## As Introduced

# 127th General Assembly Regular Session 2007-2008

S. B. No. 170

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#### **Senator Amstutz**

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# **ABILL**

To amend sections 6101.10, 6101.48, 6101.53, 6101.67, 1 and 6101.70 and to enact section 6101.101 of the Revised Code to revise the membership of the board 3 of directors of a conservancy district that 4 includes all or parts of more than sixteen 5 counties, to require the board of directors of such a district rather than the conservancy court to perform certain functions under the Conservancy 8 Districts Law, to prohibit the levying of an assessment by such a conservancy district under 10 specified circumstances, and to make other changes 11 concerning the levying of an assessment by such a 12 conservancy district. 13

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

Section 1. That sections 6101.10, 6101.48, 6101.53, 6101.67,	14
and 6101.70 be amended and section 6101.101 of the Revised Code be	15
enacted to read as follows:	16
Sec. 6101.10. (A) Except as provided in division (B) of this	17
section, within thirty days after entering the decree	18
incorporating a conservancy district, the court shall appoint	19
three persons, at least two of whom are residents of counties, all	20

or part of which are included within the territorial limits of the

district, as a board of directors of the conservancy district, one

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for a term of three years, one for a term of five years, and one

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for a term of seven years. At the expiration of their terms of

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office, appointments shall be made for terms of five years. The

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court shall fill any vacancy which that may occur on the board for

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the unexpired term.

- (B) Within thirty days after the entering of a decree under 28 section 6101.09 of the Revised Code incorporating a conservancy 29 district that includes all or parts of more than sixteen counties, 30 the court presidents of the boards of county commissioners of the 31 counties all or part of which are included within the territorial 32 limits of the district shall appoint five seven persons, each of 33 whom is a resident of a different county and at least three of 34 whom are residents of counties all or part of which are is 35 included within the territorial limits of the district, as  $\frac{1}{2}$ 36 members of the board of directors of the conservancy district. A 37 majority vote of the presidents of the boards of county 38 commissioners is necessary for appointment of a member of the 39 board of directors of the conservancy district. Of the initial 40 appointments made to the board, one shall be for a term of two 41 years, two for a term of three years, one two for a term of four 42 years, one and two for a term of five years, one for a term of six 43 years, and one for a term of seven years. At the expiration of 44 their terms of office, appointments shall be made for terms of 45 five years. The court presidents of the boards of county 46 commissioners of the counties all or part of which are included 47 within the territorial limits of the district shall fill any 48 vacancy which that may occur on the board for the unexpired term. 49 A member of the board of directors of the conservancy district may 50 be reappointed. 51
- (C) Within thirty days after issuing an order under section 52 6101.30, 6101.70, or 6101.72 of the Revised Code annexing lands to 53

a district or uniting districts and resulting in a district that	54
includes all or parts of more than sixteen counties, the court	55
<del>shall appoint to the</del> <u>a</u> board of directors <del>two additional members,</del>	56
each of whom is a resident of a different county and does not	57
reside in the same county as any member of the existing board, for	58
terms of not more than five years, provided that the terms of	59
those two members shall not expire in the same year or in the year	60
in which any existing member's term expires. At the expiration of	61
their terms of office, appointments shall be made for terms of	62
five years. In appointing the two additional members, the court	63
shall ensure that at least three of the five members of the board	64
are residents of counties all or part of which are included within	65
the territorial limits of the district. The court shall fill any	66
vacancy which may occur on the board for the unexpired term and,	67
in filling vacancies or making subsequent appointments, shall	68
ensure that all members of the board reside in different counties	69
for the resulting conservancy district shall be appointed in	70
accordance with division (B) of this section. Upon the appointment	71
of the new board of directors, the prior board of directors of the	72
conservancy district shall terminate, and the new board of	73
directors shall govern and operate the conservancy district.	74

