

## Ohio Legislative Service Commission

Office of Research and Drafting Legislative Budget Office

S.B. 15 134<sup>th</sup> General Assembly

# **Bill Analysis**

Version: As Introduced

Primary Sponsor: Sen. Wilson

Daniel DeSantis, Research Analyst

#### SUMMARY

- Protects the following officers from liability for loss of public funds when the officer has performed the officer's official duties with reasonable care: a county treasurer, a township fiscal officer and deputy township fiscal officer, the treasurer of a municipal corporation, community college district, technical college district, or state community college district, and the fiscal officer or deputy fiscal office of the board of library trustees of a free public library.
- Makes the same officers liable for loss of public funds resulting from the officer's negligence or other wrongful act.

### **DETAILED ANALYSIS**

#### **Fiscal officer liability**

The bill modifies the standards for when certain fiscal officers are liable for the loss of public funds. These officers are: county treasurer, township fiscal officer, deputy township fiscal officer, the treasurer of a municipal corporation or officer of a municipal corporation that has the duties of a treasurer, the treasurer or other fiscal officer of a community college district, technical college district, or state community college district, and the fiscal officer or deputy fiscal office of the board of library Trustees of a free public library. The standard for each is the same: an officer is not liable for the loss of public funds if the officer performed the officer's official duties with reasonable care, and the officer is only liable for the loss of public funds if the officer acted negligently, or committed some other wrongful act.<sup>1</sup>

<sup>&</sup>lt;sup>1</sup> R.C. 321.50, 507.14, 733.82, 3354.101, 3357.101, 3358.061, and 3375.361.

Under existing law, public officials generally are subject to strict personal liability for public money they receive or collect; this is a long-standing common law principle.<sup>2</sup> "Strict liability" is liability for loss resulting from the public official's actions no matter what level of care the public official exercised. An exception exists for county treasurers for losses resulting from any investment reasonably made pursuant to law.<sup>3</sup>

Under the bill, the affected officers would no longer be strictly liable for any losses of public funds; instead, officers are liable only for losses resulting from the officer's negligence or other wrongful act.

HISTORY	
Action	Date
Introduced	01-26-21

S0015-I-134/ar

 $<sup>^{2}</sup>$  R.C. 9.39, not in the bill.

<sup>&</sup>lt;sup>3</sup> R.C. 135.39, not in the bill.