

As Introduced

135th General Assembly

Regular Session

2023-2024

H. B. No. 280

Representatives Thomas, J., Demetriou

Cosponsors: Representatives Dell'Aquila, Hillyer, Mathews, Williams

A BILL

To amend sections 3742.03, 3742.39, 3742.50, 1
5747.08, 5747.26, 5747.50, 5747.502, 5747.51, 2
5747.53, and 5747.98 and to enact sections 3
3742.47 and 5747.504 of the Revised Code to 4
revise the law governing lead testing, 5
certification, and tax credits. 6

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

Section 1. That sections 3742.03, 3742.39, 3742.50, 7
5747.08, 5747.26, 5747.50, 5747.502, 5747.51, 5747.53, and 8
5747.98 be amended and sections 3742.47 and 5747.504 of the 9
Revised Code be enacted to read as follows: 10

Sec. 3742.03. The director of health shall adopt rules in 11
accordance with Chapter 119. of the Revised Code for the 12
administration and enforcement of sections 3742.01 to 3742.19 13
and 3742.99 of the Revised Code. The rules shall specify all of 14
the following: 15

(A) Procedures to be followed by a lead abatement 16
contractor, lead abatement project designer, lead abatement 17
worker, lead inspector, or lead risk assessor licensed under 18

section 3742.05 of the Revised Code for undertaking lead 19
abatement activities and procedures to be followed by a 20
clearance technician, lead inspector, or lead risk assessor in 21
performing a clearance examination; 22

(B) (1) Requirements for training and licensure, in 23
addition to those established under section 3742.08 of the 24
Revised Code, to include levels of training and periodic 25
refresher training for each class of worker, and to be used for 26
licensure under section 3742.05 of the Revised Code. Except in 27
the case of clearance technicians, these requirements shall 28
include at least twenty-four classroom hours of training based 29
on the Occupational Safety and Health Act training program for 30
lead set forth in 29 C.F.R. 1926.62. For clearance technicians, 31
the training requirements to obtain an initial license shall not 32
exceed six hours and the requirements for refresher training 33
shall not exceed two hours every four years. In establishing the 34
training and licensure requirements, the director shall consider 35
the core of information that is needed by all licensed persons, 36
and establish the training requirements so that persons who 37
would seek licenses in more than one area would not have to take 38
duplicative course work. 39

(2) Persons certified by the American board of industrial 40
hygiene as a certified industrial hygienist or as an industrial 41
hygienist-in-training, and persons registered as ~~a sanitarian-an~~ 42
environmental health specialist or sanitarian-in-training 43
environmental health specialist in training under Chapter 4736. 44
of the Revised Code, shall be exempt from any training 45
requirements for initial licensure established under this 46
chapter, but shall be required to take any examinations for 47
licensure required under section 3742.05 of the Revised Code. 48

(C) Fees for licenses issued under section 3742.05 of the Revised Code and for their renewal;	49 50
(D) Procedures to be followed by lead inspectors, lead abatement contractors, environmental lead analytical laboratories, lead risk assessors, lead abatement project designers, and lead abatement workers to prevent public exposure to lead hazards and ensure worker protection during lead abatement projects;	51 52 53 54 55 56
(E) (1) Record-keeping and reporting requirements for clinical laboratories, environmental lead analytical laboratories, lead inspectors, lead abatement contractors, lead risk assessors, lead abatement project designers, and lead abatement workers for lead abatement projects and record-keeping and reporting requirements for clinical laboratories, environmental lead analytical laboratories, and clearance technicians for clearance examinations;	57 58 59 60 61 62 63 64
(2) Record-keeping and reporting requirements regarding lead poisoning for physicians;	65 66
(3) Information that is required to be reported under rules based on divisions (E) (1) and (2) of this section and that is a medical record is not a public record under section 149.43 of the Revised Code and shall not be released, except in aggregate statistical form.	67 68 69 70 71
(F) Environmental sampling techniques for use in collecting samples of air, water, dust, paint, and other materials;	72 73 74
(G) Requirements for a respiratory protection plan prepared in accordance with section 3742.07 of the Revised Code;	75 76
(H) Requirements under which a manufacturer of	77

encapsulants must demonstrate evidence of the safety and 78
durability of its encapsulants by providing results of testing 79
from an independent laboratory indicating that the encapsulants 80
meet the standards developed by the "E06.23.30 task group on 81
encapsulants," which is the task group of the lead hazards 82
associated with buildings subcommittee of the performance of 83
buildings committee of the American society for testing and 84
materials; 85

(I) A certification process for authorizing the use of 86
software in lead abatement and lead testing conducted by persons 87
and laboratories licensed under this chapter. Notwithstanding 88
any provision of section 121.95 of the Revised Code to the 89
contrary, a regulatory restriction contained in a rule adopted 90
under this division is not subject to sections 121.95 to 121.953 91
of the Revised Code. 92

Sec. 3742.39. (A) A residential unit, child care facility, 93
or school remains subject to a lead hazard control order issued 94
under section 3742.37 of the Revised Code until the unit, 95
facility, or school passes a clearance examination. After the 96
unit, facility, or school passes the clearance examination, the 97
director of health or board of health that issued the order 98
shall provide the owner and manager of the unit, facility, or 99
school with information on methods of maintaining control of 100
each lead hazard specified in the order. In the case of a 101
residential unit in which an individual who is not the owner or 102
manager resides, the director or board also shall provide the 103
information to the individual residing in the unit. 104

(B) Prior to a clearance examination conducted under this 105
chapter, a clearance technician, lead inspector, or lead risk 106
assessor may conduct interim controls to the unit, facility, or 107

school. A clearance technician, lead inspector, or lead risk 108
assessor may charge a fee for the performance of interim 109
controls. 110

Sec. 3742.47. (A) Any county, township, or municipal 111
corporation that requires a person to obtain a certification 112
that indicates that a property is safe from lead hazards for 113
purposes of rental registration under the authority of section 114
5321.19 of the Revised Code shall issue or deny that 115
certification not later than thirty days after the receipt of an 116
application for such certification. 117

(B) Any person who is denied a certification specified 118
under division (A) of this section may resubmit an application 119
for certification by resubmitting lead test results up to one 120
hundred and eighty days after the county, township, or municipal 121
corporation denies certification. 122

Sec. 3742.50. (A) As used in this section: 123

(1) "Lead abatement costs" means costs incurred by a 124
taxpayer or pass-through entity for either of the following: 125

(a) A lead abatement specialist to conduct a lead risk 126
assessment, a lead abatement project, or a clearance 127
examination, provided the specialist is authorized under this 128
chapter to conduct the respective task; 129

(b) Relocation costs incurred in the relocation of 130
occupants of an eligible dwelling to achieve occupant 131
protection, as described in 24 C.F.R. 35.1345(a). 132

"Lead abatement costs" do not include such costs for which 133
the taxpayer is reimbursed or such costs the taxpayer deducts or 134
excludes in computing the taxpayer's federal adjusted gross 135
income for federal income tax purposes or Ohio adjusted gross 136

income as determined under section 5747.01 of the Revised Code. 137

(2) "Eligible dwelling" means a residential unit, 138
including a single unit in a multi-unit building, constructed in 139
this state before 1978. 140

(3) "Lead abatement specialist" means an individual who 141
holds a valid license issued under section 3742.05 of the 142
Revised Code or, as used in divisions (B) to (E) of this 143
section, a pass-through entity that employs such an individual 144
or is owned, directly or indirectly, by such an individual. 145

(4) "~~Taxable year~~" and "~~taxpayer~~" year," "taxpayer," and 146
"pass-through entity" have the same meanings as in section 147
5747.01 of the Revised Code. 148

(B) A taxpayer ~~who~~ or pass-through entity that incurs lead 149
abatement costs on an eligible dwelling during a taxable year 150
may apply to the director of health for a lead abatement tax 151
credit certificate. The ~~applicant~~ taxpayer or entity may also 152
assign the right to apply for a lead abatement tax credit 153
certificate to a lead abatement specialist in exchange for a 154
discount in the lead abatement costs charged by the specialist, 155
up to ten thousand dollars. The taxpayer or entity retains the 156
right to apply for a lead abatement tax certificate in the 157
amount by which the discount is less than ten thousand dollars. 158

If the taxpayer or entity who incurs lead abatement costs 159
is the applicant, the applicant shall list on the application 160
the amount of lead abatement costs the applicant incurred for 161
the eligible dwelling during the taxable year. ~~The~~ If a lead 162
abatement specialist is the applicant by assignment, the 163
application shall include the approval of the assignment by the 164
taxpayer or pass-through entity that incurred the lead abatement 165

costs, the amount of lead abatement costs charged to that 166
taxpayer or entity for the specialist's services, and the amount 167
of the discount in lead abatement costs provided in exchange for 168
the assignment. 169

The director, in consultation with the tax commissioner, 170
shall prescribe the form of a lead abatement tax credit 171
certificate, the manner by which an applicant shall apply for 172
the certificate, and requirements for the submission of any 173
record or other information an applicant must furnish with the 174
application to verify the lead abatement costs. 175

(C) (1) Upon receipt of an application under division (B) 176
of this section, the director of health shall verify all of the 177
following: 178

(a) The residential unit that is the subject of the 179
application is an eligible dwelling. ~~;~~ 180

(b) The taxpayer or pass-through entity incurred lead 181
abatement costs during the taxable year related to the eligible 182
dwelling. ~~;~~ 183

