## As Passed by the House

# **132nd General Assembly**

Regular Session 2017-2018

Sub. H. B. No. 281

### Representative Carfagna

Cosponsors: Representatives Brenner, Hill, LaTourette, Lipps, Seitz, Smith, R., Thompson, Lepore-Hagan, Cera, Green, Rogers, Scherer, Anielski, Antonio, Arndt, Barnes, Boccieri, Boggs, Boyd, Brown, Clyde, Craig, Edwards, Faber, Fedor, Galonski, Gavarone, Ginter, Greenspan, Hambley, Householder, Howse, Johnson, Kick, Leland, Manning, Miller, O'Brien, Patterson, Patton, Pelanda, Reineke, Rezabek, Ryan, Schaffer, Sheehy, Stein, Strahorn, Sweeney, West

#### A BILL

ГО	amend sections 133.13 and 727.01 and to enact	1
	sections 122.09, 122.091, 122.092, 122.093,	2
	122.094, 122.095, 122.096, 122.097, 122.098,	3
	122.099, 122.0910, 122.0911, 122.0912, 122.0913,	4
	122.0914, 122.0915, 122.0916, 122.0917,	5
	122.0918, 122.0920, 122.0921, 122.0923,	6
	122.0927, 122.0929, 303.251, and 505.881 of the	7
	Revised Code to establish the residential	8
	broadband expansion program within the	9
	Development Services Agency to award matching	10
	grants for last mile broadband expansion in	11
	municipal corporations and townships and to make	12
	an appropriation.	1.3

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

Sec	tion	1.	That	secti	ions	133.	13	and	727	.01	be	amen	ded	and		14
sections	122.	09,	122.	091,	122.	092,	12	2.09	3,	122.	094	, 122	2.09	95,		15

Page 2

Sub. H. B. No. 281

megabits per second and a minimum upload speed of one megabit	43
per second.	44
(D) "Eligible area" means a residential area within the	45
boundaries of a municipal corporation or township that is	46
without access to broadband service. An eligible area excludes	47
any area that has received, or is designated to receive, funds	48
through any other state or federally funded grant programs	49
designed specifically to encourage broadband deployment.	50
(E) "Last mile" means the last portion of a physical	51
broadband network that connects an eligible area to the broader	52
network used to provide broadband service. "Last mile" includes	53
other network infrastructure needed within the eligible area to	54
provide broadband service to end users in the eligible area.	55
(F) "Project sponsor" means a municipal corporation or	56
township that is applying for, or participating in, the	57
residential broadband expansion program established under	58
sections 122.091 to 122.0929 of the Revised Code in order to	59
provide broadband service to an eligible area.	60
(G) "Satellite broadcasting service" has the same meaning	61
as in section 5739.01 of the Revised Code.	62
(H) "Telecommunications service" has the same meaning as	63
in section 1332.21 of the Revised Code.	64
Sec. 122.091. The director of development services shall	65
establish a residential broadband expansion program to provide	66
funds to assist with residential broadband service expansion	67
projects in eligible areas. Subject to the availability of funds	68
authorized for this purpose, the development services agency	69
shall provide grants to project sponsors that apply under the	70
program to meet broadband funding gaps.	71

<b>sec. 122.092.</b> A project sponsor may apply for funds under	1 2
the residential broadband expansion program established under	73
sections 122.091 to 122.095 of the Revised Code for the purpose	74
of providing broadband service to eligible areas within the	75
municipal corporation or township.	76
Sec. 122.093. (A) Each fiscal year, the development	77
services agency shall fund applications for residential	78
broadband expansion projects until program funds for that fiscal	79
year are no longer available. Except as provided in rules	80
adopted by the director, funding for applications shall be	81
provided on a first-come, first-served basis in an amount that	82
is equal to one-third of the total amount of the broadband	83
funding gap for each project. The cumulative total of the grants	84
for a biennium shall not exceed two million dollars.	85
(B) Any application pending at the end of the fiscal year	86
shall be deemed denied, but may be refiled in a subsequent	87
fiscal year provided that all information in the application is	88
still current or has been updated.	89
Sec. 122.094. (A) Each fiscal year, the director of	90
development services shall accept applications from project	91
sponsors that are requesting funding under the residential	92
broadband expansion program established under sections 122.091	93
to 122.095 of the Revised Code. To apply for a grant, a project	94
sponsor shall submit an application to the director on a form	95
prescribed by the director. The director shall review	96
applications in the order that they are received and shall	97
approve each complete application within sixty days after	98
receiving it.	99
(B) If an application is incomplete, the director shall	100
notify the application's project sponsor. The notification shall	101

