provide a	616
bond, but only if the minority business or EDGE business	617
enterprise is participating in a qualified contractor assistance	618
program or has successfully completed a qualified contractor	619
assistance program after the effective date of this amendment	620
October 16, 2009;	621
(3) After any political subdivision of the state or any	622
instrumentality of a political subdivision has accepted the second	623
contract as completed and all subcontractors and suppliers on the	624
contract have been paid, the minority business or EDGE business	625
enterprise may bid or enter into a third contract with that	626
particular political subdivision of the state or with that	627
particular instrumentality of a political subdivision valued at	628
one hundred thousand dollars or less without being required to	629
provide a bond, but only if the minority business or EDGE business	630
enterprise has successfully completed a qualified contractor	631
assistance program after the effective date of this amendment	632
October 16, 2009;	633
(4) After any political subdivision of the state or any	634
instrumentality of a political subdivision has accepted the third	635
contract as completed and all subcontractors and suppliers on the	636
contract have been paid, the minority business or EDGE business	637
enterprise may bid or enter into a fourth contract with that	638
particular political subdivision of the state or with that	639
particular instrumentality of a political subdivision valued at	640
two hundred thousand dollars or less without being required to	641
provide a bond, but only if the minority business or EDGE business	642
enterprise has successfully completed a qualified contractor	643

assistance program after  $\frac{1}{2}$  the effective date of this amendment

October 16, 2009;

644

(5) After any political subdivision of the state or any	646
instrumentality of a political subdivision has accepted the fourth	647
contract as completed and all subcontractors and suppliers on the	648
contract have been paid, upon a showing that with respect to a	649
contract valued at three hundred thousand dollars or less with any	650
political subdivision of the state or any instrumentality of a	651
political subdivision, that the minority business or EDGE business	652
enterprise either has been denied a bond by two surety companies	653
or that the minority business or EDGE business enterprise has	654
applied to two surety companies for a bond and, at the expiration	655
of sixty days after making the application, has neither received	656
nor been denied a bond, the minority business or EDGE business	657
enterprise may repeat its participation in the unbonded political	658
subdivision contractor program. Under no circumstances shall a	659
minority business or EDGE business enterprise be permitted to	660
participate in the unbonded political subdivision contractor	661
program more than twice.	662

- (I) Notwithstanding any provision of the Revised Code to the 663 contrary, if a minority business or EDGE business enterprise has 664 entered into two or more contracts with the state or with any 665 instrumentality of the state, the minority business or EDGE 666 business enterprise may bid or enter into a contract with a 667 political subdivision of the state or with any instrumentality of 668 a political subdivision valued at the level at which the minority 669 business or EDGE business enterprise would qualify if entering 670 into an additional contract with the state. 671
- (J) The director of development <u>services</u> shall coordinate and 672 oversee the unbonded state contractor program described in 673 division (G) of this section, the unbonded political subdivision 674 contractor program described in division (H) of this section, and 675 the approval of a qualified contractor assistance program. The 676 director shall prepare an annual report and submit it to the

governor and the general assembly on or before the first day of	678
February August that includes the following: information on the	679
director's activities for the preceding calendar year regarding	680
the unbonded state contractor program, the unbonded political	681
subdivision contractor program, and the qualified contractor	682
assistance program; a summary and description of the operations	683
and activities of these programs; an assessment of the	684
achievements of these programs; and a recommendation as to whether	685
these programs need to continue.	686
(K) As used in this section:	687
(1) "EDGE business enterprise" means an EDGE business	688
enterprise certified under section 123.152 of the Revised Code.	689
(2) "Qualified contractor assistance program" means an	690
educational program or technical assistance program for business	691
development that is designed to assist a minority business or EDGE	692
business enterprise in becoming eligible for bonding and has been	693
approved by the director of development <u>services</u> for use as	694
required under this section.	695
(3) "Successfully completed a qualified contractor assistance	696
program" means the minority business or EDGE business enterprise	697
completed such a program on or after the effective date of this	698
amendment October 16, 2009.	699
(4) "Unbonded state contractor program" means the program	700
described in division (G) of this section.	701
(5) "Unbonded political subdivision contractor program" means	702
the program described in division (H) of this section.	703
Sec. 122.94. The director of development <u>services</u> shall:	704
(A) Promulgate rules in accordance with Chapter 119. of the	705

Revised Code for the conduct of the minority business development

division's business and for carrying out the purposes of sections

706

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122.92 to 122.94 of the Revised Code;	708
(B) Prepare an annual report to the governor and the general	709
assembly on or before the first day of February August of its	710
activities for the preceding calendar year.	711
Sec. 122.941. (A) On or before the first day of October	712
August in each year, the director of development services shall	713
make an annual report of the activities and operations under the	714
assistance programs of the department development services agency	715
for the preceding fiscal year to the governor and general	716
assembly. The annual report shall include a detailing of those	717
grants, guarantees, loans, and other forms of state assistance to	718
women-owned businesses.	719
(B) As used in this section:	720
(1) "Women-owned business" means any individual, partnership,	721
corporation, or joint venture of any kind that is owned and	722
controlled by women who are United States citizens and residents	723
of this state.	724
(2) "Owned and controlled" means that at least fifty-one per	725
cent of the business, including corporate stock if it is a	726
corporation, is owned by women and that such owners have control	727
over the day-to-day operations of the business and an interest in	728
the capital, assets, and profits and losses of the business	729
proportionate to their percentage of ownership. In order to	730
qualify as a women-owned business, a business shall have been	731
owned by such owners at least one year.	732
Sec. 149.311. (A) As used in this section:	733
(1) "Historic building" means a building, including its	734
structural components, that is located in this state and that is	735
either individually listed on the national register of historic	736