(c) If the application is filed by the lead abatement 184
specialist, the amount by which the specialist reduced the lead 185
abatement costs charged to the taxpayer or entity in exchange 186
for the right to file the application; 187

(d) The eligible dwelling has passed a clearance 188
examination in accordance with standards prescribed in rules 189
adopted by the director under section 3742.03 or 3742.45 of the 190
Revised Code. 191

(2) After verifying the conditions described in division 192
(C) (1) of this section, the director shall issue a lead 193
abatement tax credit certificate to the applicant equal to the 194

lesser of ~~(a) the~~; 195

(a) The lead abatement costs incurred by the taxpayer or 196
pass-through entity on the eligible dwelling during the taxable 197
year, ~~(b) the~~ if the taxpayer or entity is the applicant, or the 198
amount of the discount in lead abatement costs charged to the 199
taxpayer, if the lead abatement specialist is the applicant; 200

(b) The amount of lead abatement costs or discount listed 201
on the application, ~~or (c) ten~~; 202

(c) Ten thousand dollars, subject to the limitation in 203
division (C) (3) of this section. 204

The amount of credit awarded on the basis of an eligible 205
dwelling may not exceed ten thousand dollars for any taxable 206
year. 207

(3) ~~The~~ In any fiscal year, the director may not issue 208
more than five million dollars, plus the amount of funds 209
transferred to the general revenue fund in the previous fiscal 210
year pursuant to division (F) of section 5747.504 of the Revised 211
Code, in lead abatement tax credit certificates ~~in any fiscal~~ 212
year. 213

(D) The director of health, in consultation with the tax 214
commissioner, may adopt rules in accordance with Chapter 119. of 215
the Revised Code as necessary for the administration of this 216
section. 217

(E) Assignment of the right to apply for a lead abatement 218
tax credit certificate under division (B) of this section is a 219
consumer transaction for the purposes of sections 1345.01 to 220
1345.13 of the Revised Code. The lead abatement specialist is 221
the supplier and the taxpayer or pass-through entity is the 222
consumer for purposes of those sections. 223

Sec. 5747.08. An annual return with respect to the tax 224
imposed by section 5747.02 of the Revised Code and each tax 225
imposed under Chapter 5748. of the Revised Code shall be made by 226
every taxpayer for any taxable year for which the taxpayer is 227
liable for the tax imposed by that section or under that 228
chapter, unless the total credits allowed under division (E) of 229
section 5747.05 and divisions (F) and (G) of section 5747.055 of 230
the Revised Code for the year are equal to or exceed the tax 231
imposed by section 5747.02 of the Revised Code, in which case no 232
return shall be required unless the taxpayer is liable for a tax 233
imposed pursuant to Chapter 5748. of the Revised Code. 234

(A) If an individual is deceased, any return or notice 235
required of that individual under this chapter shall be made and 236
filed by that decedent's executor, administrator, or other 237
person charged with the property of that decedent. 238

(B) If an individual is unable to make a return or notice 239
required by this chapter, the return or notice required of that 240
individual shall be made and filed by the individual's duly 241
authorized agent, guardian, conservator, fiduciary, or other 242
person charged with the care of the person or property of that 243
individual. 244

(C) Returns or notices required of an estate or a trust 245
shall be made and filed by the fiduciary of the estate or trust. 246

(D) (1) (a) Except as otherwise provided in division (D) (1) 247
(b) of this section, any pass-through entity may file a single 248
return on behalf of one or more of the entity's investors other 249
than an investor that is a person subject to the tax imposed 250
under section 5733.06 of the Revised Code. The single return 251
shall set forth the name, address, and social security number or 252
other identifying number of each of those pass-through entity 253

investors and shall indicate the distributive share of each of 254
those pass-through entity investor's income taxable in this 255
state in accordance with sections 5747.20 to 5747.231 of the 256
Revised Code. Such pass-through entity investors for whom the 257
pass-through entity elects to file a single return are not 258
entitled to the exemption or credit provided for by sections 259
5747.02 and 5747.022 of the Revised Code; shall calculate the 260
tax before business credits at the highest rate of tax set forth 261
in section 5747.02 of the Revised Code for the taxable year for 262
which the return is filed; and are entitled to only their 263
distributive share of the business credits as defined in 264
division (D) (2) of this section. A single check drawn by the 265
pass-through entity shall accompany the return in full payment 266
of the tax due, as shown on the single return, for such 267
investors, other than investors who are persons subject to the 268
tax imposed under section 5733.06 of the Revised Code. 269

(b) (i) A pass-through entity shall not include in such a 270
single return any investor that is a trust to the extent that 271
any direct or indirect current, future, or contingent 272
beneficiary of the trust is a person subject to the tax imposed 273
under section 5733.06 of the Revised Code. 274

(ii) A pass-through entity shall not include in such a 275
single return any investor that is itself a pass-through entity 276
to the extent that any direct or indirect investor in the second 277
pass-through entity is a person subject to the tax imposed under 278
section 5733.06 of the Revised Code. 279

(c) Except as provided by division (L) of this section, 280
nothing in division (D) of this section precludes the tax 281
commissioner from requiring such investors to file the return 282
and make the payment of taxes and related interest, penalty, and 283

interest penalty required by this section or section 5747.02, 284
5747.09, or 5747.15 of the Revised Code. Nothing in division (D) 285
of this section precludes such an investor from filing the 286
annual return under this section, utilizing the refundable 287
credit equal to the investor's proportionate share of the tax 288
paid by the pass-through entity on behalf of the investor under 289
division (I) of this section, and making the payment of taxes 290
imposed under section 5747.02 of the Revised Code. Nothing in 291
division (D) of this section shall be construed to provide to 292
such an investor or pass-through entity any additional deduction 293
or credit, other than the credit provided by division (I) of 294
this section, solely on account of the entity's filing a return 295
in accordance with this section. Such a pass-through entity also 296
shall make the filing and payment of estimated taxes on behalf 297
of the pass-through entity investors other than an investor that 298
is a person subject to the tax imposed under section 5733.06 of 299
the Revised Code. 300

(2) For the purposes of this section, "business credits" 301
means the credits listed in section 5747.98 of the Revised Code 302
excluding the following credits: 303

(a) The retirement income credit under division (B) of 304
section 5747.055 of the Revised Code; 305

(b) The senior citizen credit under division (F) of 306
section 5747.055 of the Revised Code; 307

(c) The lump sum distribution credit under division (G) of 308
section 5747.055 of the Revised Code; 309

(d) The dependent care credit under section 5747.054 of 310
the Revised Code; 311

(e) The lump sum retirement income credit under division 312

(C) of section 5747.055 of the Revised Code;	313
(f) The lump sum retirement income credit under division	314
(D) of section 5747.055 of the Revised Code;	315
(g) The lump sum retirement income credit under division	316
(E) of section 5747.055 of the Revised Code;	317
(h) The credit for displaced workers who pay for job	318
training under section 5747.27 of the Revised Code;	319
(i) The twenty-dollar personal exemption credit under	320
section 5747.022 of the Revised Code;	321
(j) The joint filing credit under division (E) of section	322
5747.05 of the Revised Code;	323
(k) The nonresident credit under division (A) of section	324
5747.05 of the Revised Code;	325
(l) The credit for a resident's out-of-state income under	326
division (B) of section 5747.05 of the Revised Code;	327
(m) The earned income tax credit under section 5747.71 of	328
the Revised Code;	329
(n) The lead abatement credit under section 5747.26 of the	330
Revised Code;	331
(e) The credit for education expenses under section	332
5747.72 of the Revised Code;	333
(p) <u>(o)</u> The credit for tuition paid to a nonchartered	334
nonpublic school under section 5747.75 of the Revised Code.	335
(3) The election provided for under division (D) of this	336
section applies only to the taxable year for which the election	337
is made by the pass-through entity. Unless the tax commissioner	338
provides otherwise, this election, once made, is binding and	339

irrevocable for the taxable year for which the election is made. 340
Nothing in this division shall be construed to provide for any 341
deduction or credit that would not be allowable if a nonresident 342
pass-through entity investor were to file an annual return. 343

(4) If a pass-through entity makes the election provided 344
for under division (D) of this section, the pass-through entity 345
shall be liable for any additional taxes, interest, interest 346
penalty, or penalties imposed by this chapter if the tax 347
commissioner finds that the single return does not reflect the 348
correct tax due by the pass-through entity investors covered by 349
that return. Nothing in this division shall be construed to 350
limit or alter the liability, if any, imposed on pass-through 351
entity investors for unpaid or underpaid taxes, interest, 352
interest penalty, or penalties as a result of the pass-through 353
entity's making the election provided for under division (D) of 354
this section. For the purposes of division (D) of this section, 355
"correct tax due" means the tax that would have been paid by the 356
pass-through entity had the single return been filed in a manner 357
reflecting the commissioner's findings. Nothing in division (D) 358
of this section shall be construed to make or hold a pass- 359
through entity liable for tax attributable to a pass-through 360
entity investor's income from a source other than the pass- 361
through entity electing to file the single return. 362

(E) If a husband and wife file a joint federal income tax 363
return for a taxable year, they shall file a joint return under 364
this section for that taxable year, and their liabilities are 365
joint and several, but, if the federal income tax liability of 366
either spouse is determined on a separate federal income tax 367
return, they shall file separate returns under this section. 368

