As Passed by the Senate

133rd General Assembly

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Sub. S. B. No. 2

Senators Peterson, Dolan

Cosponsors: Senators Maharath, O'Brien, Schaffer, Antonio, Brenner, Burke, Coley, Craig, Fedor, Gavarone, Hackett, Hoagland, Hottinger, Huffman, M., Kunze, Lehner, Manning, McColley, Obhof, Roegner, Rulli, Schuring, Terhar, Thomas, Uecker, Williams, Wilson, Yuko

A BILL

	amend sections 939.02, 940.06, 6119.06, 6119.09,	1
	and 6119.091 and to enact sections 940.36 and	2
	940.37 of the Revised Code to create the	3
	Statewide Watershed Planning and Management	4
	Program under the administration of the Director	5
	of Agriculture and to make changes to the law	6
	governing regional water and sewer districts.	7

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

Section 1. That sections 939.02, 940.06, 6119.06, 6119.09,	8
and 6119.091 be amended and sections 940.36 and 940.37 of the	9
Revised Code be enacted to read as follows:	10
Sec. 939.02. The director of agriculture shall do all of	11
the following:	12
(A) Provide administrative leadership to soil and water	13
conservation districts in planning, budgeting, staffing, and	14
administering district programs and the training of district	15
supervisors and personnel in their duties, responsibilities, and	16

conservation commission, adopt rules in accordance with Chapter	33
119. of the Revised Code that do or comply with all of the	34
following:	35
(1) Establish technically feasible and economically	36
reasonable standards to achieve a level of management and	37
conservation practices in farming operations that will abate	38
wind or water erosion of the soil or abate the degradation of	39
the waters of the state by residual farm products, manure, or	40
soil sediment, including attached substances, and establish	41
criteria for determination of the acceptability of such	42
management and conservation practices;	43
(2) Establish procedures for administration of rules for	44
agricultural pollution abatement and for enforcement of those	45

rules;	46
(3) Specify the pollution abatement practices eligible for	47
state cost sharing and determine the conditions for eligibility,	48
the construction standards and specifications, the useful life,	49
the maintenance requirements, and the limits of cost sharing for	50
those practices. Eligible practices shall be limited to	51
practices that address agricultural operations and that require	52
expenditures that are likely to exceed the economic returns to	53
the owner or operator and that abate soil erosion or degradation	54
of the waters of the state by residual farm products, manure, or	55
soil sediment, including attached pollutants.	56
(4) Establish procedures for administering grants to	57
owners or operators of agricultural land or animal feeding	58
operations for the implementation of operation and management	59
plans;	60
(5) Do both of the following with regard to composting	61
conducted in conjunction with agricultural operations:	62
(a) Establish methods, techniques, or practices for	63
composting dead animals, or particular types of dead animals,	64
that are to be used at such operations, as the director	65
considers to be necessary or appropriate;	66
(b) Establish requirements and procedures governing the	67
review and approval or disapproval of composting plans by the	68
supervisors of soil and water conservation districts under	69
division (R) of section 940.06 of the Revised Code.	70
(6) Establish best management practices for inclusion in	71
operation and management plans;	72
(7) Establish the amount of civil penalties assessed by	73

the director under division (A) of section 939.07 of the Revised

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Code for violation of rules adopted under division (E) of this 75 section; 76

- (8) Not conflict with air or water quality standards adopted pursuant to section 3704.03 or 6111.041 of the Revised Code. Compliance with rules adopted under this section does not affect liability for noncompliance with air or water quality standards adopted pursuant to section 3704.03 or 6111.041 of the Revised Code. The application of a level of management and conservation practices recommended under this section to control windblown soil from farming operations creates a presumption of compliance with section 3704.03 of the Revised Code as that section applies to windblown soil.
- (F) Cost share with landowners on practices established

 pursuant to division (E)(3) of this section as moneys are

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 appropriated and available for that purpose. Any practice for

 which cost share is provided shall be maintained for its useful

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 life. Failure to maintain a cost share practice for its useful

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 life shall subject the landowner to full repayment to the

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 department.
- 94 (G) Employ field assistants and other employees that are necessary for the performance of the work prescribed by Chapter 95 940. of the Revised Code, for performance of work of the 96 department under this chapter, and as agreed to under working 97 agreements or contractual arrangements with soil and water 98 conservation districts, prescribe their duties, and fix their 99 compensation in accordance with schedules that are provided by 100 law for the compensation of state employees. All such employees 101 of the department, unless specifically exempted by law, shall be 102 employed subject to the classified civil service laws in force 103 at the time of employment. 104