places under 16 U.S.C. 470a, located in a registered historic

district, and certified by the state historic preservation officer	738
as being of historic significance to the district, or is	739
individually listed as an historic landmark designated by a local	740
government certified under 16 U.S.C. 470a(c).	741
(2) "Qualified rehabilitation expenditures" means	742
expenditures paid or incurred during the rehabilitation period,	743
and before and after that period as determined under 26 U.S.C. 47,	744
by an owner or qualified lessee of an historic building to	745
rehabilitate the building. "Qualified rehabilitation expenditures"	746
includes architectural or engineering fees paid or incurred in	747
connection with the rehabilitation, and expenses incurred in the	748
preparation of nomination forms for listing on the national	749
register of historic places. "Qualified rehabilitation	750
expenditures" does not include any of the following:	751
(a) The cost of acquiring, expanding, or enlarging an	752
historic building;	753
(b) Expenditures attributable to work done to facilities	754
related to the building, such as parking lots, sidewalks, and	755
landscaping;	756
(c) New building construction costs.	757
(3) "Owner" of an historic building means a person holding	758
the fee simple interest in the building. "Owner" does not include	759
the state or a state agency, or any political subdivision as	760
defined in section 9.23 of the Revised Code.	761
(4) "Qualified lessee" means a person subject to a lease	762
agreement for an historic building and eligible for the federal	763
rehabilitation tax credit under 26 U.S.C. 47. "Qualified lessee"	764
does not include the state or a state agency or political	765
subdivision as defined in section 9.23 of the Revised Code.	766
(5) "Certificate owner" means the owner or qualified lessee	767

of an historic building to which a rehabilitation tax credit

certificate was issued under this section.	769
(6) "Registered historic district" means an historic district	770
listed in the national register of historic places under 16 U.S.C.	771
470a, an historic district designated by a local government	772
certified under 16 U.S.C. 470a(c), or a local historic district	773
certified under 36 C.F.R. 67.8 and 67.9.	774
(7) "Rehabilitation" means the process of repairing or	775
altering an historic building or buildings, making possible an	776
efficient use while preserving those portions and features of the	777
building and its site and environment that are significant to its	778
historic, architectural, and cultural values.	779
(8) "Rehabilitation period" means one of the following:	780
(a) If the rehabilitation initially was not planned to be	781
completed in stages, a period chosen by the owner or qualified	782
lessee not to exceed twenty-four months during which	783
rehabilitation occurs;	784
(b) If the rehabilitation initially was planned to be	785
completed in stages, a period chosen by the owner or qualified	786
lessee not to exceed sixty months during which rehabilitation	787
occurs. Each stage shall be reviewed as a phase of a	788
rehabilitation as determined under 26 C.F.R. 1.48-12 or a	789
successor to that section.	790
(9) "State historic preservation officer" or "officer" means	791
the state historic preservation officer appointed by the governor	792
under 16 U.S.C. 470a.	793
(B) The owner or qualified lessee of an historic building may	794
apply to the director of development services for a rehabilitation	795
tax credit certificate for qualified rehabilitation expenditures	796
paid or incurred by such owner or qualified lessee after April 4,	797
2007, for rehabilitation of an historic building. If the owner of	798

an historic building enters a pass-through agreement with a

qualified lessee for the purposes of the federal rehabilitation	800
tax credit under 26 U.S.C. 47, the qualified rehabilitation	801
expenditures paid or incurred by the owner after April 4, 2007,	802
may be attributed to the qualified lessee.	803
The form and manner of filing such applications shall be	804
prescribed by rule of the director. Each application shall state	805
the amount of qualified rehabilitation expenditures the applicant	806
estimates will be paid or incurred. The director may require	807
applicants to furnish documentation of such estimates.	808
The director, after consultation with the tax commissioner	809
and in accordance with Chapter 119. of the Revised Code, shall	810
adopt rules that establish all of the following:	811
(1) Forms and procedures by which applicants may apply for	812
rehabilitation tax credit certificates;	813
(2) Criteria for reviewing, evaluating, and approving	814
applications for certificates within the limitations under	815
division (D) of this section, criteria for assuring that the	816
certificates issued encompass a mixture of high and low qualified	817
rehabilitation expenditures, and criteria for issuing certificates	818
under division (C)(3)(b) of this section;	819
(3) Eligibility requirements for obtaining a certificate	820
under this section;	821
(4) The form of rehabilitation tax credit certificates;	822
(5) Reporting requirements and monitoring procedures;	823
(6) Procedures and criteria for conducting cost-benefit	824
analyses of historic buildings that are the subjects of	825
applications filed under this section. The purpose of a	826
cost-benefit analysis shall be to determine whether rehabilitation	827
of the historic building will result in a net revenue gain in	828
state and local taxes once the building is used.	829

