



# Ohio Legislative Service Commission

## Bill Analysis

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### H.B. 342

129th General Assembly  
(As Introduced)

**Reps.** Pillich and Driehaus, Antonio, Foley, Garland, R. Hagan, Letson, Murray, O'Brien, Ramos, Reece, Weddington

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## BILL SUMMARY

- Limits agreements to privatize state property, facilities, services, or functions.

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## CONTENT AND OPERATION

### Privatization agreement

Under the bill, the state or a state agency can enter into a privatization agreement only if the agreement meets both of the following requirements:

- (1) The entity with which the agreement is to be made is located and has its principal place of business in Ohio.
- (2) The agreement does not result in the transfer of jobs or other employment opportunities to a location outside of Ohio.

The bill further specifies that any privatization agreement the state or a state agency enters into that does not meet the bill's requirements is void.

The bill defines "privatization agreement" to mean any agreement or contract authorized under R.C. 9.06 (authority of the Department of Rehabilitation and Correction to contract for the private operation and management of certain facilities), R.C. 126.60 to 126.605 (authority of the Director of Budget and Management and the Director of Transportation to contract with a private sector entity for the purpose of outsourcing highway services), or R.C. Chapter 4313. (authority of the state to transfer to JobsOhio all or a portion of the spirituous liquor distribution system for a transfer price payable by JobsOhio to the state), or any other statute enacted by the General Assembly, to do any of the following:

(1) Operate or manage state facilities;

(2) Provide services or undertake functions that have traditionally been provided by the state;

(3) Sell, convey, lease, or otherwise transfer state property, facilities, enterprises, or assets for the purpose of providing services or undertaking functions that have traditionally been provided by the state.<sup>1</sup>

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## HISTORY

ACTION	DATE
Introduced	10-06-11

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<sup>1</sup> R.C. 9.27.