list what information is incomplete and shall describe the	102
procedure for refiling a completed application. If an	103
application is completed and refiled not later than thirty days	104
after the date of the notification, the director shall review	105
the application as provided in section 122.093 of the Revised	106
Code. The director shall deny an incomplete application if the	107
project sponsor fails to complete and refile it within the	108
thirty-day period.	109
Sec. 122.095. A residential broadband expansion program	110
application shall include, at a minimum, the following	111
<pre>information:</pre>	112
(A) The location and description of the residential	113
<pre>broadband expansion project;</pre>	114
(B) The project sponsor's determination that the location	115
of the project qualifies as an eligible area;	116
(C) The amount of the broadband funding gap and the amount	117
of state funds requested;	118
(D) A copy of the ordinance or resolution enacted or	119
adopted under section 122.0914 of the Revised Code by the	120
legislative authority of the project sponsor;	121
(E) If county funds are used to meet the requirements of	122
division (A)(2) of section 122.096 of the Revised Code, a copy	123
of the resolution or memorandum of understanding adopted under	124
section 122.0916 of the Revised Code by the board of county	125
commissioners of the county in which the project is located;	126
(F) A copy of the agreement between the project sponsor	127
and a broadband provider, or a written acknowledgment of the	128
agreement, that confirms the provider's commitment to construct	129
the broadband infrastructure in the eliqible area of the project	130

in exchange for payment of the total amount of the broadband	131
funding gap upon completion of the project;	132
(G) Any other information, prescribed by rule, that the	133
director determines is necessary.	134
Sec. 122.096. (A) A residential broadband expansion	135
project under sections 122.09 to 122.0929 of the Revised Code	136
shall not proceed unless funding in an amount equal to the	137
broadband funding gap has been approved.	138
The broadband funding gap shall be funded as follows:	139
(1) One-third of the total amount of the broadband funding	140
gap shall be funded by a residential broadband expansion grant	141
under sections 122.091 to 122.095 of the Revised Code.	142
(2)(a) The remaining two-thirds of the total amount of the	143
broadband funding gap shall be funded by the project sponsor and	144
county in proportions proposed by the project sponsor and agreed	145
to by the legislative authority of the project sponsor and the	146
board of county commissioners.	147
(b) If a project sponsor funds, in its entirety, the	148
remaining two-thirds of the total amount of the broadband	149
funding gap, the board of county commissioners is not required	150
to agree to the project funding or adopt a resolution or	151
memorandum of understanding under section 122.0916 of the	152
Revised Code.	153
(B) The following apply regarding the project sponsor	154
share and the county share of the amount of the broadband	155
funding gap agreed to under division (A)(2) of this section:	156
(1) The total amount may be funded from any combination of	157
the following:	158

(a) General revenue funds of the municipal corporation,	159
township, or county;	160
(b) Other discretionary funds of the municipal	161
corporation, township, or county;	162
(c) Contributions from individuals, organizations, or	163
<pre>companies;</pre>	164
(d) Property tax assessments made by the municipal	165
corporation under Chapter 727. of the Revised Code, township	166
under section 505.881 of the Revised Code, or county under	167
section 303.251 of the Revised Code;	168
(e) Other grant funds.	169
(2) The amount agreed to under division (A)(2) of this	170
section shall not be funded by any broadband expansion grant	171
from the connect America fund or any other state or federal	172
broadband expansion funds.	173
(C) In the event that the broadband provider selected	174
under division (H) of section 122.098 of the Revised Code is a	175
video service provider that collects and remits video service	176
provider fees to the legislative authority of the project	177
sponsor pursuant to section 1332.32 of the Revised Code, the	178
project sponsor, by mutual consent with the selected provider	179
and with the consent of the legislative authority of the project	180
sponsor, may enter into an arrangement to designate video	181
service provider fees remitted by the selected provider for	182
payment of some or all of the project sponsor share of the	183
broadband funding gap.	184
Sec. 122.097. (A) Before submitting a residential	185
broadband expansion program application to the development	186
services agency pursuant to section 122.095 of the Revised Code,	187