(7) Any other rules necessary to implement and administer	830
this section.	831
(C) The director of development services shall review the	832
applications with the assistance of the state historic	833
preservation officer and determine whether all of the following	834
criteria are met:	835
(1) That the building that is the subject of the application	836
is an historic building and the applicant is the owner or	837
qualified lessee of the building;	838
(2) That the rehabilitation will satisfy standards prescribed	839
by the United States secretary of the interior under 16 U.S.C.	840
470, et seq., as amended, and 36 C.F.R. 67.7 or a successor to	841
that section;	842
(3) That receiving a rehabilitation tax credit certificate	843
under this section is a major factor in:	844
(a) The applicant's decision to rehabilitate the historic	845
building; or	846
(b) To increase the level of investment in such	847
rehabilitation.	848
An applicant shall demonstrate to the satisfaction of the	849
state historic preservation officer and director of development	850
services that the rehabilitation will satisfy the standards	851
described in division (C)(2) of this section before the applicant	852
begins the physical rehabilitation of the historic building.	853
(D)(1) If the director of development services determines	854
that an application meets the criteria in divisions $(C)(1)$ , $(2)$ ,	855
and (3) of this section, the director shall conduct a cost-benefit	856
analysis for the historic building that is the subject of the	857
application to determine whether rehabilitation of the historic	858
building will regult in a net revenue gain in state and local	850

taxes once the building is used. The director shall consider the	860
results of the cost-benefit analysis in determining whether to	861
approve the application. The director shall also consider the	862
potential economic impact and the regional distributive balance of	863
the credits throughout the state. The director may approve an	864
application only after completion of the cost-benefit analysis.	865

- (2) A rehabilitation tax credit certificate shall not be 866 issued for an amount greater than the estimated amount furnished 867 by the applicant on the application for such certificate and 868 approved by the director. The director shall not approve more than 869 a total of sixty million dollars of rehabilitation tax credits per 870 fiscal year but the director may reallocate unused tax credits 871 from a prior fiscal year for new applicants and such reallocated 872 credits shall not apply toward the dollar limit of this division. 873
- (3) For rehabilitations with a rehabilitation period not 874 exceeding twenty-four months as provided in division (A)(7)(8)(a) 875 of this section, a rehabilitation tax credit certificate shall not 876 be issued before the rehabilitation of the historic building is 877 completed.
- (4) For rehabilitations with a rehabilitation period not 879 exceeding sixty months as provided in division  $(A) \frac{(7)(8)}{(8)}$  (b) of 880 this section, a rehabilitation tax credit certificate shall not be 881 issued before a stage of rehabilitation is completed. After all 882 stages of rehabilitation are completed, if the director cannot 883 determine that the criteria in division (C) of this section are 884 satisfied for all stages of rehabilitations, the director shall 885 certify this finding to the tax commissioner, and any 886 rehabilitation tax credits received by the applicant shall be 887 repaid by the applicant and may be collected by assessment as 888 unpaid tax by the commissioner. 889
- (5) The director of development services shall require the 890 applicant to provide a third-party cost certification by a 891

certified public accountant of t	he actual costs attributed to the	892
rehabilitation of the historic k	ouilding when qualified	893
rehabilitation expenditures exce	ed two hundred thousand dollars.	894

If an applicant whose application is approved for receipt of 895 a rehabilitation tax credit certificate fails to provide to the 896 director sufficient evidence of reviewable progress, including a 897 viable financial plan, copies of final construction drawings, and 898 evidence that the applicant has obtained all historic approvals 899 within twelve months after the date the applicant received 900 notification of approval, and if the applicant fails to provide 901 evidence to the director that the applicant has secured and closed 902 on financing for the rehabilitation within eighteen months after 903 receiving notification of approval, the director may rescind the 904 approval of the application. The director shall notify the 905 applicant if the approval has been rescinded. Credits that would 906 have been available to an applicant whose approval was rescinded 907 shall be available for other qualified applicants. Nothing in this 908 division prohibits an applicant whose approval has been rescinded 909 from submitting a new application for a rehabilitation tax credit 910 certificate. 911

(E) Issuance of a certificate represents a finding by the 912 director of development services of the matters described in 913 divisions (C)(1), (2), and (3) of this section only; issuance of a 914 certificate does not represent a verification or certification by 915 the director of the amount of qualified rehabilitation 916 expenditures for which a tax credit may be claimed under section 917 5725.151, 5725.34, 5726.52, 5729.17, 5733.47, or 5747.76 of the 918 Revised Code. The amount of qualified rehabilitation expenditures 919 for which a tax credit may be claimed is subject to inspection and 920 examination by the tax commissioner or employees of the 921 commissioner under section 5703.19 of the Revised Code and any 922 other applicable law. Upon the issuance of a certificate, the 923

director shall certify to the tax commissioner, in the form and	924
manner requested by the tax commissioner, the name of the	925
applicant, the amount of qualified rehabilitation expenditures	926
shown on the certificate, and any other information required by	927
the rules adopted under this section.	928

- (F)(1) On or before the first day of April August each year, 929 the director of development services and tax commissioner jointly 930 shall submit to the president of the senate and the speaker of the 931 house of representatives a report on the tax credit program 932 established under this section and sections 5725.151, 5725.34, 933 5726.52, 5729.17, 5733.47, and 5747.76 of the Revised Code. The 934 report shall present an overview of the program and shall include 935 information on the number of rehabilitation tax credit 936 certificates issued under this section during the preceding fiscal 937 year, an update on the status of each historic building for which 938 an application was approved under this section, the dollar amount 939 of the tax credits granted under sections 5725.151, 5725.34, 940 5726.52, 5729.17, 5733.47, and 5747.76 of the Revised Code, and 941 any other information the director and commissioner consider 942 relevant to the topics addressed in the report. 943
- (2) On or before December 1, 2015, the director of 944 development services and tax commissioner jointly shall submit to 945 the president of the senate and the speaker of the house of 946 representatives a comprehensive report that includes the 947 information required by division (F)(1) of this section and a 948 detailed analysis of the effectiveness of issuing tax credits for 949 rehabilitating historic buildings. The report shall be prepared 950 with the assistance of an economic research organization jointly 951 chosen by the director and commissioner. 952
- (G) There is hereby created in the state treasury the 953 historic rehabilitation tax credit operating fund. The director of 954 development services is authorized to charge reasonable 955

application and other fees in connection with the administration	956
of tax credits authorized by this section and sections 5725.151,	957
5725.34, $5726.52$ , $5729.17$ , $5733.44$ $5733.47$ , and $5747.76$ of the	958
Revised Code. Any such fees collected shall be credited to the	959
fund and used to pay reasonable costs incurred by the department	960
of development services in administering this section and sections	961
5725.151, 5725.34, 5726.52, 5729.17, <del>5733.44</del> <u>5733.47</u> , and 5747.76	962
of the Revised Code.	963

