#### As Introduced

# **132nd General Assembly**

# Regular Session 2017-2018

H. B. No. 163

### Representatives Roegner, Riedel

Cosponsors: Representatives Antani, Becker, Brenner, Brinkman, Conditt, Dean, Faber, Goodman, Hagan, Henne, Hood, Keller, Kick, Koehler, Lipps, McColley, Merrin, Perales, Reineke, Romanchuk, Speaker Rosenberger, Representatives Schaffer, Scherer, Seitz, Slaby, Thompson, Vitale, Wiggam, Young, Zeltwanger

## A BILL

Го	amend sections 164.07, 307.022, 307.671,	1
	307.673, 307.674, 307.696, 351.06, 353.03,	2
	1506.44, 1710.02, 4115.03, 4115.04, 4115.06,	3
	5540.03, 6117.012, and 6121.061 of the Revised	4
	Code to allow political subdivisions, special	5
	districts, and state institutions of higher	6
	education to elect to apply the Prevailing Wage	7
	Law to public improvement projects.	8

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

Section 1. That sections 164.07, 307.022, 307.671,	9
307.673, 307.674, 307.696, 351.06, 353.03, 1506.44, 1710.02,	10
4115.03, 4115.04, 4115.06, 5540.03, 6117.012, and 6121.061 of	11
the Revised Code be amended to read as follows:	12
Sec. 164.07. (A)—In awarding contracts for capital	13
Sec. 104.07. (A) In awarding concracts for capital	10
improvement projects to be financed in whole or in part under	14
this chapter, a local subdivision shall comply with the	15
percentage requirements of section 125.081 of the Revised Code.	16

(B) A capital improvement that is financed in whole or in	17
part under this chapter is a public improvement, and a-	18
subdivision undertaking a capital improvement is a public-	19
authority, for purposes of section 4115.03 of the Revised Code.	20
All contractors and subcontractors working on a capital	21
improvement financed in whole or in part under this chapter	22
shall comply with sections 4115.03 to 4115.16 of the Revised	23
<del>Code.</del>	24
Sec. 307.022. (A) The board of county commissioners of any	25
county may do both of the following without following the	26
competitive bidding requirements of section 307.86 of the	27
Revised Code:	28
(1) Enter into a lease, including a lease with an option	29
to purchase, of correctional facilities for a term not in excess	30
of forty years. Before entering into the lease, the board shall	31
publish, once a week for three consecutive weeks in a newspaper	32
of general circulation in the county or as provided in section	33
7.16 of the Revised Code, a notice that the board is accepting	34
proposals for a lease pursuant to this division. The notice	35
shall state the date before which the proposals are required to	36
be submitted in order to be considered by the board.	37
(2) Subject to compliance with this section, grant leases,	38
easements, and licenses with respect to, or sell, real property	39
owned by the county if the real property is to be leased back by	40
the county for use as correctional facilities.	41
The lease under division (A)(1) of this section shall	42
require the county to contract, in accordance with Chapter 153.,	43
and sections 307.86 to 307.92, and Chapter 4115. of the Revised	44
Code, for the construction, improvement, furnishing, and	45
equipping of correctional facilities to be leased pursuant to	46

this section. Prior to the board's execution of the lease, it	47
may require the lessor under the lease to cause sufficient money	48
to be made available to the county to enable the county to	49
comply with the certification requirements of division (D) of	50
section 5705.41 of the Revised Code.	51
A lease entered into pursuant to division (A)(1) of this	52
section by a board may provide for the county to maintain and	53
repair the correctional facility during the term of the	54
leasehold, may provide for the county to make rental payments	55
prior to or after occupation of the correctional facilities by	56
the county, and may provide for the board to obtain and maintain	57
any insurance that the lessor may require, including, but not	58
limited to, public liability, casualty, builder's risk, and	59
business interruption insurance. The obligations incurred under	60
a lease entered into pursuant to division (A)(1) of this section	61
shall not be considered to be within the debt limitations of	62
section 133.07 of the Revised Code.	63
(B) The correctional facilities leased under division (A)	64
(1) of this section may include any or all of the following:	65
(1) Facilities in which one or more other governmental	66
entities are participating or in which other facilities of the	67
county are included;	68
(2) Facilities acquired, constructed, or renovated by or	69
on behalf of the department of rehabilitation and correction or	70
the department of administrative services, or financed by the	71
treasurer of state, and leased to the county pursuant to section	72
307.021 of the Revised Code;	73
(3) Correctional facilities that are under construction or	74

have been completed and for which no permanent financing has

H. B. No. 163
Page 4
As Introduced

been arranged.	76
(C) As used in this section:	77
(1) "Correctional facilities" includes, but is not limited	78
to, jails, detention facilities, workhouses, community-based	79
correctional facilities, and family court centers.	80
(2) "Construction" has the same meaning as in division (B)	81
of section 4115.03 of the Revised Code.	82
Sec. 307.671. (A) As used in this section:	83
(1) "Bonds" means, as the context requires: general	84
obligation bonds of the county, or notes in anticipation	85
thereof, described in division (B)(1)(b) of this section;	86
revenue bonds of the port authority described in division (B)(2)	87
(a) of this section; and urban renewal bonds, or notes in	88
anticipation thereof, of the host municipal corporation	89
described in division (B)(3)(a) of this section.	90
(2) "Corporation" means a nonprofit corporation that is	91
organized under the laws of this state and that includes within	92
the purposes for which it is incorporated the authorization to	93
lease and operate facilities such as a port authority	94
educational and cultural facility.	95
(3) "Debt service charges" means, for any period or	96
payable at any time, the principal of and interest and any	97
premium due on bonds for that period or payable at that time	98
whether due at maturity or upon mandatory redemption, together	99
with any required deposits to reserves for the payment of	100
principal of and interest on such bonds, and includes any	101
payments required by the port authority to satisfy any of its	102
obligations arising from any guaranty agreements, reimbursement	103
agreements, or other credit enhancement agreements described in	104

division (C) of this section.	105
(4) "Host municipal corporation" means the municipal	106
corporation within the boundaries of which the port authority	107
educational and cultural facility is located.	108
(5) "Port authority" means a port authority created	109
pursuant to the authority of section 4582.02 of the Revised Code	110
by a county and a host municipal corporation.	111
(6) "Port authority educational and cultural facility"	112
means a facility located within an urban renewal area that may	113
consist of a museum, archives, library, hall of fame, center for	114
contemporary music, or other facilities necessary to provide	115
programs of an educational and cultural nature, together with	116
all parking facilities, walkways, and other auxiliary	117
facilities, real and personal property, property rights,	118
easements, and interests that may be appropriate for, or used in	119
connection with, the operation of the facility.	120
(7) "Urban renewal area" means an area of a host municipal	121
corporation that the legislative authority of the host municipal	122
corporation has, at any time, designated as appropriate for an	123
urban renewal project pursuant to Chapter 725. of the Revised	124
Code.	125
(B) The board of county commissioners of a county, a port	126
authority, and a host municipal corporation may enter into a	127
cooperative agreement with a corporation, under which:	128
(1) The board of county commissioners agrees to do all of	129
the following:	130
(a) Levy a tax under division (D) of section 5739.09 of	131
the Revised Code exclusively for the purposes described in	132
divisions (B)(1)(c) and (d) of this section;	133

(b) Issue general obligation bonds of the county, or notes	134
in anticipation thereof, pursuant to Chapter 133. of the Revised	135
Code, for the purpose of acquiring, constructing, and equipping	136
the port authority educational and cultural facility and	137
contribute the proceeds from the issuance to the port authority	138
for such purpose. The cooperative agreement may provide that	139
such proceeds be deposited with and administered by the trustee	140
pursuant to the trust agreement provided for in division (C) of	141
this section.	142
(c) Following the issuance, sale, and delivery of the port	143
authority revenue bonds provided for in division (B)(2)(a) of	144
this section, and prior to the date certain stated in the	145
cooperative agreement which shall be the date estimated for the	146
completion of construction of the port authority educational and	147
cultural facility, pledge and contribute to the port authority	148
revenue from the tax levied pursuant to division (B)(1)(a) of	149
this section, together with any investment earnings on that	150
revenue, to pay a portion of the costs of acquiring,	151
constructing, and equipping the port authority educational and	152
cultural facility;	153
(d) Following such date certain, pledge and contribute to	154
the corporation all or such portion as provided for in the	155
cooperative agreement of the revenue from the tax, together with	156
any investment earnings on that revenue, to pay a portion of the	157
costs of the corporation of leasing the port authority	158
educational and cultural facility from the port authority.	159
(2) The port authority agrees to do all of the following:	160
(a) Issue revenue bonds of the port authority pursuant to	161
Chapter 4582. of the Revised Code for the purpose of acquiring,	
chapter 4002. Or the nevised code for the purpose of acquiring,	162

constructing, and equipping the port authority educational and

H. B. No. 163
Page 7
As Introduced

cultural facility;	164
(b) Construct the port authority educational and cultural	165
facility;	166
(c) Lease the port authority educational and cultural	167
facility to the corporation;	168
ractife, to the corporation,	100
(d) To the extent provided for in the cooperative	169
agreement or the lease to the corporation, authorize the	170
corporation to administer on behalf of the port authority the	171
contracts for acquiring, constructing, or equipping a port	172
authority educational and cultural facility;	173
(e) Use the revenue derived from the lease of the port	174
authority educational and cultural facility to the corporation	175
solely to pay debt service charges on the revenue bonds of the	176
port authority described in division (B)(2)(a) of this section.	177
(3) The host municipal corporation agrees to do both of	178
the following:	179
ene rorreng.	113
(a) Issue urban renewal bonds of the host municipal	180
corporation, or notes in anticipation thereof, pursuant to	181
Chapter 725. of the Revised Code for the purpose of acquiring	182
and constructing the port authority educational and cultural	183
facility and contribute the proceeds from the issuance to the	184
port authority for such purpose. The cooperative agreement may	185
provide that such proceeds be deposited with and administered by	186
the trustee pursuant to the trust agreement provided for in	187
division (C) of this section.	188
(b) To the extent provided for in the cooperative	189
agreement, contribute to the county, for use by the county to	190
pay debt service charges on the bonds of the county, or notes in	191
anticipation thereof, described in division (B)(1)(b) of this	192

section, any excess urban renewal service payments pledged by	193
the host municipal corporation to the urban renewal bonds	194
described in division (B)(3)(a) of this section and not required	195
on an annual basis to pay debt service charges on the urban	196
renewal bonds.	197
(4) The corporation agrees to do all of the following:	198
(a) Lease the port authority educational and cultural	199
facility from the port authority;	200
(b) Operate and maintain the port authority educational	201
and cultural facility pursuant to the lease;	202
(c) To the extent provided for in the cooperative	203
agreement or the lease from the port authority, administer on	204
behalf of the port authority the contracts for acquiring,	205
constructing, or equipping a port authority educational and	206
cultural facility.	207
(C) The pledges and contributions described in divisions	208
(B)(1)(c) and (d) of this section and provided for in the	209
cooperative agreement shall be for the period stated in the	210
cooperative agreement, but shall not be in excess of the period	211
necessary to provide for the final retirement of the port	212
authority revenue bonds provided for in division (B)(2)(a) of	213
this section and any bonds issued by the port authority to	214
refund such bonds, and for the satisfaction by the port	215
authority of any of its obligations arising from any guaranty	216
agreements, reimbursement agreements, or other credit	217
enhancement agreements relating to such bonds or to the revenues	218
pledged to such bonds. The cooperative agreement shall provide	219
for the termination of the cooperative agreement including the	220
pledges and contributions described in divisions (B)(1)(c) and	221

H. B. No. 163
Page 9
As Introduced

(d) of this section if the port authority revenue bonds provided

for in division (B)(2)(a) of this section have not been issued,

sold, and delivered within two years of the effective date of

the cooperative agreement.

