## As Introduced

127th General Assembly Regular Session 2007-2008

H. B. No. 62

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Representative Ujvagi

Cosponsors: Representatives McGregor, J., Stewart, D., Sayre, Miller, Brown, Garrison, Stebelton, Foley, Dodd, Budish, Chandler, Letson, Fende,

Wagoner

# A BILL

To amend sections 6103.01, 6103.02, 6117.01, 6117.02, 1 and 6119.011 and to enact section 6119.091 of the 2 Revised Code to authorize a board of county 3 commissioners or a board of trustees of a regional 4 water and sewer district to offer discounts on 5 water and sewer rates to persons sixty-five years 6 of age or older. 7

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

Section 1. That sections 6103.01, 6103.02, 6117.01, 61	117.02, 8
and 6119.011 be amended and section 6119.091 of the Revised	d Code 9
be enacted to read as follows:	10

Sec. 6103.01. As used in this chapter:

(A) "Public water supply facilities," "water supply
facilities," "water supply improvement," or "improvement" means,
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without limiting the generality of those terms, water wells and
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well fields, springs, lakes, rivers, streams, or other sources of
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water supply, intakes, pumping stations and equipment, treatment,
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filtration, or purification plants, force and distribution lines
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or mains, cisterns, reservoirs, storage facilities, necessary 18 equipment for fire protection, other related structures, 19 equipment, and furnishings, and real estate and interests in real 20 estate, necessary or useful in the proper development of a water 21 supply for domestic or other purposes and its proper distribution. 22

(B) "Current operating expenses," "debt charges," "permanent 23
improvement," "public obligations," and "subdivision" have the 24
same meanings as in section 133.01 of the Revised Code. 25

(C) "Construct," "construction," or "constructing" means
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construction, reconstruction, enlargement, extension, improvement,
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renovation, repair, and replacement of water supply facilities,
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but does not include repairs, replacements, or similar actions
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that do not constitute and qualify as permanent improvements.

(D) "Maintain," "maintaining," or "maintenance" means
repairs, replacements, and similar actions that constitute and are
payable as current operating expenses and that are required to
restore water supply facilities to, or to continue water supply
facilities in, good order and working condition, but does not
include construction of permanent improvements.

(E) "Public agency" means a state and any agency or 37
subdivision of a state, including a county, a municipal 38
corporation, or other subdivision. 39

(F) "County sanitary engineer" means either of the following: 40

(1) The registered professional engineer employed or
appointed by the board of county commissioners to be the county
sanitary engineer as provided in section 6117.01 of the Revised
Code;

(2) The county engineer, if, for as long as and to the extent
that engineer by agreement entered into under section 315.14 of
the Revised Code is retained to discharge the duties of a county
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sanitary engineer under this chapter.

	(	(H) "	Low-	- and	d mo	oder	<u>rate-</u>	-income	persons"	has	the	same	meaning	51
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as	in	sect	ion	175.	.01	of	the	Revised	d Code.					52

Sec. 6103.02. (A) For the purpose of preserving and promoting 53 the public health and welfare, a board of county commissioners may 54 acquire, construct, maintain, and operate any public water supply 55 facilities within its county for one or more sewer districts and 56 may provide for their protection and prevent their pollution and 57 unnecessary waste. The board may negotiate and enter into a 58 contract with any public agency or any person for the management, 59 maintenance, operation, and repair of the facilities on behalf of 60 the county, upon the terms and conditions as may be agreed upon 61 with the agency or person and as may be determined by the board to 62 be in the interests of the county. By contract with any public 63 agency or any person operating public water supply facilities 64 within or without its county, the board also may provide a supply 65 of water to a sewer district from the facilities of the public 66 agency or person. 67

(B) The county sanitary engineer or sanitary engineering
(B) The county sanitary engineeri

(C) The board may adopt, publish, administer, and enforce 73 rules for the construction, maintenance, protection, and use of 74 county-owned or county-operated public water supply facilities 75 outside municipal corporations and of public water supply 76 facilities within municipal corporations that are owned or 77 operated by the county or that are supplied with water from water 78 supply facilities owned or operated by the county, including, but 79

not limited to, rules for the establishment and use of any 80 connections, the termination in accordance with reasonable 81 procedures of water service for nonpayment of county water rates 82 and charges, and the establishment and use of security deposits to 83 the extent considered necessary to ensure the payment of county 84 water rates and charges. The rules shall not be inconsistent with 85 the laws of the state or any applicable rules of the director of 86 environmental protection. 87

(D) No public water supply facilities shall be constructed in 88 any county outside municipal corporations by any person, except 89 for the purpose of supplying water to those municipal 90 corporations, until the plans and specifications for the 91 facilities have been approved by the board. Construction shall be 92 done under the supervision of the county sanitary engineer. Any 93 person constructing public water supply facilities shall pay to 94 the county all expenses incurred by the board in connection with 95 the construction. 96

