As Reported by the Senate Energy and Natural Resources Committee

131st General Assembly Regular Session 2015-2016

Sub. S. B. No. 185

Senator Seitz

Cosponsors: Senators Balderson, Patton

A BILL

То	amend sections 1710.01, 1710.02, 1710.06,	1
	1710.13, 4582.06, and 4582.31 and to enact	2
	sections 1710.20, 1710.21, 1710.22, 1710.24,	3
	1710.241, 1710.26, and 1710.28 of the Revised	4
	Code to permit property owners to petition	5
	municipal corporations and townships for the	6
	purpose of developing and implementing special	7
	energy improvement projects, to govern	8
	condominium association participation in special	9
	improvement districts, to increase the	10
	competitive bidding threshold for Lake	11
	Facilities Authorities, and to authorize	12
	conservation grants for such Authorities.	13

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

Section 1. That sections 1710.01, 1710.02, 1710.06,	14
1710.13, 4582.06, and 4582.31 be amended and sections 1710.20,	15
1710.21, 1710.22, 1710.24, 1710.241, 1710.26, and 1710.28 of the	16
Revised Code be enacted to read as follows:	17
Sec. 1710.01. As used in this chapter:	18

(A) "Special improvement district" means a specialimprovement district organized under this chapter.20

(B) "Church" means a fellowship of believers,
congregation, society, corporation, convention, or association
that is formed primarily or exclusively for religious purposes
and that is not formed for the private profit of any person.

(C) "Church property" means property that is described as
being exempt from taxation under division (A) (2) of section
5709.07 of the Revised Code and that the county auditor has
entered on the exempt list compiled under section 5713.07 of the
Revised Code.

(D) "Municipal executive" means the mayor, city manager, or other chief executive officer of the municipal corporation in which a special improvement district is located.

(E) "Participating political subdivision" means the municipal corporation or township, or each of the municipal corporations or townships, that has territory within the boundaries of a special improvement district created under this chapter.

(F) "Legislative authority of a participating political 38
subdivision" means, with reference to a township, the board of 39
township trustees. 40

(G) "Public improvement" means the planning, design,
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construction, reconstruction, enlargement, or alteration of any
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facility or improvement, including the acquisition of land, for
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which a special assessment may be levied under Chapter 727. of
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the Revised Code, and includes any special energy improvement
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project.

(H) "Public service" means any service that can be

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provided by a municipal corporation or any service for which a special assessment may be levied under Chapter 727. of the Revised Code.

(I) "Special energy improvement project" means any 51 property, device, structure, or equipment necessary for the 52 acquisition, installation, equipping, and improvement of any 53 real or personal property used for the purpose of creating a 54 solar photovoltaic project, a solar thermal energy project, a 55 geothermal energy project, a customer-generated energy project, 56 or an energy efficiency improvement, whether such real or 57 personal property is publicly or privately owned. 58

(J) "Existing gualified nonprofit corporation" means a 59 nonprofit corporation that existed before the creation of the 60 corresponding district under this chapter, that is composed of 61 members located within or adjacent to the district, that has 62 established a police department under section 1702.80 of the 63 Revised Code, and that is organized for purposes that include 64 acquisition of real property within an area specified by its 65 articles for the subsequent transfer of such property to its 66 members exclusively for charitable, scientific, literary, or 67 educational purposes, or holding and maintaining and leasing 68 such property; planning for and assisting in the development of 69 its members; providing for the relief of the poor and distressed 70 or underprivileged in the area and adjacent areas; combating 71 community deterioration and lessening the burdens of government; 72 providing or assisting others in providing housing for low- or 73 moderate-income persons; and assisting its members by the 74 provision of public safety and security services, parking 75 facilities, transit service, landscaping, and parks. 76

(K) "Energy efficiency improvement" means energy

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the customer-generated energy project;

efficiency technologies, products, and activities that reduce or 78 support the reduction of energy consumption, allow for the 79 reduction in demand, or support the production of clean, 80 renewable energy and that are or will be permanently fixed to 81 real property. For purposes of sections 1710.20 to 1710.28 of 82 the Revised Code, "energy efficiency improvement" excludes 83 energy efficiency technologies, products, and activities that 84 support the production of clean, renewable energy. 85 (L) "Customer-generated energy project" means a wind, 86 biomass, or gasification facility for the production of 87 electricity that meets either of the following requirements: 88 (1) The facility is designed to have a generating capacity 89 of two hundred fifty kilowatts of electricity or less. 90 (2) The facility is: 91 (a) Designed to have a generating capacity of more than 92 two hundred fifty kilowatts of electricity; 93 (b) Operated in parallel with electric transmission and 94 distribution facilities serving the real property at the site of 95

(c) Intended primarily to offset part or all of the
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facility owner's requirements for electricity at the site of the
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customer-generated energy project and is located on the facility
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owner's real property; and
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(d) Not producing energy for direct sale by the facility101owner to the public.

(M) "Reduction in demand" means a change in customer
behavior or a change in customer-owned or operated assets that
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reduces or has the capability to reduce the demand for
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electricity as a result of price signals or other incentives. 106 (N) "Electric distribution utility" and "mercantile 107 customer" have the same meanings as in section 4928.01 of the 108 Revised Code. 109 (O) "Port authority" means a port authority created under 110 section 4582.02 or 4582.22 of the Revised Code. 111 (P) "Condominium property," "unit owner," and "unit owners_ 112 association" have the same meanings as in section 5311.01 of the 113 Revised Code. 114 Sec. 1710.02. (A) A special improvement district may be 115 created within the boundaries of any one municipal corporation, 116 any one township, or any combination of contiguous municipal 117 corporations and townships for the purpose of developing and 118 implementing plans for public improvements and public services 119 that benefit the district. A district may be created by petition 120 of the owners of real property within the proposed district, or 121 by an existing qualified nonprofit corporation. If the district 122 is created by an existing qualified nonprofit corporation, the 123 purposes for which the district is created may be supplemental 124 125 to the other purposes for which the corporation is organized. All territory in a special improvement district shall be 126 contiguous; except that the territory in a special improvement 127 district may be noncontiguous if at least one special energy 128 improvement project is designated for each parcel of real 129 property included within the special improvement district. 130 Additional territory may be added to a special improvement 131 district created under this chapter for the purpose of 132

developing and implementing plans for special energy improvement133projects if at least one special energy improvement project is134designated for each parcel of real property included within such135

additional territory and the addition of territory is authorized136by the initial plan proposed under division (F) of this section137or a plan adopted by the board of directors of the special138improvement district under section 1710.06 of the Revised Code.139

The district shall be governed by the board of trustees of 140 a nonprofit corporation. This board shall be known as the board 141 of directors of the special improvement district. No special 142 improvement district shall include any church property, or 143 property of the federal or state government or a county, 144 145 township, or municipal corporation, unless the church or the county, township, or municipal corporation specifically requests 146 in writing that the property be included within the district, or 147 unless the church is a member of the existing qualified 148 nonprofit corporation creating the district at the time the 149 district is created. More than one district may be created 150 within a participating political subdivision, but no real 1.51 property may be included within more than one district unless 152 the owner of the property files a written consent with the clerk 153 of the legislative authority, the township fiscal officer, or 154 the village clerk, as appropriate. The area of each district 155 shall be contiguous; except that the area of a special 156 improvement district may be noncontiguous if all parcels of real 157 property included within such area contain at least one special 158 energy improvement thereon. 159

(B) Except as provided in division (C) of this section, a
district created under this chapter is not a political
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subdivision. A district created under this chapter shall be
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considered a public agency under section 102.01 and a public
authority under section 4115.03 of the Revised Code. Each member
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of the board of directors of a district, each member's designee
or proxy, and each officer and employee of a district shall be

considered a public official or employee under section 102.01 of167the Revised Code and a public official and public servant under168section 2921.42 of the Revised Code. Districts created under169this chapter are not subject to sections 121.81 to 121.83 of the170Revised Code. Districts created under this chapter are subject171to sections 121.22 and 121.23 of the Revised Code.172

(C) Each district created under this chapter shall be
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considered a political subdivision for purposes of section
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4905.34 of the Revised Code.
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Membership on the board of directors of the district shall 176 not be considered as holding a public office. Directors and 177 their designees shall be entitled to the immunities provided by 178 Chapter 1702. and to the same immunity as an employee under 179 division (A)(6) of section 2744.03 of the Revised Code, except 180 that directors and their designees shall not be entitled to the 181 indemnification provided in section 2744.07 of the Revised Code 182 unless the director or designee is an employee or official of a 183 participating political subdivision of the district and is 184 acting within the scope of the director's or designee's 185 employment or official responsibilities. 186

District officers and district members and directors and 187 their designees or proxies shall not be required to file a 188 statement with the Ohio ethics commission under section 102.02 189 of the Revised Code. All records of the district shall be 190 treated as public records under section 149.43 of the Revised 191 Code, except that records of organizations contracting with a 192 district shall not be considered to be public records under 193 section 149.43 or section 149.431 of the Revised Code solely by 194 reason of any contract with a district. 195

(D) Except as otherwise provided in this section, the

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nonprofit corporation that governs a district shall be organized 197 in the manner described in Chapter 1702. of the Revised Code. 198 Except in the case of a district created by an existing 199 qualified nonprofit corporation, the corporation's articles of 200 incorporation are required to be approved, as provided in 201 division (E) of this section, by resolution of the legislative 202 203 authority of each participating political subdivision of the district. A copy of that resolution shall be filed along with 204 the articles of incorporation in the secretary of state's 205 office. 206

In addition to meeting the requirements for articles of 207 incorporation set forth in Chapter 1702. of the Revised Code, 208 the articles of incorporation for the nonprofit corporation 209 governing a district formed under this chapter shall provide all 210 the following: 211

(1) The name for the district, which shall include the name of each participating political subdivision of the district;

(2) A description of the territory within the district,
which may be all or part of each participating political
subdivision. The description shall be specific enough to enable
real property owners to determine if their property is located
within the district.