The Ohio historic preservation office is authorized to charge

reasonable fees in connection with its review and approval of

applications under this section. Any such fees collected shall be

credited to the fund and used to pay administrative costs incurred

by the Ohio historic preservation office pursuant to this section.

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- Sec. 150.10. (A) On the first day of January of the second 969 year after the date of entering into an agreement under section 970 150.05 of the Revised Code and on the first day of August of each 971 ensuing year, the authority shall file with the clerk of the house 972 of representatives, the clerk of the senate, and the chairpersons 973 of the house and senate standing committees predominantly 974 concerned with economic development a written report on the Ohio 975 venture capital program. The report shall include all the 976 following: 977
- (1) A description of the details of the investment policy 978 established or modified in accordance with sections 150.03 and 979 150.04 of the Revised Code; 980
- (2) The authority's assessment of the program's achievement 981 of its purpose stated in section 150.01 of the Revised Code; 982
- (3) The value of tax credit certificates issued by the 983 authority under section 150.07 of the Revised Code in each fiscal 984 year ending on or before the preceding thirtieth day of June; 985

(4) The amount of tax credits claimed pursuant to section	986
5707.031, 5725.19, 5726.53, 5727.241, 5729.08, 5733.49, or 5747.80	987
of the Revised Code, as to the respective taxes involved;	988
(5) The financial status of the Ohio venture capital fund;	989
(6) The names of venture capital funds in which money from	990
the program fund has been invested and the locations of their	991
principal offices, and the names of the enterprises in which each	992
of those venture capital funds has invested such money and the	993
locations of those enterprises' principal offices;	994
(7) Any recommendations for modifying the program to better	995
achieve the purpose stated in section 150.01 of the Revised Code.	996
(B) During each year that a report is issued under division	997
(A) of this section, the chairperson of the authority, or another	998
member of the authority designated by the chairperson as the	999
authority's representative, shall be required to appear in person	1000
before the standing committees of the house and senate	1001
predominantly concerned with economic development to give	1002
testimony concerning the status of the Ohio venture capital	1003
program.	1004
d	1005
Sec. 166.13. (A) Prior to entering into each agreement to	1005
provide innovation financial assistance under sections 166.12,	1006
166.15, and 166.16 of the Revised Code, the director of	1007
development services shall determine whether the assistance will	1008
conform to the requirements of sections 166.12 to 166.16 of the	1009
Revised Code. Such determination, and the facts upon which it is	1010
based, shall be set forth by the director in submissions made to	1011
the controlling board when the director seeks a release of moneys	1012
under section 166.12 of the Revised Code. An agreement to provide	1013
assistance under sections 166.12, 166.15, and 166.16 of the	1014
Revised Code shall set forth the determination, which shall be	1015

conclusive for purposes of the validity and enforceability of the

agreement and any innovation loan guarantees, innovation loans, or	1017
other agreements entered into pursuant to the agreement to provide	1018
innovation financial assistance.	1019
(B) Whenever a person applies for innovation financial	1020
assistance under sections 166.12, 166.15, and 166.16 of the	1021
Revised Code and the eligible innovation project for which	1022
innovation financial assistance is requested is to relocate an	1023
eligible innovation project that is currently being operated by	1024
the person and that is located in another county, municipal	1025
corporation, or township, the director person shall provide	1026
written notification to the appropriate local governmental bodies	1027
and state officials. The notification shall contain the following	1028
<del>information:</del>	1029
(1) The name of the person applying for innovation financial	1030
assistance;	1031
(2) The county, and the municipal corporation or township, in	1032
which the eligible innovation project for which innovation	1033
financial assistance is requested is located; and	1034
(3) The county, and the municipal corporation or township, in	1035
which the eligible innovation project to be replaced is located	1036
director may not enter into an agreement to provide innovation	1037
financial assistance until the director determines that the	1038
appropriate local government bodies and state officials have been	1039
notified.	1040
(C) As used in division (B) of this section:	1041
(1) "Appropriate local governmental bodies" means:	1042
(a) The boards of county commissioners or legislative	1043
authorities of the county in which the project for which	1044
innovation financial assistance is requested is located and of the	1045
county in which the eligible innovation project to be replaced is	1046
located;	1047