(E) The county sanitary engineer or the county sanitary 97 engineer's authorized assistants or agents, when properly 98 identified in writing or otherwise and after written notice is 99 delivered to the owner at least five days in advance or mailed at 100 least five days in advance by first class or certified mail to the 101 owner's tax mailing address, may enter upon any public or private 102 property for the purpose of making, and may make, surveys or 103 inspections necessary for the design or evaluation of county 104 public water supply facilities. This entry is not a trespass and 105 is not to be considered an entry in connection with any 106 appropriation of property proceedings under sections 163.01 to 107 163.22 of the Revised Code that may be pending. No person or 108 public agency shall forbid the county sanitary engineer or the 109 county sanitary engineer's authorized assistants or agents to 110 enter, or interfere with their entry, upon the property for the 111

purpose of making the surveys or inspections. If actual damage is 112 done to property by the making of the surveys or inspections, the 113 board shall pay the reasonable value of the damage to the property 114 owner, and the cost shall be included in the cost of the 115 facilities and may be included in any special assessments levied 116 and collected to pay that cost. 117

(F) The board shall fix reasonable rates, including penalties 118 for late payments, for water supplied to public agencies and 119 persons when the source of supply or the facilities for its 120 distribution are owned or operated by the county and may change 121 the rates from time to time as it considers advisable. When the 122 source of the water supply to be used by the county is owned by 123 another public agency or person, the schedule of rates to be 124 charged by the public agency or person shall be approved by the 125 board at the time it enters into a contract for the use of water 126 from the public agency or person. When 127

When the distribution facilities are owned by the county, the 128 board also may fix reasonable charges to be collected for the 129 privilege of connecting to the distribution facilities and may 130 require that, prior to the connection, the charges be paid in full 131 or, if determined by the board to be equitable in a resolution 132 relating to the payment of the charges, may require their payment 133 in installments, as considered adequate by the board, at the 134 times, in the amounts, and with the security, carrying charges, 135 and penalties as may be determined by the board in that resolution 136 to be fair and appropriate. No public agency or person shall be 137 permitted to connect to those facilities until the charges have 138 been paid in full or provision for their payment in installments 139 has been made. If the connection charges are to be paid in 140 installments, the board shall certify, to the county auditor, 141 information sufficient to identify each parcel of property served 142 by a connection and, with respect to each parcel, the total of the 143

charges to be paid in installments, the amount of each 144 installment, and the total number of installments to be paid. The 145 county auditor shall record and maintain the information so 146 supplied in the waterworks record provided for in section 6103.16 147 of the Revised Code until the connection charges are paid in full. 148 The board may include amounts attributable to connection charges 149 being paid in installments in its billings of rates and other 150 charges for water supplied. In addition, the board may consider 151 payments made to a school district under section 6103.25 of the 152 Revised Code when the board establishes rates and other charges 153 for water supplied. 154

A board may establish discounted rates or charges or may155establish another mechanism for providing a reduction in rates or156charges for persons who are sixty-five years of age or older. The157board shall establish eligibility requirements for such discounted158or reduced rates or charges, including a requirement that a person159be eligible for the homestead exemption or qualify as a low- and160moderate-income person.161

(G) When any rates or charges are not paid when due, theboard may do any or all of the following:163

(1) Certify the unpaid rates or charges, together with any 164 penalties, to the county auditor. The county auditor shall place 165 the certified amount upon the real property tax list and duplicate 166 against the property served by the connection. The certified 167 amount shall be a lien on the property from the date placed on the 168 real property tax list and duplicate and shall be collected in the 169 same manner as taxes, except that, notwithstanding section 323.15 170 of the Revised Code, a county treasurer shall accept a payment in 171 that amount when separately tendered as payment for the full 172 amount of the unpaid rates or charges and associated penalties. 173 The lien shall be released immediately upon payment in full of the 174 certified amount. 175

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(2) Collect the unpaid rates or charges, together with any
penalties, by actions at law in the name of the county from an
owner, tenant, or other person or public agency that is liable for
the payment of the rates or charges;

(3) Terminate, in accordance with established rules, the
water service to the particular property unless and until the
unpaid rates or charges, together with any penalties, are paid in
full;

(4) Apply, to the extent required, any security deposit made
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in accordance with established rules to the payment of the unpaid
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rates and charges, together with any penalties, for water service
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to the particular property.

All moneys collected as rates, charges, or penalties fixed or 188 established in accordance with division (F) of this section for 189 water supply purposes in or for any sewer district shall be paid 190 to the county treasurer and kept in a separate and distinct water 191 fund established by the board to the credit of the district. 192

Each board that fixes water rates or charges may render 193 estimated bills periodically, provided that at least quarterly it 194 shall schedule an actual reading of each customer's meter so as to 195 render a bill for the actual amount shown by the meter reading to 196 be due, with credit for prior payments of any estimated bills 197 submitted for any part of the billing period, except that 198 estimated bills may be rendered if a customer's meter is not 199 accessible for a timely reading or if the circumstances preclude a 200 scheduled reading. Each board also shall establish procedures 201 providing a fair and reasonable opportunity for the resolution of 202 billing disputes. 203

When property to which water service is provided is about to 204 be sold, any party to the sale or an agent of a party may request 205 the board to have the meter at that property read and to render, 206 within ten days following the date on which the request is made, a 207
final bill for all outstanding rates and charges for water 208
service. The request shall be made at least fourteen days prior to 209
the transfer of the title of the property. 210

At any time prior to a certification under division (G)(1) of 211 this section, the board shall accept any partial payment of unpaid 212 water rates or charges in the amount of ten dollars or more. 213