(3) A description of the procedure by which the articles
of incorporation may be amended. The procedure shall include
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receiving approval of the amendment, by resolution, from the
legislative authority of each participating political
subdivision and filing the approved amendment and resolution
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with the secretary of state.

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(4) The reasons for creating the district, plus an
explanation of how the district will be conducive to the public
health, safety, peace, convenience, and welfare of the district.

(E) (1) The articles of incorporation for a nonprofit 229 corporation governing a district created under this chapter and 230 amendments to them shall be submitted to the municipal 231 executive, if any, and the legislative authority of each 232 municipal corporation or township in which the proposed district 233 is to be located. Except 234

235 (2) (a) Except in the case of a district created by an existing qualified nonprofit corporation and except as provided 236 in division (E)(2)(b) of this section, the articles or 237 amendments shall be accompanied by a petition signed either by 238 the owners of at least sixty per cent of the front footage of 239 all real property located in the proposed district that abuts 240 upon any street, alley, public road, place, boulevard, parkway, 241 park entrance, easement, or other existing public improvement 242 within the proposed district, excluding church property or 243 property owned by the state, county, township, municipal, or 244 federal government, unless a church, county, township, or 245 municipal corporation has specifically requested in writing that 246 the property be included in the district, or by the owners of at 247 least seventy-five per cent of the area of all real property 248 located within the proposed district, excluding church property 249 or property owned by the state, county, township, municipal, or 250 federal government, unless a church, county, township, or 251 municipal corporation has specifically requested in writing that 252 the property be included in the district. Pursuant to Section 20 253 of Article VIII, Ohio Constitution, the petition required under 254 this division may be for the purpose of developing and 255 implementing plans for special energy improvement projects, and, 256

in such case, is determined to be in furtherance of the purposes 257 set forth in Section 20 of Article VIII, Ohio Constitution. If a 258 special improvement district is being created under this chapter 259 for the purpose of developing and implementing plans for special 260 energy improvement projects, the petition required under this 261 division shall be signed by one hundred per cent of the owners 2.62 of the area of all real property located within the proposed 263 special improvement district, at least one special energy 264 improvement project shall be designated for each parcel of real 265 property within the special improvement district, and the 266 special improvement district may include any number of parcels 267 of real property as determined by the legislative authority of 268 each participating political subdivision in which the proposed 269 special improvement district is to be located. For purposes of 270 determining compliance with these requirements, the area of the 271 district, or the front footage and ownership of property, shall 272 be as shown in the most current records available at the county 273 recorder's office and the county engineer's office sixty days 274 prior to the date on which the petition is filed. 275

Each (b) If a condominium property is included in the area276of the proposed district, the petition shall be signed by a277member of the board of directors of the unit owners association278on behalf of all owners of units in the condominium property if279both of the following apply:280

(i) A vote is conducted according to the unit owners281association bylaws and declaration to determine whether the282condominium property is to be included in the proposed special283improvement district.284

(ii) The result of the vote is that the condominium285property is to be included in the proposed special improvement286

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<u>district.</u>	
No unit owner shall sign the petition on the unit owner's	288
own behalf.	289
(3) Each municipal corporation or township with which the	290
petition is filed has sixty days to approve or disapprove, by	291
resolution, the petition, including the articles of	292
incorporation. In the case of a district created by an existing	293
qualified nonprofit corporation, each municipal corporation or	294
township has sixty days to approve or disapprove the creation of	295
the district after the corporation submits the articles of	296
incorporation or amendments thereto. This chapter does not	297
prohibit or restrict the rights of municipal corporations under	298
Article XVIII of the Ohio Constitution or the right of the	299
municipal legislative authority to impose reasonable conditions	300
in a resolution of approval. The acquisition, installation,	301
equipping, and improvement of a special energy improvement	302
project under this chapter shall not supersede any local zoning,	303
environmental, or similar law or regulation.	304
(F) Persons proposing creation and operation of the	305
district may propose an initial plan for public services or	306
public improvements that benefit all or any part of the	307
district. Any initial plan shall be submitted as part of the	308
petition proposing creation of the district or, in the case of a	309
district created by an existing qualified nonprofit corporation,	310
shall be submitted with the articles of incorporation or	311
amendments thereto.	312
An initial plan may include provisions for the following:	313

(1) Creation and operation of the district and of the314nonprofit corporation to govern the district under this chapter;315

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(2) Hiring employees and professional services;	316
(3) Contracting for insurance;	317
(4) Purchasing or leasing office space and office	318
equipment;	319
(5) Other actions necessary initially to form, operate,	or 320
organize the district and the nonprofit corporation to govern	n 321
the district;	322
(6) A plan for public improvements or public services th	hat 323
benefit all or part of the district, which plan shall comply	324
with the requirements of division (A) of section 1710.06 of t	che 325
Revised Code and may include, but is not limited to, any of t	che 326

Revised Code and may include, but is not limited to, any of the permissive provisions described in the fourth sentence of that 327 division or listed in divisions (A)(1) to (7) of that section; 328

(7) If the special improvement district is being created 329 under this chapter for the purpose of developing and 330 implementing plans for special energy improvement projects, 331 provision for the addition of territory to the special 332 improvement district. 333

After the initial plan is approved by all municipal 334 corporations and townships to which it is submitted for approval 335 and the district is created, each participating subdivision 336 shall levy a special assessment within its boundaries to pay for 337 the costs of the initial plan. The levy shall be for no more 338 than ten years from the date of the approval of the initial 339 plan; except that if the proceeds of the levy are to be used to 340 pay the costs of a special energy improvement project, the levy 341 of a special assessment shall be for no more than thirty years 342 from the date of approval of the initial plan. In the event that 343 additional territory is added to a special improvement district, 344

the special assessment to be levied with respect to such345additional territory shall commence not earlier than the date346such territory is added and shall be for no more than thirty347years from such date. For purposes of levying an assessment for348this initial plan, the services or improvements included in the349initial plan shall be deemed a special benefit to property350owners within the district.351

(G) Each nonprofit corporation governing a district under 352this chapter may do the following: 353

(1) Exercise all powers of nonprofit corporations granted
 under Chapter 1702. of the Revised Code that do not conflict
 with this chapter;
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(2) Develop, adopt, revise, implement, and repeal plans
for public improvements and public services for all or any part
of the district;
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(3) Contract with any person, political subdivision as
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defined in section 2744.01 of the Revised Code, or state agency
as defined in section 1.60 of the Revised Code to develop and
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implement plans for public improvements or public services
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within the district;

(4) Contract and pay for insurance for the district and
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for directors, officers, agents, contractors, employees, or
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members of the district for any consequences of the
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implementation of any plan adopted by the district or any
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actions of the district.

The board of directors of a special improvement district370may, acting as agent and on behalf of a participating political371subdivision, sell, transfer, lease, or convey any special energy372improvement project owned by the participating political373

subdivision upon a determination by the legislative authority 374 thereof that the project is not required to be owned exclusively 375 by the participating political subdivision for its purposes, for 376 uses determined by the legislative authority thereof as those 377 that will promote the welfare of the people of such 378 participating political subdivision; to improve the quality of 379 life and the general and economic well-being of the people of 380 the participating political subdivision; better ensure the 381 public health, safety, and welfare; protect water and other 382 natural resources; provide for the conservation and preservation 383 of natural and open areas and farmlands, including by making 384 urban areas more desirable or suitable for development and 385 revitalization; control, prevent, minimize, clean up, or mediate 386 certain contamination of or pollution from lands in the state 387 and water contamination or pollution; or provide for safe and 388 natural areas and resources. The legislative authority of each 389 participating political subdivision shall specify the 390 consideration for such sale, transfer, lease, or conveyance and 391 any other terms thereof. Any determinations made by a 392 legislative authority of a participating political subdivision 393 under this division shall be conclusive. 394

Any sale, transfer, lease, or conveyance of a special 395 energy improvement project by a participating political 396 subdivision or the board of directors of the special improvement 397 district may be made without advertising, receipt of bids, or 398 other competitive bidding procedures applicable to the 399 participating political subdivision or the special improvement 400 district under Chapter 153. or 735. or section 1710.11 of the 401 Revised Code or other representative provisions of the Revised 402 Code. 403