(H) In connection with new or relocated projects involving	105
highways, underground cables, pipelines, railroads, and other	106
improvements affecting soil and water resources, including	107
surface and subsurface drainage:	108
(1) Provide engineering—service services that is are	109
mutually agreeable to the Ohio soil and water conservation	110
commission and the director to aid in the design and	111
installation of soil and water conservation practices as a	112
necessary component of such projects;	113
(2) Maintain close liaison between the owners of lands on	114
which the projects are executed, soil and water conservation	115
districts, and authorities responsible for such projects;	116
(3) Review plans for such projects to ensure their	117
compliance with standards developed under division (E) of this	118
section in cooperation with the department of transportation or	119
with any other interested agency that is engaged in soil or	120
water conservation projects in the state in order to minimize	121
adverse impacts on soil and water resources adjacent to or	122
otherwise affected by these projects;	123
(4) Recommend measures to retard erosion and protect soil	124
and water resources through the installation of water	125
impoundment or other soil and water conservation practices;	126
(5) Cooperate with other agencies and subdivisions of the	127
state to protect the agricultural status of rural lands adjacent	128
to such projects and control adverse impacts on soil and water	129
resources.	130
(I) Collect, analyze, inventory, and interpret all	131
available information pertaining to the origin, distribution,	132

extent, use, and conservation of the soil resources of the

state;	134
(J) Prepare and maintain up-to-date reports, maps, and	135
other materials pertaining to the soil resources of the state	136
and their use and make that information available to	137
governmental agencies, public officials, conservation entities,	138
and the public;	139
(K) Provide soil and water conservation districts with	140
technical assistance including on-site soil investigations and	141
soil interpretation reports on the suitability or limitations of	142
soil to support a particular use or to plan soil conservation	143
measures. The assistance shall be on terms that are mutually	144
agreeable to the districts and the department of agriculture.	145
(L) Assist local government officials in utilizing land	146
use planning and zoning, current agricultural use value	147
assessment, development reviews, and land management activities;	148
(M) When necessary for the purposes of this chapter or	149
Chapter 940. of the Revised Code, develop or approve operation	150
and management plans. The director may designate an employee of	151
the department to develop or approve operation and management	152
plans in lieu of the director.	153
This section does not restrict the manure of domestic or	154
farm animals defecated on land outside an animal feeding	155
operation or runoff from that land into the waters of the state.	156
Sec. 940.06. The supervisors of a soil and water	157
conservation district have the following powers in addition to	158
their other powers:	159
(A) To conduct surveys, investigations, and research	160
relating to the character of soil erosion, floodwater and	161
sediment damages, and the preventive and control measures and	162

works of improvement for flood prevention and the conservation,	163
development, utilization, and disposal of water needed within	164
the district, and to publish the results of those surveys,	165
investigations, or research, provided that no district shall	166
initiate any research program except in cooperation or after	167
consultation with the Ohio agricultural research and development	168
center;	169
(P) To devial on plans for the conservation of soil	170

- (B) To develop plans for the conservation of soil 170 resources, for the control and prevention of soil erosion, and 171 for works of improvement for flood prevention and the 172 conservation, development, utilization, and disposal of water 173 within the district, and to publish those plans and information; 174
- (C) To implement, construct, repair, maintain, and operate 175 preventive and control measures and other works of improvement 176 for natural resource conservation and development and flood 177 prevention, and the conservation, development, utilization, and 178 disposal of water within the district on lands owned or 179 controlled by this state or any of its agencies and on any other 180 lands within the district, which works may include any 181 facilities authorized under state or federal programs, and to 182 acquire, by purchase or gift, to hold, encumber, or dispose of, 183 and to lease real and personal property or interests in such 184 property for those purposes; 185
- (D) To cooperate or enter into agreements with any

 occupier of lands within the district in the carrying on of

 natural resource conservation operations and works of

 improvement for flood prevention and the conservation,

 development, utilization, and management of natural resources

 within the district, subject to such conditions as the

 supervisors consider necessary;

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- (E) To accept donations, gifts, grants, and contributions 193 in money, service, materials, or otherwise, and to use or expend 194 them according to their terms; 195
- (F) To adopt, amend, and rescind rules to carry into 196 effect the purposes and powers of the district; 197
- (G) To sue and plead in the name of the district, and be
 sued and impleaded in the name of the district, with respect to
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 its contracts and, as indicated in section 940.07 of the Revised

 Code, certain torts of its officers, employees, or agents acting
 within the scope of their employment or official
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 responsibilities, or with respect to the enforcement of its
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 obligations and covenants made under this chapter;
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- (H) To make and enter into all contracts, leases, and 205 agreements and execute all instruments necessary or incidental 206 to the performance of the duties and the execution of the powers 207 of the district under this chapter, provided that all of the 208 following apply:
- (1) Except as provided in section 307.86 of the Revised 210 Code regarding expenditures by boards of county commissioners, 211 when the cost under any such contract, lease, or agreement, 212 other than compensation for personal services or rental of 213 office space, involves an expenditure of more than the amount 214 established in that section regarding expenditures by boards of 215 county commissioners, the supervisors shall make a written 216 contract with the lowest and best bidder after advertisement, 217 for not less than two nor more than four consecutive weeks 218 preceding the day of the opening of bids, in a newspaper of 219 general circulation within the district or as provided in 220 section 7.16 of the Revised Code and in such other publications 221 as the supervisors determine. The notice shall state the general 222