Except as otherwise provided in any proceedings authorizing 214 or providing for the security for and payment of any public 215 obligations, or in any indenture or trust or other agreement 216 securing public obligations, moneys in the water fund shall be 217 applied first to the payment of the cost of the management, 218 maintenance, and operation of the water supply facilities of, or 219 used or operated for, the sewer district, which cost may include 220 the county's share of management, maintenance, and operation costs 221 under cooperative contracts for the acquisition, construction, or 222 use of water supply facilities and, in accordance with a cost 223 allocation plan adopted under division (H) of this section, 224 payment of all allowable direct and indirect costs of the 225 district, the county sanitary engineer or sanitary engineering 226 department, or a federal or state grant program, incurred for the 227 purposes of this chapter, and shall be applied second to the 228 payment of debt charges payable on any outstanding public 229 obligations issued or incurred for the acquisition or construction 230 of water supply facilities for or serving the district, or for the 231 funding of a bond retirement or other fund established for the 232 payment of or security for the obligations. Any surplus remaining 233 may be applied to the acquisition or construction of those 234 facilities or for the payment of contributions to be made, or 235 costs incurred, for the acquisition or construction of those 236 facilities under cooperative contracts. Moneys in the water fund 237 shall not be expended other than for the use and benefit of the 238 district.

(H) A board of county commissioners may adopt a cost 240 allocation plan that identifies, accumulates, and distributes 241 allowable direct and indirect costs that may be paid from the 242 water fund of the sewer district created pursuant to division (G) 243 of this section, and that prescribes methods for allocating those 244 costs. The plan shall authorize payment from the fund of only 245 those costs incurred by the district, the county sanitary engineer 246 or sanitary engineering department, or a federal or state grant 247 program, and those costs incurred by the general and other funds 248 of the county for a common or joint purpose, that are necessary 249 and reasonable for the proper and efficient administration of the 250 district under this chapter. The plan shall not authorize payment 251 from the fund of any general government expense required to carry 252 out the overall governmental responsibilities of a county. The 253 plan shall conform to United States office of management and 254 budget Circular A-87, "Cost Principles for State, Local, and 255 Indian Tribal Governments, " published May 17, 1995. 256

#### **Sec. 6117.01.** (A) As used in this chapter: 257

(1) "Sanitary facilities" means sanitary sewers, force mains, 258
lift or pumping stations, and facilities for the treatment, 259
disposal, impoundment, or storage of wastes; equipment and 260
furnishings; and all required appurtenances and necessary real 261
estate and interests in real estate. 262

(2) "Drainage" or "waters" means flows from rainfall or
otherwise produced by, or resulting from, the elements, storm
water discharges and releases or migrations of waters from
properties, accumulations, flows, and overflows of water,
including accelerated flows and runoffs, flooding and threats of
flooding of properties and structures, and other surface and
subsurface drainage.

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(3) "Drainage facilities" means storm sewers, force mains, 270 pumping stations, and facilities for the treatment, disposal, 271 impoundment, retention, control, or storage of waters; 272 improvements of or for any channel, ditch, drain, floodway, or 273 watercourse, including location, construction, reconstruction, 274 reconditioning, widening, deepening, cleaning, removal of 275 obstructions, straightening, boxing, culverting, tiling, filling, 276 walling, arching, or change in course, location, or terminus; 277 improvements of or for a river, creek, or run, including 278 reinforcement of banks, enclosing, deepening, widening, 279 straightening, removal of obstructions, or change in course, 280 location, or terminus; facilities for the protection of lands from 281 the overflow of water, including a levee, wall, embankment, jetty, 282 dike, dam, sluice, revetment, reservoir, retention or holding 283 basin, control gate, or breakwater; facilities for controlled 284 drainage, regulation of stream flow, and protection of an outlet; 285 the vacation of a ditch or drain; equipment and furnishings; and 286 all required appurtenances and necessary real estate and interests 287 in real estate. 288

(4) "County sanitary engineer" means either of the following: 289

(a) The registered professional engineer employed or 290
appointed by the board of county commissioners to be the county 291
sanitary engineer as provided in section 6117.01 of the Revised 292
Code; 293

(b) The county engineer, if, for as long as and to the extent 294
that engineer by agreement entered into under section 315.14 of 295
the Revised Code is retained to discharge duties of a county 296
sanitary engineer under this chapter. 297

(5) "Current operating expenses," "debt charges," "permanent 298
improvement," "public obligations," and "subdivision" have the 299
same meanings as in section 133.01 of the Revised Code. 300

(6) "Construct," "construction," or "constructing" means
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construction, reconstruction, enlargement, extension, improvement,
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renovation, repair, and replacement of sanitary or drainage
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facilities, but does not include any repairs, replacements, or
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similar actions that do not constitute and qualify as permanent
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improvements.

(7) "Maintain," "maintaining," or "maintenance" means
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repairs, replacements, and similar actions that constitute and are
payable as current operating expenses and that are required to
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restore sanitary or drainage facilities to, or to continue
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sanitary or drainage facilities in, good order and working
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condition, but does not include construction of permanent
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improvements.