Sec. 1710.06. (A) The board of directors of a special

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improvement district may develop and adopt one or more written 405 plans for public improvements or public services that benefit 406 all or any part of the district. Each plan shall set forth the 407 specific public improvements or public services that are to be 408 provided, identify the area in which they will be provided, and 409 specify the method of assessment to be used. Each plan for 410 public improvements or public services shall indicate the period 411 of time the assessments are to be levied for the improvements 412 and services and, if public services are included in the plan, 413 the period of time the services are to remain in effect. Plans 414 for public improvements may include the planning, design, 415 construction, reconstruction, enlargement, or alteration of any 416 public improvements and the acquisition of land for the 417 improvements. Plans for public improvements or public services 418 may also include, but are not limited to, provisions for the 419 following: 420

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(1) Creating and operating the district and the nonprofit
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corporation under this chapter, including hiring employees and
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professional services, contracting for insurance, and purchasing
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or leasing office space and office equipment and other
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requirements of the district;
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(2) Planning, designing, and implementing a public
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improvements or public services plan, including hiring
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architectural, engineering, legal, appraisal, insurance,
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consulting, energy auditing, and planning services, and, for
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public services, managing, protecting, and maintaining public
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and private facilities, including public improvements;
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(3) Conducting court proceedings to carry out this432chapter;433

(4) Paying damages resulting from the provision of public 434

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improvements or public services and implementing the plans;	435
(5) Paying the costs of issuing, paying interest on, and	436
redeeming notes and bonds issued for funding public improvements	437
and public services plans;	438
(6) Sale, lease, lease with an option to purchase,	439
conveyance of other interests in, or other contracts for the	440
acquisition, construction, maintenance, repair, furnishing,	441
equipping, operation, or improvement of any special energy	442
improvement project by the special improvement district, between	443
a participating political subdivision and the special	444
improvement district, and between the special improvement	445
district and any owner of real property in the special	446
improvement district on which a special energy improvement	447
project has been acquired, installed, equipped, or improved; and	448
(7) Aggregating the renewable energy credits generated by	449
one or more special energy improvement projects within a special	450

one or more special energy improvement projects within a special 450 improvement district, upon the consent of the owners of the 451 credits and for the purpose of negotiating and completing the 452 sale of such credits. 453

(B) (1) Once the board of directors of the special 454 improvement district adopts a plan, it shall submit the plan to 455 the legislative authority of each participating political 456 subdivision and the municipal executive of each municipal 457 corporation in which the district is located, if any. The 458 legislative authorities and municipal executives shall review 459 the plan and, within sixty days after receiving it, may submit 460 their comments and recommendations about it to the district. 461 After reviewing these comments and recommendations, the board of 462 directors may amend the plan. It may then submit the plan, 463 amended or otherwise, in the form of a petition to members of 464

the district whose property may be assessed for the plan. Once	465
(2)(a) Except as provided in division (B)(2)(b) of this	466
section, once the petition is signed by those members who own at	467
least sixty per cent of the front footage of property that is to	468
be assessed and that abuts upon a street, alley, public road,	469
place, boulevard, parkway, park entrance, easement, or other	470
public improvement, or those members who own at least seventy-	471
five per cent of the area to be assessed for the improvement or	472
service, the petition may be submitted to each legislative	473
authority for approval. If the special improvement district was	474
created for the purpose of developing and implementing plans for	475
special energy improvement projects, the petition required under	476
this division shall be signed by one hundred per cent of the	477
owners of the area of all real property located within the area	478
to be assessed for the special energy improvement project.	479
Each (b) If a condominium property is included in the area	480
Each (b) If a condominium property is included in the area of the special improvement district for which the board of	480 481
of the special improvement district for which the board of	481
of the special improvement district for which the board of directors of the special improvement district has adopted a	481 482
of the special improvement district for which the board of directors of the special improvement district has adopted a plan, the petition shall be signed by a member of the board of	481 482 483
of the special improvement district for which the board of directors of the special improvement district has adopted a plan, the petition shall be signed by a member of the board of directors of the unit owners association on behalf of all owners	481 482 483 484
of the special improvement district for which the board of directors of the special improvement district has adopted a plan, the petition shall be signed by a member of the board of directors of the unit owners association on behalf of all owners of units in the condominium property if both of the following	481 482 483 484 485
of the special improvement district for which the board of directors of the special improvement district has adopted a plan, the petition shall be signed by a member of the board of directors of the unit owners association on behalf of all owners of units in the condominium property if both of the following apply:	481 482 483 484 485 486
of the special improvement district for which the board of directors of the special improvement district has adopted a plan, the petition shall be signed by a member of the board of directors of the unit owners association on behalf of all owners of units in the condominium property if both of the following apply: (i) A vote is conducted according to the unit owners	481 482 483 484 485 486 487
of the special improvement district for which the board of directors of the special improvement district has adopted a plan, the petition shall be signed by a member of the board of directors of the unit owners association on behalf of all owners of units in the condominium property if both of the following apply: (i) A vote is conducted according to the unit owners association bylaws and declaration to determine whether the unit	481 482 483 484 485 486 486 487 488
of the special improvement district for which the board of directors of the special improvement district has adopted a plan, the petition shall be signed by a member of the board of directors of the unit owners association on behalf of all owners of units in the condominium property if both of the following apply: (i) A vote is conducted according to the unit owners association bylaws and declaration to determine whether the unit owners association, on behalf of all unit owners, approves the	481 482 483 484 485 486 487 488 489
of the special improvement district for which the board of directors of the special improvement district has adopted a plan, the petition shall be signed by a member of the board of directors of the unit owners association on behalf of all owners of units in the condominium property if both of the following apply: (i) A vote is conducted according to the unit owners association bylaws and declaration to determine whether the unit owners association, on behalf of all unit owners, approves the plan proposed by the board of directors of the special	481 482 483 484 485 486 487 488 489 490
of the special improvement district for which the board of directors of the special improvement district has adopted a plan, the petition shall be signed by a member of the board of directors of the unit owners association on behalf of all owners of units in the condominium property if both of the following apply: (i) A vote is conducted according to the unit owners association bylaws and declaration to determine whether the unit owners association, on behalf of all unit owners, approves the plan proposed by the board of directors of the special improvement district.	481 482 483 484 485 486 487 488 489 490 491

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No unit owner shall sign the petition on the unit owner's	495
own behalf.	496
(3) Each legislative authority shall, by resolution,	497
approve or reject the petition within sixty days after receiving	498
it. If the petition is approved by the legislative authority of	499
each participating political subdivision, the plan contained in	500
the petition shall be effective at the earliest date on which a	501
nonemergency resolution of the legislative authority with the	502
latest effective date may become effective. A plan may not be	503
resubmitted to the legislative authorities and municipal	504
executives more than three times in any twelve-month period.	505
(C) Each participating political subdivision shall levy,	506
by special assessment upon specially benefited property located	507
within the district, the costs of any public improvements or	508
public services plan contained in a petition approved by the	509
participating political subdivisions under this section or	510
division (F) of section 1710.02 of the Revised Code. The levy	511
shall be made in accordance with the procedures set forth in	512
Chapter 727. of the Revised Code, except that:	513
(1) The assessment for each improvements or services plan	514
may be levied by any one or any combination of the methods of	515
assessment listed in section 727.01 of the Revised Code,	516
provided that the assessment is uniformly applied.	517
(2) For the purpose of levying an assessment, the board of	518

(2) For the purpose of levying an assessment, the board of
directors may combine one or more improvements or services plans
or parts of plans and levy a single assessment against specially
benefited property.

(3) For purposes of special assessments levied by a522township pursuant to this chapter, references in Chapter 727. of523

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the Revised Code to the municipal corporation shall be deemed to	524
refer to the township, and references to the legislative	525
authority of the municipal corporation shall be deemed to refer	526
to the board of township trustees.	527
Church property or property owned by a political	528
subdivision, including any participating political subdivision	529
in which a special improvement district is located, shall be	530
included in and be subject to special assessments made pursuant	531
to a plan adopted under this section or division (F) of section	532
1710.02 of the Revised Code, if the church or political	533
subdivision has specifically requested in writing that its	534
property be included within the special improvement district and	535
the church or political subdivision is a member of the district	536
or, in the case of a district created by an existing qualified	537
nonprofit corporation, if the church is a member of the	538
corporation.	539
(D) All rights and privileges of property owners who are	540
assessed under Chapter 727. of the Revised Code shall be granted	541
to property owners assessed under this chapter, including those	542
rights and privileges specified in sections 727.15 to 727.17 and	543
727.18 to 727.22 of the Revised Code and the right to notice of	544
the resolution of necessity and the filing of the estimated	545

owners assessed for public services under this chapter shall547have the same rights and privileges as property owners assessed548for public improvements under this chapter.549

assessment under section 727.13 of the Revised Code. Property

Sec. 1710.13. (A) This section does not apply to a special 550 improvement district created by an existing qualified nonprofit 551 corporation. 552

