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209 East State Street, Columbus, Ohio 43215-4309 Phone: 614-221-5627 • Fax: 614-221-6986 Toll Free: 888-757-1904 • www.ccao.org

Cheryl Subler, Executive Director

# Senate General Government Committee Substitute House Bill 33 – Interested Party Testimony Glenn Miller, Henry County Commissioner

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Chairman Rulli, Vice Chair Schuring, Ranking Member DeMora, and members of the Senate General Government Committee, my name is Glenn Miller; I serve as a Henry County Commissioner and as President of the County Commissioners Association of Ohio (CCAO). Thank you for the opportunity to testify on Substitute House Bill 33.

Counties are responsible for delivering state services and programs at the local level. Recently, counties have experienced an increase in the cost required to effectively deliver these services due to workforce shortages and inflation. It is vital that Sub. House Bill 33 continues to support a strong state-county partnership, which will allow counties to serve Ohioans effectively.

CCAO has three main priorities for this operating budget: ensuring full state reimbursement for indigent defense costs, a restoration of the Local Government Fund (LGF), and continued funding for vital county jail projects. We appreciate the DeWine-Husted Administration and Ohio House's proposed investments in these key areas and look forward to working with the General Assembly to strengthen the state-county partnership.

## Full State Reimbursement for Indigent Defense

Indigent defense reimbursement remains a critical priority of CCAO and is an investment this body has supported for multiple budget cycles, alongside the DeWine-Husted Administration. Indigent defense is a constitutionally mandated service that counties deliver without much flexibility. The current funding levels within the Substitute House budget bill are estimated by the Office of the Public Defender to fund indigent defense at 90% reimbursement.

Due to the rise in caseloads for traffic violations, misdemeanors, and felonies throughout the state, along with rising public defender cost per case, CCAO is asking this committee to increase funding by \$20 million in each fiscal year to achieve full reimbursement. There are many counties where the average public defender cost per felony case is nearing \$1,000 or more. These counties include Auglaize, Coshocton, Delaware, Geauga, Hancock, and Wood counties.







The high cost per case in the aforementioned counties is due largely in part to the scarcity of attorneys in those counties. Counties are forced to increase fees to attract attorneys to their county to perform indigent defense services. In response to this problem, 10 counties currently contract with the state public defender (OPD) to deliver services, through a regional office centered in Athens County. The Ohio House sought to extend this option to other counties. However, the current language in the budget guarantees full funding to counties that contract with the state. Without the additional funding mentioned above, other counties would bear the full impact of any unforeseen adjustments to reimbursement. In our view, the language needs to be modified to provide parity between counties who contract with the state and counties who choose to run their own system. Therefore, CCAO is proposing to create a separate line item to fund counties who contract with the state, including the 10 current counties, and allocate some additional dollars to allow OPD to contract with OPD will maintain their current system and will receive reimbursement in the same manner as they do today.

The House also added language to cap the maximum indigent defense reimbursement rate for counties at \$75 an hour or the rate established by the county on April 1, 2023, whichever is greater. CCAO supports a cap on reimbursement to control county reimbursement rates and ensure consistent funding levels throughout the biennium. However, we would suggest that the cap remain at \$75 an hour statewide and if a county chooses to pay a higher rate, they would be responsible for the cost associated with that increase.

## Local Government Fund

The Local Government Fund is the primary revenue sharing device between the state and counties, municipalities, and townships. The LGF historically received 3.68% of state GRF tax revenue but that figure was cut to 1.66% in 2011. The Executive Budget increases the percentage to 1.7% of state GRF tax revenue.

CCAO and the other local government associations have been working on a proposal to strengthen this vital state-local partnership by increasing the LGF to 2.5% of GRF tax revenue. CCAO respectfully asks that this increase be included in the bill.

Sub. House Bill 33 includes language agreed to by CCAO and the Ohio Township Association raising the lowest amount a county jurisdiction can receive from \$750,000 to \$850,000. It also would require that the County Budget Commission hold a meeting with the local jurisdictions within each county to review the distribution formula at least once every five years. CCAO and OTA support these provisions.

## Jail Funding

Public safety expenses often account for 60% or more of a county's budget, with the largest expense being the operation of the county jail. County jails are facing many challenges including workforce shortages, and inmates with complex substance abuse and mental health issues. Unfortunately, many jails in Ohio are in desperate need of repair or are so far beyond repair that a new jail will need to be constructed to ensure safety for both inmates and staff.

CCAO appreciates the inclusion of \$200 million over the biennium for county jail construction and renovation. In administering the funding from the previous capital budget bill, ODRC received applications totaling nearly \$500 million dollars' worth of projects from counties. The funding included in Sub. House Bill 33 is historic and will allow counties to construct new jail facilities and result in increased public safety. CCAO respectfully asks this committee to support these dollars.

In addition to the budget priorities listed above, CCAO would like to express its support for several additional budget items.

#### Next Generation 9-1-1

Counties also provide public safety services through wireline and wireless 9-1-1 systems. Unfortunately, many of our local 9-1-1 systems are outdated and operate primarily through a landline-based system. The Next Generation 9-1-1 (NG 9-1-1) system provides necessary upgrades to the existing 9-1-1 system to adapt to how people communicate today – largely through mobile and digital devices. NG 9-1-1 will move 9-1-1 technology and infrastructure to digital, internet-protocol technology, improving speed and effectiveness, along with first responders' ability to save lives, protect property, and ensure their own safety.