(8) "Public agency" means a state and any agency or
subdivision of a state, including a county, a municipal
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corporation, or other subdivision.
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(9) "Homestead exemption" means the reduction of taxes 317 allowed under division (A) of section 323.152 of the Revised Code. 318

(10) "Low- and moderate-income person" has the same meaning 319 as in section 175.01 of the Revised Code. 320

(B) For the purpose of preserving and promoting the public 321 health and welfare, a board of county commissioners may lay out, 322 establish, consolidate, or otherwise modify the boundaries of, and 323 maintain, one or more sewer districts within the county and 324 outside municipal corporations and may have a registered 325 professional engineer make the surveys necessary for the 326 determination of the proper boundaries of each district, which 327 shall be designated by an appropriate name or number. The board 328 may acquire, construct, maintain, and operate within any district 329 sanitary or drainage facilities that it determines to be necessary 330 or appropriate for the collection of sewage and other wastes 331 provisions of a contract entered into for the purposes described 333 in sections 6117.41 to 6117.44 of the Revised Code and pursuant to 334 those sections or other applicable provisions of law, or for the 335 collection, control, or abatement of waters originating or 336 accumulating in, or flowing in, into, or through, the district, 337 and other sanitary or drainage facilities, within or outside of 338 the district, that it determines to be necessary or appropriate to 339 conduct the wastes and waters to a proper outlet and to provide 340 for their proper treatment, disposal, and disposition. The board 341 may provide for the protection of the sanitary and drainage 342 facilities and may negotiate and enter into a contract with any 343 public agency or person for the management, maintenance, 344 operation, and repair of any of the facilities on behalf of the 345 county upon the terms and conditions that may be agreed upon with 346 the agency or person and that may be determined by the board to be 347 in the best interests of the county. By contract with any public 348 agency or person operating sanitary or drainage facilities within 349 or outside of the county, the board may provide a proper outlet 350 for any of the wastes and waters and for their proper treatment, 351 disposal, and disposition. 352

(C) The board of county commissioners may employ a registered 353 professional engineer to be the county sanitary engineer for the 354 time and on the terms it considers best and may authorize the 355 county sanitary engineer to employ necessary assistants upon the 356 terms fixed by the board. Prior to the initial assignment of 357 drainage facilities duties to the county sanitary engineer, if the 358 county sanitary engineer is not the county engineer, the board 359 first shall offer to enter into an agreement with the county 360 engineer pursuant to section 315.14 of the Revised Code for 361 assistance in the performance of those duties of the board 362 pertaining to drainage facilities, and the county engineer shall 363 accept or reject the offer within thirty days after the date the 364 offer is made.

The board may create and maintain a sanitary engineering 366 department, which shall be under its supervision and which shall 367 be headed by the county sanitary engineer, for the purpose of 368 aiding it in the performance of its duties under this chapter and 369 Chapter 6103. of the Revised Code or its other duties regarding 370 sanitation, drainage, and water supply provided by law. The board 371 shall provide suitable facilities for the use of the department 372 and shall provide for and pay the compensation of the county 373 sanitary engineer and all authorized necessary expenses of the 374 county sanitary engineer and the sanitary engineering department. 375 The county sanitary engineer, with the approval of the board, may 376 appoint necessary assistants and clerks, and the compensation of 377 those assistants and clerks shall be provided for and paid by the 378 board. 379

(D) The board of county commissioners may adopt, publish, 380 administer, and enforce rules for the construction, maintenance, 381 protection, and use of county-owned or county-operated sanitary 382 and drainage facilities outside municipal corporations, and of 383 sanitary and drainage facilities within municipal corporations 384 that are owned or operated by the county or that discharge into 385 sanitary or drainage facilities owned or operated by the county, 386 including, but not limited to, rules for the establishment and use 387 of any connections, the termination in accordance with reasonable 388 procedures of sanitary service for the nonpayment of county 389 sanitary rates and charges and, if so determined, the concurrent 390 termination of any county water service for the nonpayment of 391 those rates and charges, the termination in accordance with 392 reasonable procedures of drainage service for the nonpayment of 393 county drainage rates and charges, and the establishment and use 394 of security deposits to the extent considered necessary to ensure 395 the payment of county sanitary or drainage rates and charges. The 396

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rules shall not be inconsistent with the laws of this state or any 397 applicable rules of the director of environmental protection. 398

(E) No sanitary or drainage facilities shall be constructed 399 in any county outside municipal corporations by any person until 400 the plans and specifications have been approved by the board of 401 county commissioners, and any construction shall be done under the 402 supervision of the county sanitary engineer. Not less than thirty 403 days before the date drainage plans are submitted to the board for 404 405 its approval, the plans shall be submitted to the county engineer. If the county engineer is of the opinion after review that the 406 facilities will have a significant adverse effect on roads, 407 culverts, bridges, or existing maintenance within the county, the 408 county engineer may submit a written opinion to the board not 409 later than thirty days after the date the plans are submitted to 410 the county engineer. The board may take action relative to the 411 drainage plans only after the earliest of receiving the written 412 opinion of the county engineer, receiving a written waiver of 413 submission of an opinion from the county engineer, or passage of 414 thirty days from the date the plans are submitted to the county 415 engineer. Any person constructing the facilities shall pay to the 416 county all expenses incurred by the board in connection with the 417 construction 418