The (B)(1) Except as provided in division (B)(2) of this

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section, the process for dissolving a special improvement 554 district or repealing an improvements or services plan may be 555 initiated by a petition signed by members of the district who 556 own at least twenty per cent of the appraised value of the real 557 property located in the district, excluding church property or 558 real property owned by the federal government, the state, or a 559 county, township, or municipal corporation, unless the church, 560 county, township, or municipal corporation has specifically 561 requested in writing that the property be included in the 562 district, and filed with the municipal executive, if any, and 563 the legislative authorities of all the participating political 564 subdivisions of the district. As used in this section, 565 "appraised value" means the taxable value established by the 566 county auditor for purposes of real estate taxation. 567

(2) If a condominium property is included in the area of568the special improvement district, the petition shall be signed569by a member of the board of directors of the unit owners570association on behalf of all owners of units in the condominium571property if both of the following apply:572

(a) A vote is conducted according to the unit owners573association bylaws and declaration to determine whether the unit574owners association, on behalf of all unit owners, is in favor of575dissolving the special improvement district or repealing an576improvements or services plan, as applicable.577

(b) The result of the vote is that the unit owners578association is in favor of dissolving the special improvement579district or repealing an improvements or services plan, as580applicable.581

No unit owner shall sign the petition on the unit owner's 582 own behalf. 583

(C) (1) No later than forty-five days after such a petition 584 is filed, the members of the district shall meet to consider it. 585 Notice of the meeting shall be given as provided in section 586 1710.05 of the Revised Code. Upon Except as provided in division 587 (C) (2) of this section, upon the affirmative vote of members who 588 collectively own more than fifty per cent of the appraised value 589 of the real property in the district that may be subject to 590 assessment under division (C) of section 1710.06 of the Revised 591 Code, the district shall be dissolved, or the plan shall be 592 repealed, as applicable. 593 (2) The member of the board of directors who signed the 594 595

petition described in division (B)(2) of this section shall represent the unit owners association at the meeting. That member shall vote in accordance with the results of the vote held in accordance with that division.

(D) No rights or obligations of any person under any 599 contract, or in relation to any bonds, notes, or assessments 600 made under this chapter, shall be affected by the dissolution of 601 the district or the repeal of a plan, except with the consent of 602 that person or by order of a court with jurisdiction over the 603 matter. Upon dissolution of a district, any assets or rights of 604 the district, after payment of all bonds, notes, or other 605 obligations of the district, shall be deposited in a special 606 account in the treasury of each participating political 607 subdivision, prorated among all participating political 608 subdivisions to reflect the percentage of the district's 609 territory within that political subdivision, to be used for the 610 benefit of the territory that made up the district. 611

(E) Once the members have approved the repeal of a plan, 612 all bonds, notes, and other obligations of the district 613

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associated with the plan shall be paid. Thereafter, the plan shall be repealed. Upon receipt of proof that all bonds, notes, and other obligations have been paid and that the plan has been repealed, the participating political subdivisions shall terminate any levies imposed to pay for costs of the plan. <u>Sec. 1710.20. (A) A property owner or owners may petition</u> the legislative authority of any municipal corporation or township in which their property is located for authorization to develop and implement one or more special energy improvement projects to which all of the following apply: (1) The project or projects consist only of energy efficiency improvements. (2) The projected cost of each project does not exceed one million dollars.

(3) None of the projects involve the generation of <u>electricity.</u>

(B) The property owner or owners shall petition the municipal corporation or township in accordance with sections 1710.20 to 1710.28 of the Revised Code.

(C) For purposes of this section, property is located in a633municipal corporation or township if the property is located634wholly within the boundaries of the municipal corporation or635township.636

Sec. 1710.21. (A) In order to develop and implement one or637more special energy improvement projects under sections 1710.20638to 1710.28 of the Revised Code, the person or persons proposing639the development and implementation shall submit to the municipal640corporation or township a petition for the development and641implementation of the project or projects signed by one hundred642

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per cent of the property owners of the parcels to be assessed.	643
(B) For purposes of compliance with division (A) of this	644
section, the person or persons proposing the development and	645
implementation shall show the ownership of each parcel of	646
property to be assessed by reference to records that were	647
available from each county recorder's office not more than sixty	648
days prior to the submission of the petition.	649
Sec. 1710.22. (A) The person or persons proposing the	650
development and implementation of one or more special energy	651
improvement projects under sections 1710.20 to 1710.28 of the	652
Revised Code shall ensure that the petition required under_	653
section 1710.21 of the Revised Code includes all of the	654
following:	655
(1) A description of the proposed special energy	656
improvement project or projects, including the cost of the	657
proposed project or projects and a statement of which property	658
or properties each project will benefit;	659
(2) A designation of at least one special energy	660
improvement project for each parcel of real property;	661
(3) The method of assessment to be used and the time	662
period during which the assessment will be levied;	663
(4) A statement that the development and implementation of	664
the special energy improvement project or projects is being	665
requested under sections 1710.20 to 1710.28 of the Revised Code;	666
(5) If any special energy improvement project or projects	667
will be located in a certified territory of an electric	668
distribution utility, proof that a copy of the complete	669
petition, except for the proof required under this division, was	670
submitted to that electric distribution utility.	671

(B) The person or persons proposing the development and	672
implementation of one or more special energy improvement	673
projects under sections 1710.20 to 1710.28 of the Revised Code	674
may include in the petition submitted under section 1710.21 of	675
the Revised Code provisions for the following:	676
(1) Planning, designing, and implementing the project or	677
projects, and paying the cost of any action taken in furtherance	678
of the project or projects, including hiring architectural,	679
engineering, legal, financial, appraisal, insurance, consulting,	680
energy auditing, and planning services;	681
(2) Paying the costs of issuing, paying interest on, and	682
redeeming or refunding notes and bonds issued for the purpose of	683
paying costs of the project or projects, reimbursing costs of	684
the project or projects that were previously incurred, and	685
cooperating with any person, any public or private lender, or	686
any port authority having jurisdiction over the parcels upon	687
which the project or projects are proposed to be developed and	688
implemented to provide financing to pay or reimburse the costs	689
of the project or projects;	690
(3) Sale, lease, lease with an option to purchase,	691
conveyance of other interests in, or other contracts for the	692
acquisition, construction, maintenance, repair, furnishing,	693
equipping, operation, or improvement of the project or projects	694
between a municipal corporation or township and any owner of	695
real property on which one of the projects is acquired,	696
installed, equipped, or improved;	697
(4) Any other actions necessary to develop and implement	698
the project or projects.	699
Sec. 1710.24. (A) A municipal corporation or township with	700

which a petition is filed under section 1710.21 of the Revised	701
Code may, by legislation, approve or disapprove the petition not	702
later than sixty days after the date that the petition is filed.	703
This division does not pushibit on vestorist the visits of	704
This division does not prohibit or restrict the rights of	
municipal corporations under Article XVIII of the Ohio	705
Constitution or the right of the municipal legislative authority	706
to impose reasonable conditions in approval legislation. The	707
acquisition, installation, equipping, and improvement of one or	708
more special energy improvement projects under sections 1710.20	709
to 1710.28 of the Revised Code does not supersede any of the	710
following:	711
(1) Any local zoning, environmental, or similar law or	712
regulation;	713
(2) Sections 4933.81 to 4933.90 of the Revised Code	714
governing the certified territories of electric suppliers;	715
(3) Any state or federal law relating to the provision of	716
electric service or the regulation of electric light companies	717
that operate their utilities not for profit or public utilities.	718
As used in this division, "electric light company" has the same	719
meaning as in section 4905.03 of the Revised Code and "public	720
utility" has the same meaning as in section 4905.02 of the	721
Revised Code.	722
(B) If the municipal corporation or township approves the	723
petition, the municipal corporation or township shall levy a	724
special assessment on all real property subject to the petition	725
	725
to pay for the costs of the development and implementation of	-
the special energy improvement project or projects. The	727
municipal corporation or township shall levy the special	728
assessment for not more than thirty years from the first day of	729

the year in which the special assessment is first imposed.	730
(C) For purposes of levying a special assessment under	731
this section, the special energy improvement project or projects	732
included in the petition are deemed a special benefit to any	733
private property owners subject to the petition. The use of	734
special assessments levied to benefit such property owners does	735
not constitute expenditures made with public funds. The	736
municipal corporation or township shall levy the special	737
assessment in accordance with Chapter 727. of the Revised Code	738
except that:	739
(1) The municipal corporation or township may levy the	740
assessment for each project by any one or any combination of the	741
methods of assessment listed in section 727.01 of the Revised	742
Code, provided that the assessment is uniformly applied;	743
(2) For purposes of levying an assessment, the municipal	744
corporation or township may combine one or more special energy	745
improvement projects and levy a single assessment against	746
specially benefited property;	747
(3) For purposes of special assessments levied by a	748
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township under this section, references in Chapter 727. of the Revised Code to the municipal corporation are deemed to refer to	749
the township, and references to the legislative authority of the	751
municipal corporation are deemed to refer to the board of	752
township trustees.	753
(D) All applicable rights and privileges of a property	754
owner that is assessed under Chapter 727. of the Revised Code	755
are granted to a property owner assessed under this section,	756
including those rights and privileges specified in sections	757
727.15 to 727.17 and 727.18 to 727.22 of the Revised Code and	758

