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OBMCD11 Annual comprehensive financial reports**R.C. 126.21, 126.46, 5537.17**

Changes the name of a report the OBM Director and Ohio Turnpike and Infrastructure Commission must each issue from a "comprehensive annual financial report" to an "annual comprehensive financial report" and makes related changes regarding the State Audit Committee's duties with the OBM report.

Fiscal effect: None.**OBMCD10 Central service agency****R.C. 126.25, 125.22 (126.42), Sections 516.10, 525.10**

Transfers the Central Service Agency, which provides routine support services to various boards and commissions, from DAS to OBM.

Includes human resources and personnel services as routine support services.

Eliminates the CEB's authority to exempt a board or commission from using the centralized services.

Removes language currently specifying that the provision of routine support services does not include initiating or denying personnel or fiscal actions.

Transfers the cash balance from the Central Service Agency Fund (Fund 1150) to the Accounting and Budgeting Fund (Fund 1050) and abolishes Fund 1150 after the completion of the transfer. Requires the OBM Director to cancel any encumbrances against Fund 1150 ALI item 100632, Central Service Agency, and reestablish them against either Fund 1050 ALI 042603, Financial Management or Fund 1050 ALI 042620, Shared Services Operating.

Appropriates the reestablished encumbrance amounts.

Fiscal effect: Reduces DAS agency expenditures by about \$1 million in each year of the upcoming biennium and increases OBM agency expenditures by a corresponding amount.**OBMCD12 Eliminate certain reporting requirements****R.C. 126.30, 131.02, 153.17, 3333.021, 3333.12, 3333.122, 5123.0412, 5727.28, 5727.42, 5727.91, Repealed: 131.38**

Eliminates the following reporting requirements for agencies to submit certain information to OBM:

- (1) Interest charges paid related to an agency's purchase or lease of goods or services;
- (2) Unpaid amounts due to the state that an agency is unable to collect;
- (3) Information on segregated custodial funds maintained by an agency;
- (4) Notification, by the owner of a public work, of execution of a takeover contract for the takeover of a defaulted public works contract;
- (5) Refunds of certain higher education grants provided by ODHE;
- (6) Tax refunds to certain entities.

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Removes OBM from the list of recipients required to receive a fiscal analysis prior to the implementation of any action or adoption of a rule by the ODHE Chancellor expected to have an effect on the revenue or expenditures of any university.

Removes the requirement that DODD submit an annual report to OBM on the use of the DODD's Administration and Oversight Fund.

Fiscal effect: Negligible reduction in statewide agency expenditures due to reduced reporting requirements.

OBMCD7 Shared services center**Section: 229.10**

Requires GRF ALI 042321, Operating Expenses, and Fund 1050 ALI 042620, Shared Services Operating, to be used to support the Shared Services program pursuant to accounting duties of the OBM Director, as enumerated in codified law.

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

Fiscal effect: A comparable provision yielded \$6.2 million in agency expenditures during FY 2022 for these prescribed purposes.

OBMCD6 Audit costs**Section: 229.20**

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

Requires costs associated with the audit of the AOS to be paid from GRF ALI 042321, Operating Expenses.

Fiscal effect: A comparable provision yielded \$4.8 million in agency expenditures during FY 2022 for these prescribed purposes.

OBMCD8 Internal audit**Section: 229.20**

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

Fiscal effect: A comparable provision yielded \$10,222 in agency revenue deposited into Fund 1050 during FY 2022 for these prescribed purposes.

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Requires Fund 5EH0 ALI 042604, Forgery Recovery, to be used to reissue warrants that have been certified as forgeries by the rightful recipient as determined by the Bureau of Criminal Identification and Investigation and TOS. Requires the OBM Director to reissue a state warrant upon receipt of funds to cover the reissuance of the warrant. Appropriates any additional amounts needed to reissue warrants backed by receipt of funds.

Fiscal effect: A comparable provision yielded \$25,000 in agency expenditures during FY 2022 for these prescribed purposes.

OBMCD13 Personal service expenditures**Section: 503.10**

Requires any appropriation from which personal service expenses are paid to bear the employer's share of various costs, unless otherwise prohibited by law. Requires that these costs be determined in conformity with the appropriate sections of law and paid in accordance with procedures specified by OBM. Permits expenditures from Fund 1090 ALI 070601, Public Audit Expense - Intra-State, to be exempted from this requirement.