character of the work and materials to be furnished, the place	223
where plans and specifications may be examined, and the time and	224
place of receiving bids.	225
(2) Each bid for a contract shall contain the full name of	226
every person interested in it.	227
every person interested in it.	221
(3) Each bid for a contract for the construction,	228
demolition, alteration, repair, or reconstruction of an	229
improvement shall meet the requirements of section 153.54 of the	230
Revised Code.	231
(4) Each bid for a contract, other than a contract for the	232
construction, demolition, alteration, repair, or reconstruction	233
of an improvement, at the discretion of the supervisors, may be	234
accompanied by a bond or certified check on a solvent bank in an	235
amount not to exceed five per cent of the bid, conditioned that,	236
if the bid is accepted, a contract shall be entered into.	237
(5) The supervisors may reject any and all bids.	238
(I) To charge, alter, and collect rentals and other	239
charges for the use or services of any works of the district;	240
(J) To enter, either in person or by designated	241
representatives, upon lands, private or public, in the necessary	242
discharge of their duties;	243
(K) To enter into agreements or contracts with the	244
department of agriculture for the determination, implementation,	245
inspection, and funding of agricultural pollution abatement	246
measures whereby landowners, operators, managers, and developers	247
may meet adopted state standards for a quality environment,	248
except that failure of a district board of supervisors to	249
negotiate an agreement or contract with the department	250
authorizes the department to implement the required program;	251

(L) To conduct demonstrations and provide information to	252
the public regarding practices and methods for natural resource	253
conservation, development, and utilization;	254
(M) To enter into contracts or agreements with the	255
director of environmental protection in furtherance of actions	256
to abate urban sediment pollution;	257
(N) To develop operation and management plans as	258
necessary;	259
(O) To determine whether operation and management plans	260
developed under division (A) of section 939.03 of the Revised	261
Code comply with the standards established under division (E)(1)	262
of section 939.02 of the Revised Code and to approve or	263
disapprove the plans, based on such compliance. If an operation	264
and management plan is disapproved, the board shall provide a	265
written explanation to the person who submitted the plan. The	266
person may appeal the plan disapproval to the director of	267
agriculture or the director's designee, who shall afford the	268
person a hearing. Following the hearing, the director or the	269
director's designee shall uphold the plan disapproval or reverse	270
it. If the director or the director's designee reverses the plan	271
disapproval, the plan shall be deemed approved under this	272
division. In the event that any person operating or owning	273
agricultural land or an animal feeding operation in accordance	274
with an approved operation and management plan who, in good	275
faith, is following that plan, causes agricultural pollution,	276
the plan shall be revised in a fashion necessary to mitigate the	277
agricultural pollution, as determined and approved by the board	278
of supervisors of the soil and water conservation district.	279
(P) To develop timber harvest plans;	280

(Q) To determine whether timber harvest plans developed	281
under division (A) of section 1503.52 of the Revised Code comply	282
with the standards established under division (A)(1) of section	283
1503.51 of the Revised Code and to approve or disapprove the	284
plans based on such compliance. If a timber harvest plan is	285
disapproved, the board shall provide a written explanation to	286
the person who submitted the plan. The person may appeal the	287
plan disapproval to the chief of the division of forestry or the	288
chief's designee, who shall afford the person a hearing.	289
Following the hearing, the chief or the chief's designee shall	290
uphold the plan disapproval or reverse it. If the chief or the	291
chief's designee reverses the plan disapproval, the plan shall	292
be deemed approved under this division.	293
(R) With regard to composting conducted in conjunction	294

- (R) With regard to composting conducted in conjunction with agricultural operations, to do all of the following:
- (1) Upon request or upon their own initiative, inspect composting at any such operation to determine whether the composting is being conducted in accordance with section 939.04 of the Revised Code;
- (2) If the board determines that composting is not being so conducted, request the director to take corrective actions under section 939.07 of the Revised Code that require the person who is conducting the composting to prepare a composting plan in accordance with rules adopted under division (E)(5)(a) of section 939.02 of the Revised Code and to operate in accordance with that plan or to operate in accordance with a previously prepared plan, as applicable;
- (3) In accordance with rules adopted under division (E) (5)(b) of section 939.02 of the Revised Code, review and approve or disapprove any such composting plan. If a plan is disapproved,