222

The cooperative agreement shall provide that any revenue 226 bonds of the port authority shall be secured by a trust 227 agreement between the port authority and a corporate trustee 228 229 that is a trust company or bank having the powers of a trust company within or outside the state. The county may be a party 230 to such trust agreement for the purpose of securing the pledge 231 by the county of its contribution to the corporation pursuant to 232 division (B)(1)(d) of this section. A tax levied pursuant to 233 division (B)(1)(a) of this section is not subject to diminution 234 by initiative or referendum or diminution by statute, unless 235 provision is made therein for an adequate substitute therefor 236 reasonably satisfactory to the trustee under the trust agreement 2.37 that secures the revenue bonds of the port authority. 238

- (D) A pledge of money by a county under this section shall 239 not be net indebtedness of the county for purposes of section 240 133.07 of the Revised Code.
- 242 (E) If the terms of the cooperative agreement so provide, any contract for the acquisition, construction, or equipping of 243 a port authority educational and cultural facility shall be made 244 in such manner as is determined by the board of directors of the 245 port authority, and unless the cooperative agreement provides 246 otherwise, such a contract is not subject to division (A) of 247 section 4582.12 of the Revised Code. The port authority may take 248 the assignment of and assume any contracts for the acquisition, 249 construction, and equipping of a port authority educational and 250 cultural facility that previously have been authorized by either 251

or both the host municipal corporation or the corporation. Such	252
contracts likewise are not subject to division (A) of section	253
4582.12 of the Revised Code.	254
Any contract for the acquisition, construction, or	255
equipping of a port authority educational and cultural facility	256
entered into, assigned, or assumed pursuant to this division	257
shall provide that all laborers and mechanics employed for the	258
acquisition, construction, or equipping of the port authority	259
educational and cultural facility shall be paid at the	260
prevailing rates of wages of laborers and mechanics for the	261
class of work called for by the port authority educational and	262
cultural facility, which wages shall be determined in accordance	263
with the requirements of Chapter 4115. of the Revised Code for-	264
the determination of prevailing wage rates.	265
Sec. 307.673. This section applies only in a county in	266
which a tax is levied under section 307.697, 4301.421, 5743.024,	267
or 5743.323 of the Revised Code on July 19, 1995.	268
(A) As used in this section:	269
(1) "County taxes" means taxes levied by a board of county	270
commissioners under division (D) of section 307.697, division	271
(B) of section 4301.421, division (C) of section 5743.024, and	272
section 5743.323 of the Revised Code.	273
(2) "Corporation" means a nonprofit corporation organized	274
under the laws of this state and that includes among the	275
purposes for which it is incorporated the authority to acquire,	276
construct, renovate, repair, equip, lease, manage, or operate a	277
sports facility.	278
(3) "Cooperative agreement" means an agreement entered	279
into pursuant to this section	280

(4) "Cost of a sports facility" means the cost of	281
acquiring, constructing, renovating, repairing, equipping, or	282
improving one or more sports facilities, including	283
reconstructing, rehabilitating, remodeling, and enlarging; the	284
cost of equipping and furnishing such a facility; and all	285
financing costs pertaining thereto, including the cost of	286
engineering, architectural, and other professional services,	287
designs, plans, specifications and surveys, and estimates of	288
costs; the costs of refinancing obligations issued by, or	289
reimbursement of money advanced by, the parties to the	290
cooperative agreement or other persons, the proceeds of which	291
obligations were used to pay the costs of the sports facility;	292
the cost of tests and inspections; the cost of any indemnity or	293
surety bonds and premiums on insurance, all related direct and	294
administrative costs pertaining thereto, fees and expenses of	295
trustees, depositories, and paying agents for the obligations,	296
capitalized interest on the obligations, amounts necessary to	297
establish reserves as required by the obligation proceedings,	298
the reimbursement of money advanced or applied by the parties to	299
the cooperative agreement or other persons for the payment of	300
any item of costs of the sports facility, and all other expenses	301
necessary or incident to planning or determining the feasibility	302
or practicability with respect to the sports facility; and any	303
other such expenses as may be necessary or incident to the	304
acquisition, construction, reconstruction, rehabilitation,	305
remodeling, renovation, repair, enlargement, improvement,	306
equipping, and furnishing of the sports facility, the financing	307
of the sports facility, placing the sports facility in use and	308
operation, including any one, part of, or combination of such	309
classes of costs and expenses.	310

(5) "Financing costs" has the same meaning as in section

H. B. No. 163
Page 12
As Introduced

1 2 2	$01 \land f$	+ h o	Revised	$C \cap d \cap$

(6) "Obligations" means obligations issued or incurred to	313
pay the cost of a sports facility, including bonds, notes,	314
certificates of indebtedness, commercial paper, and other	315
instruments in writing, anticipatory securities as defined in	316
section 133.01 of the Revised Code, issued or incurred by an	317
issuer pursuant to Chapter 133. or 4582. of the Revised Code or	318
this section, or otherwise, to evidence the issuer's obligation	319
to repay borrowed money, or to pay interest, by, or to pay at	320
any future time other money obligations of, the issuer of the	321
obligations, including obligations of an issuer or lessee to	322
make payments under an installment sale, lease, lease-purchase,	323
or similar agreement.	324

- (7) "Owner" means any person that owns or operates a 325 professional athletic or sports team, that is party to a 326 cooperative agreement, or that has a lease or other agreement 327 with a party to a cooperative agreement, and that commits to use 328 the sports facility that is the subject of the cooperative 329 agreement for all of the team's home games for the period 330 specified in that agreement.
- (8) "Payments," when used with reference to obligations,

  means payments of the principal, including any mandatory sinking

  fund deposits and mandatory redemption payments, interest and

  any redemption premium, and lease rentals, lease-purchase

  payments and other amounts payable under obligations in the form

  of installment sale, lease, lease-purchase, or similar

  agreements.

  332

  333

  334

  335

  336

  337

  337
- (9) "Person" has the same meaning as defined in section133.01 of the Revised Code.340

(10) "Port authority" means a port authority created under	341
Chapter 4582. of the Revised Code.	342
(11) "Sports facility" means a facility, including a	343
stadium, that is intended to house or provide a site for one or	344
more major league professional athletic or sports teams or	345
activities, together with all spectator facilities, parking	346
facilities, walkways, and auxiliary facilities, real and	347
personal property, property rights, easements, leasehold	348
estates, and interests that may be appropriate for, or used in	349
connection with, the operation of the sports facility.	350
(B) The board of county commissioners of a county, the	351
legislative authority of a municipal corporation, a port	352
authority, a corporation, and an owner, or any combination	353
thereof, may enter into one or more cooperative agreements under	354
which the parties enter into one or more of the agreements	355
described in divisions (B)(1) to (5) of this section.	356
(1) The board of county commissioners agrees to do one or	357
more of the following:	358
(a) Levy a tax under division (D) of section 307.697,	359
division (B) of section 4301.421, division (C) of section	360
5743.024, and section 5743.323 of the Revised Code and make	361
available all or a portion of the revenue from those taxes for	362
the payment of the cost of the sports facility or to make	363
payments on obligations;	364
(b) Issue or incur obligations of the county pursuant to	365
Chapter 133. of the Revised Code or this section;	366
(c) Make available all or a portion of the revenue from	367
those taxes or of the proceeds from the issuance of those	368
obligations to the municipal corporation, port authority,	369

corporation, or otherwise for the payment of the cost of a	370
sports facility or the payment of obligations;	371
(d) Acquire, construct, renovate, repair, equip, lease to	372
or from another person, and operate, directly or by a lease or	373
management contract with another person, one or more sports	374
facilities;	375
(e) To the extent provided in the cooperative agreement or	376
a lease with respect to a sports facility, authorize the	377
municipal corporation, port authority, corporation, or owner to	378
administer contracts for designing, planning, acquiring,	379
constructing, renovating, repairing, or equipping a sports	380
facility.	381
(2) The port authority agrees to do one or more of the	382
following:	383
(a) Issue or incur obligations of the port authority	384
pursuant to Chapter 133. or 4582. of the Revised Code or this	385
section;	386
(b) Make available all or a portion of the proceeds from	387
the issuance of those obligations to the municipal corporation,	388
county, or corporation for the payment of the cost of a sports	389
facility or the payment of obligations;	390
(c) Acquire, construct, renovate, repair, equip, lease to	391
or from another person, and operate, directly or by a lease or	392
management contract with another person, one or more sports	393
facilities;	394
(d) To the extent provided in the cooperative agreement or	395
a lease with respect to a sports facility, authorize the	396
municipal corporation, county, corporation, or owner to	397
administer contracts for designing, planning, acquiring,	398

constructing, renovating, repairing, or equipping a sports	399
facility.	400
(3) The legislative authority of the municipal corporation	401
agrees to do one or more of the following:	402
(a) Make available the revenue from taxes levied by the	403
legislative authority for the payment of the cost of a sports	404
facility or to make payments on obligations;	405
(b) Issue or incur obligations of the municipal	406
corporation pursuant to Chapter 133. of the Revised Code or	407
otherwise;	408
(c) Make available all or a portion of the proceeds from	409
the issuance of those obligations to the county, port authority,	410
corporation, or otherwise for the payment of the cost of a	411
sports facility or the payment of obligations;	412
(d) Acquire, construct, renovate, repair, equip, lease to	413
or from another person, and operate, directly or by a lease or	414
management contract with another person, one or more sports	415
facilities;	416
(e) To the extent provided in the cooperative agreement or	417
a lease with respect to a sports facility, authorize the county,	418
port authority, corporation, or owner to administer contracts	419
for designing, planning, acquiring, constructing, renovating,	420
repairing, or equipping a sports facility.	421
(4) The corporation agrees to do one or more of the	422
following:	423
(a) Issue or incur obligations;	424
(b) Make available all or a portion of the proceeds from	425
the issuance of those obligations to the county, port authority,	426

municipal corporation, or otherwise for the payment of the cost	427
of a sports facility or the payment of obligations;	428
(c) Acquire, construct, renovate, repair, equip, lease to	429
or from another person, and operate, directly or by a lease or	430
management contract with another person, one or more sports	431
facilities;	432
(d) To the extent provided in the cooperative agreement or	433
a lease with respect to a sports facility, agree that the	434
corporation will administer contracts for designing, planning,	435
acquiring, constructing, renovating, repairing, or equipping a	436
sports facility.	437
(5) The owner agrees to do one or more of the following:	438
(a) Use the sports facility that is the subject of the	439
cooperative agreement for all of the home games of the owner's	440
professional athletic or sports team for a specified period;	441
(b) Administer contracts for designing, planning,	442
acquiring, constructing, renovating, repairing, or equipping a	443
sports facility.	444
(C) Any obligations may be secured by a trust agreement	445
between the issuer of obligations and a corporate trustee that	446
is a trust company or bank having the powers of a trust company	447
in or outside this state and authorized to exercise corporate	448
trust powers in this state. Proceeds from the issuance of any	449
obligations or the taxes levied and collected by any party to	450
the cooperative agreement may be deposited with and administered	451
by a trustee pursuant to the trust agreement.	452
(D) Any contract for the acquisition, construction,	453
renovation, repair, or equipping of a sports facility entered	454
into, assigned, or assumed under this section shall provide that	455

all laborers and mechanics employed in the acquisition,	456
construction, renovation, repair, or equipping of the sports	457
facility shall be paid at the prevailing rates of wages of	458
laborers and mechanics for the class of work called for, as-	459
those wages are determined in accordance with Chapter 4115. of	460
the Revised Code.	461
Sec. 307.674. (A) As used in this section:	462
(1) "Bonds" means:	463
(a) Revenue bonds of the port authority described in	464
division (B)(2)(a) of this section;	465
(b) Securities as defined in division (KK) of section	466
133.01 of the Revised Code issued by the host municipal	467
corporation, described in division (B)(3)(a) of this section;	468
(c) Any bonds issued to refund any of those revenue bonds	469
or securities.	470
(2) "Corporation" means a nonprofit corporation that is	471
organized under the laws of this state and that includes within	472
the purposes for which it is incorporated the authorization to	473
lease and operate facilities such as a port authority	474
educational and cultural performing arts facility.	475
(3) "Cost," as applied to a port authority educational and	476
cultural performing arts facility, means the cost of acquiring,	477
constructing, renovating, rehabilitating, equipping, or	478
improving the facility, or any combination of those purposes,	479
collectively referred to in this section as "construction," and	480
the cost of acquisition of all land, rights of way, property	481
rights, easements, franchise rights, and interests required for	482
those purposes, the cost of demolishing or removing any	483
buildings or structures on land so acquired, including the cost	484

of acquiring any land to which those buildings or structures may	485
be moved, the cost of public utility and common carrier	486
relocation or duplication, the cost of all machinery,	487
furnishings, and equipment, financing charges, interest prior to	488
and during construction and for not more than three years after	489
completion of construction, costs arising under guaranty	490
agreements, reimbursement agreements, or other credit	491
enhancement agreements relating to bonds, engineering, expenses	492
of research and development with respect to such facility, legal	493
expenses, plans, specifications, surveys, studies, estimates of	494
costs and revenues, other expenses necessary or incident to	495
determining the feasibility or practicability of acquiring or	496
constructing the facility, administrative expense, and other	497
expenses as may be necessary or incident to that acquisition or	498
construction and the financing of such acquisition or	499
construction, including, with respect to the revenue bonds of a	500
port authority, amounts to be paid into any special funds from	501
the proceeds of those bonds, and repayments to the port	502
authority, host county, host municipal corporation, or	503
corporation of any amounts advanced for the foregoing purposes.	504
(4) "Debt service charges" means, for any period or	505
payable at any time, the principal of and interest and any	506
premium due on bonds for that period or payable at that time	507
whether due at maturity or upon mandatory redemption, together	508
with any required deposits to reserves for the payment of	509

reimbursement agreements, or other credit enhancement agreements 513 described in division (C) of this section. 514

