As Reported by the House Finance and Appropriations Committee

127th General Assembly Regular Session 2007-2008

H. J. R. No. 5

Representative Sears

Cosponsors: Representatives Hottinger, Peterson, Skindell, Bacon, Bolon, Boyd, Brown, Budish, Chandler, Core, Driehaus, Evans, Flowers, Garrison, Gardner, Hagan, R., Hite, Jones, McGregor, R., Mecklenborg, Patton, Redfern, Schlichter, Stewart, D., Strahorn, Yates

JOINT RESOLUTION

Proposing to enact Section 2q of Article VIII of the	1
Constitution of the State of Ohio to authorize the	2
issuance of general and other obligations of the	3
state to pay the costs relating to environmental	4
and related conservation, preservation, and	5
revitalization purposes.	б

Be it resolved by the General Assembly of the State of Ohio, 7 three-fifths of the members elected to each house concurring 8 herein, that there shall be submitted to the electors of the 9 state, in the manner prescribed by law at the general election to 10 be held on November 4, 2008, a proposal to enact Section 2q of 11 Article VIII of the Constitution of the State of Ohio to read as 12 follows: 13

ARTICLE VIII

<u>Section</u>	2q.	(A)	It .	is	determined	and	confirmed	that	the	14
<u>environmental</u>	and	<u>rel</u>	ate	<u>d (</u>	<u>conservatio</u> r	<u>n, p</u> i	<u>reservatior</u>	<u>1, an</u> d	<u>1</u>	15

revitalization purposes referred to in divisions (A)(1) and (2) of	16
this section, and provisions for them, are proper public purposes	17
of the state and local governmental entities and are necessary and	18
appropriate means to improve the quality of life and the general	19
and economic well-being of the people of this state; to better	20
ensure the public health, safety, and welfare; to protect water	21
and other natural resources; to provide for the conservation and	22
preservation of natural and open areas and farmlands, including by	23
making urban areas more desirable or suitable for development and	24
revitalization; to control, prevent, minimize, clean up, or	25
remediate certain contamination of or pollution from lands in the	26
state and water contamination or pollution; to provide for safe	27
and productive urban land use or reuse; to enhance the	28
availability, public use, and enjoyment of natural areas and	29
resources; and to create and preserve jobs and enhance employment	30
opportunities. Those purposes are:	31
(1) Conservation purposes, meaning conservation and	32

(1) conservation purposes, meaning conservation and32preservation of natural areas, open spaces, and farmlands and33other lands devoted to agriculture, including by acquiring land or34interests therein; provision of state and local park and35recreation facilities, and other actions that permit and enhance36the availability, public use, and enjoyment of natural areas and37open spaces in Ohio; and land, forest, water, and other natural38resource management projects;39

(2) Revitalization purposes, meaning providing for and 40 enabling the environmentally safe and productive development and 41 use or reuse of publicly and privately owned lands, including 42 those within urban areas, by the remediation or clean up, or 43 planning and assessment for remediation or clean up, of 44 <u>contamination, or addressing, by clearance, land acquisition or</u> 45 assembly, infrastructure, or otherwise, that or other property 46 conditions or circumstances that may be deleterious to the public 47

health and safety and the environment and water and other natural	48
resources, or that preclude or inhibit environmentally sound or	49
economic use or reuse of the property.	50
(B) The General Assembly may provide by law, subject to the	51
limitations of and in accordance with this section, for the	52
issuance of bonds and other obligations of the state for the	53
purpose of paying costs of projects implementing those purposes.	54
(1) Not more than two hundred million dollars principal	55
amount of obligations issued under this section for conservation	56
purposes may be outstanding in accordance with their terms at any	57
one time. Not more than fifty million dollars principal amount of	58
those obligations, plus the principal amount of those obligations	59
that in any prior fiscal year could have been but were not issued	60
within the fifty-million-dollar fiscal year limit, may be issued	61
in any fiscal year. Those obligations shall be general obligations	62
of the state and the full faith and credit, revenue, and taxing	63
power of the state shall be pledged to the payment of debt service	64
on them as it becomes due, all as provided in this section.	65
(2) Not more than two hundred million dollars principal	66
amount of obligations issued under this section for revitalization	67
purposes may be outstanding in accordance with their terms at any	68
one time. Not more than fifty million dollars principal amount of	69
those obligations, plus the principal amount of those obligations	70
that in any prior fiscal year could have been but were not issued	71
within the fifty-million-dollar fiscal year limit, may be issued	72
in any fiscal year. Those obligations shall not be general	73
obligations of the state and the full faith and credit, revenue,	74
and taxing power of the state shall not be pledged to the payment	75
of debt service on them. Those obligations shall be secured by a	76
pledge of all or such portion of designated revenues and receipts	77
of the state as the General Assembly authorizes, including	78
receipts from designated taxes or excises, other state revenues	79