Sec. 6101.101. (A) On and after the effective date of this 75 section and notwithstanding any other section of the Revised Code 76 to the contrary, the board of directors of a conservancy district 77 that is composed of all or parts of more than sixteen counties 78 shall perform all of the functions of the conservancy court 79 established under this chapter for the district except the 80 functions of the court specified in sections 6101.05, 6101.06, 81 6101.061, 6101.07, 6101.08, 6101.09, 6101.10, 6101.11, 6101.181, 82 6101.26, 6101.35, 6101.36, 6101.37, 6101.38, 6101.54, 6101.59, 83 6101.60, 6101.66, 6101.68, 6101.69, 6101.70, 6101.71, 6101.72, 84 6101.73, 6101.74, 6101.76, 6101.77, 6101.78, and 6101.79 of the 85

Revised Code and the function of the court specified in division	86
(D) of sections 6101.48 and 6101.53 of the Revised Code.	87
(B) In performing the functions of the court pursuant to	88
division (A) of this section, the board shall resolve reasonably	89
any conflicts that may occur and shall avoid duplication of any	90
requirement.	91
(C) Nothwithstanding any section of this chapter to the	92
contrary, a person or public corporation that is within the	93
territorial boundaries of a district that is composed of all or	94
parts of more than sixteen counties that considers itself injured	95
in any manner by any act performed by the board of directors as	96
required by division (A) of this section may file an action in the	97
court of common pleas of the county in which the person or public	98
corporation is located.	99
Sec. 6101.48. After (A) Except as otherwise provided in	100
division (B) of this section, after the conservancy appraisal	101
record as approved by the court, or that part of it from which no	102
appeal is pending, has been filed with the secretary of the	103
conservancy district as provided in section 6101.37 of the Revised	104
Code, from time to time, as the affairs of the district demand it,	105
the board of directors of the conservancy district shall levy on	106
all real property and on all public corporations, upon which	107
benefits have been appraised, an assessment of the portion of the	108
benefits that is found necessary by the board to pay the cost of	109
the execution of the official plan, including superintendence of	110
construction and administration, plus one-ninth of that total to	111
be added for contingencies, but not to exceed in the total of	112
principal the appraised benefits so adjudicated.	113
The assessment shall be apportioned to and levied on each	114
tract of land or other property and each public corporation in the	115
district in proportion to the benefits appraised, and not in	116

excess of the benefits appraised. Interest at a rate not to exceed	117
the rate provided in section 9.95 of the Revised Code, payable	118
semiannually, shall be included in and added to the assessment,	119
but the interest shall not be considered as a part of the cost in	120
determining whether or not the expenses and costs of making the	121
improvement are equal to or in excess of the benefits appraised.	122

After the assessment is levied, the board shall report it to 123 the court for confirmation. Upon the entry of the order of the 124 court confirming the assessment, the clerk of the court shall 125 transmit a certified copy of the order to the governing or taxing 126 body of each political subdivision assessed, and the governing or 127 taxing body shall receive and file the order. Thereafter, the 128 board may order the issuance of notes in an amount not exceeding 129 ninety per cent of the assessment in anticipation of the 130 collection of the assessment. 131

After the court has confirmed the assessment, the secretary 132 of the conservancy district, at the expense of the district, shall 133 prepare an assessment record named "Conservancy Assessment Record 134 of ...... District." It shall contain a notation of the items of 135 property appraised and the public corporations to which benefits 136 have been appraised, the total amount of benefits appraised 137 against each item or public corporation, and the total assessment 138 levied against each item or public corporation. If successive 139 levies of assessment are made for the execution of the official 140 plan and the acquisition or construction of improvements, the 141 conservancy assessment record shall contain suitable notations to 142 show the number of levies and the amount of each, to the end that 143 the conservancy assessment record may disclose the aggregate of 144 all such levies made up to that time. 145

Upon the completion of the conservancy assessment record, it shall be signed and certified by the president of the board and by the secretary of the conservancy district and placed on file and