If either spouse is not required to file a federal income 369

tax return and either or both are required to file a return 370
pursuant to this chapter, they may elect to file separate or 371
joint returns, and, pursuant to that election, their liabilities 372
are separate or joint and several. If a husband and wife file 373
separate returns pursuant to this chapter, each must claim the 374
taxpayer's own exemption, but not both, as authorized under 375
section 5747.02 of the Revised Code on the taxpayer's own 376
return. 377

(F) Each return or notice required to be filed under this 378
section shall contain the signature of the taxpayer or the 379
taxpayer's duly authorized agent and of the person who prepared 380
the return for the taxpayer, and shall include the taxpayer's 381
social security number. Each return shall be verified by a 382
declaration under the penalties of perjury. The tax commissioner 383
shall prescribe the form that the signature and declaration 384
shall take. 385

(G) Each return or notice required to be filed under this 386
section shall be made and filed as required by section 5747.04 387
of the Revised Code, on or before the fifteenth day of April of 388
each year, on forms that the tax commissioner shall prescribe, 389
together with remittance made payable to the treasurer of state 390
in the combined amount of the state and all school district 391
income taxes shown to be due on the form. 392

Upon good cause shown, the commissioner may extend the 393
period for filing any notice or return required to be filed 394
under this section and may adopt rules relating to extensions. 395
If the extension results in an extension of time for the payment 396
of any state or school district income tax liability with 397
respect to which the return is filed, the taxpayer shall pay at 398
the time the tax liability is paid an amount of interest 399

computed at the rate per annum prescribed by section 5703.47 of 400
the Revised Code on that liability from the time that payment is 401
due without extension to the time of actual payment. Except as 402
provided in section 5747.132 of the Revised Code, in addition to 403
all other interest charges and penalties, all taxes imposed 404
under this chapter or Chapter 5748. of the Revised Code and 405
remaining unpaid after they become due, except combined amounts 406
due of one dollar or less, bear interest at the rate per annum 407
prescribed by section 5703.47 of the Revised Code until paid or 408
until the day an assessment is issued under section 5747.13 of 409
the Revised Code, whichever occurs first. 410

If the commissioner considers it necessary in order to 411
ensure the payment of the tax imposed by section 5747.02 of the 412
Revised Code or any tax imposed under Chapter 5748. of the 413
Revised Code, the commissioner may require returns and payments 414
to be made otherwise than as provided in this section. 415

To the extent that any provision in this division 416
conflicts with any provision in section 5747.026 of the Revised 417
Code, the provision in that section prevails. 418

(H) The amounts withheld pursuant to section 5747.06, 419
5747.062, 5747.063, 5747.064, 5747.065, or 5747.071 of the 420
Revised Code shall be allowed to the ultimate recipient of the 421
income as credits against payment of the appropriate taxes 422
imposed on the ultimate recipient by section 5747.02 and under 423
Chapter 5748. of the Revised Code. As used in this division, 424
"ultimate recipient" means the person who is required to report 425
income from which amounts are withheld pursuant to section 426
5747.06, 5747.062, 5747.063, 5747.064, 5747.065, or 5747.071 of 427
the Revised Code on the annual return required to be filed under 428
this section. 429

(I) If a pass-through entity elects to file a single 430
return under division (D) of this section and if any investor is 431
required to file the annual return and make the payment of taxes 432
required by this chapter on account of the investor's other 433
income that is not included in a single return filed by a pass- 434
through entity or any other investor elects to file the annual 435
return, the investor is entitled to a refundable credit equal to 436
the investor's proportionate share of the tax paid by the pass- 437
through entity on behalf of the investor. The investor shall 438
claim the credit for the investor's taxable year in which or 439
with which ends the taxable year of the pass-through entity. 440
Nothing in this chapter shall be construed to allow any credit 441
provided in this chapter to be claimed more than once. For the 442
purpose of computing any interest, penalty, or interest penalty, 443
the investor shall be deemed to have paid the refundable credit 444
provided by this division on the day that the pass-through 445
entity paid the estimated tax or the tax giving rise to the 446
credit. 447

(J) The tax commissioner shall ensure that each return 448
required to be filed under this section includes a box that the 449
taxpayer may check to authorize a paid tax preparer who prepared 450
the return to communicate with the department of taxation about 451
matters pertaining to the return. The return or instructions 452
accompanying the return shall indicate that by checking the box 453
the taxpayer authorizes the department of taxation to contact 454
the preparer concerning questions that arise during the 455
processing of the return and authorizes the preparer only to 456
provide the department with information that is missing from the 457
return, to contact the department for information about the 458
processing of the return or the status of the taxpayer's refund 459
or payments, and to respond to notices about mathematical 460

errors, offsets, or return preparation that the taxpayer has 461
received from the department and has shown to the preparer. 462

(K) The tax commissioner shall permit individual taxpayers 463
to instruct the department of taxation to cause any refund of 464
overpaid taxes to be deposited directly into a checking account, 465
savings account, or an individual retirement account or 466
individual retirement annuity, or preexisting college savings 467
plan or program account offered by the Ohio tuition trust 468
authority under Chapter 3334. of the Revised Code, as designated 469
by the taxpayer, when the taxpayer files the annual return 470
required by this section electronically. 471

(L) If, for the taxable year, a nonresident or trust that 472
is the owner of an electing pass-through entity, as defined in 473
section 5747.38 of the Revised Code, does not have Ohio adjusted 474
gross income or, in the case of a trust, modified Ohio taxable 475
income other than from one or more electing pass-through 476
entities, the nonresident or trust shall not be required to file 477
an annual return under this section. Nothing in this division 478
precludes such an owner from filing the annual return under this 479
section, utilizing the refundable credit under section 5747.39 480
of the Revised Code equal to the owner's proportionate share of 481
the tax levied under section 5747.38 of the Revised Code and 482
paid by the electing pass-through entity, and making the payment 483
of taxes imposed under section 5747.02 of the Revised Code. 484

(M) The tax commissioner may adopt rules to administer 485
this section. 486

Sec. 5747.26. (A) Terms used in this section have the same 487
meanings as in section 3742.50 of the Revised Code. 488

(B) There is hereby allowed a ~~nonrefundable~~ refundable 489

credit against a taxpayer's aggregate tax liability under 490
section 5747.02 of the Revised Code for a taxpayer to whom a 491
lead abatement tax credit certificate was issued under section 492
3742.50 of the Revised Code. The credit equals the amount listed 493
on the certificate and shall be claimed for the taxable year in 494
which the certificate was issued. 495

The credit shall be claimed in the order required under 496
section 5747.98 of the Revised Code. If the credit exceeds the 497
taxpayer's aggregate tax due under section 5747.02 of the 498
Revised Code for that taxable year after allowing for credits 499
that precede the credit under this section in that order, such 500
excess shall be ~~allowed as a credit in each of the ensuing seven-~~ 501
~~taxable years, but the amount of any excess credit allowed in-~~ 502
~~any such taxable year shall be deducted from the balance carried-~~ 503
~~forward to the ensuing taxable year~~refunded to the taxpayer. 504

(C) ~~The~~ If a lead abatement tax credit certificate is 505
issued under section 3742.50 of the Revised Code to a pass- 506
through entity, a taxpayer that is a direct or indirect investor 507
in the entity may claim the taxpayer's proportionate or 508
distributive share of the credit authorized under division (B) 509
of this section. 510

(D) A taxpayer shall provide, upon request of the tax 511
commissioner, any documentation necessary to verify the taxpayer 512
is entitled to the credit under this section. 513

Sec. 5747.50. (A) As used in this section: 514

(1) "County's proportionate share of the calendar year 515
2007 LGF and LGRAF distributions" means the percentage computed 516
for the county under division (B)(1)(a) of section 5747.501 of 517
the Revised Code. 518

(2) "County's proportionate share of the total amount of 519
the local government fund additional revenue formula" means each 520
county's proportionate share of the state's population as 521
determined for and certified to the county for distributions to 522
be made during the current calendar year under division (B) (2) 523
(a) of section 5747.501 of the Revised Code. If prior to the 524
first day of January of the current calendar year the federal 525
government has issued a revision to the population figures 526
reflected in the estimate produced pursuant to division (B) (2) 527
(a) of section 5747.501 of the Revised Code, such revised 528
population figures shall be used for making the distributions 529
during the current calendar year. 530

(3) "2007 LGF and LGRAF county distribution base available 531
in that month" means the lesser of the amounts described in 532
division (A) (3) (a) and (b) of this section, provided that the 533
amount shall not be less than zero: 534

(a) The total amount available for distribution to 535
counties from the local government fund during the current 536
month. 537

(b) The total amount distributed to counties from the 538
local government fund and the local government revenue 539
assistance fund to counties in calendar year 2007 less the total 540
amount distributed to counties under division (B) (1) of this 541
section during previous months of the current calendar year. 542

(4) "Local government fund additional revenue distribution 543
base available during that month" means the total amount 544
available for distribution to counties during the month from the 545
local government fund, less any amounts to be distributed in 546
that month from the local government fund under division (B) (1) 547
of this section, provided that the local government fund 548

additional revenue distribution base available during that month 549
shall not be less than zero. 550

(5) "Total amount available for distribution to counties" 551
means the total amount available for distribution from the local 552
government fund during the current month less the total amount 553
available for distribution to municipal corporations during the 554
current month under division (C) of this section. 555

