## As Introduced

129th General Assembly Regular Session 2011-2012

H. B. No. 381

**Representative Slaby** 

Cosponsors: Representatives Combs, Hackett, Letson, Roegner, Terhar

## A BILL

To amend section 3313.41 of the Revised Code with	1
respect to offering school district property to	2
state universities.	3

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

Section 1.	That	section	3313.41	of	the	Revised	Code	be	4
amended to read	as f	ollows:							5

sec. 3313.41. (A) Except as provided in divisions (C), (D), 6 (F), and (G) of this section, when a board of education decides to 7 dispose of real or personal property that it owns in its corporate 8 capacity and that exceeds in value ten thousand dollars, it shall 9 sell the property at public auction, after giving at least thirty 10 days' notice of the auction by publication in a newspaper of 11 general circulation in the school district, by publication as 12 provided in section 7.16 of the Revised Code, or by posting 13 notices in five of the most public places in the school district 14 in which the property, if it is real property, is situated, or, if 15 it is personal property, in the school district of the board of 16 education that owns the property. The board may offer real 17 property for sale as an entire tract or in parcels. 18

(B) When the board of education has offered real or personal 19

property for sale at public auction at least once pursuant to 20 division (A) of this section, and the property has not been sold, 21 the board may sell it at a private sale. Regardless of how it was 22 offered at public auction, at a private sale, the board shall, as 23 it considers best, sell real property as an entire tract or in 24 parcels, and personal property in a single lot or in several lots. 25

(C) If a board of education decides to dispose of real or 26 personal property that it owns in its corporate capacity and that 27 exceeds in value ten thousand dollars, it may sell the property to 28 the adjutant general; to any subdivision or taxing authority as 29 respectively defined in divisions (A) and (C) of section 5705.01 30 of the Revised Code, township park district, board of park 31 commissioners established under Chapter 755. of the Revised Code, 32 or park district established under Chapter 1545. of the Revised 33 Code; to a wholly or partially tax-supported university, 34 university branch, or college; or to the board of trustees of a 35 school district library, upon such terms as are agreed upon. The 36 sale of real or personal property to the board of trustees of a 37 school district library is limited, in the case of real property, 38 to a school district library within whose boundaries the real 39 property is situated, or, in the case of personal property, to a 40 school district library whose boundaries lie in whole or in part 41 within the school district of the selling board of education. 42

(D) When a board of education decides to trade as a part or
an entire consideration, an item of personal property on the
purchase price of an item of similar personal property, it may
trade the same upon such terms as are agreed upon by the parties
to the trade.

(E) The president and the treasurer of the board of education
shall execute and deliver deeds or other necessary instruments of
conveyance to complete any sale or trade under this section.

(F) When a board of education has identified a parcel of real 51

property that it determines is needed for school purposes, the 52 board may, upon a majority vote of the members of the board, 53 acquire that property by exchanging real property that the board 54 owns in its corporate capacity for the identified real property or 55 by using real property that the board owns in its corporate 56 capacity as part or an entire consideration for the purchase price 57 of the identified real property. Any exchange or acquisition made 58 pursuant to this division shall be made by a conveyance executed 59 by the president and the treasurer of the board. 60

(G) When a school district board of education decides to
dispose of real property, prior to disposing of that property
under divisions (A) to (F) of this section, it shall first take
the following actions in the following order:

(1) First, the district board shall offer that property, in either or both of the following manners, to the board of trustees of the state university, as defined in section 3345.011 of the Revised Code, or the northeast Ohio medical university, having its main campus or a branch campus located within the territory of the school district:

(a) In an "as is" condition in return for an agreement between the board of trustees and the school district board, under which the university will provide the school district with in-kind services, educational programs, or other assistance valued in the aggregate in an amount reasonably related to the appraised fair market value of the property;

(b) For sale for money at a price that is not higher than the77appraised fair market value of that property.78

If the board of trustees does not accept either offer, or if79an agreement is not entered into between the school district board80and the board of trustees, within sixty days after the offer is81made by the district board, the district board then shall offer82