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shall become a permanent record in the office of the district.	149
After the expiration of the thirty-day period for the payment of	150
assessments as provided by section 6101.49 of the Revised Code, a	151
copy of that part of the conservancy assessment record affecting	152
lands or public corporations in any county shall be filed with the	153
county auditor of the county.	154
If it is found at any time that the total amount of	155
assessments levied is insufficient to pay the cost of works set	156
out in the official plan or of additional work done, the board may	157
make an additional levy to provide funds to complete the work,	158
provided the total of all levies of the assessment exclusive of	159
interest does not exceed the total of benefits appraised.	160
(B)(1) On and after the effective date of this amendment, the	161
board of directors of a conservancy district that is composed of	162
all or parts of more than sixteen counties shall not levy an	163
assessment under this section for any new work or improvement that	164
is not in the current version of the district's official plan	165
until the board has done both of the following:	166
(a) Amended, in a sufficiently detailed manner, the	167
district's official plan in accordance with section 6101.39 of the	168
Revised Code to provide for the new work or improvement;	169
(b) Completed an appraisal of benefits of and damages from	170
the new work or improvement in accordance with section 6101.28 of	171
the Revised Code and filed the conservancy appraisal record in	172
accordance with section 6101.31 of the Revised Code.	173
(2) On and after the effective date of this amendment, the	174
board of directors of a conservancy district that is composed of	175
all or parts of more than sixteen counties shall not levy an	176
assessment on real property that is exempt from taxation unless	177
the owner of the property has specifically requested in writing	178
that the assessment be imposed on the exempt real property. If a	179

board of directors receives such a written request from the owner	180
of real property that is exempt from taxation, the board shall	181
levy and collect the assessment in accordance with the procedures	182
and requirements established in this chapter.	183
(C) A person may appeal an assessment levied by the board of	184
directors of a conservancy district that is appointed under	185
division (B) or (C) of section 6101.10 of the Revised Code to the	186
court of common pleas of the county in which the person owns real	187
property that is subject to the assessment.	188
Sec. 6101.53. To (A) Except as otherwise provided in division	189
(B) of this section, to maintain, operate, and preserve the	190
reservoirs, ditches, drains, dams, levies, canals, sewers, pumping	191
stations, treatment and disposal works, or other properties or	192
improvements acquired or made pursuant to this chapter, to	193
strengthen, repair, and restore the same, when needed, and to	194
defray the current expenses of the conservancy district, the board	195
of directors of the district may, upon the substantial completion	196
of the improvements and on or before the first day of September in	197
each year thereafter, levy an assessment upon each tract or parcel	198
of land and upon each public corporation within the district,	199
subject to assessments under this chapter, to be known as a	200
conservancy maintenance assessment. No assessment shall be made	201
with respect to works and improvements acquired or constructed for	202
the purpose of providing a water supply for domestic, industrial,	203
and public use within the district, when the water supply can be	204
metered or measured when furnished to persons or public	205
corporations. If the district, for the benefit of one or more	206
persons or political subdivisions, provides a water supply that	207
recharges underground aquifers and thereby replenishes wells or	208
provides a source of water for new wells, or increases the natural	209
low flow of a stream used for water supply, or creates an	210

impoundment, in such a way that the augmented use of water cannot

be metered or measured for individual or public consumption, the	212
board may make a maintenance assessment against benefited property	213
and public corporations in the same manner provided in this	214
section for maintenance of other properties or improvements.	215

The maintenance assessment shall be apportioned upon the 216 basis of the total appraisal of benefits accruing for original and 217 subsequent construction, shall not exceed one per cent of the 218 total appraisal of benefits in any one year unless the court by 219 its order authorizes an assessment of a larger percentage, shall 220 not be less than two dollars, and shall be certified to the county 221 auditor of each county in which lands of the district are located 222 in the conservancy assessment record, but in a separate column in 223 like manner and at the same time as the annual installment of the 224 assessment levied under section 6101.48 of the Revised Code is 225 certified, under the heading maintenance assessment. The auditor 226 shall certify the same to the county treasurer of the county at 227 the same time that the auditor certifies the annual installment of 228 the assessments levied under that section, and the sum of the 229 levies for any tract or public corporation may be certified as a 230 single item. The treasurer shall demand and collect the 231 maintenance assessment and make return of it, and shall be liable 232 for the same penalties for failure to do so as are provided for 233 the annual installment of the assessment levied under section 234 6101.48 of the Revised Code. 235

