As Reported by the House State Government Committee

125th General Assembly Regular Session 2003-2004

Am. H. B. No. 81

Representatives Core, S. Patton

A BILL

То	amend section 1724.10 and to enact section 1724.12	1
	of the Revised Code to specify that a community	2
	improvement corporation designated as the agency	3
	of a political subdivision may be authorized to	4
	take certain other actions on behalf of the	5
	political subdivision and retains certain	б
	statutory powers to do all things necessary or	7
	convenient to carry out its organizational	8
	purposes and to prohibit a community improvement	9
	corporation from providing certain information or	10
	cable services in competition with private	11
	enterprise.	12

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

Section 1.	That section	1724.10 be	amended and	section	13
1724.12 of the 1	Revised Code 1	be enacted t	co read as fo	ollows:	14

Sec. 1724.10. (A) A community improvement corporation may be 15 designated by a county, one or more townships, one or more 16 municipal corporations, two or more adjoining counties, or any 17 combination of the foregoing those political subdivisions as the 18 agency of each such designating political subdivision for the 19 industrial, commercial, distribution, and research development in 20

such the political subdivision when the legislative authority of 21 such the political subdivision has determined that the policy of 22 the political subdivision is to promote the health, safety, 23 morals, and general welfare of its inhabitants through the 24 designation of a community improvement corporation as such an 25 agency. Such The designation shall be made by the legislative 26 authority of the political subdivision by resolution or ordinance. 27 28 Any

(B) Any political subdivision which that has designated a community improvement corporation as such <u>an</u> agency may enter into an agreement with it to provide any one or more of the following:

(A)(1) That the community improvement corporation shall prepare a plan for the political subdivision of industrial, commercial, distribution, and research development, and such the plan shall provide therein <u>in it</u> the extent to which the community improvement corporation shall participate as the agency of the political subdivision in carrying <u>it</u> out <u>such plan</u>. <u>Such The</u> plan shall be confirmed by the legislative authority of the political subdivision. A

A community improvement corporation may insure mortgage 40 payments required by a first mortgage on any industrial, economic, 41 commercial, or civic property for which funds have been loaned by 42 any person, corporation, bank, or financial or lending institution 43 upon such the terms and conditions as the community improvement 44 corporation may prescribe. A community improvement corporation may 45 incur debt, mortgage its property acquired under this section or 46 otherwise, and issue its obligations, for the purpose of 47 acquiring, constructing, improving, and equipping buildings, 48 structures, and other properties, and acquiring sites therefor for 49 buildings, structures, and other properties, for lease or sale by 50 the community improvement corporation in order to carry out its 51

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participation in such the plan. Any such debt shall be solely that 52 of the <u>community improvement</u> corporation and shall not be secured 53 by the pledge of any moneys received or to be received from any 54 political subdivision. All revenue bonds issued under sections 55 1724.02 and 1724.10 of the Revised Code this chapter are lawful 56 investments of banks, savings and loan associations, deposit 57 guarantee associations, trust companies, trustees, fiduciaries, 58 trustees or other officers having charge of sinking or bond 59 retirement funds of municipal corporations and other political 60 subdivisions of the state, and of domestic insurance companies 61 notwithstanding sections 3907.14 and 3925.08 of the Revised Code. 62 Not less than two-fifths of the governing board of any community 63 improvement corporation designated as the agency of one or more 64 political subdivisions shall be composed of mayors, members of 65 municipal legislative authorities, members of boards of township 66 trustees, members of boards of county commissioners, or any other 67 appointed or elected officers of such political subdivisions, 68 provided that at least one officer from each political subdivision 69 shall be a member of the governing board. Membership on the 70 governing board of a community improvement corporation does not 71 constitute the holding of a public office or employment within the 72 meaning of sections 731.02 and 731.12 of the Revised Code or any 73 other section of the Revised Code. Membership on such governing 74 boards shall not constitute an interest, either direct or 75 indirect, in a contract or expenditure of money by any municipal 76 corporation, township, county, or other political subdivision. No 77 member of such governing boards shall be disqualified from holding 78 any public office or employment, nor shall such member forfeit any 79 such office or employment, by reason of his membership on the 80 governing board of a community improvement corporation 81 notwithstanding any law to the contrary. 82

Actions taken under this section shall be in accordance with 83 any applicable planning or zoning regulations. 84

Any agreement entered into under this section may be amended	85			
or supplemented from time to time by the parties thereto.	86			
A community improvement corporation designated as the agency	87			
of a political subdivision under this section shall promote and	88			
encourage the establishment and growth in such subdivision of	89			
industrial, commercial, distribution, and research facilities.	90			
(B)(2) Authorization for the community improvement	91			
corporation to sell or to lease any lands or interests in lands	92			
owned by the political subdivision determined from time to time by	93			
the <u>its</u> legislative authority thereof not to be required by such	94			
the political subdivision for its purposes, for uses determined by	95			
the legislative authority as those that will promote the welfare	96			
of the people of the political subdivision, stabilize the economy,	97			
provide employment, and assist in the development of industrial,	98			
commercial, distribution, and research activities to the benefit	99			
of the people of the political subdivision <u>,</u> and will provide	100			
additional opportunities for their gainful employment. The	101			
legislative authority shall specify the consideration for such \underline{a}	102			
sale or lease and any other terms thereof of the sale or lease.	103			
Any determinations made by the legislative authority under this				
division shall be conclusive. The	105			

