



OHIO LEGISLATIVE SERVICE COMMISSION

Russ Keller

Fiscal Note & Local Impact Statement

Bill: H.B. 580 of the 132nd G.A.

Status: As Introduced

Sponsor: Rep. Thompson

Local Impact Statement Procedure Required: No

Subject: To revise procedures when executive state agencies apply for grants

State & Local Fiscal Highlights

- The bill requires an executive state agency applying to receive or renew a major grant to submit a copy of the completed grant application and a written assessment of the grant to the Office of Budget and Management (OBM) and the Governor.
- The bill requires OBM to maintain a database of all grants received or renewed by executive agencies. Thus, OBM might incur additional duties and costs for maintaining such database. LSC contacted the agency for its input on this bill's fiscal effect, and as of this writing, is awaiting a response.
- The bill has no local fiscal impact.

Detailed Fiscal Analysis

H.B. 580 requires an executive state agency¹ applying after the bill's effective date to receive or renew a major grant, which is defined under the bill as any grant whose total value exceeds \$1 million, to submit a copy of the completed grant application and a written assessment of the grant to the Office of Budget and Management (OBM) and the Governor. The completed grant application and written assessment must be submitted to OBM and the Governor at least 60 days before the executive agency applies for the grant. The bill specifies the information that must be addressed in the agency's written assessment.

No later than 30 days after receiving a copy of the grant application or written assessment or submitting either of those to Governor, the bill requires OBM to subsequently submit a written report to the Governor, to the Speaker and Minority Leader of the Ohio House of Representatives, and to the President and Minority Leader of the Ohio Senate. OBM's written report must assess whether the executive agency applying for the grant has fulfilled the requirements of H.B. 580 and whether the grant would impose any new requirements or restrictions on private sector persons or

¹ "Executive agency" does not include any court or judicial agency, the General Assembly or any legislative agency, the Controlling Board, or JobsOhio.

entities. OBM can require an executive agency to promptly provide any necessary information to complete its report. H.B. 580 also requires OBM to maintain a database of all grants received or renewed by executive agencies. The bill prohibits an executive agency from applying for, accepting, or renewing a major grant without first receiving final written approval from the Governor.

OBM might incur additional costs for maintaining a database of all grants received or renewed by executive agencies. LSC contacted OBM, and as of this writing, is awaiting a response from the agency on the bill's fiscal effect. Many of the evaluation procedures mandated by the bill may already be undertaken by OBM, so LSC is unclear whether codifying these practices causes OBM or other state agencies to incur additional costs. The bill has no local fiscal impact.

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