(F) The county sanitary engineer or the county sanitary 419 engineer's authorized assistants or agents, when properly 420 identified in writing or otherwise and after written notice is 421 delivered to the owner at least five days in advance or is mailed 422 at least five days in advance by first class or certified mail to 423 the owner's tax mailing address, may enter upon any public or 424 private property for the purpose of making, and may make, surveys 425 or inspections necessary for the laying out of sewer districts or 426 the design or evaluation of county sanitary or drainage 427 facilities. This entry is not a trespass and is not to be 428

considered an entry in connection with any appropriation of 429 property proceedings under sections 163.01 to 163.22 of the 430 Revised Code that may be pending. No person or public agency shall 431 forbid the county sanitary engineer or the county sanitary 432 engineer's authorized assistants or agents to enter, or interfere 433 with their entry, upon the property for that purpose or forbid or 434 interfere with their making of surveys or inspections. If actual 435 damage is done to property by the making of the surveys and 436 inspections, the board shall pay the reasonable value of the 437 damage to the property owner, and the cost shall be included in 438 the cost of the facilities and may be included in any special 439 assessments to be levied and collected to pay that cost. 440

sec. 6117.02. (A) The board of county commissioners shall fix 441 reasonable rates, including penalties for late payments, for the 442 use, or the availability for use, of the sanitary facilities of a 443 sewer district to be paid by every person and public agency whose 444 premises are served, or capable of being served, by a connection 445 directly or indirectly to those facilities when those facilities 446 are owned or operated by the county and may change the rates from 447 time to time as it considers advisable. When the sanitary 448 facilities to be used by the county are owned by another public 449 agency or person, the schedule of rates to be charged by the 450 public agency or person for the use of the facilities by the 451 county, or the formula or other procedure for their determination, 452 shall be approved by the board at the time it enters into a 453 contract for that use. 454

(B) The board also shall establish reasonable charges to be
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(B) The payment of the charges, provision considered adequate by

the board shall be made for their payment in installments at the 461 times, in the amounts, and with the security, carrying charges, 462 and penalties as may be found by the board in that resolution to 463 be fair and appropriate. No public agency or person shall be 464 permitted to connect to those facilities until the charges have 465 been paid in full or provision for their payment in installments 466 has been made. If the connection charges are to be paid in 467 installments, the board shall certify to the county auditor 468 information sufficient to identify each parcel of property served 469 by a connection and, with respect to each parcel, the total of the 470 charges to be paid in installments, the amount of each 471 installment, and the total number of installments to be paid. The 472 auditor shall record and maintain the information supplied in the 473 sewer improvement record provided for in section 6117.33 of the 474 Revised Code until the connection charges are paid in full. The 475 board may include amounts attributable to connection charges being 476 paid in installments in its billings of rates and charges for the 477 use of sanitary facilities. 478

(C) When any of the sanitary rates or charges are not paid
 when due, the board may do any or all of the following as it
 considers appropriate:
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(1) Certify the unpaid rates or charges, together with any 482 penalties, to the county auditor, who shall place them upon the 483 real property tax list and duplicate against the property served 484 by the connection. The certified amount shall be a lien on the 485 property from the date placed on the real property tax list and 486 duplicate and shall be collected in the same manner as taxes, 487 except that, notwithstanding section 323.15 of the Revised Code, a 488 county treasurer shall accept a payment in that amount when 489 separately tendered as payment for the full amount of the unpaid 490 sanitary rates or charges and associated penalties. The lien shall 491 be released immediately upon payment in full of the certified 492 amount.

(2) Collect the unpaid rates or charges, together with any
penalties, by actions at law in the name of the county from an
owner, tenant, or other person or public agency that is liable for
the payment of the rates or charges;

(3) Terminate, in accordance with established rules, the
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sanitary service to the particular property and, if so determined,
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any county water service to that property, unless and until the
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unpaid sanitary rates or charges, together with any penalties, are
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paid in full;

(4) Apply, to the extent required, any security deposit made
in accordance with established rules to the payment of sanitary
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rates and charges for service to the particular property.
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All moneys collected as sanitary rates, charges, or penalties 506 fixed or established in accordance with divisions (A) and (B) of 507 this section for any sewer district shall be paid to the county 508 treasurer and kept in a separate and distinct sanitary fund 509 established by the board to the credit of the district. Except as 510 otherwise provided in any proceedings authorizing or providing for 511 the security for and payment of any public obligations, or in any 512 indenture or trust or other agreement securing public obligations, 513 moneys in the sanitary fund shall be applied first to the payment 514 of the cost of the management, maintenance, and operation of the 515 sanitary facilities of, or used or operated for, the district, 516 which cost may include the county's share of management, 517 maintenance, and operation costs under cooperative contracts for 518 the acquisition, construction, or use of sanitary facilities and, 519 in accordance with a cost allocation plan adopted under division 520 (E) of this section, payment of all allowable direct and indirect 521 costs of the district, the county sanitary engineer or sanitary 522 engineering department, or a federal or state grant program, 523 incurred for sanitary purposes under this chapter, and shall be 524

