As Passed by the House

125th General Assembly Regular Session 2003-2004

Sub. H. B. No. 256

Representatives Setzer, Fessler, McGregor, Allen, Seaver, Seitz, Sferra, Wolpert, Willamowski, Barrett, Carano, Chandler, Combs, C. Evans, Flowers, Hughes, Key, Martin, Otterman, T. Patton, Price, Schmidt, Webster

ABILL

То	amend sections 709.45 to 709.48 and to enact	1
	sections 709.461 and 709.462 of the Revised Code	2
	to revise the Merger Law.	3

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

Section 1. That sections 709.45, 709.46, 709.47, and 709.48	4
be amended and sections 709.461 and 709.462 of the Revised Code be	5
enacted to read as follows:	6

Sec. 709.45. (A) A petition may be filed with the board of	7
elections proposing that one or more municipal corporations be	8
merged with another municipal corporation, or that the	9
unincorporated area of a township be merged with one or more	10
municipal corporations, as provided by section 709.44 of the	11
Revised Code. Such The petition may be presented in separate	12
petition papers. Each such petition paper shall contain, in	13
concise language, the purpose of the petition and the names of not	14
less than five electors of each such affected municipal	15
corporation, or the names of not less than five electors of the	16
unincorporated area of such the township and the names of not less	17
than five electors of each <u>affected</u> municipal corporation, to be	18

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nominated to serve as commissioners. The petition shall be
governed by the rules of section 3501.38 of the Revised Code. Such
The petition shall contain signatures of electors of each
municipal corporation or of each municipal corporation and the
unincorporated area of the township proposed to be merged and
signatures of electors of the municipal corporation with which
merger is proposed, numbering not less than ten per cent of the
number of electors residing in each such political subdivision who
voted for the office of governor at the most recent general
election for such <u>that</u> office. Such

(B) The petition shall be filed with the board of elections 29 of the county in which the largest portion of the population of 30 the municipal corporation with which merger is proposed resides. 31 Such The board of elections shall cause the validity of all 32 signatures to be ascertained and, in doing so, may require the 33 assistance of boards of elections of other counties as the case 34 requires. If the petition is sufficient, the board of elections of 35 the county in which the petition is required to be filed shall 36 submit the question: "Shall a commission be chosen to draw up a 37 statement of conditions for merger of the political subdivisions 38 of for the approval or 39 rejection of the electors of each political subdivision proposed 40 to be merged and the electors of the municipal corporation to 41 which merger is proposed at the next general election, in any 42 year, occurring subsequent to the period ending seventy-five days 43 after the filing of such petitions the petition with the board. 44 Provision shall be made on the ballot for the election, from each 45 of the component political subdivisions, of five electors who 46 shall constitute the commission to draw up the statement of 47 conditions for merger of the political subdivisions. If any of the 48 political subdivisions for which merger is proposed are located 49 wholly or partially in a county other than the one in which the 50

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petition is required to be filed, the board of elections of the county in which such the petition is filed shall, if the petition is found to be sufficient, certify the sufficiency of such the petition and the statement of the issue to be voted on to the boards of elections of such those other counties; the boards of elections of such those other counties shall submit the question of merging and the names of candidates to be elected to the commission to draw up the statement of conditions for merger, for the approval or rejection of the electors in the portions of such those political subdivisions within their respective counties; and, upon the holding of such the election, the boards of elections of those other counties shall certify the result thereof election results to the board of elections of the county in which the petition is required to be filed.

(C) In addition to the filing of the petition with the board 65 of elections as provided in division (B) of this section, a copy 66 of the petition shall be filed with the legislative authority of 67 each affected municipal corporation and, if applicable, the board 68 of township trustees of the affected township. At a public meeting 69 scheduled not less than thirty days before the date of the 70 election at which the question of merging goes before the 71 electors, each of those legislative authorities and, if 72 applicable, the board of township trustees shall state and explain 73 their position on the proposed merger. 74

Sec. 709.46. (A) If the question of merging one or more 75 municipal corporations and the unincorporated territory area of a 76 township, as provided in section 709.45 of the Revised Code, is 77 disapproved by a majority of those voting on it in the township or 78 a municipal corporation proposed to be merged or in the municipal 79 corporation with which merger is proposed, no further petitions 80 shall be filed under that section proposing the same merger for at 81 least three years after the date of such that disapproval. If 82