OBMCD14 Satisfaction of judgements and settlements against the state**Section: 503.20**

Permits the use of certain appropriations to satisfy judgments, settlements, and administrative awards ordered or approved by the Court of Claims or by any other court of competent jurisdiction in connection with civil actions against the state.

OBMCD15 Capital project settlements**Section: 503.30**

Specifies an additional and supplemental procedure to provide for payments of judgments and settlements if the OBM Director determines that sufficient unencumbered moneys do not exist in the particular appropriation to pay the amount of a final judgment rendered against the state or a state agency, including the settlement of a claim approved by a court, in an action upon and arising out of a contractual obligation for the construction or improvement of a capital facility if the costs under the contract were payable in whole or in part from a state capital projects appropriation.

OBMCD16 Re-issuance of voided warrants**Section: 503.40**

Appropriates funds for the reissuance of voided warrants under codified law concerning warrants, when approved by OBM.

OBMCD17 Reappropriation of unexpended unencumbered balances of operating appropriations**Section: 503.50**

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

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Requires any operating appropriations for which unexpended balances are reappropriated for an encumbrance for an item of special order manufacture not available on state contract or in the open market to be reported to the CEB by the OBM Director by December 31 each year. Requires the report on each such item to include the item, the cost of the item, and the name of the vendor. Requires the report to be updated on a quarterly basis for encumbrances remaining.

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

Specifies that if the CEB approved a purchase, that approval remains in effect so long as the appropriation used to make that purchase remains encumbered.

OBMCD18 Correction of accounting errors**Section: 503.60**

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

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

OBMCD19 Temporary revenue holding**Section: 503.70**

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

Permits the OBM Director to create funds in the state treasury, upon certification by the head of a state agency, on behalf of a state agency when the agency is required by law to detain funds in escrow. Permits the OBM Director to transfer cash between funds in the state treasury to satisfy escrow requirements.

OBMCD20 Appropriations related to cash transfers and re-establishment of encumbrances**Section: 503.80**

Appropriates any cash transferred by the OBM Director and any amounts necessary to re-establish appropriations or encumbrances, under the OBM Director's enumerated powers for making adjustments to capital or operating budgets.

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OBMCD21 Transfers of Third Frontier appropriations**Section: 503.90**

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

OBMCD22 Income tax distribution to counties**Section: 503.100**

Appropriates from the GRF sufficient funds to make income tax distribution payments to counties required by income tax law.

OBMCD23 Expenditures and appropriation increases approved by the Controlling Board**Section: 503.110**

Appropriates for the period ending June 30, 2025, any money that the CEB approves for expenditure or any appropriation increase approved by the CEB.

OBMCD24 Funds received for use of governor's residence**Section: 503.120**

Appropriates to ALI 100604, Governor's Residence Gift, any amount received by the Governor's Residence Fund (Fund 4H20) for use of the residence pursuant to codified law concerning the issuance of warrants.

OBMCD25 General obligation debt service payments**Section: 504.10**

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

OBMCD26 Lease rental payments for debt service**Section: 504.20**

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

OBMCD27 Authorization for Treasurer of State and OBM to effectuate certain debt service payments**Section: 504.30**

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

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OBMCD28 Arbitrage rebate authorization**Section: 505.10**

Appropriates, from the funds designated by or pursuant to the applicable proceedings authorizing the issuance of state obligations, amounts computed at the time to represent the portion of investment income to be rebated or amounts in lieu of or in addition to any rebate amount to be paid to the federal government in order to maintain the exclusion from gross income for federal income tax purposes of interest on those state obligations under the Internal Revenue Code's tax-exempt bond requirements. Requires OBM to approve and voucher rebate payments.

OBMCD29 Statewide indirect cost recovery**Section: 505.20**

Appropriates from available receipts amounts required for statewide indirect costs when the OBM Director has determined that an appropriation made to a state agency for this purpose is insufficient.

OBMCD30 Transfers on behalf of the statewide indirect cost allocation plan**Section: 505.30**

Prohibits total transfers made from the GRF by the OBM Director under the following provisions from exceeding the amounts transferred into the GRF for the purpose of recovering statewide indirect costs under codified law.