(b) The legislative authority of the municipal corporation or	1048
the board of township trustees of the township in which the	1049
eligible innovation project for which innovation financial	1050
assistance is requested is located; and	1051
(c) The legislative authority of the municipal corporation or	1052
the board of township trustees of the township in which the	1053
eligible innovation project to be replaced is located.	1054
(2) "State officials" means:	1055
(a) The state representative and state senator in whose	1056
districts the project for which innovation financial assistance is	1057
requested is located;	1058
(b) The state representative and state senator in whose	1059
districts the innovation project to be replaced is located.	1060
der 166 19 (A) Duion to entening into each agreement to	1061
Sec. 166.18. (A) Prior to entering into each agreement to	1061
provide research and development financial assistance, the	1062
director of development services shall determine whether the	1063
assistance will conform to the requirements of sections 166.17 to	1064
166.21, 5733.352, and 5747.331 of the Revised Code. Such	1065
determination, and the facts upon which it is based, shall be set	1066
forth by the director in submissions made to the controlling board	1067
when the director seeks a release of moneys under section 166.17	1068
of the Revised Code. An agreement to provide research and	1069
development financial assistance under section 166.17 or 166.21 of	1070
the Revised Code shall set forth the determination, which shall be	1071
conclusive for purposes of the validity and enforceability of the	1072
agreement, and any loans or other agreements entered into pursuant	1073
to the agreement, to provide research and development financial	1074
assistance.	1075
(B) Whenever a person applies for research and development	1076

financial assistance, and the eligible research and development

project for which that assistance is requested is to relocate an	1078
eligible research and development project that is currently being	1079
operated by the person and that is located in another county,	1080
municipal corporation, or township within the state, the director	1081
person shall provide written notification to the appropriate local	1082
governmental bodies and state officials. The notification shall	1083
state all of the following:	1084
(1) The name of the person applying for research and	1085
development financial assistance;	1086
(2) The county, and the municipal corporation or township, in	1087
which the project for which research and development financial	1088
assistance is requested will be located;	1089
(3) The county, and the municipal corporation or township, in	1090
which the eligible research and development project is located at	1091
the time such financial assistance is requested director may not	1092
enter into an agreement to provide research and development	1093
financial assistance until the director determines that the	1094
appropriate local government bodies and state officials have been	1095
notified.	1096
(C) As used in division (B) of this section:	1097
(1) "Appropriate local governmental bodies" means all of the	1098
following:	1099
(a) The board of county commissioners of or legislative	1100
authorities of special districts in the county in which the	1101
eligible research and development project for which research and	1102
development financial assistance is requested is located and of	1103
the county in which the project will be located;	1104
(b) The legislative authority of the municipal corporation or	1105
the board of township trustees of the township in which the	1106
eligible research and development project for which research and	1107
development financial assistance is requested is located and of	1108

the municipal corporation or township in which the project will be	1109
located.	1110
(2) "State officials" means both of the following:	1111
(a) The state representative and state senator in whose	1112
district the eligible research and development project for which	1113
research and development financial assistance is requested is	1114
located;	1115
(b) The state representative and state senator in whose	1116
district the eligible research and development project will be	1117
located.	1118
Sec. 184.02. (A) In addition to the powers and duties under	1119
sections 184.10 to 184.20 and 184.37 of the Revised Code, the	1120
third frontier commission may perform any act to ensure the	1121
performance of any function necessary or appropriate to carry out	1122
the purposes of, and exercise the powers granted under, sections	1123
184.01 and 184.02 of the Revised Code. In addition, the commission	1124
may do any of the following:	1125
(1) Adopt, amend, and rescind rules under section 111.15 of	1126
the Revised Code for the administration of any aspect of its	1127
operations;	1128
(2) Adopt bylaws governing its operations, including bylaws	1129
that establish procedures and set policies as may be necessary to	1130
assist with the furtherance of its purposes;	1131
(3) Appoint and set the compensation of employees needed to	1132
carry out its duties;	1133
(4) Contract with, retain the services of, or designate, and	1134
fix the compensation of, such financial consultants, accountants,	1135
other consultants and advisors, and other independent contractors	1136
as may be necessary or desirable to carry out its duties;	1137
(5) Solicit input and comments from the third frontier	1138

advisory board, and specialized industry, professional, and other	1139
relevant interest groups concerning its purposes;	1140
(6) Facilitate alignment of the state's science and	1141
technology programs and activities;	1142
(7) Make grants and loans to individuals, public agencies,	1143
private companies or organizations, or joint ventures for any of	1144
the broad range of activities related to its purposes.	1145
(B) In addition to the powers and duties under sections	1146
184.10 to 184.20 and 184.37 of the Revised Code, the commission	1147
shall do all of the following:	1148
(1) Establish a competitive process for the award of grants	1149
and loans that is designed to fund the most meritorious proposals	1150
and, when appropriate, provide for peer review of proposals;	1151
(2) Within ninety days after the end of each fiscal On or	1152
before the first day of August of each year, submit to the	1153
governor and the general assembly a report of the activities of	1154
the commission during the preceding fiscal year;	1155
(3) With specific application to the biomedical research and	1156
technology transfer trust fund, periodically make strategic	1157
assessments of the types of state investments in biomedical	1158
research and biotechnology in the state that would likely create	1159
jobs and business opportunities in the state and produce the most	1160
beneficial long-term improvements to the public health of Ohioans,	1161
including, but not limited to, biomedical research and	1162
biotechnology initiatives that address tobacco-related illnesses	1163
as may be outlined in any master agreement. The commission shall	1164
award grants and loans from the fund pursuant to a process	1165
established under division (B)(1) of this section.	1166
Sec. 1551.34. On or before the thirty first first day of	1160
<b>bec. 1331.34.</b> On or belore the <del>thirty-linst</del> linst day Ol	1167