a project sponsor shall do the following:	188
(1) Identify the eligible area of the residential	189
broadband expansion project for which the project sponsor will	190
apply for matching funds;	191
(2) Develop technical requirements for the project,	192
including the requirement that the project be capable of	193
providing broadband service within two years from the date that	194
the development services agency approves the project	195
application;	196
(3) Conduct a competitive sealed proposal process pursuant	197
to section 122.098 of the Revised Code to select a broadband	198
provider capable of providing broadband service to the eligible	199
area and willing to enter into an agreement with the project	200
sponsor to construct and install the necessary broadband	201
infrastructure for the project;	202
(4) Determine whether the project sponsor has available	203
sufficient project funds to fund the project sponsor share of	204
the broadband funding gap for the project;	205
(5) Determine the availability of county funds for the	206
county share of the project.	207
(B) All requirements described in division (A) (2) of this	208
section shall be competitively neutral.	209
Sec. 122.098. (A) A project sponsor may award funding for	210
a residential broadband expansion project to an eligible	211
broadband provider pursuant to a competitive sealed proposal	212
process under which the project sponsor makes a request for	213
proposals.	214
(B) The request for proposals shall specify the project_	215

requirements as determined in division (A) of section 122.097 of	216
the Revised Code.	217
(C) Proposals shall meet the requirements of section	218
122.099 of the Revised Code.	219
(D) The project sponsor shall provide notice of the	220
request for proposals in accordance with procedures adopted by	221
the municipal corporation or township, as applicable.	222
(E) (1) Proposals shall be opened so as to avoid disclosure	223
of contents to competing providers. In order to ensure fair and	224
impartial evaluation, proposals and related documents submitted	225
in response to a request for proposals shall not be available	226
for public inspection and copying under section 149.43 of the	227
Revised Code while the project sponsor is reviewing them.	228
(2) After a provider is selected, the project sponsor	229
shall allow the provider three business days to notify the	230
project sponsor of any information in the provider's proposal,	231
and related documents submitted with it, that the provider	232
considers to be proprietary or a trade secret. Upon such	233
notification from the provider, the project sponsor shall redact	234
or otherwise remove that information from the proposal and	235
documents.	236
(3) The proposal and related documents submitted by the	237
selected provider shall be available for public inspection and	238
copying under section 149.43 of the Revised Code after the	239
three-day period described in division (E)(2) of this section.	240
(4) Proposals and related documents submitted by other	241
providers not selected by the project sponsor shall not be	242
available for public inspection and copying under section 149.43	243
of the Revised Code.	244

<u>(F) If provided for in the request for proposals or in the </u>	245
procedures adopted by the municipal corporation or township, as	246
applicable, discussions may be conducted with eligible broadband	247
providers who submit proposals determined to be reasonably	248
susceptible of being selected for an award for the purpose of	249
ensuring full understanding of, and responsiveness to, project	250
requirements. Providers shall be accorded fair and equal	251
treatment with respect to any opportunity for discussion	252
regarding any clarification, correction, or revision of	253
proposals. No disclosure of any information derived from	254
proposals submitted by competing providers shall occur when	255
discussions are conducted.	256
(G) A sealed copy of each competitive sealed proposal	257
shall be filed with the project sponsor prior to the time	258
specified in the notice for opening of the proposals. All	259
competitive sealed proposals shall be publicly opened in the	260
office of the project sponsor at the time specified in the	261
notice. A representative of the county auditor shall be present	262
at the opening of all competitive sealed proposals and shall	263
certify the opening of each competitive sealed proposal. No	264
competitive sealed proposal shall be considered valid unless it	265
is so certified.	266
(H) Upon receiving the proposals, the project sponsor	267
shall analyze them, select the proposal that is determined to be	268
the proposal that best meets the requirements of division (B) of	269
this section and section 122.099 of the Revised Code, and award	270
the project to the provider that submitted that proposal. In	271
addition to reviewing project requirements, the project sponsor,	272
when analyzing the proposals, may take into consideration the	273
criteria set forth in the request for proposals issued under	274
this section and section 122.099 of the Revised Code. The	275