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

Permits the OBM Director, upon determining that no alternative source of funding is available to pay for such expenses, to transfer funds from the GRF to the fund for which the certification is made up to the amount of the certification. Requires the director of an agency receiving such funds to include a request for funding for such activities from an alternative source as part of the next budget submission.

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

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

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OBMCD31 Federal government interest requirements**Section: 505.40**

Authorizes the OBM Director to designate the funds that are to retain their own interest earnings in order to reduce the payment of adjustments to the federal government, as determined by the Statewide Indirect Cost Allocation Plan prepared pursuant to codified law.

OBMCD32 Federal Cash Management Improvement Act**Section: 505.50**

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

OBMCD33 Interest earnings for federal funds**Section: 505.60**

Authorizes the OBM Director to designate any fund in the state treasury that receives federal revenue to be credited with investment earnings to comply with federal law, notwithstanding codified law governing the state treasury.

OBMCD35 Repayment of federal funds**Section: 505.70**

Appropriates for the purpose of returning to the federal government in compliance with federal law, any unexpended federal revenue received into the state treasury remaining at the end of its applicable period.

OBMCD36 Reappropriation of recovery and relief funds**Section: 505.80**

Reappropriates the available balance of ALIs under the following recovery and relief funds, at the end of FY 2024 to the same ALI and for the same purposes in FY 2025: Governor's Emergency Education Relief Fund (Fund 3HQ0), CARES Act School Relief Fund (Fund 3HS0), Emergency Rental Assistance Fund (Fund 5CV2), State Fiscal Recovery Fund (Fund 5CV3), Local Fiscal Recovery Fund (Fund 5CV4), Coronavirus Capital Projects Fund (Fund 5CV5), and the Health and Human Services Fund (Fund 5SA4).

OBMCD34 Transfers in to the GRF**Section: 509.10**

(1) Authorizes the OBM Director to transfer to the GRF interest earned in any state fund, with the exception of funds that are restricted or protected by the Ohio Constitution, federal tax law, or the federal Cash Management Improvement Act.

(2) Authorizes the OBM Director to transfer up to \$200,000,000 cash to the GRF, during the biennium, from non-GRF funds that are not constitutionally restricted.

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OBMCD37 Transfers out of the GRF**Section: 512.10**

Provides for the OBM Director to make the following transfers out of the GRF:

- (1) Requires transfer of up to \$20,000,000 cash in FY 2024 to the State Marketing Office Fund (Fund 5MJ0);
- (2) Requires transfer of \$3,000,000 cash in FY 2024 to the Credit Score Cost Assistance Fund (Fund 5ZM0) and creates the fund;
- (3) Permits transfer of up to \$24,129,706 cash in each fiscal year to the Targeted Addiction Program Fund (Fund 5TZ0);
- (4) Requires transfer of up to \$5,000,000 cash in each fiscal year to the Persian Gulf, Afghanistan, Iraq Compensation Fund (Fund 7041);
- (5) Requires transfer of \$40,000,000 cash in FY 2024 to the Tobacco Use Prevention Fund (Fund 5BX0).
- (6) Permits transfer of up to \$600,000,000 cash in each fiscal year to the Foundation Funding - All Students Fund (Fund 5VS0);
- (7) Requires transfer of \$10,000,000 cash in FY 2024 to the State Board of Education Licensure Fund (Fund 4L20);
- (8) Requires transfer of \$14,000,000 cash in FY 2024 to the OhioMeansJobs Workforce Development Revolving Loan Fund (Fund 5NH0); States that the purpose of the transfer is support of need-based financial aid to students who are enrolled in an educational program for an in-demand job;
- (9) Requires transfer of up to \$4,000,000 cash in FY 2024 to the Second Chance Grant Pilot Program Fund (Fund 5YD0);
- (10) Permits, upon request of the DAS Director, transfer of up to \$2,500,000 cash in each fiscal year to the Information Technology Development Fund (Fund 5LJ0); States purpose of transfer is to support the operations of the Office of InnovateOhio;
- (11) Requires transfer of \$6,600,000 cash in FY 2024 to the Professional Development Fund (Fund 5L70);
- (12) Requires transfer of \$511,000 cash in each fiscal year to the Wildlife Fund (Fund 7015);

Requires an amount of cash authorized by Section 529.10 of H.B. 687 of the 134th General Assembly to be transferred to support capital projects but not transferred as of June 30, 2023, to remain in the GRF.