The amount of the maintenance assessment paid by any parcel
of land or public corporation shall not be credited against the
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benefits assessed against the parcel of land or public
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corporation, but the maintenance assessment shall be in addition
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to any assessment that has been or can be levied under section
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6101.48 of the Revised Code.
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To maintain, operate, and preserve the works and improvements of the district acquired or constructed for the purpose of

providing a water supply, to strengthen, repair, and restore the	244
same, and to defray the current expenses of the district for this	245
purpose, the board may impose rates for the sale of water to	246
public corporations and persons within the district. The rates to	247
be charged for the water shall be fixed and adjusted by the board	248
at intervals of not less than one year, so that the income thus	249
produced will be adequate to provide a maintenance fund for the	250
purpose of water supply. Contracts for supplying water to public	251
corporations and persons shall be entered into before the service	252
is rendered by the district. Contracts shall specify the maximum	253
quantity of water to be furnished to the public corporation or	254
person, and the quantity shall be fixed so as equitably to	255
distribute the supply. Preference shall be given to water supply	256
furnished to public corporations for domestic and public uses.	257
Bills for water supplied to public corporations shall be rendered	258
at regular intervals and shall be payable from the waterworks fund	259
of the public corporation or, if it is not sufficient, from the	260
general fund.	261
(B)(1) On and after the effective date of this amendment, the	262
board of directors of a conservancy district that is composed of	263
all or parts of more than sixteen counties shall not levy a	264
maintenance assessment under this section until after the works or	265
improvements are substantially completed as required in division	266
(A) of this section. In addition, the board shall not levy a	267
maintenance assessment under this section for the maintenance of	268
or improvements to projects that were not previously constructed	269
under the district's official plan.	270
(2) On and after the effective date of this amendment, the	271
board of directors of a conservancy district that is composed of	272
all or parts of more than sixteen counties shall not levy a	273
maintenance assessment on real property that is exempt from	274

taxation unless the owner of the property has specifically

requested in writing that the maintenance assessment be imposed on	276
the exempt real property. If a board of directors receives such a	277
written request from the owner of real property that is exempt	278
from taxation, the board shall levy and collect the maintenance	279
assessment in accordance with the procedures and requirements	280
established in this chapter.	281
(C) A person may appeal a maintenance assessment levied by	282
the board of directors of a conservancy district that is appointed	283
under division (B) or (C) of section 6101.10 of the Revised Code	284
to the court of common pleas of the county in which the person	285
owns real property that is subject to the maintenance assessment.	286
Sec. 6101.67. Each member of the board of directors of a	287
conservancy district and each member of the board of appraisers of	288
a conservancy district shall receive a sum established by the	289
court or by the board of directors of a conservancy district	290
composed of all or parts of more than sixteen counties, as	291
applicable, and necessary expenses for the time actually employed	292
in performing official duties. The compensation and expenses shall	293
be paid only upon itemized statements submitted and certified to	294
by the individual member.	295
Sec. 6101.70. (A) If two or more conservancy districts have	296
been organized in a territory which that, in the opinion of the	297
board of directors of the conservancy district of any one of the	298
districts, should constitute only one district, the board of any	299
one of the districts may petition the court for an order uniting	300
those districts into a single district. The petition shall be	301
filed in the office of the clerk of the court of common pleas of	302
that county that has the greatest valuation of real property	303
within the districts sought to be included, as shown by the tax	304
duplicates of the respective counties. The petition shall set	305

forth the necessity for the union of the two or more districts and

that the union of the districts would be conducive to the public	307
health, convenience, safety, or welfare and to the economical	308
execution of the purposes for which the districts were organized.	309
Upon receipt of the petition, the clerk shall give notice by	310
publication or by personal service to the boards of the districts	311
that it is desired to unite with the district of the petitioners.	312
The notice shall contain the time and place where the hearing on	313
the petition will be had and the purpose of the hearing. The	314
hearing shall be had in accordance with this chapter as for an	315
original hearing. If, after the hearing, the court finds that the	316
averments of the petition are true and that the districts, or any	317
of them, should be united, it shall so order, and thereafter those	318
districts shall be united into one and proceed as one. The court	319
shall designate the corporate name of the united district, and	320
further proceedings shall be taken as provided for in this	321
chapter. <del>In accordance with division (A) or (B) of section 6101.10</del>	322
of the Revised Code, as applicable	323