<pre>project sponsor's records for the selected proposal shall</pre>	276
contain the basis on which the award is made.	277
Sec. 122.099. (A) Each broadband provider responding to a	278
request for proposals under section 122.098 of the Revised Code	279
shall submit a sealed proposal to the project sponsor that	280
<pre>includes the following:</pre>	281
(1) A description of, or documentation demonstrating, the	282
provider's managerial and technical expertise and experience	283
with broadband service projects;	284
(2) Whether the provider plans to use wired, wireless, or	285
satellite technology to complete the project;	286
(3) A description of the scalability of the project;	287
(4) The megabit-per-second broadband download and upload	288
speeds planned for the project;	289
(5) A description of the provider's customer service	290
capabilities, including any locally based call centers or	291
<pre>customer service offices;</pre>	292
(6) A copy of the provider's general customer service	293
policies, including any policy to credit customers for service	294
outages or the provider's failure to keep scheduled appointments	295
<pre>for service;</pre>	296
(7) An assurance that the provider will provide broadband	297
service to all of the residences listed in its proposal;	298
(8) The length of time that the provider has been	299
operating in the state;	300
(9) The broadband funding gap amount that the provider	301
will accept to complete the project;	302

(10) Proof that the provider has the financial stability	303
to complete the project.	304
(B) To meet the requirement to provide proof of financial	305
stability under this section, a provider may submit publicly	306
available financial statements with its proposal.	307
Sec. 122.0910. (A) A project sponsor may require all	308
proposals submitted pursuant to sections 122.098 and 122.099 of	309
the Revised Code to be accompanied by a performance bond, letter	310
of credit, or other financial assurance acceptable to the	311
legislative authority of the project sponsor. The bond, letter	312
of credit, or assurance shall be in the sum, and with the	313
sureties, that the legislative authority prescribes and shall be	314
payable to the municipality or township, as applicable.	315
(B) (1) The bond, letter of credit, or assurance may	316
include the condition that the provider submitting the proposal,	317
if the proposal is accepted, will faithfully execute the terms	318
of the agreement with the project sponsor and complete the	319
<pre>project.</pre>	320
(2) The purpose of the performance bond, letter of credit,	321
or other financial assurance is to assure construction of the	322
project's broadband infrastructure. The bond, letter of credit,	323
or assurance shall not be required after project construction is	324
<pre>complete.</pre>	325
Sec. 122.0911. After selecting an eligible broadband	326
provider for a residential broadband expansion project, the	327
project sponsor and the provider may enter into an agreement.	328
The agreement shall specify the following:	329
(A) That the provider shall construct and install last	330
mile broadband infrastructure to a specific eligible area of the	331

municipal corporation or township, as applicable;	332
(B) That if any portion of the project sponsor's share of	333
the project payment will be from video service provider fees as	334
provided in division (C) of section 122.096 of the Revised Code,	335
the agreement under this section shall include a description of	336
the payment arrangement entered into pursuant to division (C) of	337
section 122.096 of the Revised Code.	338
(C) That, upon completion of the project, the project	339
sponsor shall remit to the provider a payment in the amount of	340
the broadband funding gap applicable to the eligible area as	341
determined under sections 122.096 to 122.099 of the Revised	342
Code.	343
(D) That the project sponsor, with the consent of the	344
legislative authority of the project sponsor, may negotiate and	345
agree to alternate payment terms with a provider. Under any	346
alternate payment terms, unless otherwise negotiated, the	347
legislative authority of the project sponsor shall assume all	348
financial responsibility for any project costs incurred by the	349
provider prior to completion of the project or the award of any	350
state funds under sections 122.091 to 122.094 of the Revised	351
Code.	352
Sec. 122.0912. An agreement under section 122.0911 of the	353
Revised Code is all of the following:	354
(A) Subject to the approval of the legislative authority	355
of the project sponsor;	356
(B) Contingent upon the distribution of funds approved for	357
a project as provided in sections 122.094, 122.095, 122.096, and	358
122.0914 of the Revised Code;	359
(C) Prohibited from regulating the rates, terms, and	360