the board shall provide a written explanation to the person who	311
submitted the plan.	312
As used in division (R) of this section, "composting" has	313
the same meaning as in section 939.01 of the Revised Code.	314
(S) With regard to conservation activities that are	315
conducted in conjunction with agricultural operations, to assist	316
the county auditor, upon request, in determining whether a	317
conservation activity is a conservation practice for purposes of	318
Chapter 929. or sections 5713.30 to 5713.37 and 5715.01 of the	319
Revised Code.	320
As used in this division, "conservation practice" has the	321
same meaning as in section 5713.30 of the Revised Code.	322
(T) To develop and approve or disapprove voluntary	323
nutrient management plans in accordance with section 905.323 of	324
the Revised Code;	325
(U) To consult and work with the watershed planning and	326
management coordinator assigned to the watershed region in which	327
the soil and water conservation district is located under	328
section 940.36 of the Revised Code;	329
(V) To do all acts necessary or proper to carry out the	330
powers granted in this chapter.	331
The director shall make recommendations to reduce the	332
adverse environmental effects of each project that a soil and	333
water conservation district plans to undertake under division	334
(A), (B), (C), or (D) of this section and that will be funded in	335
whole or in part by moneys authorized under section 940.17 of	336
the Revised Code and shall disapprove any such project that the	337
director finds will adversely affect the environment without	338
equal or greater benefit to the public. The director's	339

disapproval or recommendations, upon the request of the district	340
filed in accordance with rules adopted by the Ohio soil and	341
water conservation commission, shall be reviewed by the	342
commission, which may confirm the director's decision, modify	343
it, or add recommendations to or approve a project the director	344
has disapproved.	345
Any instrument by which real property is acquired pursuant	346
to this section shall identify the agency of the state that has	347
the use and benefit of the real property as specified in section	348
5301.012 of the Revised Code.	349
Sec. 940.36. (A) As used in this section:	350
(1) "Nine-element plan" means a strategic implementation	351
plan that a political subdivision, organization, or individual	352
engaged in water quality improvements may utilize to obtain	353
funding through the federal "Clean Water Act," 33 U.S.C. 1251 et	354
seq., or the great lakes restoration initiative for projects to	355
address nonpoint source pollution.	356
(2) "Organization" means a public or private entity that	357
is engaged in water quality improvement activities.	358
(3) "Political subdivision" means a county, township,	359
municipal corporation, or any other body corporate and politic	360
that is responsible for government activities in a geographic	361
area smaller than that of the state.	362
(B) (1) There is hereby created a statewide watershed	363
planning and management program for the improvement and	364
protection of the state's watersheds to be administered by the	365
director of agriculture. As part of the program, the director,	366
in conjunction with soil and water conservation districts, shall	367
collect and aggregate information on conservation practices	368

utilized in this state that are funded in whole or in part by	369
public money. Such information collected and aggregated is not a	370
public record for purposes of section 149.43 of the Revised	371
Code. However, the director may share such aggregated	372
information with state agencies and institutions of higher	373
education as defined in section 3345.12 of the Revised Code.	374
(2) Under the program, the director shall appoint at least	375
one watershed planning and management coordinator in each	376
watershed region categorized under division (D) of this section	377
to coordinate watershed planning in the watershed. A coordinator	378
shall have experience or education related to water quality	379
improvement or watershed planning and management.	380
(C) A watershed planning and management coordinator shall	381
do all of the following in the watershed region in which the	382
<pre>coordinator is appointed:</pre>	383
(1) Assist each soil and water conservation district to	384
identify sources and areas of water quality impairment,	385
including total phosphorous, dissolved reactive phosphorous, and	386
nitrogen nutrient loading. A coordinator also may assist any	387
political subdivision or organization in the watershed region to	388
address water quality impairment.	389
(2) Assist each soil and water conservation district in	390
collecting data for the purpose of quantifying water quality and	391
nutrient best management practices in a statistically valid,	392
randomized manner. The director shall use the data to establish	393
a baseline of the nutrient best management practices that are	394
being utilized in this state. The data and any associated	395
records are not a public record subject to disclosure under	396
section 149.43 of the Revised Code.	397

The director shall undertake all actions necessary to	398
ensure that assistance and available funding are provided for	399
purposes of division (C)(2) of this section.	400
(3) Engage in watershed planning, restoration, protection,	401
and management activities, including assisting a political	402
subdivision or organization in the watershed region in	403
developing and formulating a nine-element plan or its	404
<pre>equivalent;</pre>	405
(4) Collaborate with state agencies engaged in water	406
quality activities;	407
(5) Provide an annual report to the director about water	408
quality.	409
(D) The director shall categorize watersheds in the state,	410
identified by the specified United States geological survey six-	411
digit hydrologic unit codes, into the following watershed	412
regions:	413
(1) Region One: Western Lake Erie basin watershed,	414
hydrologic unit code 041000;	415
(2) Region Two: Central Lake Erie basin watershed,	416
hydrologic unit code 041100, and Conneaut creek watershed,	417
hydrologic unit code 041201;	418
(3) Region Three: Wabash river basin watershed, hydrologic	419
unit code 051200; Great Miami river watershed, hydrologic unit	420
code 050800; and Little Miami river watershed, hydrologic unit	421
<u>code 050902;</u>	422
(4) Region Four: Scioto river watershed, hydrologic unit	423
<u>code 050600;</u>	424
(5) Region Five: Muskingum river watershed, hydrologic	425