If the united district comprises all or parts of sixteen 324 counties or less, the court shall direct in the order in 325 accordance with division (A) of section 6101.10 of the Revised 326 Code who shall be the members of the board of the united district, 327 who shall thereafter have the powers and be subject to the 328 regulations as are provided for the board in districts created in 329 the first instance. However, if the united district comprises all 330 or parts of more than sixteen counties, the presidents of the 331 boards of county commissioners of the counties all or part of 332 which are included within the territorial limits of the united 333 district shall appoint the members of the board of the united 334 district in accordance with divisions (B) and (C) of section 335 6101.10 of the Revised Code, who shall thereafter have the powers 336 and be subject to the regulations as are provided for the board in 337 <u>districts created in the first instance.</u> 338

(B) All legal proceedings already instituted by or against	339
any of the constituent districts united into a single district	340
under division (A) of this section may be revived and continued	341
against the united district by an order of court substituting the	342
name of the united district for the constituent district, and	343
those proceedings shall then proceed as provided in this chapter.	344
(C) Instead of organizing a new district from the constituent	345
districts, the court may do one of the following:	346
(1) Direct that one or more of the districts described in the	347
petition be included into another of the districts, which other	348
district shall continue under its original corporate name and	349
organization, unless the resulting district includes all or parts	350
of more than sixteen counties, in which case the court shall	351
appoint two additional members whose appointments and terms of	352
office shall comply with the requirements established in division	353
a new board of directors shall be appointed in accordance with	354
divisions (B) and (C) of section 6101.10 of the Revised Code;	355
(2) Direct that the districts absorbed as described in	356
division (C)(1) of this section shall be represented on the board	357
of the original district, designating what members of the board of	358
the original district shall be retired from the new board and what	359
members representing the included districts shall take their	360
places, except that, if the resulting district includes all or	361
parts of more than sixteen counties, the court also shall appoint	362
two additional members whose appointments and terms of office	363
shall comply with the requirements established in division a new	364
board of directors shall be appointed in accordance with divisions	365
(B) and (C) of section 6101.10 of the Revised Code;	366
(3) Direct that the included districts shall become	367
subdistricts of the main district.	368

(D) If the districts sought to be united were organized in

different counties, the court to determine the question involved	370
shall consist of one judge from each of the counties in the court	371
of which one of the districts was organized, and a majority shall	372
be necessary to render a decision. From the decision or from a	373
failure to decide, any interested property owner may appeal. No	374
action under this section shall interrupt or delay any proceeding	375
under this chapter, until the questions involved are finally	376
determined.	377

**Section 2.** That existing sections 6101.10, 6101.48, 6101.53, 378 6101.67, and 6101.70 of the Revised Code are hereby repealed. 379

Section 3. Not later than thirty days after the effective 380 date of this section, the presidents of the boards of county 381 commissioners of the counties all or part of which are included 382 within the territorial limits of an existing conservancy district 383 that includes all or parts of more than sixteen counties shall 384 appoint two additional persons as members of the existing board of 385 directors of the conservancy district. The terms of office of the 386 resulting seven-member board shall be as follows: two years for 387 one of the new additional persons, three years for one of the new 388 additional persons and one existing member, four years for two 389 existing members, and five years for two existing members. Each 390 member of the board shall be a resident of a county all or part of 391 which is included within the territorial limits of the district. 392 The procedures and requirements established in division (B) of 393 section 6101.10 of the Revised Code, as amended by this act, shall 394 govern the filling of vacancies, terms of office of future 395 appointments, reappointments, and other appointment matters. 396

Upon the appointment of the two additional members to the 397 existing board of directors of an existing conservancy district 398 under this section, the board of directors of the conservancy 399 district that was appointed prior to the effective date of this 400

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section shall terminate, and the new board of directors shall govern and operate the conservancy district.	401 402