1	LOCAL DISTRICT AMENDMENTS
2	2023 GENERAL SESSION
3	STATE OF UTAH
4	Chief Sponsor: Stewart E. Barlow
5	Senate Sponsor: Curtis S. Bramble
6	
7	LONG TITLE
8	General Description:
9	This bill amends provisions relating to local districts.
10	Highlighted Provisions:
11	This bill:
12	 replaces the term "local district" with the term "special district" throughout certain
13	titles of the Utah Code;
14	 under certain circumstances, provides for replacement of a board of trustees of a
15	nonfunctioning improvement district; and
16	 makes technical changes.
17	Money Appropriated in this Bill:
18	None
19	Other Special Clauses:
20	This bill provides a special effective date.
21	This bill provides retrospective operation.
22	This bill provides revisor instructions.
23	Utah Code Sections Affected:
24	AMENDS:
25	17-2-209, as last amended by Laws of Utah 2019, Chapter 42
26	17-15-32, as enacted by Laws of Utah 2018, Chapter 257
27	17-22-2, as last amended by Laws of Utah 2022, Chapter 335
28	17-23-17, as last amended by Laws of Utah 2022, Chapter 415
29	17-27a-103, as last amended by Laws of Utah 2022, Chapter 406

30	17-27a-305, as last amended by Laws of Utah 2021, Chapter 35
31	17-30-3, as last amended by Laws of Utah 2009, Chapter 218
32	17-31-2, as last amended by Laws of Utah 2022, Chapter 360
33	17-34-3, as last amended by Laws of Utah 2015, Chapter 352
34	17-36-9, as last amended by Laws of Utah 2014, Chapter 176
35	17-41-101, as last amended by Laws of Utah 2022, Chapter 72
36	17-43-201, as last amended by Laws of Utah 2022, Chapter 255
37	17-43-301, as last amended by Laws of Utah 2022, Chapter 255
38	17-50-103, as last amended by Laws of Utah 2007, Chapter 329
39	17-52a-503, as last amended by Laws of Utah 2020, Chapter 47
40	17B-1-102, as last amended by Laws of Utah 2021, Chapter 314
41	17B-1-103, as last amended by Laws of Utah 2018, Chapter 256
42	17B-1-104, as last amended by Laws of Utah 2009, Chapter 92
43	17B-1-104.5, as enacted by Laws of Utah 2011, Chapter 68
44	17B-1-105, as last amended by Laws of Utah 2009, Chapter 350
45	17B-1-106, as last amended by Laws of Utah 2021, Chapters 84, 162, 345, and 382
46	17B-1-107, as last amended by Laws of Utah 2015, Chapter 349
47	17B-1-110, as renumbered and amended by Laws of Utah 2007, Chapter 329
48	17B-1-111, as last amended by Laws of Utah 2021, Chapter 355
49	17B-1-113, as last amended by Laws of Utah 2019, Chapter 37
50	17B-1-114, as enacted by Laws of Utah 2007, Chapter 329
51	17B-1-115, as enacted by Laws of Utah 2007, Chapter 329
52	17B-1-116, as enacted by Laws of Utah 2007, Chapter 329
53	17B-1-118, as last amended by Laws of Utah 2021, Chapter 35
54	17B-1-119, as repealed and reenacted by Laws of Utah 2013, Chapter 309
55	17B-1-120, as enacted by Laws of Utah 2011, Chapter 205
56	17B-1-121, as last amended by Laws of Utah 2021, Chapter 35
57	17B-1-201, as last amended by Laws of Utah 2011, Chapter 68