(B) On or before the tenth day of each month, the tax 556
commissioner shall provide for payment to each county an amount 557
equal to the sum of: 558

(1) The county's proportionate share of the calendar year 559
2007 LGF and LGRAF distributions multiplied by the 2007 LGF and 560
LGRAF county distribution base available in that month, provided 561
that if the 2007 LGF and LGRAF county distribution base 562
available in that month is zero, no payment shall be made under 563
division (B)(1) of this section for the month or the remainder 564
of the calendar year; and 565

(2) The county's proportionate share of the total amount 566
of the local government fund additional revenue formula 567
multiplied by the local government fund additional revenue 568
distribution base available during that month. 569

Money received into the treasury of a county under this 570
division shall be credited to the undivided local government 571
fund in the treasury of the county on or before the fifteenth 572
day of each month. On or before the twentieth day of each month, 573
the county auditor shall issue warrants against all of the 574
undivided local government fund in the county treasury in the 575
respective amounts allowed as provided in section 5747.51 of the 576
Revised Code, and the treasurer shall distribute and pay such 577

sums to the subdivision therein. 578

(C) (1) As used in division (C) of this section: 579

(a) "Total amount available for distribution to 580
municipalities during the current month" means the difference 581
obtained by subtracting one million dollars from the product 582
obtained by multiplying the total amount available for 583
distribution from the local government fund during the current 584
month by the aggregate municipal share. 585

(b) "Aggregate municipal share" means the quotient 586
obtained by dividing the total amount distributed directly from 587
the local government fund to municipal corporations during 588
calendar year 2007 by the total distributions from the local 589
government fund and local government revenue assistance fund 590
during calendar year 2007. 591

(c) A municipal corporation's "distribution share" equals 592
one of the following: 593

(i) For municipal corporations with a population of more 594
than fifty thousand, fifty thousand; 595

(ii) For municipal corporations with a population of less 596
than one thousand, zero; 597

(iii) For all other municipal corporations, the municipal 598
corporation's population. 599

(d) A municipal corporation's "distribution percentage" 600
equals the percentage that a municipal corporation's 601
distribution share is of the total of all municipal 602
corporations' distribution shares. 603

(2) On or before the tenth day of each month, the tax 604
commissioner shall provide for payment from the local government 605

fund to each municipal corporation an amount equal to the 606
product derived by multiplying the municipal corporation's 607
distribution percentage by the total amount available for 608
distribution to municipal corporations during the current month. 609

(3) Payments received by a municipal corporation under 610
this division shall be paid into its general fund and may be 611
used for any lawful purpose. 612

(4) The amount distributed to municipal corporations under 613
this division during any calendar year shall not exceed the 614
amount distributed directly from the local government fund to 615
municipal corporations during calendar year 2007. If that 616
maximum amount is reached during any month, distributions to 617
municipal corporations in that month shall be as provided in 618
divisions (C) (1) and (2) of this section, but no further 619
distributions shall be made to municipal corporations under 620
division (C) of this section during the remainder of the 621
calendar year. 622

(5) Upon being informed of a municipal corporation's 623
dissolution, the tax commissioner shall cease providing for 624
payments to that municipal corporation under division (C) of 625
this section. The proportionate shares of the total amount 626
available for distribution to each of the remaining municipal 627
corporations under this division shall be increased on a pro 628
rata basis. 629

The tax commissioner shall reduce payments under division 630
(C) of this section to municipal corporations for which reduced 631
payments are required under section 5747.502 or 5747.504 of the 632
Revised Code. 633

(D) Each municipal corporation which has in effect a tax 634

imposed under Chapter 718. of the Revised Code shall, no later 635
than the thirty-first day of August of each year, certify to the 636
tax commissioner, on a form prescribed by the commissioner, the 637
amount of income tax revenue collected and refunded by such 638
municipal corporation pursuant to such chapter during the 639
preceding calendar year, arranged, when possible, by the type of 640
income from which the revenue was collected or the refund was 641
issued. The municipal corporation shall also report the amount 642
of income tax revenue collected and refunded on behalf of a 643
joint economic development district or a joint economic 644
development zone that levies an income tax administered by the 645
municipal corporation and the amount of such revenue distributed 646
to contracting parties during the preceding calendar year. The 647
tax commissioner may withhold payment of local government fund 648
moneys pursuant to division (C) of this section from any 649
municipal corporation for failure to comply with this reporting 650
requirement. 651

(E) (1) For the purposes of division (E) of this section: 652

(a) "Eligible taxing district" means a township, township 653
fire district, or joint fire district for which the total 654
taxable value of eligible power plants for tax year 2017 is at 655
least thirty per cent less than the total taxable value of 656
eligible power plants for tax year 2016. 657

(b) "Eligible power plant" means a power plant that is 658
subject to the requirements of 10 C.F.R. part 73. 659

(c) "Total taxable value of eligible power plants" of an 660
eligible taxing district means the total taxable value of the 661
taxable property of eligible power plants apportioned to the 662
district as shown in a preliminary assessment or amended 663
preliminary assessment and listed on the tax list of real and 664

public utility property. 665

(d) "Taxable property" has the same meaning as in section 666
5727.01 of the Revised Code. 667

(e) "Tax rate" of an eligible taxing district means one of 668
the following: 669

(i) For townships, the sum of the rates of levies imposed 670
under section 505.39, 505.51, or division (I), (J), (U), or (JJ) 671
of section 5705.19 of the Revised Code and extended on the tax 672
list of real and public utility property for tax year 2017, 673
excluding any levy imposed at whatever rate is required to raise 674
a fixed sum of money; 675

(ii) For township fire districts and joint fire districts, 676
the sum of the rates of levies extended on the tax list of real 677
and public utility property for tax year 2017, excluding any 678
levy imposed at whatever rate is required to raise a fixed sum 679
of money. 680

(2) Each fiscal year from fiscal year 2018 through fiscal 681
year 2028, the tax commissioner shall compute the following 682
amount for each eligible taxing district: 683

(a) For fiscal years 2018 and 2019, the amount obtained by 684
multiplying the eligible taxing district's tax rate by the 685
difference obtained by subtracting (i) the total taxable value 686
of eligible power plants of the district for tax year 2017 from 687
(ii) the total taxable value of eligible power plants of the 688
district for tax year 2016; 689

(b) For fiscal years 2020 through 2028, ninety per cent of 690
the amount calculated for the district under division (E) (2) (a) 691
or (b) of this section for the preceding fiscal year. 692

The commissioner shall certify the sum of the amounts 693
calculated for all eligible taxing districts under this division 694
for a fiscal year to the director of budget and management who, 695
on or before the seventh day of each month of that fiscal year, 696
shall transfer from the general revenue fund to the local 697
government fund one-twelfth of the amount certified. 698

(3) On or before the tenth day of each month, the tax 699
commissioner shall provide for payment to each county treasury 700
in which an eligible taxing district is located an amount equal 701
to one-twelfth of the amount computed for the district for that 702
fiscal year under division (E) (2) of this section. 703

Money received into the treasury of a county under 704
division (E) of this section shall be credited to the undivided 705
local government fund in the treasury of the county on or before 706
the fifteenth day of each month. On or before the twentieth day 707
of each month, the county auditor shall issue warrants against 708
the undivided local government fund for the amounts attributable 709
to each eligible taxing district, and the treasurer shall 710
distribute and pay such amounts to each eligible taxing 711
district. Money received by a township fire district or joint 712
fire district under this division shall be credited to the 713
district's general fund and may be used for any lawful purpose 714
of the district. Money received by a township under this 715
division shall be credited to the township's general fund and 716
shall be used for the purpose of funding fire, police, emergency 717
medical, or ambulance services. 718

Sec. 5747.502. (A) As used in this section: 719

(1) "Local authority" and "traffic law photo-monitoring 720
device" have the same meanings as in section 4511.092 of the 721
Revised Code. 722

- (2) "School zone" has the same meaning as in section 723
4511.21 of the Revised Code. 724
- (3) "Transportation district" means a territorial district 725
established by the director of transportation under section 726
5501.14 of the Revised Code. 727
- (4) "District deputy director" means the person appointed 728
and assigned by the director of transportation under section 729
5501.14 of the Revised Code to administer the activities of a 730
transportation district. 731
- (5) "Gross amount" means the entire amount of traffic 732
camera fines and fees paid by a driver. 733
- (6) "~~Local government fund adjustment~~ or "LGF Traffic 734
camera adjustment" means the sum of: 735
- (a) The gross amount of all traffic camera fines collected 736
by a local authority during the preceding fiscal year, as 737
reported under division (B) (1) of this section, if such a report 738
is required; plus 739
- (b) The residual traffic camera adjustment computed for 740
the local authority under division (B) (4) of this section, if 741
such an adjustment applies. 742
- (7) "Local government fund payments" or "LGF payments" 743
means the payments a local authority would receive under 744
sections ~~5747.502~~5747.503, 5747.51, and 5747.53, and division 745
(C) of section 5747.50 of the Revised Code, as applicable, if 746
not for the reductions required by divisions (C) and (D) of this 747
section. 748
- (8) "Residual traffic camera adjustment" means the most 749
recent ~~LGF~~ traffic camera adjustment computed for a local 750

authority under division (B) (2) or (3) of this section minus the 751
sum of the reductions applied after that computation under 752
division (C) of this section to the local authority's LGF 753
payments. 754