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applied second to the payment of debt charges payable on any 525 outstanding public obligations issued or incurred for the 526 acquisition or construction of sanitary facilities for or serving 527 the district, or for the funding of a bond retirement or other 528 fund established for the payment of or security for the 529 obligations. Any surplus remaining may be applied to the 530 acquisition or construction of those facilities or for the payment 531 of contributions to be made, or costs incurred, for the 532 acquisition or construction of those facilities under cooperative 533 contracts. Moneys in the sanitary fund shall not be expended other 534 than for the use and benefit of the district. 535

(D) The board may fix reasonable rates and charges, including 536 connection charges and penalties for late payments, to be paid by 537 any person or public agency owning or having possession or control 538 of any properties that are connected with, capable of being served 539 by, or otherwise served directly or indirectly by, drainage 540 facilities owned or operated by or under the jurisdiction of the 541 county, including, but not limited to, properties requiring, or 542 lying within an area of the district requiring, in the judgment of 543 the board, the collection, control, or abatement of waters 544 originating or accumulating in, or flowing in, into, or through, 545 the district, and may change those rates and charges from time to 546 time as it considers advisable. In addition, the board may fix the 547 rates and charges in order to pay the costs of complying with the 548 requirements of phase II of the storm water program of the 549 national pollutant discharge elimination system established in 40 550 C.F.R. part 122. 551

The rates and charges shall be payable periodically as 552 determined by the board, except that any connection charges shall 553 be paid in full in one payment, or, if determined by the board to 554 be equitable in a resolution relating to the payment of those 555 charges, provision considered adequate by the board shall be made 556

for their payment in installments at the times, in the amounts, 557 and with the security, carrying charges, and penalties as may be 558 found by the board in that resolution to be fair and appropriate. 559 The board may include amounts attributable to connection charges 560 being paid in installments in its billings of rates and charges 561 for the services provided by the drainage facilities. In the case 562 of rates and charges that are fixed in order to pay the costs of 563 complying with the requirements of phase II of the storm water 564 program of the national pollutant discharge elimination system 565 established in 40 C.F.R. part 122, the rates and charges may be 566 paid annually or semiannually with real property taxes, provided 567 that the board certifies to the county auditor information that is 568 sufficient for the auditor to identify each parcel of property for 569 which a rate or charge is levied and the amount of the rate or 570 charge. 571

When any of the drainage rates or charges are not paid when 572 due, the board may do any or all of the following as it considers 573 appropriate: 574

(1) Certify the unpaid rates or charges, together with any 575 penalties, to the county auditor, who shall place them upon the 576 real property tax list and duplicate against the property to which 577 the rates or charges apply. The certified amount shall be a lien 578 on the property from the date placed on the real property tax list 579 and duplicate and shall be collected in the same manner as taxes, 580 except that notwithstanding section 323.15 of the Revised Code, a 581 county treasurer shall accept a payment in that amount when 582 separately tendered as payment for the full amount of the unpaid 583 drainage rates or charges and associated penalties. The lien shall 584 be released immediately upon payment in full of the certified 585 amount. 586

(2) Collect the unpaid rates or charges, together with any(2) penalties, by actions at law in the name of the county from an588

owner, tenant, or other person or public agency that is liable for 589 the payment of the rates or charges; 590

(3) Terminate, in accordance with established rules, the
 drainage service for the particular property until the unpaid
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 rates or charges, together with any penalties, are paid in full;
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(4) Apply, to the extent required, any security deposit made
 in accordance with established rules to the payment of drainage
 rates and charges applicable to the particular property.
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All moneys collected as drainage rates, charges, or penalties 597 in or for any sewer district shall be paid to the county treasurer 598 and kept in a separate and distinct drainage fund established by 599 the board to the credit of the district. Except as otherwise 600 provided in any proceedings authorizing or providing for the 601 security for and payment of any public obligations, or in any 602 indenture or trust or other agreement securing public obligations, 603 moneys in the drainage fund shall be applied first to the payment 604 of the cost of the management, maintenance, and operation of the 605 drainage facilities of, or used or operated for, the district, 606 which cost may include the county's share of management, 607 maintenance, and operation costs under cooperative contracts for 608 the acquisition, construction, or use of drainage facilities and, 609 in accordance with a cost allocation plan adopted under division 610 (E) of this section, payment of all allowable direct and indirect 611 costs of the district, the county sanitary engineer or sanitary 612 engineering department, or a federal or state grant program, 613 incurred for drainage purposes under this chapter, and shall be 614 applied second to the payment of debt charges payable on any 615 outstanding public obligations issued or incurred for the 616 acquisition or construction of drainage facilities for or serving 617 the district, or for the funding of a bond retirement or other 618 fund established for the payment of or security for the 619 obligations. Any surplus remaining may be applied to the 620

acquisition or construction of those facilities or for the payment621of contributions to be made, or costs incurred, for the622acquisition or construction of those facilities under cooperative623contracts. Moneys in the drainage fund shall not be expended other624than for the use and benefit of the district.625