58	17B-1-202, as last amended by Laws of Utah 2020, Chapter 354
59	17B-1-203, as last amended by Laws of Utah 2017, Chapter 112
60	17B-1-204, as last amended by Laws of Utah 2011, Chapter 68
61	17B-1-205, as last amended by Laws of Utah 2011, Chapter 68
62	17B-1-207, as renumbered and amended by Laws of Utah 2007, Chapter 329
63	17B-1-208, as last amended by Laws of Utah 2017, Chapter 112
64	17B-1-209, as last amended by Laws of Utah 2011, Chapter 68
65	17B-1-210, as last amended by Laws of Utah 2011, Chapter 68
66	17B-1-211, as last amended by Laws of Utah 2021, Chapters 84, 345 and 355
67	17B-1-212, as last amended by Laws of Utah 2022, Chapter 381
68	17B-1-213, as last amended by Laws of Utah 2022, Chapter 381
69	17B-1-214, as last amended by Laws of Utah 2017, Chapter 404
70	17B-1-215, as last amended by Laws of Utah 2014, Chapter 405
71	17B-1-216, as last amended by Laws of Utah 2009, Chapter 350
72	17B-1-217, as last amended by Laws of Utah 2013, Chapter 448
73	17B-1-301, as last amended by Laws of Utah 2018, Chapter 424
74	17B-1-302, as last amended by Laws of Utah 2022, Chapter 381
75	17B-1-303, as last amended by Laws of Utah 2022, Chapter 381
76	17B-1-304, as last amended by Laws of Utah 2022, Chapter 381
77	17B-1-305, as last amended by Laws of Utah 2014, Chapter 362
78	17B-1-306, as last amended by Laws of Utah 2022, Chapters 18, 381
79	17B-1-306.5, as last amended by Laws of Utah 2014, Chapter 377
80	17B-1-307, as last amended by Laws of Utah 2022, Chapter 381
81	17B-1-308, as last amended by Laws of Utah 2019, Chapter 40
82	17B-1-310, as last amended by Laws of Utah 2013, Chapter 448
83	17B-1-311, as last amended by Laws of Utah 2021, Chapter 51
84	17B-1-312, as last amended by Laws of Utah 2018, Chapter 200
85	17B-1-313, as last amended by Laws of Utah 2021, Chapter 355

86	17B-1-314, as enacted by Laws of Utah 2011, Chapter 106
87	17B-1-401, as renumbered and amended by Laws of Utah 2007, Chapter 329
88	17B-1-402, as last amended by Laws of Utah 2011, Chapter 68
89	17B-1-403, as renumbered and amended by Laws of Utah 2007, Chapter 329
90	17B-1-404, as renumbered and amended by Laws of Utah 2007, Chapter 329
91	17B-1-405, as last amended by Laws of Utah 2009, Chapter 350
92	17B-1-406, as renumbered and amended by Laws of Utah 2007, Chapter 329
93	17B-1-407, as renumbered and amended by Laws of Utah 2007, Chapter 329
94	17B-1-408, as renumbered and amended by Laws of Utah 2007, Chapter 329
95	17B-1-409, as renumbered and amended by Laws of Utah 2007, Chapter 329
96	17B-1-410, as renumbered and amended by Laws of Utah 2007, Chapter 329
97	17B-1-411, as renumbered and amended by Laws of Utah 2007, Chapter 329
98	17B-1-412, as last amended by Laws of Utah 2010, Chapter 263
99	17B-1-413, as last amended by Laws of Utah 2021, Chapters 84, 345
100	17B-1-414, as last amended by Laws of Utah 2020, Chapter 122
101	17B-1-415, as last amended by Laws of Utah 2011, Chapter 223
102	17B-1-416, as last amended by Laws of Utah 2011, Chapter 68
103	17B-1-417, as last amended by Laws of Utah 2021, Chapters 84, 345 and 355
104	17B-1-418, as last amended by Laws of Utah 2015, Chapter 349
105	17B-1-501, as enacted by Laws of Utah 2007, Chapter 329
106	17B-1-502, as last amended by Laws of Utah 2016, Chapters 176, 348
107	17B-1-503, as last amended by Laws of Utah 2020, Sixth Special Session, Chapter 7
108	17B-1-504, as renumbered and amended by Laws of Utah 2007, Chapter 329
109	17B-1-505, as last amended by Laws of Utah 2017, Chapter 404
110	17B-1-505.5, as last amended by Laws of Utah 2021, Chapters 84, 345 and 355
111	17B-1-506, as last amended by Laws of Utah 2011, Chapter 297
112	17B-1-507, as renumbered and amended by Laws of Utah 2007, Chapter 329
113	17B-1-508, as last amended by Laws of Utah 2015, Chapter 436