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the right to notice of the resolution of necessity and the	759
filing of the estimated assessment under section 727.13 of the	760
Revised Code, unless waived by the property owner.	761
9-2 1710 241 A patition submitted under eaction 1710 21	760
Sec. 1710.241. A petition submitted under section 1710.21	762
of the Revised Code, and any actions taken by the municipal	763
corporation or township under the petition and the legislation	764
approving the petition, are in furtherance of the purposes set	765
forth in Section 20 or 2q of Article VIII, Ohio Constitution, if	766
approved by the municipal corporation or township with which the	767
petition is filed.	768
Sec. 1710.26. Any municipal corporation or township	769
levying a special assessment under section 1710.24 of the	770
Revised Code may develop, finance, manage, or implement part or	771
all of any special energy improvement project approved under	772
that section and may contract with any person, community	773
improvement corporation, political subdivision as defined in	774
division (F) of section 2744.01 of the Revised Code, state	775
agency as defined in section 1.60 of the Revised Code, or port	776
authority to develop, finance, manage, or implement part or all	777
of any special energy improvement project approved under section	778
1710.24 of the Revised Code.	779
Sec. 1710.28. (A) A municipal corporation or township	780
levying a special assessment under section 1710.24 of the	781
Revised Code may sell, transfer, lease, or convey any special	782
energy improvement project owned by the municipal corporation or	783
township upon a determination by the legislative authority of	784
the municipal corporation or township that the project is not	785
required to be owned exclusively by the municipal corporation or	786
township for its purposes or for any of the following purposes:	787
(1) Uses determined by the legislative authority of the	788

(1) Uses determined by the legislative authority of the 788

Page 2	28
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municipal corporation or township as those that will promote the	789
welfare of the people of the municipal corporation or township;	790
(2) To improve the quality of life and the general and	791
economic well being of the people of the municipal corporation	792
or township;	793
(3) To better ensure the public health, safety, and	794
welfare;	795
(4) To protect water and other natural resources;	796
(5) To provide for the conservation and preservation of	797
natural and open areas and farmlands, including by making urban	798
areas more desirable or suitable for development and	799
revitalization;	800
(6) To control, prevent, minimize, clean up, or mediate	801
certain contamination of or pollution from lands in the state	802
and water contamination or pollution; or	803
(7) To provide for safe and natural areas and resources.	804
(B) The legislative authority of a municipal corporation	805
or township that has determined to sell, transfer, lease, or	806
convey a project under this section shall specify the	807
consideration and any other terms for the sale, transfer, lease,	808
or conveyance.	809
(C) Any determinations made by a legislative authority of	810
a municipal corporation or township under division (A) or (B) of	811
this section are conclusive.	812
(D) A sale, transfer, lease, or conveyance made under this	813
section may be made without advertising, receipt of bids, or	814
other competitive bidding procedures under Chapter 153. or 735.	815
or section 1710.11 of the Revised Code or other representative	816

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provisions of the Revised Code applicable to a municipal	817
corporation or township levying assessments under section	818
1710.24 of the Revised Code.	819
Sec. 4582.06. (A) A port authority created in accordance	820
with section 4582.02 of the Revised Code may:	821
with Section 1902.02 of the Revised Code May.	021
(1) Acquire, construct, furnish, equip, maintain, repair,	822
sell, exchange, lease to or from, lease with an option to	823
purchase, convey other interests in, or operate real or personal	824
property, or any combination thereof, related to, useful for, or	825
in furtherance of any authorized purpose, and make charges for	826
the use of any port authority facility, which shall be not less	827
than the charges established for the same services furnished by	828
a public utility or common carrier in the jurisdiction of the	829
particular port authority;	830
	0.01
(2) Straighten, deepen, and improve any canal, channel,	831
river, stream, or other water course or way that may be	832
river, stream, or other water course or way that may be necessary or proper in the development of the facilities of the	832 833
river, stream, or other water course or way that may be	832
river, stream, or other water course or way that may be necessary or proper in the development of the facilities of the	832 833
river, stream, or other water course or way that may be necessary or proper in the development of the facilities of the port authority;	832 833 834
river, stream, or other water course or way that may be necessary or proper in the development of the facilities of the port authority; (3) Issue bonds or notes for the acquisition,	832 833 834 835
<pre>river, stream, or other water course or way that may be necessary or proper in the development of the facilities of the port authority; (3) Issue bonds or notes for the acquisition, construction, furnishing, or equipping of any real or personal</pre>	832 833 834 835 836
<pre>river, stream, or other water course or way that may be necessary or proper in the development of the facilities of the port authority;</pre>	832 833 834 835 836 837
<pre>river, stream, or other water course or way that may be necessary or proper in the development of the facilities of the port authority;</pre>	832 833 834 835 836 837 838
<pre>river, stream, or other water course or way that may be necessary or proper in the development of the facilities of the port authority;</pre>	 832 833 834 835 836 837 838 839
<pre>river, stream, or other water course or way that may be necessary or proper in the development of the facilities of the port authority;</pre>	832 833 834 835 836 837 838 839 840
river, stream, or other water course or way that may be necessary or proper in the development of the facilities of the port authority; (3) Issue bonds or notes for the acquisition, construction, furnishing, or equipping of any real or personal property, or any combination thereof, related to, useful for, or in furtherance of any authorized purpose, in compliance with Chapter 133. of the Revised Code, except that the bonds or notes only may be issued pursuant to a vote of the electors residing within the territory of the port authority. The net indebtedness	832 833 834 835 836 837 838 839 840 841
river, stream, or other water course or way that may be necessary or proper in the development of the facilities of the port authority; (3) Issue bonds or notes for the acquisition, construction, furnishing, or equipping of any real or personal property, or any combination thereof, related to, useful for, or in furtherance of any authorized purpose, in compliance with Chapter 133. of the Revised Code, except that the bonds or notes only may be issued pursuant to a vote of the electors residing within the territory of the port authority. The net indebtedness incurred by a port authority shall never exceed two per cent of	832 833 834 835 836 837 838 839 840 841 842

(4) By resolution of its board of directors, issue revenue

bonds beyond the limit of bonded indebtedness provided by law, 846 for the acquisition, construction, furnishing, or equipping of 847 any real or personal property, or any combination thereof, 848 related to, useful for, or in furtherance of any authorized 849 purpose, including all costs in connection with or incidental 850 thereto. 851

The revenue bonds of the port authority shall be secured 852 only by a pledge of and a lien on the revenues of the port 853 authority derived from those loan payments, rentals, fees, 854 855 charges, or other revenues that are designated in the resolution, including, but not limited to, any property to be 856 acquired, constructed, furnished, or equipped with the proceeds 857 of the bond issue, after provision only for the reasonable cost 858 of operating, maintaining, and repairing the property of the 859 port authority so designated. The bonds may further be secured 860 by the covenant of the port authority to maintain rates or 861 charges that will produce revenues sufficient to meet the costs 862 of operating, maintaining, and repairing such property and to 863 meet the interest and principal requirements of the bonds and to 864 establish and maintain reserves for the foregoing purposes. The 865 board of directors, by resolution, may provide for the issuance 866 of additional revenue bonds from time to time, to be secured 867 equally and ratably, without preference, priority, or 868 distinction, with outstanding revenue bonds, but subject to the 869 terms and limitations of any trust agreement described in this 870 section, and of any resolution authorizing bonds then 871 outstanding. The board of directors, by resolution, may 872 designate additional property of the port authority, the 873 revenues of which shall be pledged and be subject to a lien for 874 the payment of the debt charges on revenue bonds theretofore 875 authorized by resolution of the board of directors, to the same 876

extent as the revenues above described.