The community improvement corporation, acting through its 106 officers and on behalf and as agent of the political subdivision, 107 shall execute the necessary instruments, including deeds conveying 108 the title of the political subdivision or leases, to accomplish 109 such <u>a</u> sale or lease. Such <u>a</u> conveyance or lease shall be made 110 without advertising and receipt of bids. A 111

<u>A</u> copy of such the agreement providing the authorization 112 <u>described in this division</u> shall be recorded in the office of the 113 county recorder of any county in which lands or interests in lands 114 to be sold or leased are situated prior to the recording of a deed 115

or lease executed pursuant to such <u>the</u> agreement. The county 116 recorder shall charge the same fee for the recording, indexing, or 117 making of a certified copy thereof <u>of the agreement</u> as provided in 118 section 317.32 of the Revised Code. 119

(C) (3) That the political subdivision executing the agreement 120 will convey or lease to the community improvement corporation 121 lands and or interests in lands owned by the political subdivision 122 and determined by the that its legislative authority thereof 123 determines are not to be required by the political subdivision for 124 its purposes and that such, the conveyance or lease of such land 125 or interests in land which will promote the welfare of the people 126 of the political subdivision, stabilize the economy, provide 127 employment, and assist in the development of industrial, 128 commercial, distribution, and research activities to the benefit 129 of the people of the political subdivision, and provide additional 130 opportunities for their gainful employment, for the consideration 131 and upon the terms established in the agreement, and further that, 132 as the agency for development, the community improvement 133 corporation may acquire from others additional lands or interests 134 in lands, and any lands or interests in land lands so conveyed or 135 leased to the community improvement corporation may be sold or 136 <u>leased</u> by it for uses that will promote the welfare of the people 137 of the political subdivision, stabilize the economy, provide 138 employment, and assist in the development of industrial, 139 commercial, distribution, and research activities required for the 140 people of the political subdivision and for their gainful 141 employment. Any conveyance or lease by the political subdivision 142 to the community improvement corporation shall be made without 143 advertising and receipt of bids. If any lands or interests in land 144 <u>lands</u> conveyed by a political subdivision under this division are 145 sold by the community improvement corporation at a price in excess 146 of the consideration received by the political subdivision from 147 the community improvement corporation, such the excess shall be 148

paid to such the political subdivision after deducting, to the149extent and in the manner provided in the agreement, the costs of150such acquisition and sale, taxes, assessments, costs of151maintenance, costs of improvements to the land by the community152improvement corporation, service fees, and any debt service153charges of the corporation attributable to such the land or154interests.155

(4) Authorization for the community improvement corporation156to take any other actions on behalf of the political subdivision157that are consistent with the purposes of this chapter.158

(C) Not less than two-fifths of the governing board of any 159 community improvement corporation designated as the agency of one 160 or more political subdivisions shall be composed of mayors, 161 members of municipal legislative authorities, members of boards of 162 township trustees, members of boards of county commissioners, or 163 any other appointed or elected officers of the designating 164 political subdivisions, and at least one officer from each 165 designating political subdivision shall be a member of the 166 governing board. Membership on the governing board does not 167 constitute the holding of a public office or employment within the 168 meaning of sections 731.02 and 731.12 or any other section of the 169 Revised Code. Membership on the governing board also does not 170 constitute an interest, either direct or indirect, in a contract 171 or expenditure of money by any municipal corporation, township, 172 county, or other political subdivision. No member of the governing 173 board shall be disgualified from holding any public office or 174employment, or forfeit any public office or employment, by reason 175 of membership on the governing board notwithstanding any law to 176 the contrary. 177

(D) Actions taken under this section shall be in accordance178with any applicable planning or zoning regulations.179

(E) Any agreement entered into under this section may be 180

amended or supplemented from time to time by the parties to it.	181			
(F)(1) A community improvement corporation designated as the	182			
agency of a political subdivision under this section shall promote	183			
and encourage the establishment and growth in that political	184			
subdivision of industrial, commercial, distribution, and research	185			
facilities.	186			
(2) A community improvement corporation that enters into an	187			
agreement under this section retains the powers listed in section	188			
1724.02 of the Revised Code to do all things necessary or	189			
convenient to carry out the purposes stated in section 1724.01 of				
the Revised Code.	191			
Sec. 1724.12. Notwithstanding any other provision of this	192			
chapter, a community improvement corportation shall not, directly	193			
or indirectly, provide information service, as defined in 47	194			
<u>U.S.C. 153(20), or cable service, as defined in 47 U.S.C. 522(6),</u>	195			
in competition with private enterprise.	196			
Section 2. That existing section 1724.10 of the Revised Code	198			

is hereby repealed.

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