conditions of broadband service, requiring a pricing commitment,	361
or requiring open access to the network.	362
Sec. 122.0913. After establishing the terms of an	363
agreement under section 122.0911 of the Revised Code, the	364
project sponsor shall develop a project plan, which, at a	365
minimum, shall include the following:	366
(A) A specific description of the eligible area to receive	367
broadband service under the project;	368
(B) The total amount of the broadband funding gap,	369
including the amount of funds to be provided by the project	370
sponsor, the state, and the county in which the project is	371
<pre>located;</pre>	372
(C) A copy of the agreement with the broadband provider	373
for the project;	374
(D) A copy of the residential broadband expansion program	375
application to be submitted to the development services agency	376
pursuant to section 122.095 of the Revised Code;	377
(E) A written proposal requesting county funds from the	378
county in which the project is located.	379
Sec. 122.0914. Before a residential broadband expansion	380
project under sections 122.09 to 122.0929 of the Revised Code	381
may commence, the legislative authority of the project sponsor	382
shall review the residential broadband expansion project	383
agreement and plan. Within ninety days of receiving the	384
agreement and plan, the legislative authority shall approve or	385
reject the agreement and plan. To approve the agreement and	386
plan, the legislative authority shall adopt an ordinance or	387
resolution authorizing the project energy to do the following:	300

(A) Enter into the project agreement with the broadband	389
<pre>provider;</pre>	390
(B) Submit the residential broadband expansion program	391
application for the project to the development services agency;	392
(C) Submit the proposal requesting any county funds for	393
the project to the appropriate county.	394
Sec. 122.0915. Upon approval by the legislative authority	395
of a project sponsor of a residential broadband expansion	396
project under sections 122.0912 and 122.0914 of the Revised	397
Code, the project sponsor shall submit to the board of county	398
commissioners of the county in which the project is located a	399
proposal requesting county funds for the project. The request	400
shall be for the amount equal to the county's share of the	401
project's broadband funding gap as determined in section 122.096	402
of the Revised Code.	403
Sec. 122.0916. The board of county commissioners shall	404
approve or reject a request under sections 122.096 and 122.0915	405
of the Revised Code for county funds for a residential broadband	406
expansion project within ninety days of receiving the request.	407
To approve the funding request, the board shall adopt a	408
resolution or a memorandum of understanding authorizing the	409
distribution of the funds to the project sponsor.	410
Sec. 122.0917. Within five business days of the notice of	411
the request for proposals made under section 122.098 of the	412
Revised Code, a broadband service provider in or proximate to	413
the proposed project area may submit in writing a challenge to	414
the request for proposals. A challenge must provide sufficient	415
evidence to demonstrate that the request for proposals is not	416
appropriate, because it will not provide broadband service or	417

will not serve an eligible area.	418
Sec. 122.0918. After reviewing a challenge made under_	419
section 122.0917 of the Revised Code, the legislative authority	420
of the project sponsor may, upon majority vote, do either of the	421
<pre>following:</pre>	422
(A) Withdraw the request for proposals and issue a new	423
request for proposals;	424
(B) Accept the current request for proposals and proceed	425
with the selection process.	426
Sec. 122.0920. If a proposal is selected under section	427
122.098 of the Revised Code, a broadband provider whose proposal	428
was not selected may challenge the selection.	429
A challenge under this section shall be made in writing to	430
the legislative authority of the project sponsor before the end	431
of the ninety-day approval period under section 122.0914 of the	432
Revised Code. A copy of the challenge also shall be provided to	433
the provider that was awarded the project.	434
A challenge must provide sufficient evidence to	435
demonstrate that the selection is not appropriate because it	436
will not provide the broadband service described in the proposal	437
or will not serve an eligible area.	438
Sec. 122.0921. After reviewing a challenge made under	439
section 122.0920 of the Revised Code, the legislative authority	440
of the project sponsor may, upon majority vote, do any of the	441
<pre>following:</pre>	442
(A) Reject the challenge;	443
(B) Reject the proposal selected under section 122.098 of	444
the Revised Code and do one of the following:	445

