

As Introduced

132nd General Assembly
Regular Session
2017-2018

H. J. R. No. 4

Representative Schuring

A JOINT RESOLUTION

Proposing to enact Section 2t of Article VIII of the
Constitution of the State of Ohio to allow the General
Assembly to provide by law for the issuance of bonds
to pay unemployment compensation benefits when the
fund created for that purpose is or will be depleted
or to repay outstanding advances made by the federal
government to the unemployment compensation program.

Be it resolved by the General Assembly of the State of
Ohio, three-fifths of the members elected to each house
concurring herein, that there shall be submitted to the electors
of the state, in the manner prescribed by law at the special
election to be held on May 8, 2018, a proposal to enact Section
2t of Article VIII of the Constitution of the State of Ohio to
read as follows:

ARTICLE VIII

Section 2t. (A) In addition to the authorizations
otherwise contained in Article VIII of the Ohio Constitution,
the General Assembly may provide by law, in accordance with and
subject to the limitations of this section, for the issuance of
bonds and other obligations of the state for either of the

following purposes: 21

(1) Paying unemployment compensation benefits authorized 22
under state law when the fund created for that purpose is or 23
will be depleted; 24

(2) Financing or assisting in the financing of the cost to 25
repay outstanding advances made by the federal government to the 26
unemployment compensation program of this state. 27

(B) An issuance under division (A) (2) of this section 28
shall be made only if the director of budget and management 29
determines that the rate of interest charged by the federal 30
government for outstanding advances exceeds the rate of interest 31
the treasurer of state likely would obtain for bonds issued 32
under this section. 33

(C) The obligations issued under this section are general 34
obligations of the state. The full faith and credit, revenue, 35
and taxing power of the state shall be pledged to the payment of 36
debt service on those outstanding obligations as it becomes due, 37
and bond retirement fund provisions shall be made for payment of 38
that debt service. Provision shall be made by law for the 39
sufficiency and appropriation, for purposes of paying debt 40
service, of excises, taxes, and revenues so pledged or committed 41
to debt service, and for covenants to continue the levy, 42
collection, and application of sufficient excises, taxes, and 43
revenues to the extent needed for that purpose. Notwithstanding 44
Section 22 of Article II, Ohio Constitution, no further act of 45
appropriation shall be necessary for that purpose. The 46
obligations and the provisions for the payment of debt service 47
are not subject to Sections 5, 6, and 11 of Article XII, Ohio 48
Constitution. Moneys referred to in Section 5a of Article XII, 49
Ohio Constitution may not be pledged to the payment of that debt 50

service.

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(D) Obligations issued under the authority of this
section, their transfer, and the interest, interest equivalent,
and other income or accreted amounts on them, including any
profit made on their sale, exchange, or other disposition, shall
at all times be free from taxation within the state.

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(E) This section shall otherwise be implemented in the
manner and to the extent provided by the General Assembly by
law, including provision for the procedure for incurring and
issuing obligations, separately or in combination with other
obligations, and refunding, retiring, and evidencing
obligations. The maturity date or dates of the obligations
issued under the authority of this section and the total
principal amount of those obligations shall be as determined by
the General Assembly, subject to the limitation provided for in
Section 17 of Article VIII, Ohio Constitution.

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(F) An obligation issued under this section is not subject
to Section 4 or 5 of Article VIII, Ohio Constitution.

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(G) As used in this section, "debt service" means
principal and interest and other accreted amounts payable on the
obligations referred to.

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EFFECTIVE DATE

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If adopted by a majority of the electors voting on this
proposal, Section 2t of Article VIII of the Constitution of the
State of Ohio takes immediate effect.

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