114	17B-1-509, as renumbered and amended by Laws of Utah 2007, Chapter 329
115	17B-1-510, as last amended by Laws of Utah 2015, Chapter 436
116	17B-1-511, as last amended by Laws of Utah 2014, Chapter 377
117	17B-1-512, as last amended by Laws of Utah 2017, Chapter 404
118	17B-1-513, as last amended by Laws of Utah 2016, Chapter 140
119	17B-1-601, as last amended by Laws of Utah 2014, Chapter 253
120	17B-1-602, as renumbered and amended by Laws of Utah 2007, Chapter 329
121	17B-1-603, as renumbered and amended by Laws of Utah 2007, Chapter 329
122	17B-1-604, as renumbered and amended by Laws of Utah 2007, Chapter 329
123	17B-1-605, as last amended by Laws of Utah 2013, Chapter 295
124	17B-1-606, as renumbered and amended by Laws of Utah 2007, Chapter 329
125	17B-1-607, as last amended by Laws of Utah 2015, Chapter 436
126	17B-1-608, as last amended by Laws of Utah 2022, Chapter 330
127	17B-1-609, as last amended by Laws of Utah 2021, Chapters 84, 345 and 355
128	17B-1-612, as last amended by Laws of Utah 2021, Chapter 339
129	17B-1-613, as last amended by Laws of Utah 2016, Chapter 353
130	17B-1-614, as renumbered and amended by Laws of Utah 2007, Chapter 329
131	17B-1-615, as renumbered and amended by Laws of Utah 2007, Chapter 329
132	17B-1-617, as renumbered and amended by Laws of Utah 2007, Chapter 329
133	17B-1-618, as last amended by Laws of Utah 2022, Chapter 381
134	17B-1-619, as renumbered and amended by Laws of Utah 2007, Chapter 329
135	17B-1-620, as renumbered and amended by Laws of Utah 2007, Chapter 329
136	17B-1-621, as renumbered and amended by Laws of Utah 2007, Chapter 329
137	17B-1-623, as enacted by Laws of Utah 2007, Chapter 329
138	17B-1-626, as last amended by Laws of Utah 2014, Chapter 253
139	17B-1-627, as last amended by Laws of Utah 2009, Chapter 204
140	17B-1-629, as renumbered and amended by Laws of Utah 2007, Chapter 329
141	17B-1-631, as renumbered and amended by Laws of Utah 2007, Chapter 329