March August of the second each even-numbered year of each

1168

biennium, the director of the Ohio coal development office	1169
established under section 1551.32 of the Revised Code shall submit	1170
to the governor and the general assembly an Ohio coal development	1171
agenda. Prior to each submission, the office shall solicit public	1172
comment on the agenda to give interested parties an opportunity to	1173
comment on the agenda. The director shall consider any public	1174
comments received prior to the agenda's submission. The agenda	1175
shall include, but is not limited to, all of the following:	1176
(A) A characterization of Ohio coal, constraints on its	1177
maximum use, and opportunities for overcoming those constraints;	1178
(B) A characterization of the current and potential markets	1179
for Ohio coal, constraints on increased market demand for it, and	1180
opportunities for overcoming those constraints;	1181
(C) Identification of each of the office's programs and its	1182
correspondence to the purposes of the office;	1183
(D) A description of the office's current projects that	1184
includes the status of each project and a specific description of	1185
the office's activities in all of the following areas:	1186
(1) Commercialization of available technology;	1187
(2) Marketplace adoption of that technology;	1188
(3) Enhancement of user markets for Ohio coal.	1189
(E) The types of projects to be funded in the succeeding	1190
biennium;	1191
(F) Anticipated expenditures for, the relative priority of,	1192
and the potential benefits of each type of project to be funded in	1193
the succeeding biennium;	1194
(G) The results obtained from completed projects and	1195
dissemination of those results;	1196
(H) A fiscal report of the office's activities under sections	1197
1551.30 to 1551.35 and Chapter 1555. of the Revised Code during	1198

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the preceding biennium;	1199
(I) The criteria used to select the office's specific types	1200
of projects. The criteria shall consider all of the following:	1201
(1) A project's relationship to and support of the office's	1202
purposes;	1203
(2) The technology involved, its applicability to Ohio coal,	1204
and its potential rate and probability of marketplace adoption;	1205
(3) The commercial readiness of a project's facility, technology, or equipment;	1206 1207
(4) The cost and relative risk to the state and the	1208
participation of other investors or interested parties in a	1209
<pre>project's financing;</pre>	1210
(5) The likelihood that results of a project would not be	1211
achieved in the absence of the office's assistance.	1212
Sec. 3313.902. (A) As used in this section:	1213
(1) "Approved industry credential or certificate" means a	1214
credential or certificate that is approved by the chancellor of	1215
the Ohio board of regents.	1216
(2) "Eligible institution" means any of the following:	1217
(a) A community college established under Chapter 3354. of	1218
the Revised Code;	1219
(b) A technical college established under Chapter 3357. of	1220
the Revised Code;	1221
(c) A state community college established under Chapter 3358.	1222
of the Revised Code;	1223
(d) An Ohio technical center recognized by the chancellor	1224
that provides post-secondary workforce education.	1225
(3) "Eligible student" means an individual who is at least	1226

twenty-two years of age and has not received a high school diploma	1227
or a certificate of high school equivalence, as defined in section	1228
4109.06 of the Revised Code.	1229
(B) The adult career opportunity pilot program is hereby	1230
established to permit an eligible institution to obtain approval	1231
from the state board of education and the chancellor to develop	1232
and offer a program of study that allows an eligible student to	1233
obtain a high school diploma. A program shall be eligible for this	1234
approval if it satisfies all of the following requirements:	1235
(1) The program allows an eligible student to complete the	1236
requirements for obtaining a high school diploma while completing	1237
requirements for an approved industry credential or certificate.	1238
(2) The program includes career advising and outreach.	1239
(3) The program includes opportunities for students to	1240
receive a competency-based education.	1241
(C) The superintendent of public instruction, in consultation	1242
with the chancellor, shall adopt rules for the implementation of	1243
the adult career opportunity pilot program, including the	1244
requirements for applying for program approval.	1245
Sec. 3333.91. Not later than December 31, 2014, the	1246
governor's office of workforce transformation, in collaboration	1247
with the chancellor of the Ohio board of regents, the	1248
superintendent of public instruction, and the department of job	1249
and family services, shall develop and submit to the appropriate	1250
federal agency a single, integrated state plan for the adult basic	1251
and literacy education program administered by the United States	1252
secretary of education, the "Carl D. Perkins Vocational and	1253
Technical Education Act, " 20 U.S.C. 2301, et seq., as amended, and	1254
the "Workforce Investment Act of 1998," 29 U.S.C. 2801, et seq.,	1255
as amended. Following the plan's initial submission to the	1256

appropriate federal agency, the governor's office of workforce	1257
transformation may update it as necessary. If the plan is updated,	1258
the governor's office of workforce transformation shall submit the	1259
updated plan to the appropriate federal agency.	1260

Sec. 3731.02. (A) The state fire marshal shall make such 1261 rules as are necessary to carry out this chapter, which shall 1262 include, but are not limited to, rules establishing requirements 1263 to renew a license issued under this chapter and fees for 1264 licensure and renewal and for inspections of hotels. Except as 1265 provided in division (G) of section 3731.12 of the Revised Code, 1266 the state fire marshal and the assistant state fire marshals shall 1267 enforce this chapter. 1268

- (B) Except as otherwise provided in this division and 1269 divisions (C) and (D) of this section, the board of building 1270 standards shall adopt, pursuant to section 3781.10 of the Revised 1271 Code, rules that specify that the building code standards for SRO 1272 facilities shall be use group R-2. Any facility operating prior to 1273 October 16, 1996, in the nature of an SRO facility that met the 1274 building code standards for an SRO facility prior to that date, 1275 whether previously licensed as a hotel or not, and after October 1276 16, 1996, licensed as an SRO facility under section 3731.03 of the 1277 Revised Code, shall be permitted under the rules to have a 1278 building code standard of either use group R-1 or use group R-2 if 1279 the facility meets the requirements for those use groups as 1280 specified in the Ohio building code adopted pursuant to section 1281 3781.10 of the Revised Code. The requirements of this division 1282 apply to an SRO facility that holds a license as an SRO facility 1283 on the effective date of this amendment September 12, 2008, unless 1284 any of the following events occur on or after the effective date 1285 of this amendment September 12, 2008: 1286
  - (1) The owner of the SRO facility constructs or alters the 1287