510

511

512

515

(5) "Host county" means the county within the boundaries

principal of and interest on those bonds, and includes any

obligations under or arising from any guaranty agreements,

payments required by the port authority to satisfy any of its

of which the port authority educational and cultural performing	516
arts facility is or will be located.	517
(6) "Host municipal corporation" means the municipal	518
corporation within the boundaries of which the port authority	519
educational and cultural performing arts facility is or will be	520
located.	521
(7) "Port authority" means a port authority created	522
pursuant to section 4582.22 of the Revised Code.	523
(8) "Port authority educational and cultural performing	524
arts facility" means a facility that consists of a center for	525
music or other performing arts, a theater or other facilities to	526
provide programs of an educational, recreational, or cultural	527
nature, or any combination of those purposes as determined by	528
the parties to the cooperative agreement for which provision is	529
made in division (B) of this section to fulfill the public	530
educational, recreational, and cultural purposes set forth	531
therein, together with all parking facilities, walkways, and	532
other auxiliary facilities, real and personal property, property	533
rights, easements, and interests that may be appropriate for, or	534
used in connection with, the operation of the facility.	535
(B) A host county, a host municipal corporation, and a	536
port authority may enter into a cooperative agreement with a	537
corporation under which, as further provided for in that	538
agreement:	539
(1) The host county may agree to do any or all of the	540
following:	541
(a) Levy and collect a tax under division (E) and division	542
(F) of section 5739.09 of the Revised Code for the purposes, and	543
in an amount sufficient for those purposes, described in	544

divisions (B)(1)(b) and (c) of this section;	545
(b) Pay to the port authority all or such portion as	546
provided for in the cooperative agreement of the revenue from	547
the tax, together with any investment earnings on that revenue,	548
to be used to pay a portion of the costs of acquiring,	549
constructing, renovating, rehabilitating, equipping, or	550
improving the port authority educational and cultural performing	551
arts facility;	552
(c) Pledge and pay to the corporation all or such portion	553
as provided for in the cooperative agreement of the revenue from	554
the tax, together with any investment earnings on that revenue,	555
to be used to pay a portion of the costs to the corporation of	556
leasing the port authority educational and cultural performing	557
arts facility from the port authority.	558
(2) The port authority may agree to do any or all of the	559
following:	560
(a) Issue its revenue bonds pursuant to section 4582.48 of	561
the Revised Code for the purpose of paying all or a portion of	562
the costs of the port authority educational and cultural	563
performing arts facility;	564
(b) Acquire, construct, renovate, rehabilitate, equip, and	565
improve the port authority educational and cultural performing	566
arts facility;	567
(c) Lease the port authority educational and cultural	568
performing arts facility to the corporation;	569
(d) To the extent provided for in the cooperative	570
agreement or the lease to the corporation, authorize the	571
corporation to administer on behalf of the port authority the	572
contracts for acquiring, constructing, renovating,	573

rehabilitating, or equipping the port authority educational and	574
cultural performing arts facility;	575
(e) Use the revenue derived from the lease of the port	576
authority educational and cultural performing arts facility to	577
the corporation solely to pay debt service charges on revenue	578
bonds of the port authority issued pursuant to division (B)(2)	579
(a) of this section and to pay its obligations under or arising	580
from any guaranty agreements, reimbursement agreements, or other	581
credit enhancement agreements provided for in this section.	582
(3) The host municipal corporation may agree to do either	583
or both of the following:	584
(a) Issue its bonds for the purpose of paying all or a	585
portion of the costs of the port authority educational and	586
cultural performing arts facility, and pay the proceeds from the	587
issuance to the port authority for that purpose;	588
(b) Enter into a guaranty agreement, a reimbursement	589
agreement, or other credit enhancement agreement with the port	590
authority to provide a guaranty or other credit enhancement of	591
the port authority revenue bonds referred to in division (B)(2)	592
(a) of this section pledging taxes, other than ad valorem	593
property taxes, or other revenues for the purpose of providing	594
the funds required to satisfy the host municipal corporation's	595
obligations under that agreement.	596
The cooperative agreement may provide that the proceeds of	597
such securities or of such guaranty agreement, reimbursement	598
agreement, or other credit enhancement agreement be deposited	599
with and administered by the trustee pursuant to the trust	600
agreement authorized in division (C) of this section.	601

(4) The corporation may agree to do any or all of the

H. B. No. 163
Page 22
As Introduced

following:	603
(a) Lease the port authority educational and cultural	604
performing arts facility from the port authority;	605
(b) Operate and maintain the port authority educational	606
and cultural performing arts facility pursuant to the lease;	607
(c) To the extent provided for in the cooperative	608
agreement or the lease from the port authority, administer on	609
behalf of the port authority the contracts for acquiring,	610
constructing, renovating, rehabilitating, or equipping the port	611
authority educational and cultural performing arts facility.	612
(C) The pledge and payments referred to in divisions (B)	613
(1) (b) and (c) of this section and provided for in the	614
cooperative agreement shall be for the period stated in the	615
cooperative agreement but shall not extend longer than the	616
period necessary to provide for the final retirement of the port	617
authority revenue bonds referred to in division (B)(2)(a) of	618
this section, and for the satisfaction by the port authority of	619
any of its obligations under or arising from any guaranty	620
agreements, reimbursement agreements, or other credit	621
enhancement agreements relating to those bonds or to the	622
revenues pledged to them. The cooperative agreement shall	623
provide for the termination of the cooperative agreement,	624
including the pledge and payment referred to in division (B)(1)	625
(c) of this section, if the port authority revenue bonds	626
referred to in division (B)(2)(a) of this section have not been	627
issued, sold, and delivered within five years of the effective	628
date of the cooperative agreement.	629
The cooperative agreement shall provide that any port	630
authority revenue bonds shall be secured by a trust agreement	631

H. B. No. 163
Page 23
As Introduced

between the port authority and a corporate trustee that is a 632 trust company or bank having the powers of a trust company 633 within or outside the state but authorized to exercise trust 634 powers within the state. The host county may be a party to that 635 trust agreement for the purpose of better securing the pledge by 636 the host county of its payment to the corporation pursuant to 637 division (B)(1)(c) of this section. A tax levied pursuant to 638 section 5739.09 of the Revised Code for the purposes specified 639 in division (B)(1)(b) or (c) of this section is not subject to 640 diminution by initiative or referendum or diminution by statute, 641 unless provision is made for an adequate substitute reasonably 642 satisfactory to the trustee under the trust agreement that 643 secures the port authority revenue bonds. 644

- (D) A pledge of money by a host county under this section 645 shall not be net indebtedness of the host county for purposes of 646 section 133.07 of the Revised Code. A guaranty or other credit 647 enhancement by a host municipal corporation under this section 648 shall not be net indebtedness of the host municipal corporation 649 for purposes of section 133.05 of the Revised Code. 650
- 651 (E) If the terms of the cooperative agreement so provide, any contract for the acquisition, construction, renovation, 652 rehabilitation, equipping, or improving of a port authority 653 educational and cultural performing arts facility shall be made 654 in such manner as is determined by the board of directors of the 655 port authority, and unless the cooperative agreement provides 656 otherwise, such a contract is not subject to division (R)(2) of 657 section 4582.31 of the Revised Code. The port authority may take 658 the assignment of and assume any contracts for the acquisition, 659 construction, renovation, rehabilitation, equipping, or 660 improving of a port authority educational and cultural 661 performing arts facility that had previously been authorized by 662

any of the host county, the host municipality, or the	663
corporation. Such contracts are not subject to division (R)(2)	664
of section 4582.31 of the Revised Code.	665

Any contract for the acquisition, construction, 666 renovation, rehabilitation, equipping, or improving of a port-667 authority educational and cultural performing arts facility 668 entered into, assigned, or assumed pursuant to this division-669 shall provide that all laborers and mechanics employed for the 670 acquisition, construction, renovation, rehabilitation, 671 equipping, or improving of that facility shall be paid at the 672 prevailing rates of wages of laborers and mechanics for the 673 class of work called for by the port authority educational and 674 cultural performing arts facility, which wages shall be-675 determined in accordance with the requirements of Chapter 4115. 676 of the Revised Code for the determination of prevailing wage-677 678 rates.

Notwithstanding any provisions to the contrary in section 679 123.281 of the Revised Code, construction services and general 680 building services for a port authority educational and cultural 681 performing arts facility funded completely or in part with money 682 appropriated by the state to the Ohio facilities construction 683 commission may be provided by a port authority or a corporation 684 that occupies, will occupy, or is responsible for that facility, 685 as determined by the commission. The construction services and 686 general building services to be provided by the port authority 687 or the corporation shall be specified in an agreement between 688 the commission and the port authority or corporation. That 689 agreement, or any actions taken under it, are not subject to 690 Chapters 123. or 153. of the Revised Code, but are subject to 691 Chapter 4115. of the Revised Code. 692

Sec. 307.696. (A) As used in this section:	693
(1) "County taxes" means taxes levied by the county	694
pursuant to sections 307.697, 4301.421, 5743.024, and 5743.323	695
of the Revised Code.	696
(2) "Corporation" means a nonprofit corporation that is	697
organized under the laws of this state for the purposes of	698
operating or constructing and operating a sports facility in the	699
county and that may also be organized under the laws of this	700
state for the additional purposes of conducting redevelopment	701
and economic development activities within the host municipal	702
corporation.	703
(3) "Sports facility" means a sports facility that is	704
intended to house major league professional athletic teams,	705
including a stadium, together with all parking facilities,	706
walkways, and other auxiliary facilities, real and personal	707
property, property rights, easements, and interests that may be	708
appropriate for, or used in connection with, the operation of	709
the facility.	710
(4) "Construction" includes, but is not limited to,	711
providing fixtures, furnishings, and equipment and providing for	712
capital repairs and improvements.	713
(5) "Debt service charges" means the interest, principal,	714
premium, if any, carrying and redemption charges, and expenses	715
on bonds issued by either the county or the corporation to:	716
(a) Construct a sports facility or provide for related	717
redevelopment or economic development as provided in this	718
section;	719
(b) Acquire real and personal property, property rights,	720
easements, or interests that may be appropriate for, or used in	721

connection with, the operation of the facility; and	722
(c) Make site improvements to real property, including,	723
but not limited to, demolition, excavation, and installation of	724
footers, pilings, and foundations.	725
(6) "Host municipal corporation" means the municipal	726
corporation within the boundaries of which the sports facility	727
is located, and with which a national football league, major	728
league baseball, or national basketball association sports	729
franchise is associated on March 20, 1990.	730
(B) A board of county commissioners of a county that	731
levies a tax under section 307.697, 4301.421, or 5743.024 of the	732
Revised Code may enter into an agreement with a corporation	733
operating in the county, and, if there is a host municipal	734
corporation all or a part of which is located in the county,	735
shall enter into an agreement with a corporation operating in	736
the county and the host municipal corporation, under which:	737
(1)(a) The corporation agrees to construct and operate a	738
sports facility in the county and to pledge and contribute all	739
or any part of the revenues derived from its operation, as	740
specified in the agreement, for the purposes described in	741
division (C)(1) of this section; and	742
(b) The board agrees to levy county taxes and pledge and	743
contribute any part or all of the revenues therefrom, as	744
specified in the agreement, for the purposes described in	745
division (C)(1) of this section; or	746
(2)(a) The corporation agrees to operate a sports facility	747
constructed by the county and to pledge and contribute all or	748
any part of the revenues derived from its operation, as	749
specified in the agreement, for the purposes described in	750

division (C)(2) of this section; and

(b) The board agrees to issue revenue bonds of the county, 752 use the proceeds from the sale of the bonds to construct a 753 sports facility in the county, and to levy county taxes and 754 pledge and contribute all or any part of the revenues therefrom, 755 as specified in the agreement, for the purposes described in 756 division (C)(2) of this section; and, if applicable 757