142	17B-1-632, as renumbered and amended by Laws of Utah 2007, Chapter 329
143	17B-1-633, as renumbered and amended by Laws of Utah 2007, Chapter 329
144	17B-1-635, as renumbered and amended by Laws of Utah 2007, Chapter 329
145	17B-1-639, as last amended by Laws of Utah 2013, Chapter 448
146	17B-1-640, as last amended by Laws of Utah 2013, Chapter 448
147	17B-1-641, as last amended by Laws of Utah 2018, Chapter 256
148	17B-1-642, as renumbered and amended by Laws of Utah 2007, Chapter 329
149	17B-1-643, as last amended by Laws of Utah 2021, First Special Session, Chapter 15
150	17B-1-644, as renumbered and amended by Laws of Utah 2007, Chapter 329
151	17B-1-645, as enacted by Laws of Utah 2010, Chapter 171
152	17B-1-701, as renumbered and amended by Laws of Utah 2007, Chapter 329
153	17B-1-702, as last amended by Laws of Utah 2018, Chapter 424
154	17B-1-703, as last amended by Laws of Utah 2018, Chapter 424
155	17B-1-801, as renumbered and amended by Laws of Utah 2007, Chapter 329
156	17B-1-802, as renumbered and amended by Laws of Utah 2007, Chapter 329
157	17B-1-803, as renumbered and amended by Laws of Utah 2007, Chapter 329
158	17B-1-804, as renumbered and amended by Laws of Utah 2007, Chapter 329
159	17B-1-805, as enacted by Laws of Utah 2018, Chapter 154
160	17B-1-901, as last amended by Laws of Utah 2015, Chapter 260
161	17B-1-902, as last amended by Laws of Utah 2018, Chapter 197
162	17B-1-902.1, as enacted by Laws of Utah 2015, Chapter 349
163	17B-1-903, as last amended by Laws of Utah 2015, Chapter 349
164	17B-1-904, as renumbered and amended by Laws of Utah 2007, Chapter 329
165	17B-1-905, as enacted by Laws of Utah 2011, Chapter 106
166	17B-1-906, as enacted by Laws of Utah 2011, Chapter 106
167	17B-1-1001, as last amended by Laws of Utah 2019, Chapter 255
168	17B-1-1002, as last amended by Laws of Utah 2015, Chapter 352
169	17B-1-1003, as last amended by Laws of Utah 2019, Chapter 255

170	17B-1-1101, as last amended by Laws of Utah 2008, Chapter 360
171	17B-1-1102, as last amended by Laws of Utah 2021, Chapters 314, 415
172	17B-1-1103, as last amended by Laws of Utah 2008, Chapter 360
173	17B-1-1104, as last amended by Laws of Utah 2008, Chapter 360
174	17B-1-1105, as enacted by Laws of Utah 2007, Chapter 329
175	17B-1-1107, as enacted by Laws of Utah 2007, Chapter 329
176	17B-1-1201, as enacted by Laws of Utah 2007, Chapter 329
177	17B-1-1202, as enacted by Laws of Utah 2007, Chapter 329
178	17B-1-1204, as last amended by Laws of Utah 2021, Chapters 84, 345 and 355
179	17B-1-1207, as enacted by Laws of Utah 2007, Chapter 329
180	17B-1-1301, as renumbered and amended by Laws of Utah 2007, Chapter 329
181	17B-1-1302, as renumbered and amended by Laws of Utah 2007, Chapter 329
182	17B-1-1303, as last amended by Laws of Utah 2017, Chapter 248
183	17B-1-1304, as renumbered and amended by Laws of Utah 2007, Chapter 329
184	17B-1-1305, as renumbered and amended by Laws of Utah 2007, Chapter 329
185	17B-1-1306, as last amended by Laws of Utah 2017, Chapter 248
186	17B-1-1307, as last amended by Laws of Utah 2021, Chapters 84, 345 and 355
187	17B-1-1308, as last amended by Laws of Utah 2017, Chapter 248
188	17B-1-1309, as enacted by Laws of Utah 2017, Chapter 248
189	17B-1-1310, as enacted by Laws of Utah 2017, Chapter 248
190	17B-1-1401, as enacted by Laws of Utah 2007, Chapter 329
191	17B-1-1402, as last amended by Laws of Utah 2011, Chapter 68
192	17B-1-1403, as enacted by Laws of Utah 2020, Chapter 122
193	17B-2a-102, as last amended by Laws of Utah 2014, Chapter 194
194	17B-2a-104, as enacted by Laws of Utah 2007, Chapter 329
195	17B-2a-203, as enacted by Laws of Utah 2007, Chapter 329
196	17B-2a-205, as enacted by Laws of Utah 2007, Chapter 329
197	17B-2a-209, as enacted by Laws of Utah 2007, Chapter 329