65

66

67

68

69

70

71

72

73

74

75

76

the property for sale as provided in division (G)(2) of this83section.84

(2) Second, the district board next shall offer that property 85 for sale to the governing authorities of the start-up community 86 schools established under Chapter 3314. of the Revised Code 87 located within the territory of the school district, at a price 88 that is not higher than the appraised fair market value of that 89 property. If more than one community school governing authority 90 accepts the offer made by the school district board, the board 91 shall sell the property to the governing authority that accepted 92 the offer first in time. If no community school governing 93 authority accepts the offer within sixty days after the offer is 94 made by the school district board, the board may dispose of the 95 property in the applicable manner prescribed under divisions (A) 96 to (F) of this section. 97

(H) When a school district board of education has property 98 that the board, by resolution, finds is not needed for school 99 district use, is obsolete, or is unfit for the use for which it 100 was acquired, the board may donate that property in accordance 101 with this division if the fair market value of the property is, in 102 the opinion of the board, two thousand five hundred dollars or 103 less. 104

The property may be donated to an eligible nonprofit 105 organization that is located in this state and is exempt from 106 federal income taxation pursuant to 26 U.S.C. 501(a) and (c)(3). 107 Before donating any property under this division, the board shall 108 adopt a resolution expressing its intent to make unneeded, 109 obsolete, or unfit-for-use school district property available to 110 these organizations. The resolution shall include guidelines and 111 procedures the board considers to be necessary to implement the 112 donation program and shall indicate whether the school district 113 will conduct the donation program or the board will contract with 114 a representative to conduct it. If a representative is known when 115 the resolution is adopted, the resolution shall provide contact 116 information such as the representative's name, address, and 117 telephone number. 118

The resolution shall include within its procedures a 119 requirement that any nonprofit organization desiring to obtain 120 donated property under this division shall submit a written notice 121 to the board or its representative. The written notice shall 122 include evidence that the organization is a nonprofit organization 123 that is located in this state and is exempt from federal income 124 taxation pursuant to 26 U.S.C. 501(a) and (c)(3); a description of 125 the organization's primary purpose; a description of the type or 126 types of property the organization needs; and the name, address, 127 and telephone number of a person designated by the organization's 128 governing board to receive donated property and to serve as its 129 130 agent.

After adoption of the resolution, the board shall publish, in 131 a newspaper of general circulation in the school district or as 132 provided in section 7.16 of the Revised Code, notice of its intent 133 to donate unneeded, obsolete, or unfit-for-use school district 134 property to eligible nonprofit organizations. The notice shall 135 include a summary of the information provided in the resolution 136 and shall be published twice. The second notice shall be published 137 not less than ten nor more than twenty days after the previous 138 notice. A similar notice also shall be posted continually in the 139 board's office. If the school district maintains a web site on the 140 internet, the notice shall be posted continually at that web site. 141

The board or its representatives shall maintain a list of all 142 nonprofit organizations that notify the board or its 143 representative of their desire to obtain donated property under 144 this division and that the board or its representative determines 145 to be eligible, in accordance with the requirements set forth in 146

The board or its representative also shall maintain a list of 149 all school district property the board finds to be unneeded, 150 obsolete, or unfit for use and to be available for donation under 151 this division. The list shall be posted continually in a 152 conspicuous location in the board's office, and, if the school 153 district maintains a web site on the internet, the list shall be 154 posted continually at that web site. An item of property on the 155 list shall be donated to the eligible nonprofit organization that 156 first declares to the board or its representative its desire to 157 obtain the item unless the board previously has established, by 158 resolution, a list of eligible nonprofit organizations that shall 159 be given priority with respect to the item's donation. Priority 160 may be given on the basis that the purposes of a nonprofit 161 organization have a direct relationship to specific school 162 district purposes of programs provided or administered by the 163 board. A resolution giving priority to certain nonprofit 164 organizations with respect to the donation of an item of property 165 shall specify the reasons why the organizations are given that 166 priority. 167

Members of the board shall consult with the Ohio ethics 168 commission, and comply with Chapters 102. and 2921. of the Revised 169 Code, with respect to any donation under this division to a 170 nonprofit organization of which a board member, any member of a 171 board member's family, or any business associate of a board member 172 is a trustee, officer, board member, or employee. 173

section 2. That existing section 3313.41 of the Revised Code 174
is hereby repealed. 175