(9) "Traffic camera fines" means civil fines for any 755
violation of any local ordinance or resolution that are based 756
upon evidence recorded by a traffic law photo-monitoring device. 757

(10) "Qualifying village" has the same meaning as in 758
section 5747.503 of the Revised Code. 759

(B) (1) Annually, on or before the thirty-first day of 760
July, any local authority that directly or indirectly collected 761
traffic camera fines during the preceding fiscal year shall file 762
a report with the tax commissioner that includes a detailed 763
statement of the gross amount of all traffic camera fines the 764
local authority collected during that period and the gross 765
amount of such fines that the local authority collected for 766
violations that occurred within a school zone. 767

(2) Annually, on or before the tenth day of August, the 768
commissioner shall compute a ~~local government fund~~ traffic 769
camera adjustment for each local authority that files a report 770
under division (B) (1) of this section or with respect to which a 771
residual traffic camera adjustment applies. Subject to division 772
(B) (3) of this section, the ~~LGF~~ traffic camera adjustment shall 773
be used by the commissioner to determine the amount of the 774
reductions required under division (C) of this section for each 775
of the next twelve months, starting with the month in which the 776
~~LGF~~ traffic camera adjustment is computed. After those twelve 777
months, the ~~LGF~~ traffic camera adjustment ceases to apply and, 778
if ~~an LGF~~ a traffic camera adjustment continues to be required, 779
the amount of the reductions required under division (C) of this 780

section shall be determined based on an updated ~~LGF-traffic~~
camera adjustment computed under this division. 781
782

(3) Upon receipt of a report described by division (B) (1) 783
of this section that is not timely filed, the commissioner shall 784
do both of the following: 785

(a) If one or more payments to the local authority has 786
been withheld under division (D) of this section because of the 787
local authority's failure to file the report, notify the county 788
auditor and county treasurer of the appropriate county that the 789
report has been received and that, subject to division (C) of 790
this section, payments to the local authority from the undivided 791
local government fund are to resume. 792

(b) Compute the local authority's ~~LGF-traffic camera~~ 793
adjustment using the information in the report. ~~An LGF-A traffic~~ 794
camera adjustment computed under this division shall be used by 795
the commissioner to determine the amount of the reductions 796
required under division (C) of this section starting with the 797
next required reduction. The ~~LGF-traffic camera~~ adjustment 798
ceases to apply on the thirty-first day of the ensuing July, 799
following which, if ~~an LGF-a traffic camera~~ adjustment continues 800
to be required, the amount of the reductions required under 801
division (C) of this section shall be determined based on an 802
updated ~~LGF-traffic camera~~ adjustment computed under division 803
(B) (2) of this section. 804

(4) Annually, on or before the tenth day of August, the 805
commissioner shall compute a residual traffic camera adjustment 806
for each local authority whose ~~LGF-traffic camera~~ adjustment for 807
the preceding year exceeds the amount by which the local 808
authority's LGF payments were reduced during that year under 809
division (C) of this section. The residual traffic camera 810

adjustment shall be used to compute the ~~LCF-traffic camera~~ 811
adjustment for the ensuing year under division (B) (2) of this 812
section. 813

(C) The commissioner shall do the following, as 814
applicable, respecting any local authority to which ~~an LCF-a~~ 815
~~traffic camera~~ adjustment ~~computed under division (B) of this~~ 816
~~section~~ applies: 817

(1) If the local authority is a municipal corporation with 818
a population of one thousand or more, reduce payments to the 819
municipal corporation under division (C) of section 5747.50 of 820
the Revised Code by one-twelfth of the ~~LCF-traffic camera~~ 821
adjustment. If one-twelfth of the ~~LCF-traffic camera~~ adjustment 822
exceeds the amount of money the municipal corporation would 823
otherwise receive under division (C) of section 5747.50 of the 824
Revised Code, the commissioner also shall reduce payments to the 825
appropriate county undivided local government fund under 826
division (B) of section 5747.50 of the Revised Code by an amount 827
equal to the lesser of (a) one-twelfth of the excess, or (b) the 828
amount of the payment the municipal corporation would otherwise 829
receive from the fund under section 5747.51 or 5747.53 of the 830
Revised Code. 831

(2) If the local authority is a township or qualifying 832
village, reduce the supplemental payments to the appropriate 833
county undivided local government fund under section 5747.503 of 834
the Revised Code by the lesser of one-twelfth of the ~~LCF-traffic~~ 835
~~camera~~ adjustment, or the amount of money the township or 836
qualifying village would otherwise receive under that section. 837
If one-twelfth of the ~~LCF-traffic camera~~ adjustment exceeds the 838
amount of money the township or qualifying village would 839
otherwise receive under section 5747.503 of the Revised Code, 840

the commissioner also shall reduce payments to the appropriate 841
county undivided local government fund under division (B) of 842
section 5747.50 of the Revised Code by an amount equal to the 843
lesser of (a) one-twelfth of the excess, or (b) the amount of 844
the payment the township or qualifying village would otherwise 845
receive from the fund under section 5747.51 or 5747.53 of the 846
Revised Code. 847

(3) If the local authority is a county, reduce payments to 848
the appropriate county undivided local government fund under 849
division (B) of section 5747.50 of the Revised Code by an amount 850
equal to the lesser of (a) one-twelfth of the ~~LGF~~traffic camera 851
adjustment, or (b) the amount of the payment the county would 852
otherwise receive from the fund under section 5747.51 or 5747.53 853
of the Revised Code. 854

(4) For any local authority, on or before the tenth day of 855
each month a reduction is made under division (C) (1), (2), or 856
(3) of this section, make a payment to the local authority in an 857
amount equal to the lesser of (a) one-twelfth of the gross 858
amount of traffic camera fines the local authority collected in 859
the preceding fiscal year for violations that occurred within a 860
school zone, as indicated on the report filed by the local 861
authority pursuant to division (B) (1) of this section, or (b) 862
the amount by which the local authority's LGF payments were 863
reduced that month pursuant to division (C) (1), (2), or (3) of 864
this section. Payments received by a local authority under this 865
division shall be used by the local authority for school safety 866
purposes. 867

(D) Upon discovery, based on information in the 868
commissioner's possession, that a local authority required to 869
file a report under division (B) (1) of this section has failed 870

to do so, the commissioner shall do the following, as 871
applicable: 872

(1) If the local authority is a municipal corporation with 873
a population of one thousand or more, cease providing for 874
payments to the municipal corporation under section 5747.50 of 875
the Revised Code beginning with the next required payment and 876
until such time as the report is received by the commissioner; 877

(2) If the local authority is a township or qualifying 878
village, reduce the supplemental payments to the appropriate 879
county undivided local government fund under section 5747.503 of 880
the Revised Code by an amount equal to the amount of such 881
payments the local authority would otherwise receive under that 882
section, beginning with the next required payment and until such 883
time as the report is received by the commissioner; 884

(3) For any local authority, reduce payments to the 885
appropriate county undivided local government fund under 886
division (B) of section 5747.50 of the Revised Code by an amount 887
equal to the amount of such payments the local authority would 888
otherwise receive under section 5747.51 or 5747.53 of the 889
Revised Code, beginning with the next required payment and until 890
such time as the report is received by the commissioner; 891

(4) For any local authority, notify the county auditor and 892
county treasurer that such payments are to cease until the 893
commissioner notifies the auditor and treasurer under division 894
(E) of this section that the payments are to resume. 895

(E) The commissioner shall notify the county auditor and 896
county treasurer on or before the day the commissioner first 897
reduces a county undivided local government fund payment to that 898
county under division (C) of this section. The notice shall 899

include the full amount of the reduction, a list of the local 900
authorities to which the reduction applies, and the amount of 901
reduction attributed to each such local authority. The 902
commissioner shall send an updated notice to the county auditor 903
and county treasurer any time the amount the reduction 904
attributed to any local authority changes. 905

A county treasurer that receives a notice from the 906
commissioner under this division or division (B) (3) (a) or (D) (4) 907
of this section shall reduce, cease, or resume payments from the 908
undivided local government fund to the local authority that is 909
the subject of the notice as specified by the commissioner in 910
the notice. Unless otherwise specified in the notice, the 911
payments shall be reduced, ceased, or resumed beginning with the 912
next required payment. 913

(F) There is hereby created in the state treasury the Ohio 914
highway and transportation safety fund. On or before the tenth 915
day of each month, the commissioner shall deposit in the fund an 916
amount equal to the total amount by which payments to local 917
authorities were reduced or ceased under division (C) or (D) of 918
this section minus the total amount of payments made under 919
division (C) (4) of this section. The amount deposited with 920
respect to a local authority shall be credited to an account to 921
be created in the fund for the transportation district in which 922
that local authority is located. If the local authority is 923
located within more than one transportation district, the amount 924
credited to the account of each such transportation district 925
shall be prorated on the basis of the number of centerline miles 926
of public roads and highways in both the local authority and the 927
respective districts. Amounts credited to a transportation 928
district's account shall be used by the department of 929
transportation and the district deputy director exclusively to 930

enhance public safety on public roads and highways within that 931
transportation district. 932

Sec. 5747.504. (A) As used in this section: 933

(1) "Lead certification delay adjustment" means ten per 934
cent of a local authority's local government fund payment for a 935
month. 936

(2) "Local authority" has the same meaning as in section 937
5747.502 of the Revised Code. 938