198	17B-2a-303, as enacted by Laws of Utah 2007, Chapter 329
199	17B-2a-304, as enacted by Laws of Utah 2007, Chapter 329
200	17B-2a-402, as enacted by Laws of Utah 2007, Chapter 329
201	17B-2a-403, as last amended by Laws of Utah 2016, Chapters 273, 346
202	17B-2a-502, as enacted by Laws of Utah 2007, Chapter 329
203	17B-2a-503, as enacted by Laws of Utah 2007, Chapter 329
204	17B-2a-602, as last amended by Laws of Utah 2019, Chapter 430
205	17B-2a-603, as enacted by Laws of Utah 2007, Chapter 329
206	17B-2a-702, as enacted by Laws of Utah 2007, Chapter 329
207	17B-2a-703, as last amended by Laws of Utah 2019, Chapter 37
208	17B-2a-802, as last amended by Laws of Utah 2022, Chapters 69, 406
209	17B-2a-803, as last amended by Laws of Utah 2016, Chapter 273 and last amended by
210	Coordination Clause, Laws of Utah 2016, Chapter 273
211	17B-2a-804, as last amended by Laws of Utah 2022, Chapters 69, 406
212	17B-2a-817, as last amended by Laws of Utah 2013, Chapter 415
213	17B-2a-902, as last amended by Laws of Utah 2014, Chapter 189
214	17B-2a-903, as last amended by Laws of Utah 2009, Chapter 218
215	17B-2a-904, as enacted by Laws of Utah 2007, Chapter 329
216	17B-2a-907, as renumbered and amended by Laws of Utah 2007, Chapter 329
217	17B-2a-1003, as last amended by Laws of Utah 2019, Chapter 430
218	17B-2a-1004, as last amended by Laws of Utah 2011, Chapter 47
219	17B-2a-1007, as last amended by Laws of Utah 2021, Chapter 355
220	17B-2a-1102, as last amended by Laws of Utah 2015, Chapter 352
221	17B-2a-1104, as last amended by Laws of Utah 2022, Chapter 381
222	17B-2a-1106, as last amended by Laws of Utah 2019, Chapter 24
223	17C-1-102, as last amended by Laws of Utah 2021, Chapter 214
224	17C-1-409, as last amended by Laws of Utah 2022, Chapter 307
225	17D-1-102, as last amended by Laws of Utah 2014, Chapter 377

226	17D-1-103, as last amended by Laws of Utah 2020, Chapter 354
227	17D-1-106, as last amended by Laws of Utah 2020, Chapter 122
228	17D-1-202, as enacted by Laws of Utah 2008, Chapter 360
229	17D-1-303, as last amended by Laws of Utah 2014, Chapter 377
230	17D-1-305, as enacted by Laws of Utah 2008, Chapter 360
231	17D-1-401, as last amended by Laws of Utah 2015, Chapter 437
232	17D-1-601, as last amended by Laws of Utah 2013, Chapter 371
233	17D-1-603, as last amended by Laws of Utah 2013, Chapter 371
234	17D-1-604, as enacted by Laws of Utah 2013, Chapter 371
235	17D-2-102, as enacted by Laws of Utah 2008, Chapter 360
236	17D-2-108, as last amended by Laws of Utah 2012, Chapter 347
237	17D-3-105, as last amended by Laws of Utah 2020, Chapter 122
238	17D-4-102, as last amended by Laws of Utah 2022, Chapters 82, 237
239	17D-4-103, as renumbered and amended by Laws of Utah 2021, Chapter 314
240	17D-4-201, as renumbered and amended by Laws of Utah 2021, Chapter 314
241	17D-4-203, as last amended by Laws of Utah 2022, Chapter 82
242	17D-4-204, as renumbered and amended by Laws of Utah 2021, Chapter 314
243	17D-4-301, as last amended by Laws of Utah 2022, Chapter 207
244	20A-1-102, as last amended by Laws of Utah 2022, Chapters 18, 170
245	20A-1-201, as last amended by Laws of Utah 2014, Chapter 362
246	20A-1-202, as last amended by Laws of Utah 2014, Chapter 362
247	20A-1-206, as last amended by Laws of Utah 2022, Chapter 167
248	20A-1-512, as last amended by Laws of Utah 2021, Chapters 77, 84 and 345
249	20A-1-513, as last amended by Laws of Utah 2021, Chapter 93
250	20A-2-101, as last amended by Laws of Utah 2019, Chapter 433
251	20A-3a-102, as renumbered and amended by Laws of Utah 2020, Chapter 31
252	20A-3a-104, as renumbered and amended by Laws of Utah 2020, Chapter 31
253	20A-3a-501 , as last amended by Laws of Utah 2020, Sixth Special Session, Chapter 17