facility.	1288
(2) The owner of the SRO facility surrenders the license	1289
issued to that facility.	1290
(3) The owner of the SRO facility changes the use or	1291
occupancy of that facility.	1292
(4) The license issued to that SRO facility under this	1293
chapter is revoked or is not renewed.	1294
(C) If any of the events described in divisions $(B)(1)$ to $(4)$	1295
of this section occur, the owner of the structure shall comply	1296
with division (D) of this section to obtain a new license to	1297
operate as an SRO facility.	1298
(D) Beginning on the effective date of this amendment	1299
September 12, 2008, the state fire marshal shall not issue a new	1300
license to operate a facility as an SRO facility, and shall not	1301
renew such a license issued under this division, unless the SRO	1302
facility is constructed providing individual sleeping rooms for	1303
each guest; has, on a per-room or a communal basis within each	1304
building to be licensed as an SRO facility, permanent provisions	1305
for living, eating, cooking, and sanitation; and is constructed in	1306
accordance with the requirements specified for SRO facilities and	1307
is approved by the building official having jurisdiction over that	1308
facility to be an SRO facility. An SRO facility subject to this	1309
division shall only operate with, and shall properly maintain,	1310
individual sleeping rooms for each guest and shall only operate	1311
with, and shall properly maintain, on a per-room or communal	1312
basis, permanent provisions available to all guests for living,	1313
eating, cooking, and sanitation.	1314
(E) The state fire marshal may, pursuant to division (A) of	1315
this section, adopt rules establishing a fire code and sanitary	1316
standards compliance incentive program for persons required to	1317
progure a ligence for a hotel under section 3731 03 of the Revised	1318

Code. The rules may include provisions for the creation of a "Safe	1319
Stay Hotel" designation by the state fire marshal, the standards a	1320
licensed hotel must meet to achieve and maintain that designation,	1321
the procedures the state fire marshal shall use to publish and	1322
maintain a registry of hotels receiving that designation, and any	1323
monetary incentives offered by the state fire marshal to encourage	1324
a licensed hotel to achieve and maintain that designation. At a	1325
minimum, no hotel may be designated as a "Safe Stay Hotel" or	1326
maintain such a designation unless it meets the fire code and	1327
sanitary compliance standards established pursuant to this section	1328
for a continuous period of at least twenty-four months.	1329
Nothing in this division shall be construed to limit the	1330
power of this state, the department of commerce, the state fire	1331
marshal, or any other political subdivision of the state to	1332
administer and enforce any other sections of this chapter or any	1333
other applicable laws, rules, and regulations. Nothing in this	1334
division shall be construed to require the state fire marshal to	1335
designate a hotel as a "Safe Stay Hotel" or require the state fire	1336
marshal to award a monetary incentive to a hotel in any manner	1337
that is inconsistent or in conflict with the rules adopted under	1338
this section or any other applicable laws, rules, or regulations.	1339
Sec. 4740.06. (A) Any individual who applies for a license	1340
shall file a written application with the appropriate section of	1341
the Ohio construction industry licensing board, accompanied with	1342
the application fee as determined pursuant to section 4740.09 of	1343
the Revised Code. The individual shall file the application not	1344
more than sixty days nor less than thirty days prior to the date	1345
of the examination. The application shall be on the form the	1346
section prescribes and verified by the applicant's oath. The	1347
applicant shall provide information satisfactory to the section	1348
showing that the applicant meets the requirements of division (B)	1349
of this section.	1350

(B) To qualify to take an examination, an individual shall:	1351
(1) Be at least eighteen years of age;	1352
(2) Be a United States citizen or legal alien who produces	1353
valid documentation to demonstrate the individual is a legal	1354
resident of the United States;	1355
(3) Either have been a tradesperson in the type of licensed	1356
trade for which the application is filed for not less than five	1357
years immediately prior to the date the application is filed, be a	1358
currently registered engineer in this state with three years of	1359
business experience in the construction industry in the trade for	1360
which the engineer is applying to take an examination, or have	1361
other experience acceptable to the appropriate section of the	1362
board;	1363
(4) Maintain contractor's liability insurance, including	1364
without limitation, complete operations coverage, in an amount the	1365
appropriate section of the board determines;	1366
(5) Not have done any of the following:	1367
(a) Been convicted of or pleaded guilty to a crime of moral	1368
turpitude or a disqualifying offense as those terms are defined in	1369
section 4776.10 of the Revised Code;	1370
(b) Violated this chapter or any rule adopted pursuant to it;	1371
(c) Obtained or renewed a license issued pursuant to this	1372
chapter, or any order, ruling, or authorization of the board or a	1373
section of the board by fraud, misrepresentation, or deception;	1374
(d) Engaged in fraud, misrepresentation, or deception in the	1375
conduct of business.	1376
(C) When an applicant for licensure as a contractor in a	1377
licensed trade meets the qualifications set forth in division (B)	1378
of this section and passes the required examination, the	1379
appropriate section of the board, within ninety days after the	1380

application was filed, shall authorize the administrative section	1381
of the board to license the applicant for the type of contractor's	1382
license for which the applicant qualifies. A section of the board	1383
may withdraw its authorization to the administrative section for	1384
issuance of a license for good cause shown, on the condition that	1385
notice of that withdrawal is given prior to the administrative	1386
section's issuance of the license.	1387

