As Introduced

125th General Assembly Regular Session 2003-2004

H. B. No. 24

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Representatives Wolpert, McGregor, Flowers, Reidelbach, Seitz, Husted

A BILL

To amend section 703.21 and to enact section 703.201

| of the Revised Code to permit the board of county | 2 |
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| commissioners to dissolve a village under certain | 3 |
| conditions. | 4 |
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| BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO: | |
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| Section 1. That section 703.21 be amended and section 703.201 | 5 |
| of the Revised Code be enacted to read as follows: | 6 |
| Sec. 703.201. (A) As used in this section, "condition for | 7 |
| surrendering corporate powers means any of the following: | 8 |
| (1) The village has been declared to be in a fiscal emergency | 9 |
| under Chapter 118. of the Revised Code and has been in fiscal | 10 |
| emergency for at least three consecutive years with little or no | 11 |
| improvement on the conditions that caused the fiscal emergency | 12 |
| declaration. | 13 |
| (2) The village has failed to properly follow applicable | 14 |
| election laws for at least two consecutive election cycles for any | 15 |
| one elected office in the village. | 16 |
| (3) The village has been declared during an audit conducted | 17 |
| under section 117.11 of the Revised Code to be unauditable under | 18 |
| section 117 41 of the Revised Code in at least two consecutive | 19 |

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| audits. | 20 |
| (4) The village does not provide at least two services | 21 |
| typically provided by municipal government, such as police or fire | 22 |
| protection, garbage collection, water or sewer service, emergency | 23 |
| medical services, road maintenance, or similar services. | 24 |
| "Services" does not include any administrative service or | 25 |
| legislative action. | 26 |
| (5) The village has failed for any fiscal year to adopt the | 27 |
| tax budget required by section 5705.28 of the Revised Code. | 28 |
| (6) A village elected official has been convicted of theft in | 29 |
| office, either under section 2921.41 of the Revised Code or an | 30 |
| equivalent criminal statute at the federal level, at least two | 31 |
| times in a period of ten years. The convicted official with | 32 |
| respect to those convictions may be the same person or different | 33 |
| persons. | 34 |
| (B) If the auditor of state finds, in an audit report issued | 35 |
| under division (A) or (B) of section 117.11 of the Revised Code of | 36 |
| a village that has a population of one hundred persons or less per | 37 |
| square mile and consists of less than two square miles, that the | 38 |
| village meets at least two conditions for surrendering corporate | 39 |
| powers, the auditor of state shall send a copy of the report | 40 |
| together with a certified letter to the board of county | 41 |
| commissioners of the county where the village is located. The | 42 |
| letter shall inform the board of the auditor of state's findings | 43 |
| relevant to the surrender of village corporate powers under this | 44 |
| section and state that the board must vote on the question of the | 45 |
| dissolution of the village in accordance with division (C) of this | 46 |
| section. The report and letter shall be sent to the board within | 47 |
| ten business days after the auditor of state's transmittal of the | 48 |
| report to the village. | 49 |
| (C) Upon receipt of the auditor of state's report and | 50 |

| certified letter, the board of county commissioners shall set a | 51 |
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| date for a vote on the surrender of the village's corporate | 52 |
| powers. The date of the vote shall be within ninety days after the | 53 |
| board's receipt of the report and letter. The clerk of the board | 54 |
| shall deliver a notice of the date and time of the vote to the | 55 |
| village clerk and to each clerk of a township located wholly or | 56 |
| partly within the village, and, in addition, shall publish notice | 57 |
| of the date and time of the vote in a newspaper of general | 58 |
| circulation in the county, specifically identifying the village by | 59 |
| name. The newspaper notice shall be published not later than | 60 |
| thirty days before the scheduled date of the vote. | 61 |
| In order for the village to be dissolved, the board must | 62 |
| first determine that the village has a population of one hundred | 63 |
| persons or less per square mile and consists of less than two | 64 |
| square miles, and that the auditor of state's report shows at | 65 |
| least two conditions for surrendering corporate powers. If it so | 66 |
| determines, the board shall vote on whether to dissolve the | 67 |
| village. It must vote by a unanimous vote to cause the village to | 68 |
| surrender its corporate powers. | 69 |
| If the board votes unanimously to have the village surrender | 70 |
| its corporate powers, the village clerk shall certify the result | 71 |
| of that vote to the secretary of state and the county recorder, | 72 |
| who shall record it in their respective offices. Upon the | 73 |
| recording in the county recorder's office, the corporate powers of | 74 |
| the village shall cease. | 75 |
| (D) The procedure in this section is in addition to the | 76 |
| procedure of section 703.20 of the Revised Code for the surrender | 77 |
| of the corporate powers of a village. | 78 |
| Sec. 703.21. The surrender of corporate powers by a village | 79 |
| under section 703.20 or 703.201 of the Revised Code does not | 80 |

affect vested rights or accrued liabilities of the village, or the

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| power to settle claims, dispose of property, or levy and collect | 82 |
| taxes to pay existing obligations, but. But, after the | 83 |
| presentation of the petition mentioned in $\frac{1}{2}$ section $\frac{703.20 \text{ of}}{2}$ | 84 |
| the Revised Code or receipt of the audit report mentioned in | 85 |
| section 703.201 of the Revised Code, the legislative authority of | 86 |
| the village shall not create any new liability until the result of | 87 |
| the election <u>under section 703.20 of the Revised Code is declared</u> | 88 |
| or of the board of county commissioners' vote under section | 89 |
| 703.201 of the Revised Code is declared, or thereafter, if the | 90 |
| result <u>, in either case</u> , is in favor of <u>for</u> the surrender of <u>the</u> | 91 |
| <u>village's</u> corporate powers. Due and unpaid taxes may be collected | 92 |
| after the surrender, and all moneys or property remaining after | 93 |
| the surrender belongs to the township or townships located wholly | 94 |
| or partly within the village. If more than one township is to | 95 |
| receive the remaining money or property, the money and property | 96 |
| shall be divided among the townships in proportion to the amount | 97 |
| of territory that each township has within the village boundaries | 98 |
| as compared to the total township territory within the village. | 99 |
| Section 2. That existing section 703.21 of the Revised Code | 100 |

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is hereby repealed.