(3) "Local government fund payments" or "LGF payments" 939
means the payments a local authority would receive each month 940
under sections 5747.503, 5747.51, and 5747.53, and division (C) 941
of section 5747.50 of the Revised Code, as applicable, if not 942
for the reductions required by this section, but subject to any 943
reduction under section 5747.502 of the Revised Code for that 944
month. 945

(4) "Qualifying village" has the same meaning as in 946
section 5747.503 of the Revised Code. 947

(B) (1) On or before the tenth day of each month that 948
begins after the effective date of this section, the tax 949
commissioner shall compute a lead certification delay adjustment 950
for each local authority to which both of the following apply on 951
or after that effective date: 952

(a) The legislative authority of the local authority 953
adopts or has in effect an ordinance or resolution that requires 954
a person to obtain a certification that indicates that a 955
property is safe from lead hazards for purposes of rental 956
registration under the authority of section 5321.19 of the 957
Revised Code; 958

(b) In the current fiscal year, the tax commissioner has 959
received and verified fifty or more notices, on forms prescribed 960
by the commissioner, describing individual instances in which 961
the local authority failed to comply with division (A) of 962
section 3742.47 of the Revised Code. 963

(2) On or before the tenth day of each month that begins 964
after the effective date of this section, the tax commissioner 965
shall compute an additional lead certification delay adjustment 966
for each local authority for which an adjustment has been 967
calculated pursuant to division (B) (1) of this section and for 968
which the tax commissioner receives and verifies an additional 969
four hundred and fifty notices above the fifty notices of the 970
type described in that division during the same fiscal year the 971
initial adjustment was calculated. 972

The commissioner shall subtract the lead certification 973
delay adjustment or adjustments from the local authority's LGF 974
payments as described in divisions (C) and (D) of this section. 975

(C) (1) If the local authority is a municipal corporation 976
with a population of one thousand or more, the commissioner 977
shall first reduce payments to the municipal corporation under 978
division (C) of section 5747.50 of the Revised Code by the 979
lesser of any lead certification delay adjustment amounts or the 980
amount the municipal corporation would otherwise receive under 981
that division. If the amount of any lead certification delay 982
adjustments exceeds the amount of money the municipal 983
corporation would otherwise receive under division (C) of 984
section 5747.50 of the Revised Code, the commissioner also shall 985
reduce payments to the appropriate county undivided local 986
government fund under division (B) of section 5747.50 of the 987
Revised Code by the excess lead certification delay adjustments. 988

(2) If the local authority is a qualifying village, the 989
commissioner shall first reduce supplemental payments to the 990
appropriate county undivided local government fund under section 991
5747.503 of the Revised Code by the lesser of any lead 992
certification delay adjustments, or the amount of money the 993
qualifying village would otherwise receive under that section. 994
If the amount of any lead certification delay adjustments 995
exceeds the amount of money the qualifying village would 996
otherwise receive under section 5747.503 of the Revised Code, 997
the commissioner also shall reduce payments to the appropriate 998
county undivided local government fund under division (B) of 999
section 5747.50 of the Revised Code by the excess lead 1000
certification delay adjustments. 1001

(3) If the local authority is a county or township, the 1002
commissioner shall reduce payments to the appropriate county 1003
undivided local government fund under division (B) of section 1004
5747.50 of the Revised Code by the amount of all lead 1005
certification delay adjustments. 1006

(D) A reduction under division (C) of this section shall 1007
begin to apply for the first LGF payment the local authority 1008
receives after the commissioner computes a lead certification 1009
delay adjustment and continue until and include the last LGF 1010
payment in the fiscal year in which the the adjustment was 1011
computed. 1012

(E) The commissioner shall notify the county auditor and 1013
county treasurer on or before the day the commissioner first 1014
reduces a county undivided local government fund payment to that 1015
county under division (C) of this section. The notice shall 1016
include the full amount of the reduction, a list of the local 1017
authorities to which the reduction applies, and the amount of 1018

reduction attributed to each such local authority. The 1019
commissioner shall send an updated notice to the county auditor 1020
and county treasurer any time the amount the reduction 1021
attributed to any local authority changes or ceases. 1022

A county treasurer that receives a notice from the 1023
commissioner under this division shall reduce, cease, or resume 1024
payments from the undivided local government fund to the local 1025
authority that is the subject of the notice as specified by the 1026
commissioner in the notice. Unless otherwise specified in the 1027
notice, the payments shall be reduced, ceased, or resumed 1028
beginning with the next required payment. 1029

(F) On or before the tenth day of each month, the 1030
commissioner shall transfer from the local government fund to 1031
the general revenue fund the sum of the payments withheld that 1032
month under division (C) of this section. 1033

Sec. 5747.51. (A) On or before the twenty-fifth day of 1034
July of each year, the tax commissioner shall make and certify 1035
to the county auditor of each county an estimate of the amount 1036
of the local government fund to be allocated to the undivided 1037
local government fund of each county for the ensuing calendar 1038
year, adjusting the total as required to account for 1039
subdivisions receiving local government funds under section 1040
5747.502 of the Revised Code. 1041

(B) At each annual regular session of the county budget 1042
commission convened pursuant to section 5705.27 of the Revised 1043
Code, each auditor shall present to the commission the 1044
certificate of the commissioner, the annual tax budget and 1045
estimates, and the records showing the action of the commission 1046
in its last preceding regular session. The commission, after 1047
extending to the representatives of each subdivision an 1048

opportunity to be heard, under oath administered by any member 1049
of the commission, and considering all the facts and information 1050
presented to it by the auditor, shall determine the amount of 1051
the undivided local government fund needed by and to be 1052
apportioned to each subdivision for current operating expenses, 1053
as shown in the tax budget of the subdivision. This 1054
determination shall be made pursuant to divisions (C) to (I) of 1055
this section, unless the commission has provided for a formula 1056
pursuant to section 5747.53 of the Revised Code. The 1057
commissioner shall reduce the amount of funds from the undivided 1058
local government fund to a subdivision required to receive 1059
reduced funds under section 5747.502 or 5747.504 of the Revised 1060
Code. 1061

Nothing in this section prevents the budget commission, 1062
for the purpose of apportioning the undivided local government 1063
fund, from inquiring into the claimed needs of any subdivision 1064
as stated in its tax budget, or from adjusting claimed needs to 1065
reflect actual needs. For the purposes of this section, "current 1066
operating expenses" means the lawful expenditures of a 1067
subdivision, except those for permanent improvements and except 1068
payments for interest, sinking fund, and retirement of bonds, 1069
notes, and certificates of indebtedness of the subdivision. 1070

(C) The commission shall determine the combined total of 1071
the estimated expenditures, including transfers, from the 1072
general fund and any special funds other than special funds 1073
established for road and bridge; street construction, 1074
maintenance, and repair; state highway improvement; and gas, 1075
water, sewer, and electric public utilities operated by a 1076
subdivision, as shown in the subdivision's tax budget for the 1077
ensuing calendar year. 1078

(D) From the combined total of expenditures calculated 1079
pursuant to division (C) of this section, the commission shall 1080
deduct the following expenditures, if included in these funds in 1081
the tax budget: 1082

(1) Expenditures for permanent improvements as defined in 1083
division (E) of section 5705.01 of the Revised Code; 1084

(2) In the case of counties and townships, transfers to 1085
the road and bridge fund, and in the case of municipalities, 1086
transfers to the street construction, maintenance, and repair 1087
fund and the state highway improvement fund; 1088

(3) Expenditures for the payment of debt charges; 1089

(4) Expenditures for the payment of judgments. 1090

(E) In addition to the deductions made pursuant to 1091
division (D) of this section, revenues accruing to the general 1092
fund and any special fund considered under division (C) of this 1093
section from the following sources shall be deducted from the 1094
combined total of expenditures calculated pursuant to division 1095
(C) of this section: 1096

(1) Taxes levied within the ten-mill limitation, as 1097
defined in section 5705.02 of the Revised Code; 1098

(2) The budget commission allocation of estimated county 1099
public library fund revenues to be distributed pursuant to 1100
section 5747.48 of the Revised Code; 1101

(3) Estimated unencumbered balances as shown on the tax 1102
budget as of the thirty-first day of December of the current 1103
year in the general fund, but not any estimated balance in any 1104
special fund considered in division (C) of this section; 1105

(4) Revenue, including transfers, shown in the general 1106

fund and any special funds other than special funds established 1107
for road and bridge; street construction, maintenance, and 1108
repair; state highway improvement; and gas, water, sewer, and 1109
electric public utilities, from all other sources except those 1110
that a subdivision receives from an additional tax or service 1111
charge voted by its electorate or receives from special 1112
assessment or revenue bond collection. For the purposes of this 1113
division, where the charter of a municipal corporation prohibits 1114
the levy of an income tax, an income tax levied by the 1115
legislative authority of such municipal corporation pursuant to 1116
an amendment of the charter of that municipal corporation to 1117
authorize such a levy represents an additional tax voted by the 1118
electorate of that municipal corporation. For the purposes of 1119
this division, any measure adopted by a board of county 1120
commissioners pursuant to section 322.02, 4504.02, or 5739.021 1121
of the Revised Code, including those measures upheld by the 1122
electorate in a referendum conducted pursuant to section 1123
322.021, 4504.021, or 5739.022 of the Revised Code, shall not be 1124
considered an additional tax voted by the electorate. 1125