254	20A-3a-605, as renumbered and amended by Laws of Utah 2020, Chapter 31
255	20A-4-301, as last amended by Laws of Utah 2014, Chapter 377
256	20A-4-304, as last amended by Laws of Utah 2022, Chapter 342
257	20A-4-305, as last amended by Laws of Utah 2008, Chapter 228
258	20A-4-401, as last amended by Laws of Utah 2020, Chapter 31
259	20A-5-302, as last amended by Laws of Utah 2020, Chapters 31, 49
260	20A-5-400.5, as last amended by Laws of Utah 2013, Chapter 415
261	20A-5-401, as last amended by Laws of Utah 2020, Chapter 31
262	20A-5-403, as last amended by Laws of Utah 2022, Chapter 18
263	20A-5-407, as last amended by Laws of Utah 2020, Chapter 31
264	20A-5-601 , as last amended by Laws of Utah 2022, Chapter 18
265	20A-5-602, as last amended by Laws of Utah 2020, Chapter 31
266	20A-9-101, as last amended by Laws of Utah 2022, Chapters 13, 325
267	20A-9-503, as last amended by Laws of Utah 2022, Chapters 13, 18
268	20A-11-101, as last amended by Laws of Utah 2022, Chapter 126
269	20A-11-1202, as last amended by Laws of Utah 2020, Chapter 365
270	20A-17-103, as enacted by Laws of Utah 2015, Chapter 106
271	ENACTS:
272	17B-2a-407, Utah Code Annotated 1953
273	REPEALS:
274	17B-1-101, as enacted by Laws of Utah 2007, Chapter 329
275	17B-2a-101, as enacted by Laws of Utah 2007, Chapter 329
276	
277	Be it enacted by the Legislature of the state of Utah:
278	Section 1. Section 17-2-209 is amended to read:
279	17-2-209. Minor adjustments to county boundaries authorized Public hearing
280	Joint resolution of county legislative bodies Notice and plat to lieutenant governor

281 **Recording requirements -- Effective date.**

282	(1) (a) Counties sharing a common boundary may, in accordance with the provisions of
283	Subsection (2) and Article XI, Section 3, of the Utah Constitution and for purposes of real
284	property tax assessment and county record keeping, adjust all or part of the common boundary
285	to move it, subject to Subsection (1)(b), a sufficient distance to reach to, and correspond with,
286	the closest existing property boundary of record.
287	(b) A boundary adjustment under Subsection (1)(a) may not create a boundary line that
288	divides or splits:
289	(i) an existing parcel;
290	(ii) an interest in the property; or
291	(iii) a claim of record in the office of recorder of either county sharing the common
292	boundary.
293	(2) The legislative bodies of both counties desiring to adjust a common boundary in
294	accordance with Subsection (1) shall:
295	(a) hold a joint public hearing on the proposed boundary adjustment;
296	(b) at least seven days before the public hearing described in Subsection (2)(a), provide
297	written notice of the proposed adjustment to:
298	(i) each owner of real property whose property, or a portion of whose property, may
299	change counties as the result of the proposed adjustment; and
300	(ii) any of the following whose territory, or a portion of whose territory, may change
301	counties as the result of the proposed boundary adjustment, or whose boundary is aligned with
302	any portion of the existing county boundary that is being proposed for adjustment:
303	(A) a city;
304	(B) a town;
305	(C) a metro township;
306	(D) a school district;
307	(E) a [local] special district governed by [Title 17B, Limited Purpose Local
308	Government Entities - Local Districts] Title 17B, Limited Purpose Local Government Entities -
309	Special Districts;