- (3) The host municipal corporation agrees to expend the 758 unused pledges and contributions and surplus revenues as 759 described in divisions (C)(1) and (2) of this section for 760 redevelopment and economic development purposes related to the 761 sports facility.
- (C)(1) The primary purpose of the pledges and 763 contributions described in division (B)(1) of this section is 764 payment of debt service charges. To the extent the pledges and 765 contributions are not used by the county or corporation for 766 payment of debt service charges, the county or corporation, 767 pursuant to the agreement provided for in division (B) of this 768 section, shall provide the unused pledges and contributions, 769 770 together with surplus revenues of the sports facility not needed for debt service charges or the operation and maintenance of the 771 sports facility, to the host municipal corporation, or a 772 nonprofit corporation, which may be the corporation acting on 773 behalf of the host municipal corporation, for redevelopment and 774 economic development purposes related to the sports facility. If 775 the county taxes are also levied for the purpose of making 776 permanent improvements, the agreement shall include a schedule 777 of annual pledges and contributions by the county for the 778 payment of debt service charges. The county's pledge and 779 contribution provided for in the agreement shall be for the 780

period stated in the agreement but not to exceed twenty years. The agreement shall provide that any such bonds and notes shall be secured by a trust agreement between the corporation or other bond issuer and a corporate trustee that is a trust company or bank having the powers of a trust company within or without the state, and the trust agreement shall pledge or assign to the retirement of the bonds or notes, all moneys paid by the county for that purpose under this section. A county tax, all or any part of the revenues from which are pledged under an agreement entered into by a board of county commissioners under this section shall not be subject to diminution by initiative or referendum, or diminution by statute, unless provision is made therein for an adequate substitute therefor reasonably satisfactory to the trustee under the trust agreement that secures the bonds and notes. 

- (2) The primary purpose of the pledges and contributions described in division (B)(2) of this section is payment of debt service charges. To the extent the pledges and contributions are not used by the county for payment of debt service charges, the county or corporation, pursuant to the agreement provided for in division (B) of this section, shall provide the unused pledges and contributions, together with surplus revenues of the sports facility not needed for debt service charges or the operation and maintenance of the sports facility, to the host municipal corporation, or a nonprofit corporation, which may be the corporation, acting on behalf of the host municipal corporation, for redevelopment and economic development purposes related to the sports facility. The corporation's pledge and contribution provided for in the agreement shall be until all of the bonds issued for the construction of the facility have been retired.
  - (D) A pledge of money by a county under this section shall

not be indebtedness of the county for purposes of Chapter 133.	812
of the Revised Code.	813
(E) If the terms of the agreement so provide, the board of	814
county commissioners may acquire, make site improvements to,	815
including, but not limited to, demolition, excavation, and	816
installation of footers, pilings, and foundations, and lease	817
real property for the sports facility to a corporation that	818
constructs a sports facility under division (B)(1) of this	819
section. The agreement shall specify the term, which shall not	820
exceed thirty years and shall be on such terms as are set forth	821
in the agreement. The purchase, improvement, and lease may be	822
the subject of an agreement between the county and a municipal	823
corporation located within the county pursuant to section 153.61	824
or 307.15 of the Revised Code, and are not subject to the	825
limitations of sections 307.02 and 307.09 of the Revised Code.	826
(F) The corporation shall not enter into any construction	827
contract or contract for the purchase of services for use in	828
connection with the construction of a sports facility prior to	829
the corporation's adoption and implementation of a policy on the	830
set aside of contracts for bidding by or award to minority	831
business enterprises, as defined in division (E)(1) of section	832
122.71 of the Revised Code. Sections 4115.03 to 4115.16 of the	833
Revised Code apply to a sports facility constructed under this-	834
section.	835
(G) Not more than one-half of the total costs, including	836
debt service charges and cost of operation, of a project	837
undertaken pursuant to an agreement entered into under division	838
(B) of this section shall be paid from county taxes. Nothing in	839
this section authorizes the use of revenues from county taxes or	840

proceeds from the sale of bonds issued by the board of county

commissioners for payment of costs of operation of a sports	842
facility.	843
Sec. 351.06. A facility to be constructed pursuant to this	844
chapter is a public improvement and a convention facilities	845
authority is a public authority for purposes of section 4115.03	846
of the Revised Code. All contractors and subcontractors working	847
on such facilities are subject to and shall comply with sections	848
4115.03 to 4115.16 of the Revised Code.—A convention facilities	849
authority is a contracting authority for purposes of sections	850
307.86 to 307.91 of the Revised Code.	851
No convention facilities authority shall construct a	852
facility under this chapter unless the plans for the facility	853
provide for parking and transportation determined by the board	854
of county commissioners as adequate to serve that facility.	855
A convention facilities authority may do all of the	856
following:	857
	0.5.0
(A) Adopt bylaws for the regulation of its affairs and the	858
conduct of its business;	859
(B) Adopt an official seal;	860
(C) Maintain a principal office within its territory;	861
(D) Acquire, purchase, construct, reconstruct, enlarge,	862
furnish, equip, maintain, repair, sell, exchange, lease or rent	863
to, lease or rent from, operate, or contract for the operation	864
by others of, facilities within its territory, and make charges	865
for the use of the facilities;	866
	_
(E) Make available the use or services of any facility to	867
persons or governmental agencies on such terms and conditions as	868
the authority shall determine;	869

(F) By resolution of its board of directors, issue	870
convention facilities authority revenue bonds beyond the limit	871
of bonded indebtedness provided by law, payable solely from	872
revenues as provided in section 351.14 of the Revised Code,	873
unless the bonds are refunded by refunding bonds, for the	874
purpose of providing funds to pay the costs of any facility or	875
facilities or parts of any facility or facilities, and, if	876
moneys raised by taxation are not obligated or pledged for the	877
payment of those revenue bonds, to pay the costs of any facility	878
or facilities or parts of any facility or facilities pursuant to	879
Section 13 of Article VIII, Ohio Constitution, and in order to	880
create or preserve jobs and employment opportunities and improve	881
the economic welfare of the people of the state;	882
(G) Maintain such funds as it determines necessary;	883
(H) Direct its agents or employees, when properly	884
identified in writing and after at least five days' written	885
notice, to enter upon lands within its territory in order to	886
make surveys and examinations preliminary to location and	887
construction of facilities, or other work for the purposes of	888
the convention facilities authority, without liability of the	889
authority or its agents or employees except for actual damage	890
done;	891
(I) Promote, advertise, and publicize the authority and	892
its facilities;	893
	030
(J)(1) Adopt rules, not in conflict with general law,	894
governing the use of its property, grounds, buildings,	895
equipment, and facilities, and the conduct of its employees and	896
the public, in order to promote the public safety and	897
convenience in and about its facilities and grounds, and to	898
maintain order. Any such rule shall be posted at a prominent	899

place in each of the buildings or facilities to which it	900
applies.	901
(2) No person shall violate any lawful rule adopted and	902
posted as provided in this division.	903
(K) Acquire by gift or purchase, hold, lease, and dispose	904
of real and personal property and interests in the property in	905
the exercise of its powers and the performance of its duties	906
under this chapter;	907
(L) Acquire, in the name of the authority, by purchase or	908
otherwise, on such terms and in such manner as the authority	909
finds proper, or by the exercise of the right of appropriation	910
in the manner provided by section 351.22 of the Revised Code,	911
such public or private lands, including public parks,	912
playgrounds, or reservations, or parts thereof or rights	913
therein, rights-of-way, rights, franchises, easements, and	914
interests as it finds necessary or proper for carrying out this	915
chapter, and compensation shall be paid for public or private	916
lands so taken;	917
(M) Make and enter into all contracts and agreements and	918
execute all instruments necessary or incidental to the	919
performance of its duties and the execution of its powers under	920
this chapter provided that no construction contract or contract	921
for the purchase of goods or services shall be approved or	922
entered into by the authority prior to the adoption and	923
implementation of a policy on the set aside of contracts for	924
bidding by or award to minority business enterprises, as defined	925
in division (E)(1) of section 122.71 of the Revised Code;	926
(N) Employ managers, superintendents, and other employees	927
and rotain or contract with consulting orginoons, financial	929

consultants, accounting experts, architects, attorneys, and such	929
other consultants and independent contractors as are necessary	930
in its judgment to carry out this chapter, and fix their	931
compensation. All expenses of doing so shall be payable solely	932
from the proceeds of convention facilities authority bonds and	933
notes issued under this chapter, or from excise taxes and	934
revenues.	935
(O) Receive and accept from any governmental agency grants	936
for or in aid of the purposes of the authority, and receive and	937
accept aid or contributions from any source of money, property,	938
labor, or other things of value, to be held, used, and applied	939
only for the purposes for which such grants and contributions	940
are made;	941
(P) Engage in research and development with respect to	942
facilities;	943
(Q) Purchase fire and extended coverage and liability	944
insurance for any facility and for the offices of the authority,	945
insurance protecting the authority and its officers and	946
employees against liability for damage to property or injury to	947
or death of persons arising from its operations, and any other	948
insurance the authority may agree to provide under any	949
resolution authorizing its convention facilities authority	950
revenue bonds or in any trust agreement securing the same;	951
	0.5.0
(R) Charge, alter, and collect rentals and other charges	952
for the use or services of any facility as provided in section	953
351.09 of the Revised Code;	954
(S) If a tax proposed under section 5739.026 of the	955
Revised Code is disapproved by the electors, request the board	956
of county commissioners to dissolve the authority pursuant to	957

section 351.03 of the Revised Code;	958
(T) By resolution of its board of directors, levy any of	959
the excise taxes authorized by division (B) or (C) of section	960
351.021 of the Revised Code if authorized by the county	961
commissioners, and issue convention facilities authority tax	962
anticipation bonds beyond any limit of bonded indebtedness	963
provided by law, payable solely from excise taxes levied	964
pursuant to division (B) or (C) of section 351.021 of the	965
Revised Code and revenues as provided in section 351.141 of the	966
Revised Code.	967
(U) Do all acts necessary or proper to carry out the	968
powers expressly granted in this chapter.	969
Sec. 353.03. A lake facilities authority may do all of the	970
following:	971
(A) Acquire by purchase, lease, gift, or otherwise, on	972
such terms and in such manner as it considers proper, real and	973
personal property necessary for an authorized purpose or any	974
estate, interest, or right therein, within or without the	975
<pre>impacted lake district;</pre>	976
(B) Improve, remediate, maintain, sell, lease, or	977
otherwise dispose of real and personal property on such terms	978
and in such manner as it considers proper;	979
(C) Request that the department of natural resources, the	980
environmental protection agency, or the department of	981
agriculture adopt, modify, and enforce reasonable rules and	982
regulations governing impacted watersheds;	983
(D) Employ such managers, administrative officers, agents,	984
engineers, architects, attorneys, contractors, subcontractors,	985
and employees as may be appropriate in the exercise of the	986