unit code 050400;	426
(6) Region Six: Mahoning river watershed, hydrologic unit	427
<pre>code 050301;</pre>	428
(7) Region Seven: Hocking river and Ohio river tributaries	429
watershed, hydrologic unit code 050302, and raccoon creek	430
watershed, hydrologic unit code 050901.	431
(E) Nothing in this section shall be construed to prevent	432
or limit a watershed planning and management coordinator from	433
providing assistance for projects or activities that have been	434
determined to improve water quality impaired from point sources	435
of phosphorus, dissolved reactive phosphorus, and nitrogen	436
<pre>nutrients.</pre>	437
Sec. 940.37. It is the intent of the general assembly to	438
collaborate with organizations representing agriculture,	439
conservation, and the environment and institutions of higher	440
education engaged in water quality research to establish a	441
certification program for farmers that utilize practices	442
designed to minimize impacts to water quality. The director of	443
agriculture shall undertake all actions necessary to ensure that	444
assistance and available funding are provided for farmers who	445
participate in the certification program.	446
Sec. 6119.06. Upon the declaration of the court of common	447
pleas organizing the regional water and sewer district pursuant	448
to section 6119.04 of the Revised Code and upon the qualifying	449
of its board of trustees and the election of a president and a	450
secretary, said district shall exercise in its own name all the	451
rights, powers, and duties vested in it by Chapter 6119. of the	452
Revised Code, and, subject to such reservations, limitations and	453
qualifications as are set forth in this chapter, such district	454

may:	455
(A) Adopt bylaws for the regulation of its affairs, the	456
conduct of its business, and notice of its actions;	457
(B) Adopt an official seal;	458
(C) Maintain a principal office and suboffices at such	459
places within the district as it designates;	460
(D) Sue and plead in its own name; be sued and impleaded	461
in its own name with respect to its contracts or torts of its	462
members, employees, or agents acting within the scope of their	463
employment, or to enforce its obligations and covenants made	464
under sections 6119.09, 6119.12, and 6119.14 of the Revised	465
Code. Any such actions against the district shall be brought in	466
the court of common pleas of the county in which the principal	467
office of the district is located, or in the court of common	468
pleas of the county in which the cause of action arose, and all	469
summonses, exceptions, and notices of every kind shall be served	470
on the district by leaving a copy thereof at the principal	471
office with the person in charge thereof or with the secretary	472
of the district.	473
(E) Assume any liability or obligation of any person or	474
political subdivision, including a right on the part of such	475
district to indemnify and save harmless the other contracting	476
party from any loss, cost, or liability by reason of the	477
failure, refusal, neglect, or omission of such district to	478
perform any agreement assumed by it or to act or discharge any	479
such obligation;	480
(F) Make loans and grants to any person or political	481
subdivisions for the $\underline{\text{design,}}$ acquisition, or construction of	482
water resource projects by such person or political subdivisions	483

and adopt rules, regulations, and procedures for making such	484
loans and grants;	485
(G) Acquire, construct, reconstruct, enlarge, improve,	486
furnish, equip, maintain, repair, operate, lease or rent to or	487
from, or contract for operation by or for, a political	488
subdivision or person, water resource projects within or without	489
the district;	490
(H) Make available the use or service of any water	491
resource project to one or more persons, one or more political	492
subdivisions, or any combination thereof;	493
(I) Levy and collect taxes and special assessments;	494
(J) Issue bonds and notes and refunding bonds and notes as	495
provided in Chapter 6119. of the Revised Code;	496
(K) Acquire by gift or purchase, hold, and dispose of real	497
and personal property in the exercise of its powers and the	498
performance of its duties under Chapter 6119. of the Revised	499
Code;	500
(L) Dispose of, by public or private sale, or lease any	501
real or personal property determined by the board of trustees to	502
be no longer necessary or needed for the operation or purposes	503
of the district;	504
(M) Acquire, in the name of the district, by purchase or	505
otherwise, on such terms and in such manner as it considers	506
proper, or by the exercise of the right of condemnation in the	507
manner provided by section 6119.11 of the Revised Code, such	508
public or private lands, including public parks, playgrounds, or	509
reservations, or parts thereof or rights therein, rights-of-way,	510
property, rights, easements, and interests as it considers	511
necessary for carrying out Chapter 6119. of the Revised Code,	512