(1) Issue a new request for proposals;	446
(2) Allow the providers that responded to the request for	447
proposals to amend their proposals and resubmit them.	448
(C) Select a different provider that submitted, under	449
section 122.098 of the Revised Code, a competing proposal to the	450
<pre>challenged proposal.</pre>	451
Sec. 122.0923. A broadband provider selected to provide	452
last mile service under the residential broadband expansion	453
program shall be the sole owner of the infrastructure installed	454
pursuant to the program and shall be solely responsible for	455
ongoing maintenance and upgrades to such infrastructure.	456
Sec. 122.0927. The development services agency shall	457
include the following residential broadband expansion program	458
information in its annual report filed under section 121.18 of	459
the Revised Code:	460
(A) The number of program applications received;	461
(B) The number of applications that received funding under	462
the program;	463
(C) The amount of broadband infrastructure constructed in	464
<pre>eligible areas;</pre>	465
(D) The number of residences receiving broadband service	466
for the first time under the program for that year.	467
Sec. 122.0929. (A) The director of development services	468
shall adopt rules for the residential broadband expansion	469
program established under sections 122.09 to 122.0929 of the	470
Revised Code. The rules shall establish an application form and	471
application procedures for the program.	472

(B) The rules may include the following:	473
(1) Requirements for a program application in addition to	474
the requirements described in section 122.095 of the Revised	475
Code;	476
(2) Procedures for and circumstances under which partial	477
funding of applications or funding applications on a basis other	478
than first come, first served is permitted.	479
Sec. 133.13. If the special assessments are to be paid in	480
one annual installment, the taxing authority of a subdivision	481
may issue securities in anticipation of its levy or collection	482
of special assessments to pay the costs of <u>residential broadband</u>	483
expansion under sections 122.09 to 122.0929 of the Revised Code,	484
lighting, sprinkling, sweeping, cleaning, providing related or	485
similar services or the services described in section 727.011 of	486
the Revised Code, or of removing snow, ice, and debris from, or	487
treating the surface of, streets, alleys, and public ways and	488
places.	489
Such securities shall not be general obligations of the	490
issuing subdivision, and shall not pledge to the payment of debt	491
charges any receipts other than the special assessments	492
anticipated, except that a municipal corporation, without	493
incurring debt subject to direct or indirect debt limitations,	494
may also pledge and apply proceeds of its municipal income tax	495
to pay those debt charges. No property tax shall be levied or	496
pledged for the payment of debt charges on the securities. The	497
securities shall mature no later than the last day of December	498
of the year in which the special assessments anticipated are	499
scheduled to be collected.	500
The legislation authorizing the securities shall	501

appropriate the special assessments anticipated, and such	502
special assessments shall be deemed to be pledged and	503
appropriated, first to the payment of the debt charges on the	504
securities. After provision has been made for the payment in	505
full of those debt charges, the balance of the special	506
assessments may be appropriated and applied for the purposes for	507
which they were levied.	508
Sec. 303.251. (A) If a broadband expansion project	509
agreement is signed and approved pursuant to sections 122.0911	510
and 122.0912 of the Revised Code, a board of county	511
commissioners, by resolution, may levy a special assessment upon	512
residential property within the county for the purpose of	513
providing the county's share of funding for a residential	514
broadband expansion project under sections 122.09 to 122.0929 of	515
the Revised Code. Assessments under this section shall be levied	516
only upon the property that is within the eligible area, as	517
defined in section 122.09 of the Revised Code and is the subject	518
of a project under sections 122.09 to 122.0929 of the Revised	519
Code. Before adopting the resolution, the board shall send	520
written notice to the affected property owner stating the	521
estimated assessment for that property. If the owner objects to	522
the stated estimated assessment, the owner shall file a written	523
objection with the board not later than two weeks after the	524
notice was mailed. The board shall review the written objections	525
and may revise the estimated assessments before adopting the	526
resolution. If the property owner objects to the final	527
assessment for the property levied in the resolution, the owner	528
may appeal the final assessment under Chapter 2506. of the	529
Revised Code.	530
(B) The assessment made by the board pursuant to division	531
(A) of this section shall be at a rate that will produce a total	532