Sub. House Bill 33 contains approximately \$46 million dollars that will fund necessary onetime expenses for a state-run NG 9-1-1 system. A portion of the funding will be available to local governments to make one-time upgrades to their 9-1-1 systems to connect to the state NG 9-1-1 system. Additionally, the House inserted Senate Bill 50 into the budget, which would provide statutory language to set up a statewide NG 9-1-1 system. The language would also provide continuous funding to both the state and local governments to operate a NG 9-1-1 system moving forward through a 64-cent monthly user fee. CCAO supports the language included in the House and is actively working with interested parties to further refine the language to limit the fee to services used to connect to 9-1-1 and to prevent double billing of customers.

## **Competitive Bidding**

CCAO supports language in Sub. House Bill 33 updating the statutory competitive bidding thresholds for counties and other local governments from \$50,000 to \$75,000 in fiscal year

2024 with a three percent increase annually thereafter, and increasing the allowable difference between a public improvement project's estimated cost and the bid price from 10% to 20%. These thresholds have not been increased in over a decade and counties, like the state, are facing record inflation levels. The updated thresholds will result in more efficient government operations.

## **Children Services**

Counties are also partners with the state in administering many key human services programs and CCAO appreciates the increased investments proposed to support children, families, and seniors. One of the greatest challenges facing counties is the administration of child welfare with elevated placement costs, a growing placement crisis, and continued workforce challenges. CCAO supports the additional \$60 million in the state child protection allocation over the biennium to help counties meet these challenges.

CCAO also supports the funding specified for the multi-system youth, best practice incentives, and Kinship Care Navigator Program that remain in the bill. CCAO is concerned that the decrease in the Family and Children Services line item will force cuts in key programs and investments, including Ohio START, Kinship Support Program, Kinship Guardianship Assistance Program, Ohio Bridges, prevention services, and efforts to grow the number of foster homes across the state. We respectfully request these dollars be restored so children and families can continue to access these services and programs.

## Child Care

The availability of affordable child care is a known barrier-to-entry of the workforce for many Ohioans and affects all of our counties. CCAO appreciates the proposed increase in the eligibility threshold for publicly funded child care to 160% of the federal poverty level and supports a further increase to 200% of that level.

#### **Healthy Aging Grants**

Sub. House Bill 33 includes \$40 million in one-time Healthy Aging Grants designed to help Ohioans age in place and delay the transition to institutional care. These grants would flow through the boards of county commissioners in all 88 counties. Commissioners would have the flexibility to choose local partners to address gaps and provide a variety of services, including: minor home improvements, transportation, and personal care. CCAO supports this investment to foster increased independence and a high quality of life for our seniors. CCAO also supports the House added language ensuring these dollars flow through the boards of county commissioners in all counties.

#### Mental Health and Addiction Services

Mental health and addiction services for our communities, especially at the intersection of these services and county jails, are critically important to CCAO members. Sub. House Bill 33 decreases funding for criminal justice services, including psychotropic drug and medication assisted treatment reimbursement programs for county jails. Forensic center services to courts and jails will also receive a funding cut. Our forensic centers decrease the wait time for mandatory competency evaluations that are required before people can enter treatment from the jail.

Insufficient capacity in our state psychiatric hospitals often results in individuals remaining in a county jail when treatment in a hospital would be more appropriate. Sub. House Bill 33 decreases funding for these hospitals, which would prevent the hospitals from operating at current capacity and eliminate the potential for a planned 80 bed expansion. CCAO respectfully requests these proposed investments be restored to the As Introduced levels.

Additionally, a reduction in the Continuum of Care line item and accompanying earmarks will result in an \$11 million decrease in funding for local ADAMH Boards. Crisis services, services in jails, prevention services, housing services, and other recovery supports in our communities will be cut without this funding. CCAO requests that the funding be restored to the As Introduced levels.

#### H20hio

CCAO supports the \$307 million in funding to the H2Ohio Fund. My home county of Henry has close to 1000 Department of Agriculture phosphorus reduction projects that have removed 32,300 pounds of phosphorus from our local waterways. Over 1.2 million acres of farmland have been enrolled in nutrient best management practices, dozens of wetland projects are underway and hundreds of failing home septic systems and lead service lines have been replaced. All of these actions promote improved water quality for a healthier environment and healthier citizens.

The governor's proposed budget allocates an additional \$58.8 million to the H2Ohio fund. The additional funding will support the H2Ohio Rivers Initiatives, a new program dedicated to maintaining water quality, protecting wildlife, and supporting economic development within Ohio's river systems.

Furthermore, CCAO supports the agricultural producers who utilize best management practices to reduce nutrient runoff. These producers should be recognized for their efforts to improve water quality.

Chairman Rulli, Vice Chair Schuring, Ranking Member DeMora, and members of the committee, the budget before you invests in each and every county and addresses many of our most pressing needs. My fellow county commissioners, executives, and council

members look forward to working with you to continue to strengthen the state-county partnership.

Thank you for your time today. I am happy to answer any questions that you may have.