but excluding the acquisition by the exercise of the right of	513
condemnation of any waste water facility or water management	514
facility owned by any person or political subdivision, and	515
compensation shall be paid for public or private lands so taken;	516
(N) Adopt rules and regulations to protect augmented flow	517
by the district in waters of the state, to the extent augmented	518
by a water resource project, from depletion so it will be	519
available for beneficial use, to provide standards for the	520
withdrawal from waters of the state of the augmented flow	521
created by a water resource project which is not returned to the	522
waters of the state so augmented, and to establish reasonable	523
charges therefor, if considered necessary by the district;	524
(O) Make and enter into all contracts and agreements and	525
execute all instruments necessary or incidental to the	526
performance of its duties and the execution of its powers under	527
Chapter 6119. of the Revised Code;	528
(P) Enter into contracts with any person or any political	529
subdivision to render services to such contracting party for any	530
service the district is authorized to provide;	531
(Q) Enter into agreements for grants or the receipt and	532
repayment of loans from a board of township trustees under	533
section 505.705 of the Revised Code;	534
(R) Make provision for, contract for, or sell any of its	535
by-products or waste;	536
(S) Exercise the power of eminent domain in the manner	537
provided in Chapter 6119. of the Revised Code;	538
(T) Remove or change the location of any fence, building,	539
railroad, canal, or other structure or improvement located in or	540
out of the district, and in case it is not feasible or	541

economical to move any such building, structure, or improvement	542
situated in or upon lands required, and if the cost is	543
determined by the board to be less than that of purchase or	544
condemnation, to acquire land and construct, acquire, or install	545
therein or thereon buildings, structures, or improvements	546
similar in purpose, to be exchanged for such buildings,	547
structures, or improvements under contracts entered into between	548
the owner thereof and the district;	549
(U) Receive and accept, from any federal or state agency,	550
grants for or in aid of the construction of any water resource	551
project, and receive and accept aid or contributions from any	552
source of money, property, labor, or other things of value, to	553
be held, used, and applied only for the purposes for which such	554
grants and contributions are made;	555

- (V) Purchase fire and extended coverage and liability insurance for any water resource project and for the principal office and suboffices of the district, insurance protecting the district and its officers and employees against liability for damage to property or injury to or death of persons arising from its operations, and any other insurance the district may agree to provide under any resolution authorizing its water resource revenue bonds or in any trust agreement securing the same;
- (W) (1) Charge, alter, and collect rentals and other charges for the use of services of any water resource project as provided in section 6119.09 of the Revised Code. Such district may refuse the services of any of its projects if any of such rentals or other charges, including penalties for late payment, are not paid by the user thereof, and, if such rentals or other charges are not paid when due and upon certification of nonpayment to the county auditor, such rentals or other charges

constitute a lien upon the property so served, shall be placed	572
by the auditor upon the real property tax list and duplicate,	573
and shall be collected in the same manner as other taxes.	574
(2) A district shall not certify to the county auditor for	575
placement upon the tax list and duplicate and the county auditor	576
shall not place upon the tax list or duplicate as a charge	577
against the property the amount of unpaid rentals or other	578
charges including any penalties for late payment as described in	579
division (W)(1) of this section if any of the following apply:	580
(a) The property served has been transferred or sold to an	581
electing subdivision as defined in section 5722.01 of the	582
Revised Code, regardless of whether the electing subdivision is	583
still the owner of the property, and the unpaid rentals or other	584
charges including penalties for late payment have arisen from a	585
period of time prior to the transfer or confirmation of sale to	586
the electing subdivision.	587
(b) The property served has been sold to a purchaser at	588
sheriff's sale or auditor's sale, the unpaid rentals or other	589
charges including penalties for late payment have arisen from a	590
period of time prior to the confirmation of sale, and the	591
purchaser is not the owner of record of the property immediately	592
prior to the judgment of foreclosure nor any of the following:	593
(i) A member of that owner's immediate family;	594
(ii) A person with a power of attorney appointed by that	595
owner who subsequently transfers the property to the owner;	596
(iii) A sole proprietorship owned by that owner or a	597
member of that owner's immediate family;	598
(iv) A partnership, trust, business trust, corporation, or	599

association of which the owner or a member of the owner's

immediate family owns or controls directly or indirectly more	601
than fifty per cent.	602
(c) The property served has been forfeited to this state	603
for delinquent taxes, unless the owner of record redeems the	604
property.	605
(3) Upon valid written notice to the county auditor by any	606
owner possessing an ownership interest of record of the property	607
or an electing subdivision previously in the chain of title to	608
the property that the unpaid water rents or charges together	609
with any penalties have been certified for placement or placed	610
upon the tax list and duplicate as a charge against the property	611
in violation of division (W)(2) of this section, the county	612
auditor shall promptly remove such charge from the tax	613
duplicate. This written notice to the county auditor shall	614
include all of the following:	615
(a) The parcel number of the property;	616
(b) The common address of the property;	617
(c) The date of the recording of the transfer of the	618
property to the owner or electing subdivision;	619
(d) The charge allegedly placed in violation of division	620
(W) (2) of this section.	621
(4) When title to property is transferred to a county land	622
reutilization corporation, any lien placed on the property under	623
this division shall be extinguished, and the corporation shall	624
not be held liable for any rentals or charges certified under	625
this division with respect to the property, if the rentals or	626
charges were incurred before the date of the transfer to the	627
corporation and if the corporation did not incur the rentals or	628
charges, regardless of whether the rentals or charges were	629