(E) A board of county commissioners may adopt a cost 626 allocation plan that identifies, accumulates, and distributes 627 allowable direct and indirect costs that may be paid from each of 628 the funds of the district created pursuant to divisions (C) and 629 (D) of this section, and that prescribes methods for allocating 630 those costs. The plan shall authorize payment from each of those 631 funds of only those costs incurred by the district, the county 632 sanitary engineer or sanitary engineering department, or a federal 633 or state grant program, and those costs incurred by the general 634 and other funds of the county for a common or joint purpose, that 635 are necessary and reasonable for the proper and efficient 636 administration of the district under this chapter and properly 637 attributable to the particular fund of the district. The plan 638 shall not authorize payment from either of the funds of any 639 general government expense required to carry out the overall 640 governmental responsibilities of a county. The plan shall conform 641 to United States office of management and budget Circular A-87, 642 "Cost Principles for State, Local, and Indian Tribal Governments," 643 published May 17, 1995. 644

(F) A board of county commissioners may establish discounted 645 rates or charges or may establish another mechanism for providing 646 a reduction in rates or charges for persons who are sixty-five 647 years of age or older. The board shall establish eligibility 648 requirements for such discounted or reduced rates or charges, 649 including a requirement that a person be eligible for the 650 homestead exemption or qualify as a low- and moderate-income 651 652 person.

<b>Sec. 6119.011.</b> As used in <del>Chapter 6119. of the Revised Code</del>	653
this chapter:	654
(A) "Court of common pleas" or "court" means, unless the	655
context indicates a different meaning or intent, the court of	656
common pleas in which the petition for the organization of a	657
regional water and sewer district is filed.	658
(B) "Political subdivision" includes departments, divisions,	659
authorities, or other units of state governments, watershed	660
districts, soil and water conservation districts, park districts,	661
municipal corporations, counties, townships, and other political	662
subdivisions, special water districts, including county and	663
regional water and sewer districts, conservancy districts,	664
sanitary districts, sewer districts or any other public	665
corporation or agency having the authority to acquire, construct,	666
or operate waste water or water management facilities, and all	667
other governmental agencies now or hereafter granted the power of	668
levying taxes or special assessments, the United States or any	669
agency thereof, and any agency, commission, or authority	670
established pursuant to an interstate compact or agreement.	671
(C) "Person" means any natural person, firm, partnership,	672

association, or corporation other than a political subdivision. 673

(D) "Beneficial use" means a use of water, including the
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method of diversion, storage, transportation, treatment, and
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application, that is reasonable and consistent with the public
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interest in the proper utilization of water resources, including,
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but not limited to, domestic, agricultural, industrial, power,
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municipal, navigational, fish and wildlife, and recreational uses.
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(E) "Waters of the state" mean means all streams, lakes,
ponds, marshes, watercourses, waterways, wells, springs,
irrigation systems, drainage systems, and all other bodies or
accumulations of water, surface and underground, natural or
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artificial, which that are situated wholly or partly within, or684border upon, this state, or are within its jurisdiction, except685those private waters which that do not combine or effect a686junction with natural surface or underground waters.687

(F) "Water resources" means all waters of the state occurring
on the surface in natural or artificial channels, lakes,
reservoirs, or impoundments, and in subsurface aquifers, which
that are available or may be made available to agricultural,
commercial, recreational, public, and domestic users.

(G) "Project" or "water resource project" means any waste 693 water facility or water management facility acquired, constructed, 694 or operated by or leased to a regional water and sewer district or 695 to be acquired, constructed, or operated by or leased to a 696 regional water and sewer district under Chapter 6119. of the 697 Revised Code this chapter, or acquired or constructed or to be 698 acquired or constructed by a political subdivision with a portion 699 of the cost thereof being paid from a loan or grant from the 700 district under Chapter 6119. of the Revised Code this chapter, 701 including all buildings and facilities which that the district 702 considers necessary for the operation of the project, together 703 with all property, rights, easements, and interest which that may 704 be required for the operation of the project. Any water resource 705 project shall be determined by the board of trustees of the 706 district to be consistent with any applicable comprehensive plan 707 of water management approved by the director of natural resources 708 <del>of the state</del> or in the process of preparation by <del>such</del> <u>the</u> director 709 and to be not inconsistent with the standards set for the waters 710 of the state affected thereby by the water pollution control board 711 of the state environmental protection agency. Any resolution of 712 the board of trustees of the district providing for acquiring, 713 operating, leasing, or constructing such projects or for making a 714 loan or grant for such projects shall include a finding by the 715

state.

have been made. 717 (H) "Pollution" means the placing of any noxious or 718 deleterious substances in any waters of the state or affecting the 719 properties of any waters of the state in a manner which that 720 renders such those waters harmful or inimical to the public 721 health, or to animal or aquatic life, or to the use of such the 722 waters for domestic water supply, industrial or agricultural 723 purposes, or recreation. 724 (I) "Sewage" means any substance that contains any of the 725 waste products or excrementitious or other discharge from the 726 bodies of human beings or animals, which that pollutes the waters 727 of the state. 728 (J) "Industrial waste" means any liquid, gaseous, or solid 729 waste substance resulting from any process of industry, 730 manufacture, trade, or business, or from the development, 731 processing, or recovery of any natural resource, together with 732 such sewage as is present, which that pollutes the waters of the 733 734 (K) "Waste water" means any storm water and any water 735 containing sewage or industrial waste or other pollutants or 736 contaminants derived from the prior use of such the water. 737 (L) "Waste water facilities" means facilities for the purpose 738 of treating, neutralizing, disposing of, stabilizing, cooling, 739 segregating, or holding waste water, including, without limiting 740

the generality of the foregoing, facilities for the treatment and

water, both surface and underground, and storm and sanitary sewers

and other systems, whether on the surface or underground, designed

disposal of sewage or industrial waste and the residue thereof,

facilities for the temporary or permanent impoundment of waste

to transport waste water, together with the equipment and

board of trustees of the district that such those determinations

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furnishings thereof and their appurtenances and systems, whether 747 on the surface or underground, including force mains and pumping 748 facilities therefor when necessary. 749