rights, powers, and duties conferred on it, prescribe the duties	987
and compensation for such persons, require bonds to be given by	988
any such persons and by officers of the authority for the	989
faithful performance of their duties, and fix the amount and	990
surety therefor, and pay the surety;	991
(E) Sue and be sued in its corporate name;	992
(F)(1) Make and enter into all contracts and agreements	993
and execute all instruments relating to the provisions of this	994
chapter;	995
(2) Except as provided otherwise under divisions (F)(2)	996
and (3) of this section, when the cost of a contract for the	997
construction of any building, structure, or other improvement	998
undertaken by a lake facilities authority involves an	999
expenditure exceeding fifty thousand dollars, and the lake	1000
facilities authority is the contracting authority, the lake	1001
facilities authority shall make a written contract after notice	1002
calling for bids for the award of the contract has been given by	1003
publication twice, with at least seven days between	1004
publications, in a newspaper of general circulation in the	1005
impacted lake district. Each such contract shall be awarded to	1006
the lowest responsive and responsible bidder in accordance with	1007
section 9.312 of the Revised Code. The board of directors by	1008
rule may provide criteria for the negotiation and award without	1009
competitive bidding of any contract as to which the lake	1010
facilities authority is the contracting authority for the	1011
construction of any building or structure or other improvement	1012
under any of the following circumstances:	1013
(a) There exists a real and present emergency that	1014
threatens damage to property or injury to persons of the lake	1015
facilities authority or other persons, provided that a statement	1016

specifying the nature of the emergency that is the basis for the	1017
negotiation and award of a contract without competitive bidding	1018
shall be signed at the time of the contract's execution by the	1019
officer of the lake facilities authority that executes the	1020
contract and shall be attached to the contract.	1021
(b) A commonly recognized industry or other standard or	1022
specification does not exist and cannot objectively be	1023
articulated for the improvement.	1024
(c) The contract is for any energy conservation measure as	1025
defined in section 307.041 of the Revised Code.	1026
(d) With respect to material to be incorporated into the	1027
improvement, only a single source or supplier exists for the	1028
material.	1029
(e) A single bid is received by the lake facilities	1030
authority after complying with the above provisions.	1031
(3) In addition to the exceptions to competitive bidding	1032
requirements under division (F)(2) of this section, a lake	1033
facilities authority may contract for the acquisition or	1034
construction of any property for an authorized purpose and for	1035
the leasing, subleasing, sale, or other disposition of the	1036
property in a manner determined by the lake facilities authority	1037
in its sole discretion, without necessity for competitive	1038
bidding or performance bonds.	1039
(4) With respect to any public improvement undertaken by,	1040
or under contract for, the lake facilities authority, the	1041
authority may elect to apply sections 4115.03 to 4115.21 of the-	1042
Revised Code.	1043
(G) Accept aid or contributions from any source of money,	1044

property, labor, or other things of value, to be held, used, and

1046

applied only for the purposes for which the grants and

contributions are made;	1047
(H) Apply for and accept grants, loans, or commitments of	1048
guarantee or insurance, including any guarantees of lake	1049
facilities authority bonds and notes, from the United States,	1050
the state, or other public body or other sources, and provide	1051
any consideration which may be required in order to obtain such	1052
grants, loans, or contracts of guarantee or insurance;	1053
(I) Procure insurance against loss to the lake facilities	1054
authority by reason of damage to its properties resulting from	1055
fire, theft, accident, or other casualties, or by reason of its	1056
liability for any damages to persons or property occurring in	1057
the construction or operation of facilities or areas under its	1058
jurisdiction or the conduct of its activities;	1059
(J) Maintain such funds or reserves as it considers	1060
necessary for the efficient performance of its duties;	1061
(K) Enforce any covenants, of which the lake facilities	1062
authority is the beneficiary, running with the land.	1063
(L) Issue securities for the remediation of an impacted	1064
watershed and directly related permanent improvements in	1065
compliance with Chapter 133. of the Revised Code, except that	1066
such bonds or notes may be issued only pursuant to a vote of the	1067
electors residing within the impacted lake district. The net	1068
indebtedness incurred by a lake facilities authority pursuant to	1069
this division may not exceed one-tenth of one per cent of the	1070
total value of all property within the territory comprising the	1071
impacted lake district as listed and assessed for taxation.	1072
(M) Issue lake facilities authority revenue bonds beyond	1073
the limit of bonded indebtedness provided by law, payable solely	1074

from revenues as provided in section 353.09 of the Revised Code	1075
for the purpose of providing funds to pay costs of any facility	1076
or facilities or parts thereof;	1077
(N) Advise and provide input to political subdivisions	1078
within the impacted lake district with respect to zoning and	1079
land use planning within the impacted lake district;	1080
(O) Enter into agreements for the management, ownership,	1081
possession, or control of lands or property to be used for	1082
wetland mitigation banking;	1083
(P) Adopt and modify rules and regulations to carry out	1084
the authority granted to the lake facilities authority under	1085
this section.	1086
Sec. 1506.44. (A) A board of county commissioners may use	1087
a loan obtained under division (C) of this section to provide	1088
financial assistance to any person who owns real property in a	1089
coastal erosion area and who has received a permit under section	1090
1506.40 of the Revised Code to construct an erosion control	1091
structure in that coastal erosion area. The board shall enter	1092
into an agreement with the person that complies with all of the	1093
following requirements:	1094
(1) The agreement shall identify the person's real	1095
property for which the erosion control structure is being	1096
constructed and shall include a legal description of that	1097
property and a reference to the volume and page of the deed	1098
record in which the title of that person to that property is	1099
recorded.	1100
(2) In accordance with rules adopted by the Ohio water	1101
development authority under division (V) of section 6121.04 of	1102
the Revised Code for the purposes of division (C) of this	1103

section and pursuant to an agreement between the board and the	1104
authority under that division, the board shall agree to cause	1105
payments to be made by the authority to the contractor hired by	1106
the person to construct an erosion control structure in amounts	1107
not to exceed the total amount specified in the agreement	1108
between the board and the person.	1109
(3) The person shall agree to pay to the board, or to the	1110
authority as the assignee pursuant to division (C) of this	1111
section, the total amount of the payments plus administrative or	1112
other costs of the board or the authority at times, in	1113
installments, and bearing interest as specified in the	1114
agreement.	1115
The agreement may contain additional provisions that the	1116
board determines necessary to safeguard the interests of the	1117
county or to comply with an agreement entered into under	1118
division (C) of this section.	1119
(B) Upon entering into an agreement under division (A) of	1120
this section, the board shall do all of the following:	1121
(1) Cause the agreement to be recorded in the county deed	1122
records in the office of the county recorder of the county in	1123
which the real property is situated. Failure to record the	1124
agreement does not affect the validity of the agreement or the	1125
collection of any amounts due under the agreement.	1126
(2) Establish by resolution an erosion control repayment	1127
fund into which shall be deposited all amounts collected under	1128
division (B)(3) of this section. Moneys in that fund shall be	1129
used by the board for the repayment of the loan and for	1130

administrative or other costs of the board or the authority as

specified in an agreement entered into under division (C) of

1131

1132

H. B. No. 163
Page 40
As Introduced

this section. If the amount of money in the fund is inadequate 1133 to repay the loan when due, the board of county commissioners, 1134 by resolution, may advance money from any other fund in order to 1135 repay the loan if that use of the money from the other fund is 1136 not in conflict with law. If the board so advances money in 1137 order to repay the loan, the board subsequently shall reimburse 1138 each fund from which the board advances money with moneys from 1139 the erosion control repayment fund. 1140

- (3) Bill and collect all amounts when due under the 1141 agreement entered into under division (A) of this section. The 1142 board shall certify amounts not paid when due to the county 1143 auditor, who shall enter the amounts on the real property tax 1144 list and duplicate against the property identified under 1145 division (A)(1) of this section. The amounts not paid when due 1146 shall be a lien on that property from the date on which the 1147 amounts are placed on the tax list and duplicate and shall be 1148 collected in the same manner as other taxes. 1149
- (C) A board may apply to the authority for a loan for the 1150 purpose of entering into agreements under division (A) of this 1151 section. The loan shall be for an amount and on the terms 1152 established in an agreement between the board and the authority. 1153 1154 The board may assign any agreements entered into under division (A) of this section to the authority in order to provide for the 1155 repayment of the loan and may pledge any lawfully available 1156 revenues to the repayment of the loan, provided that no moneys 1157 raised by taxation shall be obligated or pledged by the board 1158 for the repayment of the loan. Any agreement with the authority 1159 pursuant to this division is not subject to Chapter 133. of the 1160 Revised Code or any requirements or limitations established in 1161 1162 that chapter.

(D) The authority, as assignee of any agreement pursuant	1163
to division (C) of this section, may enforce and compel the	1164
board and the county auditor by mandamus pursuant to Chapter	1165
2731. of the Revised Code to comply with division (B) of this	1166
section in a timely manner.	1167

(E) The construction of an erosion control structure by a 1168 contractor hired by an individual homeowner, group of individual 1169 homeowners, or homeowners association that enters into an 1170 agreement with a board under division (A) of this section is not 1171 a public improvement, as defined in section 4115.03 of the 1172 Revised Code, and is not subject to competitive bidding or 1173 public bond laws.

Sec. 1710.02. (A) A special improvement district may be 1175 created within the boundaries of any one municipal corporation, 1176 any one township, or any combination of contiquous municipal 1177 corporations and townships for the purpose of developing and 1178 implementing plans for public improvements and public services 1179 that benefit the district. A district may be created by petition 1180 of the owners of real property within the proposed district, or 1181 by an existing qualified nonprofit corporation. If the district 1182 is created by an existing qualified nonprofit corporation, the 1183 purposes for which the district is created may be supplemental 1184 to the other purposes for which the corporation is organized. 1185 All territory in a special improvement district shall be 1186 contiquous; except that the territory in a special improvement 1187 district may be noncontiguous if at least one special energy 1188 improvement project is designated for each parcel of real 1189 property included within the special improvement district. 1190 Additional territory may be added to a special improvement 1191 district created under this chapter for the purpose of 1192 developing and implementing plans for special energy improvement 1193

projects if at least one special energy improvement project is	1194
designated for each parcel of real property included within such	1195
additional territory and the addition of territory is authorized	1196
by the initial plan proposed under division (F) of this section	1197
or a plan adopted by the board of directors of the special	1198
improvement district under section 1710.06 of the Revised Code.	1199

The district shall be governed by the board of trustees of 1200 a nonprofit corporation. This board shall be known as the board 1201 of directors of the special improvement district. No special 1202 improvement district shall include any church property, or 1203 1204 property of the federal or state government or a county, township, or municipal corporation, unless the church or the 1205 county, township, or municipal corporation specifically requests 1206 in writing that the property be included within the district, or 1207 unless the church is a member of the existing qualified 1208 nonprofit corporation creating the district at the time the 1209 district is created. More than one district may be created 1210 within a participating political subdivision, but no real 1211 property may be included within more than one district unless 1212 the owner of the property files a written consent with the clerk 1213 of the legislative authority, the township fiscal officer, or 1214 the village clerk, as appropriate. The area of each district 1215 shall be contiguous; except that the area of a special 1216 improvement district may be noncontiquous if all parcels of real 1217 property included within such area contain at least one special 1218 energy improvement thereon. 1219

(B) Except as provided in division (C) of this section, a 1220 district created under this chapter is not a political 1221 subdivision. A district created under this chapter shall be 1222 considered a public agency under section 102.01 and a public 1223 authority under section 4115.03 of the Revised Code. Each member 1224

of the board of directors of a district, each member's designee	1225
or proxy, and each officer and employee of a district shall be	1226
considered a public official or employee under section 102.01 of	1227
the Revised Code and a public official and public servant under	1228
section 2921.42 of the Revised Code. Districts created under	1229
this chapter are not subject to sections 121.81 to 121.83 of the	1230
Revised Code. Districts created under this chapter are subject	1231
to sections 121.22 and 121.23 of the Revised Code.	1232