641

certified, or the lien was attached, before the date of	630
transfer. In such a case, the corporation and its successors in	631
title shall take title to the property free and clear of any	632
such lien and shall be immune from liability in any collection	633
action brought with respect to such rentals or charges. If a	634
lien placed on property is extinguished as provided in this	635
division, the district shall retain the ability to recoup the	636
rents and charges incurred with respect to the property from any	637
owner, tenant, or other person liable to pay such rents and	638
charges before the property was transferred to the corporation.	639

- (X) Provide coverage for its employees under Chapters 145., 4123., and 4141. of the Revised Code;
- (Y) Merge or combine with any other regional water and 642 sewer district into a single district, which shall be one of the 643 constituent districts, on terms so that the surviving district 644 shall be possessed of all rights, capacity, privileges, powers, 645 franchises, and authority of the constituent districts and shall 646 be subject to all the liabilities, obligations, and duties of 647 each of the constituent districts and all rights of creditors of 648 such constituent districts shall be preserved unimpaired, 649 limited in lien to the property affected by such liens 650 immediately prior to the time of the merger and all debts, 651 liabilities, and duties of the respective constituent districts 652 shall thereafter attach to the surviving district and may be 653 enforced against it, and such other terms as are agreed upon, 654 provided two-thirds of the members of each of the boards consent 655 to such merger or combination. Such merger or combination shall 656 become legally effective unless, prior to the ninetieth day 657 following the later of the consents, qualified electors residing 658 in either district equal in number to a majority of the 659 qualified electors voting at the last general election in such 660

district file with the secretary of the board of trustees of	661
their regional water and sewer district a petition of	662
remonstrance against such merger or combination. The secretary	663
shall cause the board of elections of the proper county or	664
counties to check the sufficiency of the signatures on such	665
petition.	666
(Z) Exercise the powers of the district without obtaining	667
the consent of any other political subdivision, provided that	668
all public or private property damaged or destroyed in carrying	669
out the powers of the district shall be restored or repaired and	670
placed in its original condition as nearly as practicable or	671
adequate compensation made therefor by the district;	672
(AA) Require the owner of any premises located within the	673
district to connect the owner's premises to a water resource	674
project determined to be accessible to such premises and found	675
to require such connection so as to prevent or abate pollution	676
or protect the health and property of persons in the district.	677
Such connection shall be made in accordance with procedures	678
established by the board of trustees of such district and	679
pursuant to such orders as the board may find necessary to	680
ensure and enforce compliance with such procedures.	681
(BB) Do all acts necessary or proper to carry out the	682
powers granted in Chapter 6119. of the Revised Code.	683
Sec. 6119.09. A regional water and sewer district may	684
charge, alter, and collect rentals or other charges, including	685
penalties for late payment, for the use or services of any water	686
resource project or any benefit conferred thereby and contract	687
in the manner provided by this section with one or more persons,	688
one or more political subdivisions, or any combination thereof,	689

desiring the use or services thereof, and fix the terms,

conditions, rentals, or other charges, including penalties for	691
late payment, for such use or services. Such rentals or other	692
charges shall not be subject to supervision or regulation by any	693
authority, commission, board, bureau, or agency of the state or	694
any political subdivision, and such contract may provide for	695
acquisition by such political subdivision of all or any part of	696
such water resource project for such consideration payable over	697
the period of the contract or otherwise as the district in its	698
sole discretion determines to be appropriate, but subject to the	699
provisions of any resolution authorizing the issuance of water	700
resource revenue bonds or notes or water resource revenue	701
refunding bonds of the district or any trust agreement securing	702
the same. Any political subdivision, which has power to	703
construct, operate, and maintain waste water facilities or water	704
management facilities may enter into a contract or lease with	705
the district whereby the use or services of any water resource	706
project of the district will be made available to such political	707
subdivision and pay for such use or services such rentals or	708
other charges as may be agreed to by the district and such	709
political subdivision.	710