<u>If</u> the question of merging as provided in section 709.45 of	83
the Revised Code is approved by a majority of those voting on it	84
in each political subdivision proposed to be merged and in the	85
municipal corporation with which merger is proposed, the five	86
candidates from each such <u>of those</u> political subdivision	87
subdivisions shall be elected to the commission to formulate the	88
conditions of merging the political subdivisions. The first	89
meeting of such the commission shall be held in the chamber of the	90
legislative authority of the municipal corporation which that has	91
the smallest population, or, in the case of a merger of the	92
unincorporated area of a township and one or more municipal	93
corporations, in the office of the board of township trustees, at	94
nine a.m. on the tenth day after the certification of the election	95
by the last of the respective boards of elections to make such	96
<u>that</u> certification, unless such <u>that</u> day is a Saturday, Sunday, or	97
holiday, in which case such <u>the</u> first meeting shall be held on the	98
next day thereafter which is not a Saturday, Sunday, or holiday.	99
The	100

The clerk of the municipal legislative authority or of the 101 board of township trustees in whose chamber or office the first 102 meeting of the commission is held shall serve as temporary 103 chairman chairperson until permanent officers are elected. The 104 commission shall elect its own permanent officers and shall 105 proceed to meet as often as necessary to formulate conditions for 106 merger that are satisfactory to a majority of the members of such 107 the commission from each political subdivision. 108

(B) In case of a vacancy on the commission, the vacancy shall
be filled by an appointee of the legislative authority of the
municipal corporation, or the board of township trustees of the
township, that the prior commissioner represented. The person
appointed to fill the vacancy shall be an elector of that
political subdivision and, if the person is representing a

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agreed upon by a majority of the members of the commission from	147
each political subdivision, this fact shall be reported to the	148
board of elections of each of the counties in which the political	149
subdivisions proposed for merger are located and the question	150
shall be submitted to the voters at the next general election	151
occurring after the commission is elected. Regardless of whether a	152
merger commission of a township and a municipal corporation	153
succeeds in reaching agreement, the commission shall cease to	154
exist on the seventy-fifth day prior to the next general election	155
after the commission is elected. The boards of elections shall	156
submit the conditions of proposed merger for the approval or	157
rejection of the electors in the portions of such political	158
subdivisions within their respective counties and, upon the	159
holding of such election, shall certify the results thereof to the	160
board of elections of the county in which the petition is required	161
to be filed.	162

Sec. 709.461. (A) In formulating the proposed merger 163 conditions, the commission shall attempt to work in a 164 collaborative process that results in a consensus of its members 165 as to the best proposal for all of the political subdivisions 166 involved. To this end, the commission shall adopt rules for the 167 orderly operation of commission meetings that permit all 168 commission members to be coleaders, as appropriate, so that 169 overall no one member has more authority than any of the other 170 members in determining the proposed conditions. These rules may 171 create a framework for building agreement among the members to 172 adopt proposed conditions. The commission also shall seek the 173 advice of both public and private sources to help the commission 174 fully study the merger situation so that appropriate conditions 175 are drafted. If funding permits, the commission may contract with 176 a dispute resolution expert to help make the process more 177 178 collaborative.

(B) When a merger proposal includes the unincorporated area	179
of a township, the commission shall consider, among the other	180
issues it considers before adopting its proposed merger	181
conditions, both the increase and decrease of funding sources due	182
to the unincorporated township territory becoming incorporated	183
territory.	184
(C) The proposed merger conditions may provide for the	185
election, prior to the merger, of new officers to govern the	186
municipal corporation with which merger is proposed after the	187
merger is complete, provided that the provision does not conflict	188
with the charter of the municipal corporation with which merger is	189
proposed. If more than one municipal corporation is to be included	190
in the merger, the proposed conditions shall designate one of the	191
municipal corporations as the municipal corporation into which the	192
township and any other municipal corporations involved are being	193
merged. The proposed conditions also may provide that the	194
municipal corporation into which the other political subdivisions	195
are to be merged shall amend its existing charter to include	196
specified provisions and may state that the merger, if approved,	197
shall not become effective until the date on which that municipal	198
charter includes the required provisions. In the case of a merger	199
of a township with a single municipal corporation, the merger	200
conditions also may provide for the annexation of a school	201
district located wholly within the township to the school district	202
of the municipal corporation.	203
Sec. 709.462. (A) Once proposed merger conditions are	204
prepared, the members of the commission shall vote on them.	205
(B) If no proposed merger condition can be agreed upon by a	206
majority of the members of the commission from each political	207
subdivision, the members of the commission may vote on whether the	208
merger should not occur. If, in that situation, a majority of the	209

reaching an agreement, the commission shall cease to exist on the

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seventy-fifth day preceding the next general election occurring	242
after the election of the members of the commission, unless the	243
commission requests an extension of time from the legislative	244
authority of each political subdivision involved and each of those	245
legislative authorities approves the extension. This extension of	246
time may be only until the seventy-fifth day preceding the second	247
general election occurring after the election of the members of	248
the commission. If the commission ceases to exist under this	249
division, no further petitions shall be filed under section 709.45	250
of the Revised Code proposing a merger of any or all of the	251
political subdivisions that were the subjects of the petition	252
considered by the commission for at least three years after the	253
date the commission ceases to exist.	254