(M) "Water management facilities" means facilities for the 750 purpose of the development, use, and protection of water 751 resources, including, without limiting the generality of the 752 foregoing, facilities for water supply, facilities for stream flow 753 improvement, dams, reservoirs, and other impoundments, water 754 transmission lines, water wells and well fields, pumping stations 755 and works for underground water recharge, stream monitoring 756 systems, facilities for the stabilization of stream and river 757 banks, and facilities for the treatment of streams and rivers, 758 including, without limiting the generality of the foregoing, 759 facilities for the removal of oil, debris, and other solid waste 760 from the waters of the state and stream and river aeration 761 facilities. 762

(N) "Cost" as applied to water resource projects means the 763 cost of acquisition and construction, the cost of acquisition of 764 all land, rights-of-way, property rights, easements, franchise 765 rights, and interests required by the district for such 766 acquisition and construction, the cost of demolishing or removing 767 any buildings or structures on land so acquired, including the 768 cost of acquiring any lands to which such buildings or structures 769 may be moved, the cost of acquiring or constructing and equipping 770 a principal office and sub-offices of the district, the cost of 771 diverting highways, interchange of highways, and access roads to 772 private property, including the cost of land or easements 773 therefor, the cost of all machinery, furnishings, and equipment, 774 financing charges, interest prior to and during construction and 775 for no more than eighteen months after completion of acquistion 776 acquisition or construction, engineering, expenses of research and 777 development with respect to waste water or water management 778

facilities, legal expenses, plans, specifications, surveys, 779 estimates of cost and revenues, working capital, other expenses 780 necessary or incident to determining the feasibility or 781 practicability of acquiring or constructing any such project, 782 administrative expense, and such other expense as may be necessary 783 or incident to the acquisition or construction of the project, the 784 financing of such the acquisition or construction, including the 785 amount authorized in the resolution of the district providing for 786 the issuance of water resource revenue bonds to be paid into any 787 special funds from the proceeds of such those bonds and the 788 financing of the placing of any such project in operation. Any 789 790 obligation or expense incurred by any political subdivision, and approved by the district, for surveys, borings, preparation of 791 plans and specifications, and other engineering services in 792 connection with the acquisition or construction of a project shall 793 be regarded as a part of the cost of such the project and may be 794 reimbursed by the district. 795

(0) "Owner" includes all individuals, partnerships,
associations, corporations, or political subdivisions having any
title or interest in any property rights, easements, and interests
authorized to be acquired by Chapter 6119. of the Revised Code
this chapter.

(P) "Revenues" means all rentals and other charges received 801 by a district for the use or services of any project, all special 802 assessments levied by the district pursuant to Chapter 6119. of 803 the Revised Code this chapter, any gift or grant received with 804 respect thereto, and moneys received in repayment of and for 805 interest on any loan made by the district to a political 806 subdivision, whether from the United States or a department, 807 administration, or agency thereof, or otherwise. 808

(Q) "Public roads" includes all public highways, roads, and 809 streets in the state, whether maintained by the state, county, 810

city, township, or other political subdivision.	811
(R) "Public utility facilities" includes tracks, pipes,	812
mains, conduits, cables, wires, towers, poles, and other equipment	813
and appliances of any public utility.	814
(S) "Construction," unless the context indicates a different	815
meaning or intent, includes reconstruction, enlargement,	816
improvement, or providing furnishings or equipment.	817
(T) "Water resources bonds," unless the context indicates a	818
different meaning or intent, includes water resource notes and	819
water resource refunding bonds.	820
(U) "Regional water and sewer district" means a district	821
organized or operating for one or both of the purposes described	822
in section 6119.01 of the Revised Code and, if organized or	823
operating for only one of <del>such <u>those</u> purposes, may be designated</del>	824
either a regional water district or a regional sewer district, as	825
the case may be.	826
(V) "Homestead exemption" means the reduction of taxes	827
allowed under division (A) of section 323.152 of the Revised Code.	828
(W) "Low- and moderate-income person" has the same meaning as	829
in section 175.01 of the Revised Code.	830
Sec. 6119.091. When fixing rentals or other charges under	831
section 6119.09 of the Revised Code, a board of trustees of a	832
regional water and sewer district may establish discounted rentals	833

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or charges or may establish another mechanism for providing a	834
reduction in rentals or charges for persons who are sixty-five	835
years of age or older. The board shall establish eligibility	836
requirements for such discounted or reduced rentals or charges,	837
including a requirement that a person be eligible for the	838
homestead exemption or qualify as a low- and moderate-income	839
person.	840

Sec	tion	2.	That	exis	sting	section	ns 610	03.01	1, 6103	.02,	6117.01	, 8	341
6117.02,	and	611	L9.011	. of	the	Revised	Code	are	hereby	repe	ealed.	8	342