In the discretion of the board of directors, the revenue 878 bonds of the port authority may be secured by a trust agreement 879 between the board of directors on behalf of the port authority 880 and a corporate trustee, that may be any trust company or bank 881 having powers of a trust company, within or without the state. 882

The trust agreement may provide for the pledge or 883 assignment of the revenues to be received, but shall not pledge 884 885 the general credit and taxing power of the port authority. A trust agreement securing revenue bonds issued to acquire, 886 construct, furnish, or equip real property, plants, factories, 887 offices, and other structures and facilities for authorized 888 purposes consistent with Section 13 or 16 of Article VIII, Ohio 889 Constitution, may mortgage the real or personal property, or a 890 combination thereof, to be acquired, constructed, furnished, or 891 equipped from the proceeds of such revenue bonds, as further 892 security for the bonds. The trust agreement or the resolution 893 providing for the issuance of revenue bonds may set forth the 894 rights and remedies of the bondholders and trustee, and may 895 contain other provisions for protecting and enforcing their 896 rights and remedies that are determined in the discretion of the 897 board of directors to be reasonable and proper. The agreement or 898 resolution may provide for the custody, investment, and 899 disbursement of all moneys derived from the sale of such bonds, 900 or from the revenues of the port authority, other than those 901 moneys received from taxes levied pursuant to section 4582.14 of 902 the Revised Code, and may provide for the deposit of such funds 903 without regard to section 4582.15 of the Revised Code. 904

All bonds issued under authority of this chapter, 905 regardless of form or terms and regardless of any other law to 906

the contrary, shall have all qualities and incidents of 907 negotiable instruments, subject to provisions for registration, 908 and may be issued in coupon, fully registered, or other form, or 909 any combination thereof, as the board of directors determines. 910 Provision may be made for the registration of any coupon bonds 911 as to principal alone or as to both principal and interest, and 912 for the conversion into coupon bonds of any fully registered 913 bonds or bonds registered as to both principal and interest. 914

The revenue bonds shall bear interest at such rate or 915 rates, shall bear such date or dates, and shall mature within 916 forty-five years following the date of issuance and in such 917 amount, at such time or times, and in such number of 918 installments, as may be provided in or pursuant to the 919 resolution authorizing their issuance. The final maturity of any 920 original issue of revenue bonds shall not be later than forty-921 five years from their date of issue. Such resolution also shall 922 provide for the execution of the bonds, which may be by 923 facsimile signatures unless prohibited by the resolution, and 924 the manner of sale of the bonds. The resolution shall provide 925 for, or provide for the determination of, any other terms and 926 conditions relative to the issuance, sale, and retirement of the 927 bonds that the board of directors in its discretion determines 928 929 to be reasonable and proper.

Whenever a port authority considers it expedient, it may 930 issue renewal notes and refund any bonds, whether the bonds to 931 be refunded have or have not matured. The final maturity of any 932 notes, including any renewal notes, shall not be later than five 933 years from the date of issue of the original issue of notes. The 934 final maturity of any refunding bonds shall not be later than 935 the later of forty-five years from the date of issue of the 936 original issue of bonds. The refunding bonds shall be sold and 937

the proceeds applied to the purchase, redemption, or payment of938the bonds to be refunded and the costs of issuance of the939refunding bonds. The bonds and notes issued under this chapter,940their transfer, and the income therefrom, shall at all times be941free from taxation within the state.942

(5) Do any of the following, in regard to any interests in 943 any real or personal property, or any combination thereof, 944 including, without limitation, machinery, equipment, plants, 945 factories, offices, and other structures and facilities related 946 to, useful for, or in furtherance of any authorized purpose, for 947 such consideration and in such manner, consistent with Article 948 VIII, Ohio Constitution, as the board in its sole discretion may 949 determine: 950

(a) Loan moneys to any person or governmental entity for
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 the acquisition, construction, furnishing, and equipping of the
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 property;
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(b) Acquire, construct, maintain, repair, furnish, and 954 equip the property; 955

(c) Sell to, exchange with, lease, convey other interests
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in, or lease with an option to purchase the same or any lesser
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interest in the property to the same or any other person or
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governmental entity;
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(d) Guarantee the obligations of any person or960governmental entity.961

A port authority may accept and hold as consideration for 962 the conveyance of property or any interest therein such property 963 or interests therein as the board in its discretion may 964 determine, notwithstanding any restrictions that apply to the 965 investment of funds by a port authority. 966

(6) Construct, maintain, repair, furnish, equip, sell,
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exchange, lease, or lease with an option to purchase, any
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property that it is authorized to acquire. A port authority that
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is subject to this section also may operate any property in
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connection with transportation, recreational, governmental
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operations, or cultural activities.

(a) Any purchase, exchange, sale, lease, lease with an 973 option to purchase, conveyance of other interests in, or other 974 contract with a person or governmental entity that pertains to 975 976 the acquisition, construction, maintenance, repair, furnishing, equipping, or operation of any real or personal property, or any 977 combination thereof, related to, useful for, or in furtherance 978 of an activity contemplated by Section 13 or 16 of Article VIII, 979 Ohio Constitution, shall be made in such manner and subject to 980 such terms and conditions as may be determined by the board of 981 directors in its discretion. 982

(b) Division (A) (6) (a) of this section applies to all
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contracts that are subject to the division, notwithstanding any
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other provision of law that might otherwise apply, including,
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without limitation, any requirement of notice, any requirement
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of competitive bidding or selection, or any requirement for the
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provision of security.

(c) Divisions (A) (6) (a) and (b) of this section do not989apply to either of the following:990

(i) Any contract secured by or to be paid from moneys
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raised by taxation or the proceeds of obligations secured by a
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pledge of moneys raised by taxation;
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(ii) Any contract secured exclusively by or to be paid994exclusively from the general revenues of the port authority. For995

the purposes of this section, any revenues derived by the port996authority under a lease or other agreement that, by its terms,997contemplates the use of amounts payable under the agreement998either to pay the costs of the improvement that is the subject999of the contract or to secure obligations of the port authority1000issued to finance costs of such improvement, are excluded from1001general revenues.1002

(7) Apply to the proper authorities of the United States
pursuant to appropriate law for the right to establish, operate,
and maintain foreign trade zones and to establish, operate, and
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maintain foreign trade zones; and to acquire land or property
therefor, in a manner consistent with section 4582.17 of the
Revised Code;

(8) Exercise the right of eminent domain to appropriate 1009 any land, rights, rights-of-way, franchises, easements, or other 1010 property, necessary or proper for any authorized purpose, 1011 pursuant to the procedure provided in sections 163.01 to 163.22 1012 of the Revised Code, if funds equal to the appraised value of 1013 the property to be acquired as a result of such proceedings are 1014 available for that purpose, except that nothing contained in 1015 sections 4582.01 to 4582.20 of the Revised Code shall authorize 1016 a port authority to take or disturb property or facilities 1017 belonging to any agency or political subdivision of this state, 1018 public utility, or common carrier, which property or facilities 1019 are necessary and convenient in the operation of the agency or 1020 political subdivision, public utility, or common carrier, unless 1021 provision is made for the restoration, relocation, or 1022 duplication of the property or facilities, or upon the election 1023 of the agency or political subdivision, public utility, or 1024 common carrier, for the payment of compensation, if any, at the 1025 sole cost of the port authority, provided that: 1026

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(a) If any restoration or duplication proposed to be made 1027 pursuant to this section involves a relocation of such property 1028 or facilities, the new facilities and location shall be of at 1029 least comparable utilitarian value and effectiveness, and the 1030 relocation shall not impair the ability of the public utility or 1031 common carrier to compete in its original area of operation. 1032 1033 (b) If any restoration or duplication made pursuant to this section involves a relocation of such property or 1034 facilities, the port authority shall acquire no interest or 1035 1036 right in or to the appropriated property or facilities, except as provided in division (A)(11) of this section, until the 1037 relocated property or facilities are available for use and until 1038 marketable title thereto has been transferred to the public 1039 utility or common carrier. 1040

(c) Provisions for restoration or duplication shall be1041described in detail in the resolution for appropriation passedby the port authority.

(9) Enjoy and possess the same rights, privileges, and
powers granted municipal corporations under sections 721.04 to
721.11 of the Revised Code;
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(10) Maintain such funds as it considers necessary;

(11) Direct its agents or employees, when properly 1048 identified in writing, and after at least five days' written 1049 notice, to enter upon lands within the confines of its 1050 jurisdiction in order to make surveys and examinations 1051 preliminary to location and construction of works for the 1052 purposes of the port authority, without liability of the port 1053 authority or its agents or employees except for actual damage 1054 1055 done;

(12) Sell, lease, or convey other interests in real and 1056 personal property and grant easements or rights-of-way over 1057 property of the port authority. The board of directors shall 1058 specify the consideration and any terms thereof for the sale, 1059 lease, or conveyance of other interests in real and personal 1060 property. Any determinations made by the board of directors 1061 under this division shall be conclusive. The sale, lease, or 1062 conveyance may be made without advertising and the receipt of 1063 bids. 1064

(13) Promote, advertise, and publicize the port authority 1065 facilities and its authorized purposes, provide information to 1066 persons with an interest in transportation and other port 1067 authority activities, and appear before rate-making authorities 1068 to represent and promote the interests of the port authority and 1069 its authorized purposes; 1070

(14) Adopt rules, not in conflict with general law, 1071 governing the use of and the safeguarding of its property, 1072 grounds, buildings, equipment, and facilities, safeguarding 1073 persons and their property located on or in port authority 1074 property, and governing the conduct of its employees and the 1075 public, in order to promote the public safety and convenience in 1076 and about its terminals and grounds, and to maintain order. Any 1077 such regulation shall be posted at no less than five public 1078 places in the port authority, as determined by the board of 1079 directors, for a period of not fewer than fifteen days, and 1080 shall be available for public inspection at the principal office 1081 of the port authority during regular business hours. No person 1082 shall violate any lawful regulation adopted and posted as 1083 provided in this division. 1084