Sec. 709.47. (A) If the merger conditions of merger agreed 255 upon by a merger commission of a township and one or more 256 municipal corporations are disapproved by a majority of those 257 voting on them in the township or a municipal corporation proposed 258 to be merged or in the municipal corporation with which merger is 259 proposed, no further petitions shall be filed under section 709.45 260 of the Revised Code proposing the same merger of any of the 261 territory within that proposed merger for at least three years 262 after the date of such that disapproval. If the 263

If merger conditions of merger are approved by a majority of 264 those voting on them in each political subdivision proposed to be 265 merged and in the municipal corporation with which merger is 266 proposed, the merger is effective on the first day of January of 267 the year following the certification of the results of the 268 election by the board of elections with which the petition is 269 required to be filed, unless the conditions specify a different 270 date, in which case the date specified is the effective date of 271 merger. On and after such the effective date, the territory of 272

each political subdivision proposed to be merged is annexed to and	273
included in the territory and corporate boundaries of the	274
municipal corporation with which the merger is proposed. The form	275
of government, ordinances, resolutions, and other rules of the	276
municipal corporation with which merger is proposed apply	277
throughout such the newly included territories to the extent they	278
are not in conflict with the conditions approved by the electors.	279
The charter, if any, of the municipal corporation with which	280
merger is proposed applies throughout the newly included	281
territories. The corporate existence and the offices of the	282
municipal corporations or of the township proposed to be merged	283
terminate on such <u>that</u> date. The	284
(B) The municipal corporation with which merger is proposed	285
succeeds to the <u>following</u> interests of the <u>each</u> political	286
subdivision proposed to be merged in:	287
$\frac{(A)}{(1)}$ All moneys, taxes, and special assessments, whether	288
such the moneys, taxes, or special assessments are in the	289
treasury, or in the process of collection;	290
$\frac{(B)(2)}{(B)}$ All property and interests in property, whether real	291
or personal;	292
$\frac{(C)}{(3)}$ All rights and interests in contracts or in	293
securities, bonds, notes, or other instruments;	294
$\frac{(D)}{(4)}$ All accounts receivable and rights of action;	295
$\frac{(E)(5)}{(5)}$ All other matters not included in division (A),	296
<u>divisions</u> (B), (C) , or (D) (1) to (4) of this section.	297
(C) On and after such the merger's effective date, the	298
municipal corporation with which merger is proposed is liable for	299
all outstanding franchises, contracts, debts, and other legal	300
claims, actions, and obligations of the political subdivision	301
<u>subdivisions</u> proposed to be merged.	302

(D) When a merger proposal includes the unincorporated area	303
of a township, the board of county commissioners of the county in	304
which the unincorporated area is located and the legislative	305
authority of the municipal corporation with which merger is	306
proposed shall negotiate an agreement requiring the county to	307
continue providing within the unincorporated area for a determined	308
period of time after the merger's effective date the county	309
services it was providing within the unincorporated area on the	310
day prior to the merger's effective date. During the negotiation	311
process, each of the following shall occur:	312
(1) Before the merger's effective date, the board of county	313
commissioners and the legislative authority of the municipal	314
corporation shall each create a proposed transition plan that	315
addresses, among other potential issues for agreement between the	316
county and the municipal corporation, the following:	317
(a) The period of time the county will continue to provide	318
the county services to the unincorporated area and the date upon	319
which the municipal corporation will succeed to the county's	320
responsibility of providing those services;	321
(b) Payment by the municipal corporation to the county for	322
the continued provision of the county services to the	323
unincorporated area during that period of time.	324
(2) On the merger's effective date, the board of county	325
commissioners and the legislative authority of the municipal	326
corporation shall exchange their proposed transition plans.	327
(3) Within thirty days after the merger's effective date, the	328
board of county commissioners and the legislative authority of the	329
municipal corporation shall meet to discuss the proposed	330
transition plans and the creation of a compromise transition plan	331
that addresses, among other potential issues for agreement between	332
the county and municipal corporation, the issues listed in	333

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of the municipal corporations or the unincorporated territory of	364
the township in which the election on the conditions is held.	365
Section 2. That existing sections 709.45, 709.46, 709.47, and	366
709.48 of the Revised Code are hereby repealed.	367