(D) All licenses a contractor holds pursuant to this chapter 1388 shall expire annually on the same date, which shall be the 1389 expiration date of the original license the contractor holds. An 1390 individual holding a valid, unexpired license may renew the 1391 license, without reexamination, by submitting an application to 1392 the appropriate section of the board not more than ninety calendar 1393 days before the expiration of the license, along with the renewal 1394 fee the section requires and proof of compliance with the 1395 applicable continuing education requirements. The applicant shall 1396 provide information in the renewal application satisfactory to 1397 demonstrate to the appropriate section that the applicant 1398 continues to meet the requirements of division (B) of this 1399 section. 1400

Upon application and within one calendar year after a license 1401 has expired, a section may waive any of the requirements for 1402 renewal of a license upon finding that an applicant substantially 1403 meets the renewal requirements or that failure to timely apply for 1404 renewal is due to excusable neglect. A section that waives 1405 requirements for renewal of a license may impose conditions upon 1406 the licensee and assess a late filing fee of not more than double 1407 the usual renewal fee. An applicant shall satisfy any condition 1408 the section imposes before a license is reissued. 1409

(E) An individual holding a valid license may request the 1410 section of the board that authorized that license to place the 1411 license in inactive status under conditions, and for a period of 1412

time, as that section determines.	1413
(F) Except for the ninety-day extension provided for a	1414
license assigned to a business entity under division (D) of	1415
section 4740.07 of the Revised Code, a license held by an	1416
individual immediately terminates upon the death of the	1417
individual.	1418
(G) Nothing in any license issued by the Ohio construction	1419
industry licensing board shall be construed to limit or eliminate	1420
any requirement of or any license issued by the Ohio fire marshal.	1421
(H)(1) Subject to divisions $(H)(2)$ , $(3)$ , and $(4)$ of this	1422
section, no trade section of the board shall adopt, maintain,	1423
renew, or enforce any rule, or otherwise preclude in any way, an	1424
individual from receiving or renewing a license under this chapter	1425
due to any past criminal activity or interpretation of moral	1426
character, except as pursuant to division (B)(5)(a) of this	1427
section. If the section denies an individual a license or license	1428
renewal, the reasons for such denial shall be put in writing.	1429
(2) Except as otherwise provided in this division, if an	1430
individual applying for a license has been convicted of or pleaded	1431
guilty to a misdemeanor that is not a crime of moral turpitude or	1432
a disqualifying offense less than one year prior to making the	1433
application, the section may use its discretion in granting or	1434
denying the individual a license. Except as otherwise provided in	1435
this division, if an individual applying for a license has been	1436
convicted of or pleaded guilty to a felony that is not a crime of	1437
moral turpitude or a disqualifying offense less than three years	1438
prior to making the application, the section may use its	1439
discretion in granting or denying the individual a license. The	1440
provisions in this paragraph do not apply with respect to any	1441
offense unless the section, prior to the effective date of this	1442
amendment September 28, 2012, was required or authorized to deny	1443

1444

the application based on that offense.

In all other circumstances, the section shall follow the	1445
procedures it adopts by rule that conform to division (H)(1) of	1446
this section.	1447
(3) In considering a renewal of an individual's license, the	1448
section shall not consider any conviction or plea of guilty prior	1449
to the initial licensing. However, the board may consider a	1450
conviction or plea of guilty if it occurred after the individual	1451
was initially licensed, or after the most recent license renewal.	1452
(4) The section may grant an individual a conditional license	1453
that lasts for one year. After the one-year period has expired,	1454
the license is no longer considered conditional, and the	1455
individual shall be considered fully licensed.	1456
(I) Notwithstanding divisions (D) and (H) of this section and	1457
sections 4740.04 and 4740.05 of the Revised Code, the board may	1458
establish rules that amend the continuing education requirements	1459
and license renewal schedule for licensees as provided in or	1460
adopted pursuant to those sections for the purpose of establishing	1461
a compliance incentive program. These rules may include provisions	1462
for the creation of the program and the qualifications, continuing	1463
education requirements, and renewal schedule for the program.	1464
<b>Section 2.</b> That existing sections 121.08, 122.136, 122.21,	1465
122.25, 122.37, 122.64, 122.89, 122.94, 122.941, 149.311, 150.10,	1466
166.13, 166.18, 184.02, 1551.34, 3731.02, and 4740.06 of the	1467
Revised Code are hereby repealed.	1468
Section 3. (A) The Chancellor of the Ohio Board of Regents,	1469
in consultation with the parties specified in division (B) of this	1470
section, shall develop recommendations for increasing the number	1471
of programs available to adults who have not obtained a high	1472
school diploma that offer credentials equivalent to a high school	1473
diploma and also provide career pathways, such as an associate	1474

degree, industry credential, or other type of career training.

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(B) In developing recommendations under division (A) of this	1476
section, the Chancellor shall consult with all of the following:	1477
(1) The Superintendent of Public Instruction;	1478
(2) Representatives of the Governor's Office of Workforce	1479
Transformation, the Department of Job and Family Services, and the	1480
Ohio Association of Community Colleges;	1481
(3) Representatives of career-technical planning districts	1482
that provide post-secondary workforce education;	1483
(4) Representatives of programs that provide adult basic and	1484
literacy education;	
(5) Representatives of any other interested parties at the	1486
Chancellor's discretion.	1487
(C) Not later than December 31, 2014, the Chancellor shall	1488
prepare a report of the recommendations developed under division	1489
(A) of this section and submit it to the Governor, the President	1490
of the Senate, and the Speaker of the House of Representatives.	1491