(C) Each district created under this chapter shall be 1233 considered a political subdivision for purposes of section 1234 4905.34 of the Revised Code. 1235

Membership on the board of directors of the district shall 1236 not be considered as holding a public office. Directors and 1237 their designees shall be entitled to the immunities provided by 1238 Chapter 1702. and to the same immunity as an employee under 1239 division (A)(6) of section 2744.03 of the Revised Code, except 1240 that directors and their designees shall not be entitled to the 1241 indemnification provided in section 2744.07 of the Revised Code 1242 unless the director or designee is an employee or official of a 1243 participating political subdivision of the district and is 1244 acting within the scope of the director's or designee's 1245 employment or official responsibilities. 1246

District officers and district members and directors and 1247 their designees or proxies shall not be required to file a 1248 statement with the Ohio ethics commission under section 102.02 1249 of the Revised Code. All records of the district shall be 1250 treated as public records under section 149.43 of the Revised 1251 Code, except that records of organizations contracting with a 1252 district shall not be considered to be public records under 1253 section 149.43 or section 149.431 of the Revised Code solely by 1254

reason of any contract with a district.	1255
(D) Except as otherwise provided in this section, the	1256
nonprofit corporation that governs a district shall be organized	1257
in the manner described in Chapter 1702. of the Revised Code.	1258
Except in the case of a district created by an existing	1259
qualified nonprofit corporation, the corporation's articles of	1260
incorporation are required to be approved, as provided in	1261
division (E) of this section, by resolution of the legislative	1262
authority of each participating political subdivision of the	1263
district. A copy of that resolution shall be filed along with	1264
the articles of incorporation in the secretary of state's	1265
office.	1266
In addition to meeting the requirements for articles of	1267
incorporation set forth in Chapter 1702. of the Revised Code,	1268
the articles of incorporation for the nonprofit corporation	1269
governing a district formed under this chapter shall provide all	1270
the following:	1271
(1) The name for the district, which shall include the	1272
name of each participating political subdivision of the	1273
district;	1274
(2) A description of the territory within the district,	1275
which may be all or part of each participating political	1276
subdivision. The description shall be specific enough to enable	1277
real property owners to determine if their property is located	1278
within the district.	1279
(3) A description of the procedure by which the articles	1280
of incorporation may be amended. The procedure shall include	1281
receiving approval of the amendment, by resolution, from the	1282
legislative authority of each participating political	1283

subdivision and filing the approved amendment and resolution 1284 with the secretary of state. 1285

(4) The reasons for creating the district, plus anexplanation of how the district will be conducive to the publichealth, safety, peace, convenience, and welfare of the district.1288

(E) The articles of incorporation for a nonprofit	1289
corporation governing a district created under this chapter and	1290
amendments to them shall be submitted to the municipal	1291
executive, if any, and the legislative authority of each	1292
municipal corporation or township in which the proposed district	1293
is to be located. Except in the case of a district created by an	1294
existing qualified nonprofit corporation, the articles or	1295
amendments shall be accompanied by a petition signed either by	1296
the owners of at least sixty per cent of the front footage of	1297
all real property located in the proposed district that abuts	1298
upon any street, alley, public road, place, boulevard, parkway,	1299
park entrance, easement, or other existing public improvement	1300
within the proposed district, excluding church property or	1301
property owned by the state, county, township, municipal, or	1302
federal government, unless a church, county, township, or	1303
municipal corporation has specifically requested in writing that	1304
the property be included in the district, or by the owners of at	1305
least seventy-five per cent of the area of all real property	1306
located within the proposed district, excluding church property	1307
or property owned by the state, county, township, municipal, or	1308
federal government, unless a church, county, township, or	1309
municipal corporation has specifically requested in writing that	1310
the property be included in the district. Pursuant to Section 20	1311
of Article VIII, Ohio Constitution, the petition required under	1312
this division may be for the purpose of developing and	1313
implementing plans for special energy improvement projects, and,	1314

in such case, is determined to be in furtherance of the purposes	1315
set forth in Section 2o of Article VIII, Ohio Constitution. If a	1316
special improvement district is being created under this chapter	1317
for the purpose of developing and implementing plans for special	1318
energy improvement projects, the petition required under this	1319
division shall be signed by one hundred per cent of the owners	1320
of the area of all real property located within the proposed	1321
special improvement district, at least one special energy	1322
improvement project shall be designated for each parcel of real	1323
property within the special improvement district, and the	1324
special improvement district may include any number of parcels	1325
of real property as determined by the legislative authority of	1326
each participating political subdivision in which the proposed	1327
special improvement district is to be located. For purposes of	1328
determining compliance with these requirements, the area of the	1329
district, or the front footage and ownership of property, shall	1330
oe as shown in the most current records available at the county	1331
recorder's office and the county engineer's office sixty days	1332
prior to the date on which the petition is filed.	1333

Each municipal corporation or township with which the 1334 petition is filed has sixty days to approve or disapprove, by 1335 resolution, the petition, including the articles of 1336 incorporation. In the case of a district created by an existing 1337 qualified nonprofit corporation, each municipal corporation or 1338 township has sixty days to approve or disapprove the creation of 1339 the district after the corporation submits the articles of 1340 incorporation or amendments thereto. This chapter does not 1341 prohibit or restrict the rights of municipal corporations under 1342 Article XVIII of the Ohio Constitution or the right of the 1343 municipal legislative authority to impose reasonable conditions 1344 in a resolution of approval. The acquisition, installation, 1345

H. B. No. 163
As Introduced

equipping, and improvement of a special energy improvement	1346
project under this chapter shall not supersede any local zoning,	1347
environmental, or similar law or regulation.	1348
(F) Persons proposing creation and operation of the	1349
district may propose an initial plan for public services or	1350
public improvements that benefit all or any part of the	1351
district. Any initial plan shall be submitted as part of the	1352
petition proposing creation of the district or, in the case of a	1353
district created by an existing qualified nonprofit corporation,	1354
shall be submitted with the articles of incorporation or	1355
amendments thereto.	1356
An initial plan may include provisions for the following:	1357
(1) Creation and operation of the district and of the	1358
nonprofit corporation to govern the district under this chapter;	1359
(2) Hiring employees and professional services;	1360
(3) Contracting for insurance;	1361
(4) Purchasing or leasing office space and office	1362
equipment;	1363
(5) Other actions necessary initially to form, operate, or	1364
organize the district and the nonprofit corporation to govern	1365
the district;	1366
(6) A plan for public improvements or public services that	1367
benefit all or part of the district, which plan shall comply	1368
with the requirements of division (A) of section 1710.06 of the	1369
Revised Code and may include, but is not limited to, any of the	1370
permissive provisions described in the fourth sentence of that	1371
division or listed in divisions (A)(1) to (7) of that section;	1372
(7) If the special improvement district is being created	1373

under this chapter for the purpose of developing and	1374
implementing plans for special energy improvement projects,	1375
provision for the addition of territory to the special	1376
improvement district.	1377
After the initial plan is approved by all municipal	1378
corporations and townships to which it is submitted for approval	1379
and the district is created, each participating subdivision	1379
	1381
shall levy a special assessment within its boundaries to pay for	
the costs of the initial plan. The levy shall be for no more	1382
than ten years from the date of the approval of the initial	1383
plan; except that if the proceeds of the levy are to be used to	1384
pay the costs of a special energy improvement project, the levy	1385
of a special assessment shall be for no more than thirty years	1386
from the date of approval of the initial plan. In the event that	1387
additional territory is added to a special improvement district,	1388
the special assessment to be levied with respect to such	1389
additional territory shall commence not earlier than the date	1390
such territory is added and shall be for no more than thirty	1391
years from such date. For purposes of levying an assessment for	1392
this initial plan, the services or improvements included in the	1393
initial plan shall be deemed a special benefit to property	1394
owners within the district.	1395
(G) Each nonprofit corporation governing a district under	1396
this chapter may do the following:	1397
ents enapter may do the refreshing.	1001
(1) Exercise all powers of nonprofit corporations granted	1398
under Chapter 1702. of the Revised Code that do not conflict	1399
with this chapter;	1400
(2) Develop, adopt, revise, implement, and repeal plans	1401
for public improvements and public services for all or any part	1402

1403

of the district;

(3) Contract with any person, political subdivision as	1404
defined in section 2744.01 of the Revised Code, or state agency	1405
as defined in section 1.60 of the Revised Code to develop and	1406
implement plans for public improvements or public services	1407
within the district;	1408

(4) Contract and pay for insurance for the district and
for directors, officers, agents, contractors, employees, or
1410
members of the district for any consequences of the
1411
implementation of any plan adopted by the district or any
1412
actions of the district.

The board of directors of a special improvement district 1414 may, acting as agent and on behalf of a participating political 1415 subdivision, sell, transfer, lease, or convey any special energy 1416 improvement project owned by the participating political 1417 subdivision upon a determination by the legislative authority 1418 thereof that the project is not required to be owned exclusively 1419 by the participating political subdivision for its purposes, for 1420 uses determined by the legislative authority thereof as those 1421 that will promote the welfare of the people of such 1422 participating political subdivision; to improve the quality of 1423 life and the general and economic well-being of the people of 1424 1425 the participating political subdivision; better ensure the public health, safety, and welfare; protect water and other 1426 natural resources; provide for the conservation and preservation 1427 of natural and open areas and farmlands, including by making 1428 urban areas more desirable or suitable for development and 1429 revitalization; control, prevent, minimize, clean up, or mediate 1430 certain contamination of or pollution from lands in the state 1431 and water contamination or pollution; or provide for safe and 1432 natural areas and resources. The legislative authority of each 1433 participating political subdivision shall specify the 1434

consideration for such sale, transfer, lease, or conveyance and	1435
any other terms thereof. Any determinations made by a	1436
legislative authority of a participating political subdivision	1437
under this division shall be conclusive.	1438
Any sale, transfer, lease, or conveyance of a special	1439
energy improvement project by a participating political	1440
subdivision or the board of directors of the special improvement	1441
district may be made without advertising, receipt of bids, or	1442
other competitive bidding procedures applicable to the	1443
participating political subdivision or the special improvement	1444
district under Chapter 153. or 735. or section 1710.11 of the	1445
Revised Code or other representative provisions of the Revised	1446
Code.	1447
Sec. 4115.03. As used in sections 4115.03 to 4115.16 of	1448
the Revised Code:	1449
(A) (1) "Public authority" means any officer, board, or	1450
commission of the state, or any political subdivision of the	1451
state, authorized to enter into a contract for the construction	1452
of a public improvement or to construct the same by the direct	1453
employment of labor, or any institution supported in whole or in	1454
part by public funds and said sections apply to expenditures of	1455
such institutions made in whole or in part from public funds.	1456
(2) "Public authority" does not mean any of the following:	1457
(a) A political subdivision, unless the political	1458
subdivision elects under section 4115.04 of the Revised Code to	1459
be subject to the requirements of sections 4115.03 to 4115.21 of	1460
the Revised Code;	1461
(b) A special district, unless the special district elects	1462
under section 4115 04 of the Revised Code to be subject to the	1463

requirements of sections 4115.03 to 4115.21 of the Revised Code;	1464
(c) A state institution of higher education, unless the	1465
state institution elects under section 4115.04 of the Revised	1466
Code to be subject to the requirements of sections 4115.03 to	1467
4115.21 of the Revised Code.	1468
(B) "Construction" means any of the following:	1469
(1) Except as provided in division (B)(3) of this section,	1470
any new construction of a public improvement, the total overall	1471
project cost of which is fairly estimated to be more than the	1472
following amounts and performed by other than full-time	1473
employees who have completed their probationary periods in the	1474
classified service of a public authority:	1475
(a) One hundred twenty-five thousand dollars, beginning on	1476
September 29, 2011, and continuing for one year thereafter;	1477
(b) Two hundred thousand dollars, beginning when the time	1478
period described in division (B)(1)(a) of this section expires	1479
and continuing for one year thereafter;	1480
(c) Two hundred fifty thousand dollars, beginning when the	1481
time period described in division (B)(1)(b) of this section	1482
expires.	1483
(2) Except as provided in division (B)(4) of this section,	1484
any reconstruction, enlargement, alteration, repair, remodeling,	1485
renovation, or painting of a public improvement, the total	1486
overall project cost of which is fairly estimated to be more	1487
than the following amounts and performed by other than full-time	1488
employees who have completed their probationary period in the	1489
classified civil service of a public authority:	1490
(a) Thirty-eight thousand dollars, beginning on September	1491

