## As Introduced

128th General Assembly Regular Session 2009-2010

H. B. No. 111

#### **Representative DeGeeter**

Cosponsors: Representatives Murray, Letson, Dodd, Amstutz, Newcomb, Luckie, Patten, Evans, Domenick, Phillips, Zehringer, Slesnick, Chandler, Heard

# A BILL

То	amend section 721.15 of the Revised Code to	1
	reduce, from fifteen to ten, the minimum number of	2
	days for bidding when a nonchartered municipal	3
	corporation sells personal property by Internet	4
	auction.	5

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

Section 1. That section 721.15 of the Revised Code be amended 6 to read as follows: 7

Sec. 721.15. (A) Personal property not needed for municipal 8 purposes, the estimated value of which is less than one thousand 9 dollars, may be sold by the board or officer having supervision or 10 management of that property. If the estimated value of that 11 property is one thousand dollars or more, it shall be sold only 12 when authorized by an ordinance of the legislative authority of 13 the municipal corporation and approved by the board, officer, or 14 director having supervision or management of that property. When 15 so authorized, the board, officer, or director shall make a 16 written contract with the highest and best bidder after 17

advertisement for not less than two or more than four consecutive18weeks in a newspaper of general circulation within the municipal19corporation, or with a board of county commissioners upon such20lawful terms as are agreed upon, as provided by division (B)(1) of21section 721.27 of the Revised Code.22

(B) When the legislative authority finds, by resolution, that 23 the municipal corporation has vehicles, equipment, or machinery 24 which is obsolete, or is not needed or is unfit for public use, 25 that the municipal corporation has need of other vehicles, 26 equipment, or machinery of the same type, and that it will be in 27 the best interest of the municipal corporation that the sale of 28 obsolete, unneeded, or unfit vehicles, equipment, or machinery be 29 made simultaneously with the purchase of the new vehicles, 30 equipment, or machinery of the same type, the legislative 31 authority may offer to sell, or authorize a board, officer, or 32 director of the municipal corporation having supervision or 33 management of the property to offer to sell, those vehicles, 34 equipment, or machinery and to have the selling price credited 35 against the purchase price of other vehicles, equipment, or 36 machinery and to consummate the sale and purchase by a single 37 contract with the lowest and best bidder to be determined by 38 subtracting from the selling price of the vehicles, equipment, or 39 machinery to be purchased by the municipal corporation the 40 purchase price offered for the municipally-owned vehicles, 41 equipment, or machinery. When the legislative authority or the 42 authorized board, officer, or director of a municipal corporation 43 advertises for bids for the sale of new vehicles, equipment, or 44 machinery to the municipal corporation, they may include in the 45 same advertisement a notice of willingness to accept bids for the 46 purchase of municipally-owned vehicles, equipment, or machinery 47 which is obsolete, or is not needed or is unfit for public use, 48 and to have the amount of those bids subtracted from the selling 49 price as a means of determining the lowest and best bidder. 50

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(C) If the legislative authority of the municipal corporation
determines that municipal personal property is not needed for
public use, or is obsolete or unfit for the use for which it was
acquired, and that the property has no value, the legislative
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authority may discard or salvage that property.

(D) Notwithstanding anything to the contrary in division (A) 56 or (B) of this section and regardless of the property's value, the 57 legislative authority of a municipal corporation may sell personal 58 property, including motor vehicles acquired for the use of 59 municipal officers and departments, and road machinery, equipment, 60 tools, or supplies, which is not needed for public use, or is 61 obsolete or unfit for the use for which it was acquired, by 62 internet auction. The legislative authority shall adopt, during 63 each calendar year, a resolution expressing its intent to sell 64 that property by internet auction. The resolution shall include a 65 description of how the auctions will be conducted and shall 66 specify the number of days for bidding on the property, which 67 shall be no less than fifteen ten days, including Saturdays, 68 Sundays, and legal holidays. The resolution shall indicate whether 69 70 the municipal corporation will conduct the auction or the legislative authority will contract with a representative to 71 conduct the auction and shall establish the general terms and 72 conditions of sale. If a representative is known when the 73 resolution is adopted, the resolution shall provide contact 74 information such as the representative's name, address, and 75 telephone number. 76

After adoption of the resolution, the legislative authority77shall publish, in a newspaper of general circulation in the78municipal corporation, notice of its intent to sell unneeded,79obsolete, or unfit municipal personal property by internet80auction. The notice shall include a summary of the information81provided in the resolution and shall be published at least twice.82

The second and any subsequent notice shall be published not less 83 than ten nor more than twenty days after the previous notice. A 84 similar notice also shall be posted continually throughout the 85 calendar year in a conspicuous place in the offices of the village 86 clerk or city auditor, and the legislative authority, and, if the 87 municipal corporation maintains a website on the internet, the 88 notice shall be posted continually throughout the calendar year at 89 that website. 90

When the property is to be sold by internet auction, the 91 legislative authority or its representative may establish a 92 minimum price that will be accepted for specific items and may 93 establish any other terms and conditions for the particular sale, 94 including requirements for pick-up or delivery, method of payment, 95 and sales tax. This type of information shall be provided on the 96 internet at the time of the auction and may be provided before 97 that time upon request after the terms and conditions have been 98 determined by the legislative authority or its representative. 99

section 2. That existing section 721.15 of the Revised Code 100
is hereby repealed.