Subject to division (F) of section 5705.29 of the Revised 1126
Code, money in a reserve balance account established by a 1127
county, township, or municipal corporation under section 5705.13 1128
of the Revised Code shall not be considered an unencumbered 1129
balance or revenue under division (E) (3) or (4) of this section. 1130
Money in a reserve balance account established by a township 1131
under section 5705.132 of the Revised Code shall not be 1132
considered an unencumbered balance or revenue under division (E) 1133
(3) or (4) of this section. 1134

If a county, township, or municipal corporation has 1135
created and maintains a nonexpendable trust fund under section 1136
5705.131 of the Revised Code, the principal of the fund, and any 1137

additions to the principal arising from sources other than the 1138
reinvestment of investment earnings arising from such a fund, 1139
shall not be considered an unencumbered balance or revenue under 1140
division (E) (3) or (4) of this section. Only investment earnings 1141
arising from investment of the principal or investment of such 1142
additions to principal may be considered an unencumbered balance 1143
or revenue under those divisions. 1144

(F) The total expenditures calculated pursuant to division 1145
(C) of this section, less the deductions authorized in divisions 1146
(D) and (E) of this section, shall be known as the "relative 1147
need" of the subdivision, for the purposes of this section. 1148

(G) The budget commission shall total the relative need of 1149
all participating subdivisions in the county, and shall compute 1150
a relative need factor by dividing the total estimate of the 1151
undivided local government fund by the total relative need of 1152
all participating subdivisions. 1153

(H) The relative need of each subdivision shall be 1154
multiplied by the relative need factor to determine the 1155
proportionate share of the subdivision in the undivided local 1156
government fund of the county; provided, that the maximum 1157
proportionate share of a county shall not exceed the following 1158
maximum percentages of the total estimate of the undivided local 1159
government fund governed by the relationship of the percentage 1160
of the population of the county that resides within municipal 1161
corporations within the county to the total population of the 1162
county as reported in the reports on population in Ohio by the 1163
department of development as of the twentieth day of July of the 1164
year in which the tax budget is filed with the budget 1165
commission: 1166

1167

1

2

A	Percentage of municipal population within the county:	Percentage share of the county shall not exceed:
B	Less than forty-one per cent	Sixty per cent
C	Forty-one per cent or more but less than eighty-one per cent	Fifty per cent
D	Eighty-one per cent or more	Thirty per cent

Where the proportionate share of the county exceeds the 1168
limitations established in this division, the budget commission 1169
shall adjust the proportionate shares determined pursuant to 1170
this division so that the proportionate share of the county does 1171
not exceed these limitations, and it shall increase the 1172
proportionate shares of all other subdivisions on a pro rata 1173
basis. In counties having a population of less than one hundred 1174
thousand, not less than ten per cent shall be distributed to the 1175
townships therein. 1176

(I) The proportionate share of each subdivision in the 1177
undivided local government fund determined pursuant to division 1178
(H) of this section for any calendar year shall not be less than 1179
the product of the average of the percentages of the undivided 1180
local government fund of the county as apportioned to that 1181
subdivision for the calendar years 1968, 1969, and 1970, 1182
multiplied by the total amount of the undivided local government 1183
fund of the county apportioned pursuant to former section 1184
5739.23 of the Revised Code for the calendar year 1970. For the 1185
purposes of this division, the total apportioned amount for the 1186

calendar year 1970 shall be the amount actually allocated to the 1187
county in 1970 from the state collected intangible tax as levied 1188
by section 5707.03 of the Revised Code and distributed pursuant 1189
to section 5725.24 of the Revised Code, plus the amount received 1190
by the county in the calendar year 1970 pursuant to division (B) 1191
(1) of former section 5739.21 of the Revised Code, and 1192
distributed pursuant to former section 5739.22 of the Revised 1193
Code. If the total amount of the undivided local government fund 1194
for any calendar year is less than the amount of the undivided 1195
local government fund apportioned pursuant to former section 1196
5739.23 of the Revised Code for the calendar year 1970, the 1197
minimum amount guaranteed to each subdivision for that calendar 1198
year pursuant to this division shall be reduced on a basis 1199
proportionate to the amount by which the amount of the undivided 1200
local government fund for that calendar year is less than the 1201
amount of the undivided local government fund apportioned for 1202
the calendar year 1970. 1203

(J) On the basis of such apportionment, the county auditor 1204
shall compute the percentage share of each such subdivision in 1205
the undivided local government fund and shall at the same time 1206
certify to the tax commissioner the percentage share of the 1207
county as a subdivision. No payment shall be made from the 1208
undivided local government fund, except in accordance with such 1209
percentage shares. 1210

Within ten days after the budget commission has made its 1211
apportionment, whether conducted pursuant to section 5747.51 or 1212
5747.53 of the Revised Code, the auditor shall publish a list of 1213
the subdivisions and the amount each is to receive from the 1214
undivided local government fund and the percentage share of each 1215
subdivision, in a newspaper or newspapers of countywide 1216
circulation, and send a copy of such allocation to the tax 1217

commissioner. 1218

The county auditor shall also send a copy of such 1219
allocation by ordinary or electronic mail to the fiscal officer 1220
of each subdivision entitled to participate in the allocation of 1221
the undivided local government fund of the county. This copy 1222
shall constitute the official notice of the commission action 1223
referred to in section 5705.37 of the Revised Code. 1224

All money received into the treasury of a subdivision from 1225
the undivided local government fund in a county treasury shall 1226
be paid into the general fund and used for the current operating 1227
expenses of the subdivision. 1228

If a municipal corporation maintains a municipal 1229
university, such municipal university, when the board of 1230
trustees so requests the legislative authority of the municipal 1231
corporation, shall participate in the money apportioned to such 1232
municipal corporation from the total local government fund, 1233
however created and constituted, in such amount as requested by 1234
the board of trustees, provided such sum does not exceed nine 1235
per cent of the total amount paid to the municipal corporation. 1236

If any public official fails to maintain the records 1237
required by sections 5747.50 to 5747.55 of the Revised Code or 1238
by the rules issued by the tax commissioner, the auditor of 1239
state, or the treasurer of state pursuant to such sections, or 1240
fails to comply with any law relating to the enforcement of such 1241
sections, the local government fund money allocated to the 1242
county may be withheld until such time as the public official 1243
has complied with such sections or such law or the rules issued 1244
pursuant thereto. 1245

Sec. 5747.53. (A) As used in this section: 1246

(1) "City, located wholly or partially in the county, with the greatest population" means the city, located wholly or partially in the county, with the greatest population residing in the county; however, if the county budget commission on or before January 1, 1998, adopted an alternative method of apportionment that was approved by the legislative authority of the city, located partially in the county, with the greatest population but not the greatest population residing in the county, "city, located wholly or partially in the county, with the greatest population" means the city, located wholly or partially in the county, with the greatest population whether residing in the county or not, if this alternative meaning is adopted by action of the board of county commissioners and a majority of the boards of township trustees and legislative authorities of municipal corporations located wholly or partially in the county.

(2) "Participating political subdivision" means a municipal corporation or township that satisfies all of the following:

(a) It is located wholly or partially in the county.

(b) It is not the city, located wholly or partially in the county, with the greatest population.

(c) Undivided local government fund moneys are apportioned to it under the county's alternative method or formula of apportionment in the current calendar year.

(B) In lieu of the method of apportionment of the undivided local government fund of the county provided by section 5747.51 of the Revised Code, the county budget commission may provide for the apportionment of the fund under

an alternative method or on a formula basis as authorized by 1276
this section. The commissioner shall reduce the amount of funds 1277
from the undivided local government fund to a subdivision 1278
required to receive reduced funds under section 5747.502 or 1279
5747.504 of the Revised Code. 1280

Except as otherwise provided in division (C) of this 1281
section, the alternative method of apportionment shall have 1282
first been approved by all of the following governmental units: 1283
the board of county commissioners; the legislative authority of 1284
the city, located wholly or partially in the county, with the 1285
greatest population; and a majority of the boards of township 1286
trustees and legislative authorities of municipal corporations, 1287
located wholly or partially in the county, excluding the 1288
legislative authority of the city, located wholly or partially 1289
in the county, with the greatest population. In granting or 1290
denying approval for an alternative method of apportionment, the 1291
board of county commissioners, boards of township trustees, and 1292
legislative authorities of municipal corporations shall act by 1293
motion. A motion to approve shall be passed upon a majority vote 1294
of the members of a board of county commissioners, board of 1295
township trustees, or legislative authority of a municipal 1296
corporation, shall take effect immediately, and need not be 1297
published. 1298

Any alternative method of apportionment adopted and 1299
approved under this division shall be reviewed by the county 1300
budget commission at a public hearing held at least once in the 1301
year following ~~the effective date of this amendment~~ October 3, 1302
2023, and in every fifth year thereafter. The county budget 1303
commission shall provide reasonable advance notice of the 1304
hearing to all political subdivisions eligible to participate in 1305
the fund and shall take public testimony from any such political 1306

subdivision that wishes to testify. 1307

Any alternative method of apportionment adopted and 1308
approved under this division may be revised, amended, or 1309
repealed in the same manner as it may be adopted and approved. 1310
If an alternative method of apportionment adopted and approved 1311
under this division is repealed, the undivided local government 1312
fund of the county shall be apportioned among the subdivisions 1313
eligible to participate in the fund, commencing in the ensuing 1314
calendar year, under the apportionment provided in section 1315
5747.52 of the Revised Code, unless the repeal occurs by 1316
operation of division (C) of this section or a new method for 1317
apportionment of the fund is provided in the action of repeal. 1318

