As Reported by the House Agriculture and Conservation Committee

134th General Assembly

Regular Session 2021-2022 Am. H. B. No. 397

Representatives Stewart, Kick

Cosponsors: Representatives Bird, Click, Creech, Hall, John, Johnson, Lanese, Miller, J., Plummer, Riedel, Swearingen, West, Young, T., Koehler, Jones, O'Brien

A BILL

To amend section 940.05 and to enact section	1
5301.71 of the Revised Code to revise the law	2
regarding agricultural leases and soil and water	3
conservation districts.	4

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

Section 1. That section 940.05 be amended and section	5
5301.71 of the Revised Code be enacted to read as follows:	6
Sec. 940.05. (A) The board of supervisors of a soil and	7
water conservation district shall consist of five supervisors,	8
as provided for in section 940.04 of the Revised Code.	9
(B) The board shall organize annually by selecting a	10
chairperson, a secretary, and a treasurer. It shall designate	11
one of its members as fiscal agent. A majority of the board	12
shall constitute a quorum. The concurrence of a majority of the	13
board in any matter shall be required for its determination. A	14
supervisor shall receive no compensation for the supervisor's	15
services, except when both of the following occur:	16

(A) (1) A district board of supervisors designates one or 17

Am. H. B. No. 397 As Reported by the House Agriculture and Conservation Committee

more of its supervisors to represent the district on a joint 18
district board or if an agency or instrumentality of the United 19
States, of this state, or of a political subdivision of this 20
state requires or requests district board representation; 21

(B) (2)Such compensation is provided for by public moneys22other than moneys in the special fund of the local district23created pursuant to section 940.12 of the Revised Code.24

(C) A supervisor is entitled to be reimbursed for the 25 necessary expenses incurred in the discharge of official duties. 26

(D) The board of supervisors shall furnish to the Ohio 27 soil and water conservation commission, upon its request, copies 28 of rules, orders, contracts, forms, and other documents it 29 adopts or employs and other information concerning its 30 activities as it requires in the performance of its duties under 31 this chapter. 32

(E) At least once each year, a district shall submit to 33 the commission a report of progress and operations, including a 34 summary of receipts and disbursements during the period covered 35 by the report. A district shall submit additional financial 36 reports as requested by the commission. 37

The board shall provide for the execution of surety bonds38for (F) For all employees and officers who are entrusted with39funds and , the board shall either:40

(1) Provide for the execution of surety bonds;

(2) By resolution, adopt a policy to allow for use of an42employee dishonesty and faithful performance of duty insurance43policy to cover financial or property loss caused by the44fraudulent or dishonest actions of, and the failure to perform a45duty prescribed by law for, an officer, employee, or appointee46

Page 2

41

Page 3

that is otherwise required by law to give an individual surety	47
bond before entering upon the discharge of official duties.	48
(G) The board shall provide for the keeping of a full and	49
accurate record of all proceedings and of all resolutions and	50
orders issued or adopted.	51
(H) Any supervisor may be removed by the commission upon	52
notice and hearing for neglect of duty or malfeasance in office.	53
Sec. 5301.71. (A) As used in this section:	54
(1) "Agricultural lease agreement" means an agreement or	55
lease, written or oral, that establishes or modifies the terms,	56
conditions, rules, or any other provisions between a landlord	57
and tenant concerning the use and occupancy of real property by	58
one of the parties for agricultural purposes.	59
(2) "Agricultural purposes" means the use and occupancy of	60
real property for the planting, growing, and harvesting of crops	61
and all practices necessary for that planting, growing, and	62
harvesting. It does not mean the use and occupancy of real	63
property for pasture, timber, farm buildings, horticultural	64
buildings, or leases solely for equipment.	65
(3) "Landlord" means the owner or lessor of real property	66
used for agricultural purposes that is authorized to receive	67
remuneration from a tenant under an agricultural lease	68
agreement, and has entered into, or has actual or constructive	69
knowledge of, an agricultural lease agreement.	70
(4) "Tenant" means the person entitled under an	71
agricultural lease agreement to use real property for	72
agricultural purposes to the exclusion of all others.	73
(B)(1) Notwithstanding anything in Chapter 1335. of the	74

Am. H. B. No. 397 As Reported by the House Agriculture and Conservation Committee

Revised Code, if an agricultural lease agreement does not	75
provide for a termination date or method for notice of	76
termination of the agricultural lease agreement, the landlord	77
shall provide the tenant with written notice of termination. The	78
written notice shall be delivered on or before the first day of	79
September, in the year the termination is to be effective, by	80
personal delivery, facsimile, or electronic mail.	81
(2) If notice of termination of an agricultural lease	82
agreement is given pursuant to division (B)(1) of this section,	83
the termination date for the agricultural lease agreement shall	84
be the earlier of the following, unless otherwise agreed to, in	85
writing, by the landlord and tenant:	86
(a) The date harvesting or removal of crops is complete;	87
(b) The thirty-first day of December in the year in which	88
<u>the notice was given.</u>	89
(C) This section does not affect the requirements of	90
section 5301.01 of the Revised Code.	91
Section 2. That existing section 940.05 of the Revised	92
Code is hereby repealed.	93

Page 4