assessment that is not more than the county's share of the	533
project funding under section 122.096 of the Revised Code. The	534
board shall certify the amounts to be levied upon each affected	535
property to the county auditor, who shall enter the amounts on	536
the tax duplicate for collection by the county treasurer in	537
equal semiannual installments in the same manner and at the same	538
times as the collection of taxes on real property. Assessments	539
shall be paid by owners of the properties upon which assessments	540
are levied.	541
(C) The assessments, when collected, shall be paid by the	542
county auditor by warrant on the county treasurer into a special	543
fund in the county treasury created for the purpose of funding a	544
residential broadband expansion project located in the county.	545
The board may expend moneys from the fund only for the purposes	546
for which the assessments were levied.	547
Sec. 505.881. (A) As used in this section, "project	548
sponsor" has the same meaning as in section 122.09 of the	549
Revised Code.	550
(B) If a broadband expansion project agreement is signed	551
and approved pursuant to sections 122.0911 and 122.0912 of the	552
Revised Code, a board of township trustees, by resolution, may	553
levy a special assessment upon residential property within the	554
township for the purpose of providing the project sponsor's	555
share of funding for a residential broadband expansion project	556
under sections 122.09 to 122.0929 of the Revised Code.	557
Assessments under this section shall be levied only upon the	558
property that is within the eligible area, as defined in section	559
122.09 of the Revised Code and is the subject of a project under	560
sections 122.09 to 122.0929 of the Revised Code. Before adopting	561
the resolution, the board shall send written notice to the	562

affected property owner stating the estimated assessment for	563
that property. If the owner objects to the stated estimated	564
assessment, the owner shall file a written objection with the	565
board not later than two weeks after the notice was mailed. The	566
board shall review the written objections and may revise the	567
estimated assessments before adopting the resolution. If the	568
property owner objects to the final assessment for the property	569
levied in the resolution, the owner may appeal the final	570
assessment under Chapter 2506. of the Revised Code.	571
(C) The assessment made by the board pursuant to division	572
(B) of this section shall be at a rate that will produce a total	573
assessment that is not more than the project sponsor's share of	574
the project funding under section 122.096 of the Revised Code.	575
The board shall certify the amounts to be levied upon each	576
affected property to the county auditor, who shall enter the	577
amounts on the tax duplicate for collection by the county	578
treasurer in equal semiannual installments in the same manner	579
and at the same times as the collection of taxes on real	580
property. Assessments shall be paid by owners of the properties	581
upon which assessments are levied.	582
(D) The assessments, when collected, shall be paid by the	583
county auditor by warrant on the county treasurer into a special	584
fund in the township treasury created for the purpose of funding	585
a residential broadband expansion project located in the	586
township. The board may expend moneys from the fund only for the	587
purposes for which the assessments were levied.	588
Sec. 727.01. Each municipal corporation shall have special	589
power to levy and collect special assessments. The legislative	590
authority of a municipal corporation may assess upon the	591
abutting, adjacent, and contiguous, or other specially	592

benefited, lots or lands in the municipal corporation, any part	593
of the cost connected with the improvement of any street, alley,	594
dock, wharf, pier, public road, place, boulevard, parkway, or	595
park entrance or an easement of the municipal corporation	596
available for the purpose of the improvement to be made in it by	597
grading, draining, curbing, paving, repaving, repairing,	598
treating the surface with substances designed to lay the dust on	599
it or preserve it, constructing sidewalks, piers, wharves,	600
docks, retaining walls, sewers, sewage disposal works and	601
treatment plants, sewage pumping stations, water treatment	602
plants, water pumping stations, reservoirs, and water storage	603
tanks or standpipes, together with the facilities and	604
appurtenances necessary and proper therefor, drains, storm-water	605
retention basins, watercourses, water mains, or laying of water	606
pipe, or the lighting, sprinkling, sweeping, or cleaning	607
thereof, or removing snow therefrom, any part of the cost and	608
expense of planting, maintaining, and removing shade trees	609
thereupon; any part of the cost of a voluntary action, as	610
defined in section 3746.01 of the Revised Code, undertaken	611
pursuant to Chapter 3746. of the Revised Code by a special	612
improvement district created under Chapter 1710. of the Revised	613
Code, including the cost of acquiring property with respect to	614
which the voluntary action is undertaken; any part of the cost	615
and expense of constructing, maintaining, repairing, cleaning,	616
and enclosing ditches; any part of the cost and expense of	617
operating, maintaining, and replacing heating and cooling	618
facilities for enclosed pedestrian canopies and malls; any part	619
of the cost and expense of acquiring and improving parking	620
facilities and structures for off-street parking of motor	621
vehicles or of acquiring land and improving it by clearing,	622
grading, draining, paving, lighting, erecting, constructing, and	623
equipping it for parking facilities and structures for off-	624

