### As Introduced

## **131st General Assembly**

# Regular Session 2015-2016

S. B. No. 62

Senators Schiavoni, Cafaro Cosponsors: Senators Gentile, Skindell, Yuko, Brown, Lehner

### A BILL

То	enact section 107.31 of the Revised Code to	1
	establish provisions regarding the possible	2
	closing, sale, or privatization of state	3
	institutional facilities.	4

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

Section 1. That section 107.31 of the Revised Code be	5
enacted to read as follows:	6
Sec. 107.31. (A) As used in this section:	7
(1) "State agency" means an agency or department of state	8
government.	9
(2) "State institutional facility" means any institution	10
or other facility for the housing of any person that is under	11
the control of the department of rehabilitation and correction,	12
the department of youth services, the department of	13
developmental disabilities, the department of mental health and	14
addiction services, or any other state agency.	15
(3) "Target state agency" means the state agency that the	16
governor identifies in a notice provided under division (C)(1)	17

of this section and that operates an institutional facility or	18
facilities the governor believes should be closed, sold, or	19
privatized.	20
(B) Notwithstanding any other provision of law, the	21
governor shall not order the closure, sale, or privatization of	22
any state institutional facility other than in accordance with	23
this section.	24
(C) If the governor determines that one or more state	25
institutional facilities should be closed, sold, or privatized,	26
all of the following apply:	27
(1) The governor shall determine which state agency's	28
institutional facility or facilities the governor believes	29
should be closed, sold, or privatized, shall notify the general	30
assembly and that agency of that determination and the rationale	31
for that determination, and shall specify in the notice the	32
number of facilities of that agency that the governor believes	33
should be closed, sold, or privatized. If the rationale for the	34
closure, sale, or privatization is expenditure reductions or	35
budget cuts, the notice also shall specify the anticipated	36
savings to be obtained through that closure or those closures.	37
(2) Upon the governor's provision of the notice described	38
in division (C)(1) of this section, a state facilities closure	39
commission shall be created as described in division (D) of this	40
section regarding the target state agency. Not later than seven	41
days after the governor provides that notice, the officials with	42
the duties to appoint members of the commission for the target	43
state agency, as described in division (D) of this section,	44
shall appoint the specified members of the commission, and as	45
soon as possible after the appointments, the commission shall	46
most for the nurneses described in that division. Not later than	47

thirty days after the governor provides the notice described in	48
division (C)(1) of this section, the state facilities closure	49
commission shall provide to the general assembly, the governor,	50
and the target state agency a report that contains the	51
commission's recommendation as to the state institutional	52
facility or facilities of the target state agency that the	53
governor may close, sell, or privatize. If the commission	54
recommends closure, sale, or privatization for expenditure	55
reductions or budget cuts, the anticipated savings to be	56
obtained by the commission's recommendation shall be	57
approximately the same as the anticipated savings the governor	58
specified in the governor's notice provided under division (C)	59
(1) of this section, and if the recommendation identifies more	60
than one facility, it shall list them in order of the	61
commission's preference for closure, sale, or privatization.	62
(3) Upon receipt of the report of the state facilities	63
closure commission under division (C)(2) of this section for a	64
target state agency, the governor may close, sell, or privatize	65
state institutional facilities of the target state agency that	66
are identified in the commission's recommendation contained in	67
the report. Except as otherwise provided in this division, the	68
governor shall not close, sell, or privatize any state	69
institutional facility of the target state agency that is not	70
listed in the commission's recommendation, and shall not close,	71
sell, or privatize multiple institutions in any order other than	72
the order of the commission's preference as specified in the	73
recommendation. The governor is not required to follow the	74
recommendation of the commission in closing, selling, or	75
privatizing an institutional facility if the governor determines	76
that a significant change in circumstances make the	77
recommendation unworkable and the governor calls for a new_	78

commission regarding the target state agency. If the governor	79
calls for a new commission, the new commission shall be created	80
as described in division (D) of this section, and the procedures	81
and rules specified in this section shall apply regarding the	82
commission's and governor's activities.	83
(D) A state facilities closure commission shall be created	84
at the time and in the manner specified in division (C)(2) or	85
(3) of this section. If more than one state agency is a target	86
state agency, a separate state facilities closure commission	87
shall be created for each such target state agency. Each	88
commission consists of thirteen members. Three members shall be	89
members of the house of representatives, with two of these	90
members being members of the majority political party in the	91
house of representatives appointed by the speaker of the house	92
of representatives and one of them being a member of the	93
minority political party in the house of representatives	94
appointed by the minority leader of the house of	95
representatives. Three members shall be members of the senate,	96
with two of these members being members of the majority	97
political party in the senate appointed by the president of the	98
senate and one being a member of the minority political party in	99
the senate appointed by the minority leader of the senate. One	100
member shall be the director of budget and management or the	101
director's designee. One member shall be the director or other	102
agency head of the target state agency or the director's or	103
agency head's designee. Four members shall have experience in	104
the work of the target agency, with one of these members being	105
appointed by the speaker of the house of representatives, one	106
being appointed by the minority leader of the house of	107
representatives, one being appointed by the president of the	108
senate, and one being appointed by the minority leader of the	109

senate. One member shall be a representative of the employees'	110
association representing the largest number of employees of the	111
target state agency, as certified by the director or other	112
agency head of the target state agency, with that member being	113
appointed by the president of that association. The officials	114
with the duties to appoint members of the commission shall make	115
the appointments, and the commission shall meet, within the time	116
periods specified in division (C)(2) of this section. The	117
members of the commission shall serve without compensation. At	118
the commission's first meeting, the members shall organize and	119
shall appoint a chairperson and vice-chairperson.	120
The commission shall determine which, if any, state	121
institutional facility or facilities under the control of the	122
target state agency for which the commission was created should	123
be closed, sold, or privatized. In making this determination,	124
the commission shall consider, at a minimum, the following	
factors:	126
(1) Whether there is a need to reduce the number of	127
facilities;	128
(2) The availability of alternate facilities;	129
(3) The cost effectiveness of the facilities;	130
(4) The geographic factors associated with each facility	131
and its proximity to other similar facilities;	132
(5) The opportunities for, and barriers to, transitioning	133
staff of the facilities to other appropriate employment;	134
(6) The utilization and maximization of resources;	135
(7) Continuity of the staff and ability to serve the	136
facility population:	137

(8) Continuing costs following closure, sale, or	138
privatization of a facility;	
(9) The impact of the closure, sale, or privatization on	140
	-
the local economy;	141
(10) Alternatives and opportunities for consolidation with	142
other facilities and for collaboration with other state agencies	143
and political subdivisions.	144
The commission shall meet as often as necessary to make	145
its determination, may take testimony and consider all relevant	146
information, and shall prepare and provide in accordance with	147
division (C)(2) of this section a report containing its	148
recommendations. Upon providing the report regarding the target	149
state agency, the commission shall cease to exist, provided that	150
another commission shall be created for the same state agency if	151
the governor calls for a new commission for that agency pursuant	152
to division (D) of this section or if the agency is made a	153
target state agency in another report provided under division	154
(C)(1) of this section and provided that another commission	155
shall be created for a different state agency if that other	156
agency is made a target state agency in a report provided under_	157
that division.	158
Section 2. Section 107.31 of the Revised Code shall apply	159
to all state institutional facilities, as defined in section	160
107.31 of the Revised Code as enacted by this act, that were in	161
operation on or after January 1, 2015.	162