Any political subdivision, person, or combination thereof 711 may cooperate with the district in the acquisition or 712 construction of a water resource project and shall enter into 713 such agreements with the district as are necessary, with a view 714 to effective cooperative action and safeguarding of the 715 respective interests of the parties thereto, which agreements 716 shall provide for such contributions by the parties thereto in 717 such proportion as may be agreed upon and such other terms as 718 may be mutually satisfactory to the parties, including without 719 limitation the authorization of the construction of the project 720 by one of the parties acting as agent for all of the parties and 721

the ownership and control of the project by the district or one	722
or more of the other parties or any combination thereof to the	723
extent determined necessary or appropriate. Any political	724
subdivision may provide the funds for the payment of such	725
contribution as is required under such agreements by the levy of	726
taxes, assessments, or rentals and other charges for the use of	727
the system of which the water resource project is a part or to	728
which it is connected, if otherwise authorized by the laws	729
governing such political subdivision in the construction of the	730
type of water resource project provided for in the agreements,	731
and may pay the proceeds from the collection of such taxes,	732
assessments, rentals, or other charges to the district pursuant	733
to such agreements; or the political subdivision may issue bonds	734
or notes, if authorized by such laws, in anticipation of the	735
collection of such taxes, assessments, rentals or other charges	736
and may pay the proceeds of such bonds or notes to the district	737
pursuant to such agreements. In addition, any political	738
subdivision may provide the funds for the payment of such	739
contribution by the appropriation of money or, if otherwise	740
authorized by law, by the issuance of bonds or notes and may pay	741
such appropriated money or the proceeds of such bonds or notes	742
to the district pursuant to such agreements. The agreement by	743
the political subdivision to provide such contribution, whether	744
from appropriated money or from the proceeds of such taxes,	745
assessments, rentals, or other charges, or such bonds or notes,	746
or any combination thereof, is not subject to Chapter 133. of	747
the Revised Code. The proceeds from the collection of such taxes	748
or assessments, and any interest earned thereon, shall be paid	749
into a special fund immediately upon the collection thereof by	750
the political subdivision for the purpose of providing such	751
contribution at the times required under such agreements.	752

When the contribution of any political subdivision is to 753 be made over a period of time from the proceeds of the 754 collection of special assessments, the interest accrued and to 755 accrue before the first installment of such assessments is 756 collected, which is payable by such political subdivision on 7.5.7 such contribution under the terms of such an agreement, shall be 758 759 treated as part of the cost of the improvement for which such assessments are levied, and that portion of such assessments as 760 is collected in installments shall bear interest at the same 761 762 rate as such political subdivision is obligated to pay on such contribution under the terms and provisions of such agreement 763 and for the same period of time as the contribution is to be 764 made under such agreement. If the assessment or any installment 765 thereof is not paid when due, it shall bear interest until the 766 payment thereof at the same rate as such contribution and the 767 county auditor shall annually place on the tax list and 768 duplicate the interest applicable to such assessment and the 769 penalty and any additional interest thereon as otherwise 770 authorized by law. 771

Any political subdivision, pursuant to a favorable vote of 772 the electors in an election held before or after November 19, 773 1971, for the purpose of issuing bonds to provide funds to 774 acquire, construct, or equip, or provide real estate and 775 interests in real estate for, a waste water facility or a water 776 management facility, whether or not the political subdivision, 777 at the time of such election, had the authority to pay the 778 proceeds from such bonds or notes issued in anticipation thereof 779 to a regional water and sewer district as provided in this 780 section, may issue such bonds or notes in anticipation of the 781 issuance thereof and pay the proceeds thereof to the district in 782 accordance with its agreement with the district; provided, that 783

the legislative authority of the political subdivision	784
determines that the water resource project to be acquired or	785
constructed by the district in cooperation with such political	786
subdivision will serve the same public purpose and meet	787
substantially the same public need as the facility otherwise	788
proposed to be acquired or constructed by the political	789
subdivision with the proceeds of such bonds or notes.	790
Sec. 6119.091. When fixing rentals or other charges under	791
section 6119.09 of the Revised Code, a board of trustees of a	792
regional water and sewer district may establish discounted	793
rentals or charges or may establish another mechanism for	794
providing a reduction in rentals or charges for persons who are	795
sixty-five years of age or older. The If the board does so, the	796
board shall establish eligibility requirements for such	797
discounted or reduced rentals or charges, including a	798
requirement that a person be eligible for the homestead	799
exemption or qualify as a low- and moderate-income person.	800
Section 2. That existing sections 939.02, 940.06, 6119.06,	801
6119.09, and 6119.091 of the Revised Code are hereby repealed.	802
Section 3. The Department of Agriculture, in consultation	803
with the Lake Erie Commission and the Ohio Soil and Water	804
Conservation Commission, shall establish a pilot program not	805
later than one hundred twenty days after the effective date of	806
this section that assists farmers, agricultural retailers, and	807
soil and water conservation districts in reducing phosphorus and	808
dissolved reactive phosphorous in a watershed determined by the	809
Director of Agriculture. The program shall be supported by	810
appropriations under the Department of Agriculture's budget that	811
fund water quality initiatives.	812

Funding under the program shall be used to pay for, but is

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Sub. S. B. No. 2

Data and any associated records under this pilot program 825 are not a public record subject to disclosure under section 826 149.43 of the Revised Code. 827