(15) Establish and administer one or more payment card

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1085

programs for purposes of paying expenses related to port	1086
authority business. Any obligation incurred as a result of the	1087
use of such a payment card shall be paid from port authority	1088
funds.	1089
(16) De ell este persenue en enprenniste te comme out ite	1090
(16) Do all acts necessary or appropriate to carry out its	
authorized purposes. The port authority shall have the powers	1091
and rights granted to other subdivisions under section 9.20 of	1092
the Revised Code.	1093
(17)(a) Cooperate with a person or persons petitioning for	1094
the development and implementation of one or more special energy	1095
improvement projects under sections 1710.20 to 1710.28 of the	1096
Revised Code, if the port authority has jurisdiction over the	1097
parcels upon which the project or projects are proposed to be	1098
developed and implemented, to provide financing to pay or	1099
reimburse the costs of the project or projects;	1100
(b) Contract with a municipal corporation or township in	1101
accordance with section 1710.26 of the Revised Code to develop,	1102
finance, manage, or implement part or all of a special energy	1103
improvement project, if the port authority has jurisdiction over	1104
the parcel or parcels upon which the project is proposed to be	1105
developed and implemented.	1106
(c) The powers granted in divisions (A)(17)(a) and (b) of	1107
this section may be exercised jointly or separately by one or	1108
more port authorities, are in addition to the powers granted to	1109
port authorities under Chapter 4582. of the Revised Code, and	1110
shall not be construed as limitations on any of the powers	1111
granted to port authorities under Chapter 4582. of the Revised	1112
Code.	1113
(B) Any instrument by which real property is acquired	1114

pursuant to this section shall identify the agency of the state	1115
that has the use and benefit of the real property as specified	1116
in section 5301.012 of the Revised Code.	1117
(C) Whoever violates division (A)(14) of this section is	1118
guilty of a minor misdemeanor.	1119
Sec. 4582.31. (A) A port authority created in accordance	1120
with section 4582.22 of the Revised Code may:	1121
(1) Adopt bylaws for the regulation of its affairs and the	1122
conduct of its business;	1123
(2) Adopt an official seal;	1124
(3) Maintain a principal office within its jurisdiction,	1125
and maintain such branch offices as it may require;	1126
(4) Acquire, construct, furnish, equip, maintain, repair,	1127
sell, exchange, lease to or from, or lease with an option to	1128
purchase, convey other interests in real or personal property,	1129
or any combination thereof, related to, useful for, or in	1130
furtherance of any authorized purpose and operate any property	1131
in connection with transportation, recreational, governmental	1132
operations, or cultural activities;	1133
(5) Straighten, deepen, and improve any channel, river,	1134
stream, or other water course or way which may be necessary or	1135
proper in the development of the facilities of a port authority;	1136
(6) Make available the use or services of any port	1137
authority facility to one or more persons, one or more	1138
governmental agencies, or any combination thereof;	1139
(7) Issue bonds or notes for the acquisition,	1140
construction, furnishing, or equipping of any port authority	1141
facility or other permanent improvement that a port authority is	1142

authorized to acquire, construct, furnish, or equip, in 1143 compliance with Chapter 133. of the Revised Code, except that 1144 such bonds or notes may only be issued pursuant to a vote of the 1145 electors residing within the area of jurisdiction of the port 1146 authority. The net indebtedness incurred by a port authority 1147 shall never exceed two per cent of the total value of all 1148 property within the territory comprising the port authority as 1149 listed and assessed for taxation. 1150

(8) Issue port authority revenue bonds beyond the limit of
bonded indebtedness provided by law, payable solely from
revenues as provided in section 4582.48 of the Revised Code, for
the purpose of providing funds to pay the costs of any port
authority facility or facilities or parts thereof;

(9) Apply to the proper authorities of the United States 1156 pursuant to appropriate law for the right to establish, operate, 1157 and maintain foreign trade zones and establish, operate, and 1158 maintain foreign trade zones and to acquire, exchange, sell, 1159 lease to or from, lease with an option to purchase, or operate 1160 facilities, land, or property therefor in accordance with the 1161 "Foreign Trade Zones Act," 48 Stat. 998 (1934), 19 U.S.C. 81a to 1162 81u; 1163

(10) Enjoy and possess the same rights, privileges, and 1164
powers granted municipal corporations under sections 721.04 to 1165
721.11 of the Revised Code; 1166

(11) Maintain such funds as it considers necessary; 1167

(12) Direct its agents or employees, when properly
identified in writing, and after at least five days' written
notice, to enter upon lands within the confines of its
jurisdiction in order to make surveys and examinations
1171

preliminary to location and construction of works for the 1172 purposes of the port authority, without liability of the port 1173 authority or its agents or employees except for actual damage 1174 done; 1175

(13) Promote, advertise, and publicize the port authority 1176 and its facilities; provide information to shippers and other 1177 commercial interests; and appear before rate-making authorities 1178 to represent and promote the interests of the port authority; 1179

(14) Adopt rules, not in conflict with general law, it 1180 finds necessary or incidental to the performance of its duties 1181 and the execution of its powers under sections 4582.21 to 1182 4582.54 of the Revised Code. Any such rule shall be posted at no 1183 less than five public places in the port authority, as 1184 determined by the board of directors, for a period of not fewer 1185 than fifteen days, and shall be available for public inspection 1186 at the principal office of the port authority during regular 1187 business hours. No person shall violate any lawful rule adopted 1188 and posted as provided in this division. 1189

(15) Do any of the following, in regard to any interests 1190 in any real or personal property, or any combination thereof, 1191 1192 including, without limitation, machinery, equipment, plants, factories, offices, and other structures and facilities related 1193 to, useful for, or in furtherance of any authorized purpose, for 1194 such consideration and in such manner, consistent with Article 1195 VIII of the Ohio Constitution, as the board in its sole 1196 discretion may determine: 1197

(a) Loan moneys to any person or governmental entity forthe acquisition, construction, furnishing, and equipping of theproperty;

(b) Acquire, construct, maintain, repair, furnish, and equip the property;	1201 1202
(c) Sell to, exchange with, lease, convey other interests	1203
in, or lease with an option to purchase the same or any lesser	1204
interest in the property to the same or any other person or	1205
governmental entity;	1206
(d) Guarantee the obligations of any person or	1207
governmental entity.	1208
A port authority may accept and hold as consideration for	1209
the conveyance of property or any interest therein such property	1210
or interests therein as the board in its discretion may	1211
determine, notwithstanding any restrictions that apply to the	1212
investment of funds by a port authority.	1213
(16) Sell, lease, or convey other interests in real and	1214
personal property, and grant easements or rights-of-way over	1215
property of the port authority. The board of directors shall	1216
specify the consideration and any terms for the sale, lease, or	1217
conveyance of other interests in real and personal property. Any	1218
determination made by the board under this division shall be	1219
conclusive. The sale, lease, or conveyance may be made without	1220
advertising and the receipt of bids.	1221
(17) Exercise the right of eminent domain to appropriate	1222
any land, rights, rights-of-way, franchises, easements, or other	1223
property, necessary or proper for any authorized purpose,	1224
pursuant to the procedure provided in sections 163.01 to 163.22	1225
of the Revised Code, if funds equal to the appraised value of	1226
the property to be acquired as a result of such proceedings are	1227
available for that purpose. However, nothing contained in	1228
sections 4582.201 to 4582.59 of the Revised Code shall authorize	1229

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a port authority to take or disturb property or facilities 1230 belonging to any agency or political subdivision of this state, 1231 public utility, cable operator, or common carrier, which 1232 property or facilities are necessary and convenient in the 1233 operation of the agency or political subdivision, public 1234 utility, cable operator, or common carrier, unless provision is 1235 made for the restoration, relocation, or duplication of such 1236 property or facilities, or upon the election of the agency or 1237 political subdivision, public utility, cable operator, or common 1238 carrier, for the payment of compensation, if any, at the sole 1239 cost of the port authority, provided that: 1240

(a) If any restoration or duplication proposed to be made
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under this section involves a relocation of the property or
facilities, the new facilities and location shall be of at least
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comparable utilitarian value and effectiveness and shall not
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impair the ability of the public utility, cable operator, or
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common carrier to compete in its original area of operation;

(b) If any restoration or duplication made under this 1247 section involves a relocation of the property or facilities, the 1248 port authority shall acquire no interest or right in or to the 1249 appropriated property or facilities, except as provided in 1250 division (A) (15) of this section, until the relocated property 1251 or facilities are available for use and until marketable title 1252 thereto has been transferred to the public utility, cable 1253 operator, or common carrier. 1254

As used in division (A)(17) of this section, "cable 1255 operator" has the same meaning as in the "Cable Communications 1256 Policy Act of 1984," Pub. L. No. 98-549, 98 Stat. 2780, 47 1257 U.S.C. 522, as amended by the "Telecommunications Act of 1996," 1258 Pub. L. No. 104-104, 110 Stat. 56. 1259