street parking of motor vehicles, to the extent authorized by	625
section 717.05 of the Revised Code, but only if no special	626
assessment made for the purpose of developing off-street parking	627
facilities and structures is levied against any land being used	628
solely for off-street parking or against any land used solely	629
for single or two-family dwellings; any part of the cost and	630
expense of operating and maintaining the off-street parking	631
facilities and structures; and any part of the cost connected	632
with changing the channel of, or narrowing, widening, dredging,	633
deepening, or improving, any stream or watercourse, and for	634
constructing or improving any levees or boulevards on any stream	635
or watercourse, or along or about any stream or watercourse,	636
together with any retaining wall, riprap protection, bulkhead,	637
culverts, approaches, flood gates, waterways, or drains	638
incidental to any stream or watercourse, or for making any other	639
improvement of any river or lake front, whether it is privately	640
or publicly owned, which the legislative authority declares	641
conducive to the public health, convenience, or welfare. <u>If a</u>	642
broadband expansion project agreement is signed pursuant to	643
sections 122.0911 and 122.0912 of the Revised Code, a municipal	644
corporation may levy, against dwellings within the eligible	645
area, as defined in section 122.09 of the Revised Code, that are	646
the subject of a residential broadband expansion project under	647
sections 122.09 to 122.0929 of the Revised Code, a special	648
assessment for the purpose of funding the project sponsor's	649
share of the project. In addition, a municipal corporation may	650
levy a special assessment for public improvement or public	651
services plans of a district formed under Chapter 1710. of the	652
Revised Code, as provided in that chapter. Except as otherwise	653
provided in Chapter 1710. of the Revised Code, special	654
assessments may be levied by any of the following methods:	655

(A) By a percentage of the tax value of the property	656
assessed;	657
(B) In proportion to the benefits that may result from the	658
<pre>improvement;</pre>	659
(C) By the front foot of the property bounding and	660
abutting upon the improvement.	661
Section 2. That existing sections 133.13 and 727.01 are	662
hereby repealed.	663
Section 3. All items in this section are hereby	664
appropriated as designated out of any moneys in the state	665
treasury to the credit of the designated fund. For all	666
appropriations made in this act, those in the first column are	667
for fiscal year 2018 and those in the second column are for	668
fiscal year 2019. The appropriations made in this act are in	669
addition to any other appropriations made for the FY 2018-FY	670
2019 biennium.	671
DEV DEVELOPMENT SERVICES AGENCY	672
Dedicated Purpose Fund Group	673
5GTO 195550 Broadband Development Grants \$0 \$2,000,000	674
TOTAL DPF Dedicated Purpose Fund Group \$0 \$2,000,000	675
TOTAL ALL BUDGET FUND GROUPS \$0 \$2,000,000	676
BROADBAND DEVELOPMENT GRANTS	677
The foregoing appropriation item 195550, Broadband	678
Development Grants, shall be used to provide state matching	679
funds for the residential broadband expansion program	680
established in section 122.091 of the Revised Code.	681
On July 1, 2018, or as soon as possible thereafter, the	682

from the identified sources to the Ohio Broadband Development

Grant Fund (Fund 5GTO), which is hereby created.

683

684

685

686

687

688

689

690 Section 4. Within the limits set forth in this act, the Director of Budget and Management shall establish accounts 691 indicating the source and amount of funds for each appropriation 692 made in this act, and shall determine the form and manner in 693 which appropriation accounts shall be maintained. Expenditures 694 from appropriations contained in this act shall be accounted for 695 as though made in the main operating appropriations act of the 696 132nd General Assembly. 697

The appropriations made in this act are subject to all 698 provisions of the main operating appropriations act of the 132nd 699 General Assembly that are generally applicable to such 700 appropriations.