As Passed by the House

129th General Assembly Regular Session 2011-2012

H. B. No. 375

Representative Butler

Cosponsors: Representatives Stebelton, Rosenberger, Henne, Gonzales, Uecker, Reece, Adams, J., Terhar, Thompson, Blessing, Hill, Huffman, Lynch, Martin, Ramos, Roegner Speaker Batchelder

A BILL

То	amend section 3313.41 of the Revised Code to allow	1
	school districts to sell real property to private,	2
	nonprofit institutions of higher education.	3

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

Section 1. That section 3313.41 of the Revised Code be	4
amended to read as follows:	
Sec. 3313.41. (A) Except as provided in divisions (C), (D),	6
(F), and (G) of this section, when a board of education decides to	7
dispose of real or personal property that it owns in its corporate	8
capacity and that exceeds in value ten thousand dollars, it shall	9
sell the property at public auction, after giving at least thirty	10
days' notice of the auction by publication in a newspaper of	11
general circulation in the school district, by publication as	12
provided in section 7.16 of the Revised Code, or by posting	13
notices in five of the most public places in the school district	14
in which the property, if it is real property, is situated, or, if	15
it is personal property, in the school district of the board of	16
education that owns the property. The board may offer real	17

property for sale as an entire tract or in parcels.

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- (B) When the board of education has offered real or personal property for sale at public auction at least once pursuant to 20 division (A) of this section, and the property has not been sold, 21 the board may sell it at a private sale. Regardless of how it was 22 offered at public auction, at a private sale, the board shall, as 23 it considers best, sell real property as an entire tract or in 24 parcels, and personal property in a single lot or in several lots. 25
- (C) If a board of education decides to dispose of real or personal property that it owns in its corporate capacity and that exceeds in value ten thousand dollars, it may sell the property to the adjutant general; to any subdivision or taxing authority as respectively defined in divisions (A) and (C) of section 5705.01 of the Revised Code, township park district, board of park commissioners established under Chapter 755. of the Revised Code, or park district established under Chapter 1545. of the Revised Code; to a wholly or partially tax-supported university, university branch, or college; to a nonprofit institution of higher education that has a certificate of authorization under Chapter 1713. of the Revised Code; or to the board of trustees of a school district library, upon such terms as are agreed upon. The sale of real or personal property to the board of trustees of a school district library is limited, in the case of real property, to a school district library within whose boundaries the real property is situated, or, in the case of personal property, to a school district library whose boundaries lie in whole or in part within the school district of the selling board of education.
- (D) When a board of education decides to trade as a part or an entire consideration, an item of personal property on the purchase price of an item of similar personal property, it may trade the same upon such terms as are agreed upon by the parties to the trade.

- (E) The president and the treasurer of the board of education shall execute and deliver deeds or other necessary instruments of conveyance to complete any sale or trade under this section.
- (F) When a board of education has identified a parcel of real property that it determines is needed for school purposes, the board may, upon a majority vote of the members of the board, acquire that property by exchanging real property that the board owns in its corporate capacity for the identified real property or by using real property that the board owns in its corporate capacity as part or an entire consideration for the purchase price of the identified real property. Any exchange or acquisition made pursuant to this division shall be made by a conveyance executed by the president and the treasurer of the board.
- (G) When a school district board of education decides to dispose of real property, prior to disposing of that property under divisions (A) to (F) of this section, it shall first offer that property for sale to the governing authorities of the start-up community schools established under Chapter 3314. of the Revised Code located within the territory of the school district, at a price that is not higher than the appraised fair market value of that property. If more than one community school governing authority accepts the offer made by the school district board, the board shall sell the property to the governing authority that accepted the offer first in time. If no community school governing authority accepts the offer within sixty days after the offer is made by the school district board, the board may dispose of the property in the applicable manner prescribed under divisions (A) to (F) of this section.
- (H) When a school district board of education has property

 that the board, by resolution, finds is not needed for school

 district use, is obsolete, or is unfit for the use for which it

 was acquired, the board may donate that property in accordance

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with this division if the fair market value of the property is, in 82 the opinion of the board, two thousand five hundred dollars or 83 less. 84

The property may be donated to an eligible nonprofit 85 organization that is located in this state and is exempt from 86 federal income taxation pursuant to 26 U.S.C. 501(a) and (c)(3). 87 Before donating any property under this division, the board shall 88 adopt a resolution expressing its intent to make unneeded, 89 obsolete, or unfit-for-use school district property available to 90 these organizations. The resolution shall include quidelines and 91 procedures the board considers to be necessary to implement the 92 donation program and shall indicate whether the school district 93 will conduct the donation program or the board will contract with 94 a representative to conduct it. If a representative is known when 95 the resolution is adopted, the resolution shall provide contact 96 information such as the representative's name, address, and 97 telephone number. 98

The resolution shall include within its procedures a 99 requirement that any nonprofit organization desiring to obtain 100 donated property under this division shall submit a written notice 101 to the board or its representative. The written notice shall 102 include evidence that the organization is a nonprofit organization 103 that is located in this state and is exempt from federal income 104 taxation pursuant to 26 U.S.C. 501(a) and (c)(3); a description of 105 the organization's primary purpose; a description of the type or 106 types of property the organization needs; and the name, address, 107 and telephone number of a person designated by the organization's 108 governing board to receive donated property and to serve as its 109 110 agent.

After adoption of the resolution, the board shall publish, in 111 a newspaper of general circulation in the school district or as 112 provided in section 7.16 of the Revised Code, notice of its intent 113

to donate unneeded, obsolete, or unfit-for-use school district	114
property to eligible nonprofit organizations. The notice shall	115
include a summary of the information provided in the resolution	116
and shall be published twice. The second notice shall be published	117
not less than ten nor more than twenty days after the previous	118
notice. A similar notice also shall be posted continually in the	119
board's office. If the school district maintains a web site on the	120
internet, the notice shall be posted continually at that web site.	121

The board or its representatives shall maintain a list of all

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nonprofit organizations that notify the board or its

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representative of their desire to obtain donated property under

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this division and that the board or its representative determines

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to be eligible, in accordance with the requirements set forth in

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this section and in the donation program's guidelines and

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procedures, to receive donated property.

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The board or its representative also shall maintain a list of 129 all school district property the board finds to be unneeded, 130 obsolete, or unfit for use and to be available for donation under 131 this division. The list shall be posted continually in a 132 conspicuous location in the board's office, and, if the school 133 district maintains a web site on the internet, the list shall be 134 posted continually at that web site. An item of property on the 135 list shall be donated to the eligible nonprofit organization that 136 first declares to the board or its representative its desire to 137 obtain the item unless the board previously has established, by 138 resolution, a list of eligible nonprofit organizations that shall 139 be given priority with respect to the item's donation. Priority 140 may be given on the basis that the purposes of a nonprofit 141 organization have a direct relationship to specific school 142 district purposes of programs provided or administered by the 143 board. A resolution giving priority to certain nonprofit 144 organizations with respect to the donation of an item of property 145

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shall specify the reasons why the organizations are given that	146
priority.	
Members of the board shall consult with the Ohio ethics	148
commission, and comply with Chapters 102. and 2921. of the Revised	149
Code, with respect to any donation under this division to a	150
nonprofit organization of which a board member, any member of a	151
board member's family, or any business associate of a board member	
is a trustee, officer, board member, or employee.	153
Section 2. That existing section 3313.41 of the Revised Code	154
is hereby repealed.	