OBMCD38 Fiscal year 2023 General Revenue Fund ending balance**Section: 513.10**

Requires the OBM Director to determine the GRF surplus revenue that existed on June 30, 2023, and transfer cash, up to the actual surplus revenue amount, from the GRF as follows:

- (1) Up to \$2,400,000,000 to the All Ohio Future Fund (Fund 5XM0);
- (2) Up to \$1,000,000,000 to the Health and Human Services Reserve Fund (Fund 5SA4);
- (3) Up to \$307,196,000 to the H2Ohio Fund (Fund 6H20);
- (4) Up to \$200,000,000 to the Career Technical Education Facilities Fund (Fund 5ZJ0);

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- (5) Up to \$190,000,000 to the EXPO 2050 Fund (Fund 5ZN0);
- (6) Up to \$150,000,000 to the Innovation Hubs Fund (Fund 5ZK0);
- (7) Up to \$140,000,000 to the Statewide Treatment and Prevention Fund (Fund 4750);
- (8) Up to \$125,000,000 to the Rail Safety Crossing Fund (Fund 5ZP0);
- (9) Up to \$65,000,000 to the Veterans Homes Modernization Fund (Fund 5ZO0);
- (10) Up to \$50,000,000 to the Controlling Board Emergency Purposes/Contingencies Fund (Fund 5KM0);
- (11) Up to \$50,000,000 to the Local Jail Grants Fund (Fund 5ZQ0);

Requires that the remaining amount of the surplus revenue remain in the GRF.

OBMCD39 Fiscal year 2024 General Revenue Fund ending balance

Section: 513.20

Provides that the remaining balance in the GRF as of June 30, 2024, remain in the GRF, notwithstanding codified law governing the GRF ending balance.

OBMCD40 Utility Radiological Safety Board assessments

Section: 514.10

Specifies the maximum amounts, unless the agency and nuclear electric utility mutually agree to a higher amount by contract, that may be assessed against nuclear electric utilities according to codified law and deposited into the following funds:

- \$109,800 in FY 2024 and \$112,900 in FY 2025 to the Utility Radiological Safety Fund (Fund 4E40) used by AGR;
- \$1,405,870 in FY 2024 and \$1,474,757 in FY 2025 to the Radiation Emergency Response Fund (Fund 6100) used by ODH;
- \$332,287 in each fiscal year to the ER Radiological Safety Fund (Fund 6440) used by the Ohio EPA; and
- \$1,435,000 in FY 2024 and \$1,449,000 in FY 2025 to the Emergency Response Plan Fund (Fund 6570) used by ODPS.

OBMCD41 Cash transfers and abolishment of funds

Section: 516.10

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

Lists the funds to be abolished, including funds used by: COM, DAS, DEV, OhioMHAS, ODPS, BEMC, OFCC, INS, ODJFS, OPD, and Ohio EPA.

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OBMCD42 Health and Human Services Reserve Fund

Section: 516.20

Renames the Health and Human Services Fund to the Health and Human Services Reserve Fund (Fund 5SA4).

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AUDCD7 School district fiscal distress performance audits

R.C. 3316.042

Removes OBM from the performance audit consultation process for school districts under fiscal distress.

Removes the requirement that the AOS prioritize performance audits of school districts in fiscal distress.

Fiscal effect: Minimal savings for OBM.

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DEVCD29 All Ohio Future Fund**R.C. 126.62, Section 259.30**

Renames the Investing in Ohio Fund to the All Ohio Future Fund (Fund 5XM0) and expands the economic development purposes of the fund.

Authorizes the OBM Director to transfer cash to Fund 5XM0 from the following sources, under specified circumstances: (1) the Oil and Gas Well Fund (Fund 5180); and (2) a portion or all of any deferred payments paid to the state under the JobsOhio liquor franchise agreement.

Allows the Controlling Board to exceed the limit on spending federal and nonfederal revenue to increase appropriation to Fund 5XM0, provided there is a sufficient balance in the fund to support the increase.

Requires the Controlling Board to release monies from Fund 5XM0 before they may be spent.

Fiscal effect: Increases revenue deposited into Fund 5XM0. The executive budget also transfers up to \$2.4 billion from the FY 2023 GRF ending balance to Fund 5XM0.