from sources other than state taxes or excises, such as from state	80
enterprise activities, and payments for or related to those	81
revitalization purposes made by or on behalf of local governmental	82
entities, responsible parties, or others. The general assembly	83
shall provide by law for prohibitions or restrictions on the	84
granting or lending of proceeds of obligations issued under	85
division (B)(2) of this section to parties to pay costs of cleanup	86
or remediation of contamination for which they are determined to	87
<u>be responsible.</u>	88
(C) For purposes of the full and timely payment of debt	89
service on state obligations authorized by this section,	90
appropriate provision shall be made or authorized by law for bond	91
retirement funds, for the sufficiency and appropriation of state	92
excises, taxes, and revenues pledged to the debt service on the	93
respective obligations, for which purpose, notwithstanding Section	94
22 of Article II of the Ohio Constitution, no further act of	95
appropriation shall be necessary, and for covenants to continue	96
the levy, collection, and application of sufficient state excises,	97
taxes, and revenues to the extent needed for those purposes.	98
Moneys referred to in Section 5a of Article XII of the Ohio	99
Constitution may not be pledged or used for the payment of debt	100
service on those obligations.	101
As used in this section, "debt service" means principal and	102
interest and other accreted amounts payable on the obligations	103
referred to.	104
(D)(1) Divisions (B) and (C) of this section shall be	105
implemented in the manner and to the extent provided by the	106
General Assembly by law, including provision for procedures for	107
incurring, refunding, retiring, and evidencing state obligations	108
issued pursuant to this section. Each state obligation issued	109
pursuant to this section shall mature no later than the	110
thirty-first day of December of the twenty-fifth calendar year	111

after its issuance, except that obligations issued to refund or	112
retire other obligations shall mature not later than the	113
thirty-first day of December of the twenty-fifth calendar year	114
after the year in which the original obligation to pay was issued	115
or entered into.	116
(2) In the case of the issuance of state obligations under	117
this section as bond anticipation notes, provision shall be made	118
by law or in the bond or note proceedings for the establishment,	119
and the maintenance during the period the notes are outstanding,	120
of special funds into which there shall be paid, from the sources	121
authorized for payment of the particular bonds anticipated, the	122
amount that would have been sufficient to pay the principal that	123
would have been payable on those bonds during that period if bonds	124
maturing serially in each year over the maximum period of maturity	125
referred to in division (D)(1) of this section had been issued	126
without the prior issuance of the notes. Those special funds and	127
investment income on them shall be used solely for the payment of	128
principal of those notes or of the bonds anticipated.	129
(E) In addition to projects undertaken by the state, the	130
state may participate or assist, by grants, loans, loan	131
guarantees, or contributions, in the financing of projects for	132
purposes referred to in this section that are undertaken by local	133
governmental entities or by others, including, but not limited to,	134
not-for-profit organizations, at the direction or authorization of	135

purposes r government not-for-profit organizations, at the direction or authorization of 135 local governmental entities. Obligations of the state issued under 136 this section and the provisions for payment of debt service on 137 them, including any payments by local governmental entities, are 138 not subject to Sections 6 and 11 of Article XII of the Ohio 139 Constitution. Those obligations, and obligations of local 140 governmental entities issued for the public purposes referred to 141 in this section, and provisions for payment of debt service on 142 them, and the purposes and uses to which the proceeds of those 143

state or local obligations, or moneys from other sources, are to	144
be or may be applied, are not subject to Sections 4 and 6 of	145
Article VIII of the Ohio Constitution.	
(F) The powers and authority granted or confirmed by and	147
under this section, and the determinations and confirmations in	148
this section, are independent of, in addition to, and not in	149
derogation of or a limitation on, powers, authority,	150
determinations, or confirmations under laws, charters, ordinances,	151
or resolutions, or by or under other provisions of the Ohio	152
Constitution including, without limitation, Section 36 of Article	153
II, Sections 2i, 2l, 2m, 2o, and 13 of Article VIII, and Articles	154
X and XVIII, and do not impair any previously adopted provision of	155
the Ohio Constitution or any law previously enacted by the General	156
Assembly.	157
(G) Obligations issued under this section, their transfer,	158
and the interest, interest equivalent, and other income or	159
accreted amounts on them, including any profit made on their sale,	160
exchange, or other disposition, shall at all times be free from	161
taxation within the state.	162
EFFECTIVE DATE	163
If adopted by a majority of the electors voting on this	164
proposal, the amendment shall take effect immediately.	165