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(18)(a) Make and enter into all contracts and agreements	1260
and execute all instruments necessary or incidental to the	1261
performance of its duties and the execution of its powers under	1262
sections 4582.21 to 4582.59 of the Revised Code.	1263
(h) (i) Event as provided in division (h) (12) (c) of this	1264
(b)(i) Except as provided in division (A)(18)(c) of this	
section or except when the port authority elects to construct a	1265
building, structure, or other improvement pursuant to a contract	1266
made with a construction manager at risk under sections 9.33 to	1267
9.335 of the Revised Code or with a design-build firm under	1268
section 153.65 to 153.73 of the Revised Code, when the cost of a	1269
contract for the construction of any building, structure, or	1270
other improvement undertaken by a port authority involves an	1271
expenditure exceeding the higher of one hundred thousand dollars	1272
or the amount as adjusted under division (A)(18)(b)(ii) of this	1273
section, and the port authority is the contracting entity, the	1274
port authority shall make a written contract after notice	1275
calling for bids for the award of the contract has been given by	1276
publication twice, with at least seven days between	1277
publications, in a newspaper of general circulation in the area	1278
of the port authority or as provided in section 7.16 of the	1279
Revised Code. Each such contract shall be let to the lowest	1280
responsive and responsible bidder in accordance with section	1281
9.312 of the Revised Code. Every contract shall be accompanied	1282
by or shall refer to plans and specifications for the work to be	1283
done, prepared for and approved by the port authority, signed by	1284
an authorized officer of the port authority and by the	1285
contractor, and shall be executed in triplicate.	1286
	1005
Each bid shall be awarded in accordance with sections	1287

153.54, 153.57, and 153.571 of the Revised Code. The port1288authority may reject any and all bids.1289

(ii) On January 1, 2012, and the first day of January of 1290 every even-numbered year thereafter, the director of commerce 1291 shall adjust the threshold level for contracts subject to the 1292 bidding requirements contained in division (A)(18)(b)(i) of this 1293 section. The director shall adjust this amount according to the 1294 average increase for each of the two years immediately preceding 1295 the adjustment as set forth in the producer price index for 1296 material and supply inputs for new nonresidential construction 1297 as determined by the bureau of labor statistics of the United 1298 States department of labor or, if that index no longer is 1299 published, a generally available comparable index. If there is 1300 no resulting increase, the threshold shall remain the same until 1301 the next scheduled adjustment on the first day of January of the 1302 next even-numbered year. 1303

(c) The board of directors by rule may provide criteria
for the negotiation and award without competitive bidding of any
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contract as to which the port authority is the contracting
entity for the construction of any building or structure or
other improvement under any of the following circumstances:

(i) There exists a real and present emergency that 1309 threatens damage or injury to persons or property of the port 1310 authority or other persons, provided that a statement specifying 1311 the nature of the emergency that is the basis for the 1312 negotiation and award of a contract without competitive bidding 1313 shall be signed by the officer of the port authority that 1314 executes that contract at the time of the contract's execution 1315 and shall be attached to the contract. 1316

(ii) A commonly recognized industry or other standard or
specification does not exist and cannot objectively be
articulated for the improvement.
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(iii) The contract is for any energy conservation measure	1320
as defined in section 307.041 of the Revised Code.	1321
(iv) With respect to material to be incorporated into the	1322
improvement, only a single source or supplier exists for the	1323
material.	1324
(v) A single bid is received by the port authority after	1325
complying with the provisions of division (A)(18)(b) of this	1326
section.	1327
(d)(i) If a contract is to be negotiated and awarded	1328
without competitive bidding for the reason set forth in division	1329
(A)(18)(c)(ii) of this section, the port authority shall publish	1330
a notice calling for technical proposals twice, with at least	1331
seven days between publications, in a newspaper of general	1332
circulation in the area of the port authority or as provided in	1333
section 7.16 of the Revised Code. After receipt of the technical	1334
proposals, the port authority may negotiate with and award a	1335
contract for the improvement to the proposer making the proposal	1336
considered to be the most advantageous to the port authority.	1337
(ii) If a contract is to be negotiated and awarded without	1338
competitive bidding for the reason set forth in division (A)(18)	1339
(c)(iv) of this section, any construction activities related to	1340

the incorporation of the material into the improvement also may 1341 be provided without competitive bidding by the source or 1342 supplier of that material. 1343

(e) (i) Any purchase, exchange, sale, lease, lease with an
option to purchase, conveyance of other interests in, or other
contract with a person or governmental entity that pertains to
the acquisition, construction, maintenance, repair, furnishing,
equipping, or operation of any real or personal property, or any
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combination thereof, related to, useful for, or in furtherance1349of an activity contemplated by Section 13 or 16 of Article VIII,1350Ohio Constitution, shall be made in such manner and subject to1351such terms and conditions as may be determined by the board of1352directors in its discretion.1353

(ii) Division (A) (18) (e) (i) of this section applies to all
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contracts that are subject to the division, notwithstanding any
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other provision of law that might otherwise apply, including,
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without limitation, any requirement of notice, any requirement
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of competitive bidding or selection, or any requirement for the
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provision of security.

(iii) Divisions (A)(18)(e)(i) and (ii) of this section do 1360 not apply to either of the following: any contract secured by or 1361 to be paid from moneys raised by taxation or the proceeds of 1362 obligations secured by a pledge of moneys raised by taxation; or 1363 any contract secured exclusively by or to be paid exclusively 1364 from the general revenues of the port authority. For the 1365 purposes of this section, any revenues derived by the port 1366 authority under a lease or other agreement that, by its terms, 1367 contemplates the use of amounts payable under the agreement 1368 either to pay the costs of the improvement that is the subject 1369 of the contract or to secure obligations of the port authority 1370 issued to finance costs of such improvement, are excluded from 1371 general revenues. 1372

(19) Employ managers, superintendents, and other employees 1373 and retain or contract with consulting engineers, financial 1374 consultants, accounting experts, architects, attorneys, and any 1375 other consultants and independent contractors as are necessary 1376 in its judgment to carry out this chapter, and fix the 1377 compensation thereof. All expenses thereof shall be payable from 1378

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any available funds of the port authority or from funds	1379
appropriated for that purpose by a political subdivision	1380
creating or participating in the creation of the port authority.	1381

(20) Receive and accept from any state or federal agency 1382 grants and loans for or in aid of the construction of any port 1383 authority facility or for research and development with respect 1384 to port authority facilities, and receive and accept aid or 1385 contributions from any source of money, property, labor, or 1386 other things of value, to be held, used, and applied only for 1387 the purposes for which the grants and contributions are made; 1388

(21) Engage in research and development with respect to 1389
port authority facilities; 1390

(22) Purchase fire and extended coverage and liability 1391 insurance for any port authority facility and for the principal 1392 office and branch offices of the port authority, insurance 1393 protecting the port authority and its officers and employees 1394 against liability for damage to property or injury to or death 1395 of persons arising from its operations, and any other insurance 1396 the port authority may agree to provide under any resolution 1397 authorizing its port authority revenue bonds or in any trust 1398 agreement securing the same; 1399

(23) Charge, alter, and collect rentals and other charges
for the use or services of any port authority facility as
provided in section 4582.43 of the Revised Code;
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(24) Provide coverage for its employees under Chapters 1403
145., 4123., and 4141. of the Revised Code; 1404
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(25) Establish and administer one or more payment card
programs for purposes of paying expenses related to port
authority business. Any obligation incurred as a result of the
1405

use of such a payment card shall be paid from port authority	1408
funds.	1409
(26) Do all acts necessary or proper to carry out the	1410
powers expressly granted in sections 4582.21 to 4582.59 of the	1411
Revised Code <u>;</u>	1412
(27)(a) Cooperate with a person or persons petitioning for	1413
the development and implementation of one or more special energy	1414
improvement projects under sections 1710.20 to 1710.28 of the	1415
Revised Code, if the port authority has jurisdiction over the	1416
parcels upon which the project or projects are proposed to be	1417
developed and implemented, to provide financing to pay or	1418
reimburse the costs of the project or projects;	1419
(b) Contract with a municipal corporation or township in	1420
accordance with section 1710.26 of the Revised Code to develop,	1421
finance, manage, or implement part or all of a special energy	1422
improvement project, if the port authority has jurisdiction over	1423
the parcel or parcels upon which the project is proposed to be	1424
developed and implemented.	1425
(c) The powers granted in divisions (A)(27)(a) and (b) of	1426
this section may be exercised jointly or separately by one or	1427
more port authorities, are in addition to the powers granted to	1428
port authorities under Chapter 4582. of the Revised Code, and	1429
shall not be construed as limitations on any of the powers	1430
granted to port authorities under Chapter 4582. of the Revised	1431
<u>Code</u> .	1432
(B) Any instrument by which real property is acquired	1433
pursuant to this section shall identify the agency of the state	1434
that has the use and benefit of the real property as specified	1435
in section 5301.012 of the Revised Code.	1436

Sub. S. B. No. 185 As Reported by the Senate Energy and Natural Resources Committee	Page 50
(C) Whoever violates division (A)(14) of this section is	1437
guilty of a minor misdemeanor.	1438

Section 2. That existing sections 1710.01, 1710.02,	1439
1710.06, 1710.13, 4582.06, and 4582.31 of the Revised Code are	1440
hereby repealed.	1441