(C) This division applies only in counties in which the 1319
city, located wholly or partially in the county, with the 1320
greatest population has a population of twenty thousand or less 1321
and a population that is less than fifteen per cent of the total 1322
population of the county. In such a county, the legislative 1323
authorities or boards of township trustees of two or more 1324
participating political subdivisions, which together have a 1325
population residing in the county that is a majority of the 1326
total population of the county, each may adopt a resolution to 1327
exclude the approval otherwise required of the legislative 1328
authority of the city, located wholly or partially in the 1329
county, with the greatest population. All of the resolutions to 1330
exclude that approval shall be adopted not later than the first 1331
Monday of August of the year preceding the calendar year in 1332
which distributions are to be made under an alternative method 1333
of apportionment. 1334

A motion granting or denying approval of an alternative 1335
method of apportionment under this division shall be adopted by 1336

a majority vote of the members of the board of county 1337
commissioners and by a majority vote of a majority of the boards 1338
of township trustees and legislative authorities of the 1339
municipal corporations located wholly or partially in the 1340
county, other than the city, located wholly or partially in the 1341
county, with the greatest population, shall take effect 1342
immediately, and need not be published. The alternative method 1343
of apportionment under this division shall be adopted and 1344
approved annually, not later than the first Monday of August of 1345
the year preceding the calendar year in which distributions are 1346
to be made under it. A motion granting approval of an 1347
alternative method of apportionment under this division repeals 1348
any existing alternative method of apportionment, effective with 1349
distributions to be made from the fund in the ensuing calendar 1350
year. An alternative method of apportionment under this division 1351
shall not be revised or amended after the first Monday of August 1352
of the year preceding the calendar year in which distributions 1353
are to be made under it. 1354

(D) In determining an alternative method of apportionment 1355
authorized by this section, the county budget commission may 1356
include in the method any factor considered to be appropriate 1357
and reliable, in the sole discretion of the county budget 1358
commission. 1359

(E) The limitations set forth in section 5747.51 of the 1360
Revised Code, stating the maximum amount that the county may 1361
receive from the undivided local government fund and the minimum 1362
amount the townships in counties having a population of less 1363
than one hundred thousand may receive from the fund, are 1364
applicable to any alternative method of apportionment authorized 1365
under this section. 1366

(F) On the basis of any alternative method of 1367
apportionment adopted and approved as authorized by this 1368
section, as certified by the auditor to the county treasurer, 1369
the county treasurer shall make distribution of the money in the 1370
undivided local government fund to each subdivision eligible to 1371
participate in the fund, and the auditor, when the amount of 1372
those shares is in the custody of the treasurer in the amounts 1373
so computed to be due the respective subdivisions, shall at the 1374
same time certify to the tax commissioner the percentage share 1375
of the county as a subdivision. All money received into the 1376
treasury of a subdivision from the undivided local government 1377
fund in a county treasury shall be paid into the general fund 1378
and used for the current operating expenses of the subdivision. 1379
If a municipal corporation maintains a municipal university, the 1380
university, when the board of trustees so requests the 1381
legislative authority of the municipal corporation, shall 1382
participate in the money apportioned to the municipal 1383
corporation from the total local government fund, however 1384
created and constituted, in the amount requested by the board of 1385
trustees, provided that amount does not exceed nine per cent of 1386
the total amount paid to the municipal corporation. 1387

(G) The actions of the county budget commission taken 1388
pursuant to this section are final and may not be appealed to 1389
the board of tax appeals, except on the issues of abuse of 1390
discretion and failure to comply with the formula. 1391

Sec. 5747.98. (A) To provide a uniform procedure for 1392
calculating a taxpayer's aggregate tax liability under section 1393
5747.02 of the Revised Code, a taxpayer shall claim any credits 1394
to which the taxpayer is entitled in the following order: 1395

Either the retirement income credit under division (B) of 1396

section 5747.055 of the Revised Code or the lump sum retirement 1397
income credits under divisions (C), (D), and (E) of that 1398
section; 1399

Either the senior citizen credit under division (F) of 1400
section 5747.055 of the Revised Code or the lump sum 1401
distribution credit under division (G) of that section; 1402

The dependent care credit under section 5747.054 of the 1403
Revised Code; 1404

The credit for displaced workers who pay for job training 1405
under section 5747.27 of the Revised Code; 1406

The campaign contribution credit under section 5747.29 of 1407
the Revised Code; 1408

The twenty-dollar personal exemption credit under section 1409
5747.022 of the Revised Code; 1410

The joint filing credit under division ~~(G)~~ (E) of section 1411
5747.05 of the Revised Code; 1412

The earned income credit under section 5747.71 of the 1413
Revised Code; 1414

The nonrefundable credit for education expenses under 1415
section 5747.72 of the Revised Code; 1416

The nonrefundable credit for donations to scholarship 1417
granting organizations under section 5747.73 of the Revised 1418
Code; 1419

The nonrefundable credit for tuition paid to a 1420
nonchartered nonpublic school under section 5747.75 of the 1421
Revised Code; 1422

The nonrefundable vocational job credit under section 1423

5747.057 of the Revised Code;	1424
The nonrefundable job retention credit under division (B)	1425
of section 5747.058 of the Revised Code;	1426
The enterprise zone credit under section 5709.66 of the	1427
Revised Code;	1428
The credit for beginning farmers who participate in a	1429
financial management program under division (B) of section	1430
5747.77 of the Revised Code;	1431
The credit for commercial vehicle operator training	1432
expenses under section 5747.82 of the Revised Code;	1433
The nonrefundable welcome home Ohio (WHO) program credit	1434
under section 122.633 of the Revised Code;	1435
The credit for selling or renting agricultural assets to	1436
beginning farmers under division (A) of section 5747.77 of the	1437
Revised Code;	1438
The credit for purchases of qualifying grape production	1439
property under section 5747.28 of the Revised Code;	1440
The small business investment credit under section 5747.81	1441
of the Revised Code;	1442
 The nonrefundable lead abatement credit under section	1443
5747.26 of the Revised Code;	1444
The opportunity zone investment credit under section	1445
122.84 of the Revised Code;	1446
The enterprise zone credits under section 5709.65 of the	1447
Revised Code;	1448
The research and development credit under section 5747.331	1449
of the Revised Code;	1450

The credit for rehabilitating a historic building under	1451
section 5747.76 of the Revised Code;	1452
The nonrefundable Ohio low-income housing tax credit under	1453
section 5747.83 of the Revised Code;	1454
The nonrefundable affordable single-family home credit	1455
under section 5747.84 of the Revised Code;	1456
The nonresident credit under division (A) of section	1457
5747.05 of the Revised Code;	1458
The credit for a resident's out-of-state income under	1459
division (B) of section 5747.05 of the Revised Code;	1460
The refundable motion picture and Broadway theatrical	1461
production credit under section 5747.66 of the Revised Code;	1462
The refundable credit for film and theater capital	1463
improvement projects under section 5747.67 of the Revised Code;	1464
The refundable jobs creation credit or job retention	1465
credit under division (A) of section 5747.058 of the Revised	1466
Code;	1467
The refundable credit for taxes paid by a qualifying	1468
entity granted under section 5747.059 of the Revised Code;	1469
The refundable credits for taxes paid by a qualifying	1470
pass-through entity granted under division (I) of section	1471
5747.08 of the Revised Code;	1472
The refundable credit under section 5747.80 of the Revised	1473
Code for losses on loans made to the Ohio venture capital	1474
program under sections 150.01 to 150.10 of the Revised Code;	1475
The refundable credit for rehabilitating a historic	1476
building under section 5747.76 of the Revised Code;	1477

The refundable credit under section 5747.39 of the Revised Code for taxes levied under section 5747.38 of the Revised Code paid by an electing pass-through entity; 1478
1479
1480

The refundable lead abatement credit under section 5747.26 1481
of the Revised Code. 1482

(B) For any credit, except the refundable credits 1483
enumerated in this section and the credit granted under division 1484
(H) of section 5747.08 of the Revised Code, the amount of the 1485
credit for a taxable year shall not exceed the taxpayer's 1486
aggregate amount of tax due under section 5747.02 of the Revised 1487
Code, after allowing for any other credit that precedes it in 1488
the order required under this section. Any excess amount of a 1489
particular credit may be carried forward if authorized under the 1490
section creating that credit. Nothing in this chapter shall be 1491
construed to allow a taxpayer to claim, directly or indirectly, 1492
a credit more than once for a taxable year. 1493

Section 2. That existing sections 3742.03, 3742.39, 1494
3742.50, 5747.08, 5747.26, 5747.50, 5747.502, 5747.51, 5747.53, 1495
and 5747.98 of the Revised Code are hereby repealed. 1496

Section 3. Section 5747.53 of the Revised Code is 1497
presented in this act as a composite of the section as amended 1498
by H.B. 33 of the 135th General Assembly and H.B. 62 of the 1499
133rd General Assembly. The General Assembly, applying the 1500
principle stated in division (B) of section 1.52 of the Revised 1501
Code that amendments are to be harmonized if reasonably capable 1502
of simultaneous operation, finds that the composite is the 1503
resulting version of the section in effect prior to the 1504
effective date of the section as presented in this act. 1505