29, 2011, and continuing for one year thereafter;	1492
(b) Sixty thousand dollars, beginning when the time period	1493
described in division (B)(2)(a) of this section expires and	1494
continuing for one year thereafter;	1495
(c) Seventy-five thousand dollars, beginning when the time	1496
period described in division (B)(2)(b) of this section expires.	1497
(3) Any new construction of a public improvement that	1498
involves roads, streets, alleys, sewers, ditches, and other	1499
works connected to road or bridge construction, the total	1500
overall project cost of which is fairly estimated to be more	1501
than seventy-eight thousand two hundred fifty-eight dollars	1502
adjusted biennially by the director of commerce pursuant to	1503
section 4115.034 of the Revised Code and performed by other than	1504
full-time employees who have completed their probationary	1505
periods in the classified service of a public authority;	1506
(4) Any reconstruction, enlargement, alteration, repair,	1507
remodeling, renovation, or painting of a public improvement that	1508
involves roads, streets, alleys, sewers, ditches, and other	1509
works connected to road or bridge construction, the total	1510
overall project cost of which is fairly estimated to be more	1511
than twenty-three thousand four hundred forty-seven dollars	1512
adjusted biennially by the director of commerce pursuant to	1513
section 4115.034 of the Revised Code and performed by other than	1514
full-time employees who have completed their probationary	1515
periods in the classified service of a public authority.	1516
(C) "Public improvement" includes all buildings, roads,	1517
streets, alleys, sewers, ditches, sewage disposal plants, water	1518
works, and all other structures or works constructed by a public	1519
authority of the state or any political subdivision thereof or	1520

by any person who, pursuant to a contract with a public	1521
authority, constructs any structure for a public authority—of—	1522
the state or a political subdivision thereof. When a public	1523
authority rents or leases a newly constructed structure within	1524
six months after completion of such construction, all work	1525
performed on such structure to suit it for occupancy by a public	1526
authority is a "public improvement." "Public improvement" does	1527
not include an improvement authorized by section 940.06 of the	1528
Revised Code that is constructed pursuant to a contract with a	1529
soil and water conservation district, as defined in section-	1530
940.01 of the Revised Code, or performed as a result of a	1531
petition filed pursuant to Chapter 6131., 6133., or 6135. of the	1532
Revised Code, wherein no less than seventy-five per cent of the-	1533
project is located on private land and no less than seventy-five-	1534
per cent of the cost of the improvement is paid for by private-	1535
property owners pursuant to Chapter 940., 6131., 6133., or 6135.	1536
of the Revised Code.	1537
(D) "Locality" means the county wherein the physical work	1538
upon any public improvement is being performed.	1539
(E) "Prevailing wages" means the sum of the following:	1540
(1) The basic hourly rate of pay;	1541
(2) The rate of contribution irrevocably made by a	1542
contractor or subcontractor to a trustee or to a third person	1543
pursuant to a fund, plan, or program;	1544
(3) The rate of costs to the contractor or subcontractor	1545
which may be reasonably anticipated in providing the following	1546
fringe benefits to laborers and mechanics pursuant to an	1547
enforceable commitment to carry out a financially responsible	1548
plan or program which was communicated in writing to the	1549

laborers and mechanics affected:	1550
(a) Medical or hospital care or insurance to provide such;	1551
(b) Pensions on retirement or death or insurance to	1552
provide such;	1553
(c) Compensation for injuries or illnesses resulting from	1554
occupational activities if it is in addition to that coverage	1555
required by Chapters 4121. and 4123. of the Revised Code;	1556
(d) Supplemental unemployment benefits that are in	1557
addition to those required by Chapter 4141. of the Revised Code;	1558
(e) Life insurance;	1559
(f) Disability and sickness insurance;	1560
(g) Accident insurance;	1561
(h) Vacation and holiday pay;	1562
(i) Defraying of costs for apprenticeship or other similar	1563
training programs which are beneficial only to the laborers and	1564
mechanics affected;	1565
(j) Other bona fide fringe benefits.	1566
None of the benefits enumerated in division (E)(3) of this	1567
section may be considered in the determination of prevailing	1568
wages if federal, state, or local law requires contractors or	1569
subcontractors to provide any of such benefits.	1570
(F) "Interested party," with respect to a particular	1571
contract for construction of a public improvement, means:	1572
(1) Any person who submits a bid for the purpose of	1573
securing the award of the contract;	1574
(2) Any person acting as a subcontractor of a person	1575

described in division (F)(1) of this section;	1576
(3) Any bona fide organization of labor which has as	1577
members or is authorized to represent employees of a person	1578
described in division (F)(1) or (2) of this section and which	1579
exists, in whole or in part, for the purpose of negotiating with	1580
employers concerning the wages, hours, or terms and conditions	1581
of employment of employees;	1582
(4) Any association having as members any of the persons	1583
described in division (F)(1) or (2) of this section.	1584
(G) Except as used in division (A) of this section,	1585
"officer" means an individual who has an ownership interest or	1586
holds an office of trust, command, or authority in a	1587
corporation, business trust, partnership, or association.	1588
(H) "Political subdivision" has the same meaning as in	1589
section 9.23 of the Revised Code.	1590
(I) "State institution of higher education" has the same	1591
meaning as in section 3345.011 of the Revised Code.	1592
Sec. 4115.04. (A) (1) Every public authority authorized to	1593
contract for or construct with its own forces a public	1594
improvement, before advertising for bids or undertaking such	1595
construction with its own forces, shall have the director of	1596
commerce determine the prevailing rates of wages of mechanics	1597
and laborers in accordance with section 4115.05 of the Revised	1598
Code for the class of work called for by the public improvement,	1599
in the locality where the work is to be performed. Except as	1600
provided in division (A)(2) of this section, that schedule of	1601
wages shall be attached to and made part of the specifications	1602
for the work, and shall be printed on the bidding blanks where	1603
the work is done by contract. A copy of the bidding blank shall	1604

be filed with the director before the contract is awarded. A	1605
minimum rate of wages for common laborers, on work coming under	1606
the jurisdiction of the department of transportation, shall be	1607
fixed in each county of the state by the department of	1608
transportation, in accordance with section 4115.05 of the	1609
Revised Code.	1610
(2) In the case of contracts that are administered by the	1611
department of natural resources, the director of natural	1612
resources or the director's designee shall include language in	1613
the contracts requiring wage rate determinations and updates to	1614
be obtained directly from the department of commerce through	1615
electronic or other means as appropriate. Contracts that include	1616
this requirement are exempt from the requirements established in	1617
division (A)(1) of this section that involve attaching the	1618
schedule of wages to the specifications for the work, making the	1619
schedule part of those specifications, and printing the schedule	1620
on the bidding blanks where the work is done by contract.	1621
(B) Sections 4115.03 to 4115.16 of the Revised Code do not	1622
apply to:	1623
(1) Public improvements in any case where the federal	1624
government or any of its agencies furnishes by loan or grant all	1625
or any part of the funds used in constructing such improvements,	1626
provided that the federal government or any of its agencies	1627
prescribes predetermined minimum wages to be paid to mechanics	1628
and laborers employed in the construction of such improvements;	1629
(2) A participant in a work activity, developmental	1630
activity, or an alternative work activity under sections 5107.40	1631
to 5107.69 of the Revised Code when a public authority directly	1632
uses the labor of the participant to construct a public	1633

improvement if the participant is not engaged in paid employment

1634

or subsidized employment pursuant to the activity;	1635
(3) Public Except as provided in division (C) of this	1636
section, public improvements undertaken by, or under contract	1637
for, the board of education of any school district or the	1638
governing board of any educational service center;	1639
(4) Public improvements undertaken by, or under contract	1640
for, a county hospital operated pursuant to Chapter 339. of the	1641
Revised Code or a municipal hospital operated pursuant to	1642
Chapter 749. of the Revised Code if none of the funds used in	1643
constructing the improvements are the proceeds of bonds or other-	1644
obligations that are secured by the full faith and credit of the	1645
state, a county, a township, or a municipal corporation and none	1646
of the funds used in constructing the improvements, including-	1647
funds used to repay any amounts borrowed to construct the-	1648
improvements, are funds that have been appropriated for that	1649
purpose by the state, a board of county commissioners, a	1650
township, or a municipal corporation from funds generated by the	1651
levy of a tax, provided that a county hospital or municipal	1652
hospital may elect to apply sections 4115.03 to 4115.16 of the	1653
Revised Code to a public improvement undertaken by, or under	1654
contract for, the hospital a political subdivision, special	1655
district, or state institution of higher education;	1656
(5) Any project described in divisions (D)(1)(a) to	1657
(D)(1)(e) of section 176.05 of the Revised Code;	1658
(6) Public improvements undertaken by, or under contract	1659
for, a port authority as defined in section 4582.01 or 4582.21	1660
of the Revised Code;	1661
(7) Any portion of a public improvement undertaken and	1662
completed solely with labor donated by the individuals	1663

performing the labor, by a labor organization and its members,	1664
or by a contractor or subcontractor that donates all labor and	1665
materials for that portion of the public improvement project.	1666
(C) Subject to division (D) of this section, nothing in	1667
sections 4115.03 to 4115.21 of the Revised Code or any other	1668
provision of the Revised Code prohibits a political subdivision,	1669
special district, or state institution of higher education from	1670
electing to apply sections 4115.03 to 4115.21 of the Revised	1671
Code to any public improvement undertaken by, or under contract	1672
for, the political subdivision, special district, or state	1673
institution of higher education.	1674
(D) Under no circumstances shall a public authority,	1675
political subdivision, special district, or state institution of	1676
higher education apply the prevailing wage requirements of this	1677
chapter to a any of the following:	1678
(1) A public improvement that is exempt under division (B)	1679
(3) of this section undertaken by, or under contract for, a	1680
board of education of any school district or the governing board	1681
of any educational service center;	1682
(2) An improvement authorized by section 940.06 of the	1683
Revised Code that is constructed pursuant to a contract with a	1684
soil and water conservation district, as defined in section	1685
940.01 of the Revised Code, or performed as a result of a	1686
petition filed pursuant to Chapter 6131., 6133., or 6135. of the	1687
Revised Code, wherein not less than seventy-five per cent of the	1688
project is located on private land and not less than seventy-	1689
five per cent of the cost of the improvement is paid for by	1690
private property owners pursuant to Chapter 940., 6131., 6133.,	1691
or 6135. of the Revised Code;	1692

(3) The construction of an erosion control structure under	1693
section 1506.44 of the Revised Code;	1694
(4) An improvement undertaken by, or under contract for, a	1695
transportation improvement district created under Chapter 5540.	1696
of the Revised Code.	1697
Sec. 4115.06. In all cases where any public authority	1698
fixes a prevailing rate of wages under section 4115.04 of the	1699
Revised Code, and the work is done by contract, the contract	1700
executed between the public authority and the successful bidder	1701
shall contain a provision requiring the successful bidder and	1702
all-his subcontractors to pay a rate of wages which shall not be	1703
less than the rate of wages so fixed. The successful bidder and	1704
all-his subcontractors shall comply strictly with the wage	1705
provisions of the contract.	1706
Where a public authority constructs a public improvement	1707
with its own forces, such public authority shall pay a rate of	1708
wages which shall not be less than the rate of wages fixed as	1709
provided in section 4115.04 of the Revised Code, except in those	1710
instances provided for in sections 723.52, section 5517.02,	1711
<del>5575.01, and 5543.19</del> of the Revised Code.	1712
Sec. 5540.03. (A) A transportation improvement district	1713
may:	1714
(1) Adopt bylaws for the regulation of its affairs and the	1715
conduct of its business;	1716
(2) Adopt an official seal;	1717
(3) Sue and be sued in its own name, plead and be	1718
impleaded, provided any actions against the district shall be	1719
brought in the court of common pleas of the county in which the	1720
principal office of the district is located, or in the court of	1721

common pleas of the county in which the cause of action arose,	1722
and all summonses, exceptions, and notices of every kind shall	1723
be served on the district by leaving a copy thereof at its	1724
principal office with the secretary-treasurer;	1725
(4) Purchase, construct, maintain, repair, sell, exchange,	1726
police, operate, or lease projects;	1727
(5) Issue either or both of the following for the purpose	1728
of providing funds to pay the costs of any project or part	1729
thereof:	1730
(a) Transportation improvement district revenue bonds;	1731
(b) Bonds pursuant to Section 13 of Article VIII, Ohio	1732
Constitution+.	1733
(6) Maintain such funds as it considers necessary;	1734
(7) Direct its agents or employees, when properly	1735
identified in writing and after at least five days' written	1736
notice, to enter upon lands within its jurisdiction to make	1737
surveys and examinations preliminary to the location and	1738
construction of projects for the district, without liability of	1739
the district or its agents or employees except for actual damage	1740
done;	1741
(8) Make and enter into all contracts and agreements	1742
necessary or incidental to the performance of its functions and	1743
the execution of its powers under this chapter;	1744
(9) Employ or retain or contract for the services of	1745
consulting engineers, superintendents, managers, and such other	1746
engineers, construction and accounting experts, financial	1747
advisers, trustees, marketing, remarketing, and administrative	1748
agents, attorneys, and other employees, independent contractors,	1749

or agents as are necessary in its judgment and fix their	1750
compensation, provided all such expenses shall be payable solely	1751
from the proceeds of bonds or from revenues;	1752
(10) Receive and accept from the federal or any state or	1753
local government, including, but not limited to, any agency,	1754
entity, or instrumentality of any of the foregoing, loans and	1755
grants for or in aid of the construction, maintenance, or repair	1756
of any project, and receive and accept aid or contributions from	1757
any source or person of money, property, labor, or other things	1758
of value, to be held, used, and applied only for the purposes	1759
for which such loans, grants, and contributions are made.	1760
Nothing in division (A)(10) of this section shall be construed	1761
as imposing any liability on this state for any loan received by	1762
a transportation improvement district from a third party unless	1763
this state has entered into an agreement to accept such	1764
liability.	1765
(11) Acquire, hold, and dispose of property in the	1766
exercise of its powers and the performance of its duties under	1767
this chapter;	1768
(12) Establish and collect tolls or user charges for its	1769
projects;	1770
(13) Subject to section 5540.18 of the Revised Code, enter	1771
into an agreement with a contiguous board of county	1772
commissioners other than the board of county commissioners that	1773
created the transportation improvement district, for the	1774
district to exercise all or any portion of its powers with	1775
respect to a project that is located wholly or partially within	1776
the county that is party to the agreement;	1777
(14) Do all acts necessary and proper to carry out the	1778

powers expressly granted in this chapter.	1779
(B) Chapters 123., 124., 125., <u>and</u> 153., <del>and 4115.,</del> and	1780
sections 9.331 to 9.335 and 307.86 of the Revised Code do not	1781
apply to contracts or projects of a transportation improvement	1782
district.	1783
Sec. 6117.012. (A) A board of county commissioners may	1784
adopt rules requiring owners of property within the district	1785
whose property is served by a connection to sewers maintained	1786
and operated by the board or to sewers that are connected to	1787
interceptor sewers maintained and operated by the board to do	1788
any of the following:	1789
(1) Disconnect storm water inflows to sanitary sewers	1790
maintained and operated by the board and not operated as a	1791
combined sewer, or to connections with those sewers;	1792
(2) Disconnect non-storm water inflows to storm water	1793
sewers maintained and operated by the board and not operated as	1794
a combined sewer, or to connections with those storm water	1795
sewers;	1796
(3) Reconnect or relocate any such disconnected inflows in	1797
compliance with board rules and applicable building codes,	1798
health codes, or other relevant codes;	1799
(4) Prevent sewer back-ups into properties that have	1800
experienced one or more back-ups of sanitary or combined sewers	1801
maintained and operated by the board;	1802
(5) Prevent storm water from entering a combined sewer and	1803
causing an overflow or an inflow to a sanitary sewer, which	1804
prevention may include projects or programs that separate the	1805
storm water from a combined sewer or that utilize a prevention	1806
or replacement facility to prevent or minimize storm water from	1807

entering a combined sewer or a sanitary sewer. 1808 (B) Any inflow required to be disconnected or any sewer 1809 back-up required to be prevented under a rule adopted pursuant 1810 to divisions (A)(1) to (4) of this section constitutes a 1811 nuisance subject to injunctive relief and abatement pursuant to 1812 Chapter 3767. of the Revised Code or as otherwise permitted by 1813 law. 1814 (C) A board of county commissioners may use sewer district 1815 funds; county general fund moneys; the proceeds of bonds issued 1816 under Chapter 133. or 165. of the Revised Code; and, to the 1817 extent permitted by their terms, loans, grants, or other moneys 1818 from appropriate state or federal funds, for either of the 1819 following: 1820 (1) The cost of disconnections, reconnections, 1821 relocations, combined sewer overflow prevention, or sewer back-1822 up prevention required by rules adopted pursuant to division (A) 1823 of this section, performed by the county or under contract with 1824 the county; 1825 (2) Payments to the property owner or a contractor hired 1826 1827 by the property owner pursuant to a competitive process established by district rules, for the cost of disconnections, 1828 reconnections, relocations, combined sewer overflow prevention, 1829 or sewer back-up prevention required by rules adopted pursuant 1830 to division (A) of this section after the board, pursuant to its 1831 rules, has approved the work to be performed and after the 1832 county has received from the property owner a statement 1833 releasing the county from all liability in connection with the 1834 disconnections, reconnections, relocations, combined sewer 1835

1836

overflow prevention, or sewer back-up prevention.

(D) Except as provided in division (E) of this section,	1837
the board of county commissioners shall require in its rules	1838
regarding disconnections, reconnections, relocations of sewers,	1839
combined sewer overflow prevention, or sewer back-up prevention	1840
the reimbursement of moneys expended pursuant to division (C) of	1841
this section by either of the following methods:	1842

- (1) A charge to the property owner in the amount of the 1843 payment made pursuant to division (C) of this section for 1844 immediate payment or payment in installments with interest as 1845 1846 determined by the board not to exceed ten per cent, which payments may be billed as a separate item with the rents charged 1847 to that owner for use of the sewers. The board may approve 1848 installment payments for a period of not more than fifteen 1849 years. If charges are to be paid in installments, the board 1850 shall certify to the county auditor information sufficient to 1851 identify each subject parcel of property, the total of the 1852 charges to be paid in installments, and the total number of 1853 installments to be paid. The auditor shall record the 1854 information in the sewer improvement record until these charges 1855 are paid in full. Charges not paid when due shall be certified 1856 to the county auditor, who shall place the charges upon the real 1857 property tax list and duplicate against that property. Those 1858 charges shall be a lien on the property from the date they are 1859 placed on the tax list and duplicate and shall be collected in 1860 the same manner as other taxes. 1861
- (2) A special assessment levied against the property,

  payable in the number of years the board determines, not to

  exceed fifteen years, with interest as determined by the board

  not to exceed ten per cent. The board shall certify the

  assessments to the county auditor, stating the amount and time

  of payment. The auditor shall record the information in the

  1862

county sewer improvement record, showing separately the 1868 assessments to be collected, and shall place the assessments 1869 upon the real property tax list and duplicate for collection. 1870 The assessments shall be a lien on the property from the date 1871 they are placed on the tax list and duplicate and shall be 1872 collected in the same manner as other taxes. 1873

- (E) The county may adopt a resolution specifying a maximum 1874 amount of the cost of any disconnection, reconnection, 1875 relocation, combined sewer overflow prevention, or sewer back-up 1876 prevention required pursuant to division (A) of this section 1877 that may be paid by the county for each affected parcel of 1878 property without requiring reimbursement. That amount may be 1879 allowed only if there is a building code, health code, or other 1880 relevant code, or a federally imposed or state-imposed consent 1881 decree that is filed or otherwise recorded in a court of 1882 competent jurisdiction, applicable to the affected parcel that 1883 prohibits in the future any inflows, combined sewer overflows, 1884 or sewer back-ups not allowed under rules adopted pursuant to 1885 division (A)(1), (4), or (5) of this section. The board, by 1886 rule, shall establish criteria for determining how much of the 1887 maximum amount for each qualifying parcel need not be 1888 reimbursed. 1889
- (F) Disconnections, reconnections, relocations, combined

  sewer overflow prevention, or sewer back up prevention required

  under this section and performed by a contractor under contract

  with the property owner shall not be considered a public

  improvement, and those performed by the county shall be

  considered a public improvement as defined in section 4115.03 of

  the Revised Code.

  1890

  1891

  1892

Disconnections, reconnections, relocations, combined sewer

1897

overflow prevention, or sewer back-up prevention required under
this section performed by a contractor under contract with the
property owner shall not be subject to competitive bidding or
public bond laws.

1898

- (G) Property owners shall be responsible for maintaining 1902 any improvements made or facilities constructed on private 1903 property to reconnect or relocate disconnected inflows, for 1904 combined sewer overflow prevention, or for sewer back-up 1905 prevention pursuant to this section unless a public easement or 1906 other agreement exists for the county to maintain that 1907 improvement or facility.
- (H) A board of county commissioners may provide rate 1909 reductions of and credits against charges for the use of sewers 1910 to a property owner that implements a project or program that 1911 prevents storm water from entering a combined sewer and causing 1912 an overflow. Such a project or program may include the use of a 1913 prevention or replacement facility to handle storm water that 1914 has been separated from a combined sewer. The revised rates or 1915 charges shall be collected and paid to the county treasurer in 1916 accordance with section 6117.02 of the Revised Code. 1917
- Sec. 6121.061. The Ohio water development authority shall 1918 not issue any bonds or otherwise participate in any project 1919 authorized by this chapter or Chapter 6123. of the Revised Code 1920 unless the contract, resolution, or other written document 1921 setting forth the board's participation specifies that all wages 1922 paid to laborers and mechanics employed on the projects shall be 1923 paid at the prevailing rates of wages of laborers and mechanics 1924 for the class of work called for by the project, which wages 1925 shall be determined in accordance with the requirements of 1926 Chapter 4115. of the Revised Code for determination of 1927

H. B. No. 163
As Introduced

prevailing wage rates, provided that the requirements of this	1928
section do not apply to loans made to boards of county	1929
commissioners under division (V) of section 6121.04 of the-	1930
Revised Code or where the federal government or any of its	1931
agencies furnishes by loan or grant all or any part of the funds	1932
used in connection with the project and prescribes predetermined	1933
minimum wages to be paid to the laborers and mechanics, and	1934
provided that if a non-public user beneficiary of the project	1935
undertakes, as part of the project, construction to be performed	1936
by its regular bargaining unit employees who are covered under a	1937
collective bargaining agreement that was in existence prior to	1938
the date of the commitment instrument setting forth the board's	1939
participation, the rate of pay provided under the collective	1940
bargaining agreement may be paid to those employees.	1941
Section 2. That existing sections 164.07, 307.022,	1942
307.671, 307.673, 307.674, 307.696, 351.06, 353.03, 1506.44,	1943
1710.02, 4115.03, 4115.04, 4115.06, 5540.03, 6117.012, and	1944
6121.061 of the Revised Code are hereby repealed.	1945
Section 3. The amendments made by this act to sections	1946
164.07, 307.022, 307.671, 307.673, 307.674, 307.696, 351.06,	1947
353.03, 1506.44, 1710.02, 4115.03, 4115.04, 4115.06, 5540.03,	1948
6117.012, and 6121.061 of the Revised Code apply to contracts	1949
entered into, renewed, or extended on or after the effective	1950
date of this act.	1951