310	(F) a special service district governed by Title 17D, Chapter 1, Special Service District
311	Act;
312	(G) an interlocal entity governed by Title 11, Chapter 13, Interlocal Cooperation Act;
313	(H) a community reinvestment agency governed by Title 17C, Limited Purpose Local
314	Government Entities - Community Reinvestment Agency Act;
315	(I) a local building authority governed by Title 17D, Chapter 2, Local Building
316	Authority Act; and
317	(J) a conservation district governed by Title 17D, Chapter 3, Conservation District Act;
318	and
319	(c) adopt a joint resolution approved by both county legislative bodies approving the
320	proposed boundary adjustment.
321	(3) The legislative bodies of both counties adopting a joint resolution under Subsection
322	(2)(c) shall:
323	(a) within 15 days after adopting the joint resolution, jointly send to the lieutenant
324	governor:
325	(i) a copy of a notice of an impending boundary action, as defined in Section 67-1a-6.5,
326	that meets the requirements of Subsection 67-1a-6.5(3); and
327	(ii) a copy of an approved final local entity plat, as defined in Section 67-1a-6.5; and
328	(b) upon the lieutenant governor's issuance of a certificate of boundary adjustment
329	under Section 67-1a-6.5, jointly submit to the recorder of the county in which the property is
330	located after the boundary adjustment:
331	(i) the original notice of an impending boundary action;
332	(ii) the original certificate of boundary adjustment;
333	(iii) the original approved final local entity plat; and
334	(iv) a certified copy of the joint resolution approving the boundary adjustment.
335	(4) (a) As used in this Subsection (4):
336	(i) "Affected area" means an area that, as a result of a boundary adjustment under this
337	section, is moved from within the boundary of one county to within the boundary of another

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338	county.			
339	(ii) "Receiving county" means a county whose boundary includes an affected area as a			
340	result of a boundary adjustment under this section.			
341	(b) A boundary adjustment under this section takes effect on the date the lieutenant			
342	governor issues a certificate of boundary adjustment under Section 67-1a-6.5.			
343	(c) (i) The effective date of a boundary adjustment for purposes of assessing property			
344	within an affected area is governed by Section 59-2-305.5.			
345	(ii) Until the documents listed in Subsection (3)(b) are recorded in the office of the			
346	recorder of the county in which the property is located, a receiving county may not:			
347	(A) levy or collect a property tax on property within an affected area;			
348	(B) levy or collect an assessment on property within an affected area; or			
349	(C) charge or collect a fee for service provided to property within an affected area.			
350	(5) Upon the effective date of a boundary adjustment under this section:			
351	(a) all territory designated to be adjusted into another county becomes the territory of			
352	the other county; and			
353	(b) the provisions of Sections 17-2-207 and 17-2-208 apply in the same manner as with			
354	an annexation under this part.			
355	Section 2. Section 17-15-32 is amended to read:			
356	17-15-32. County website listing of local government entities.			
357	(1) As used in this section:			
358	(a) (i) "Limited purpose entity" means a legal entity that:			
359	(A) performs a single governmental function or limited governmental functions; and			
360	(B) is not a state executive branch agency, a state legislative office, or within the			
361	judicial branch.			
362	(ii) "Limited purpose entity" includes:			
363	(A) area agencies, area agencies on aging, and area agencies on high risk adults, as			
364	those terms are defined in Section 62A-3-101;			
365	(B) charter schools created under Title 53G, Chapter 5, Charter Schools;			

366	(C) community reinvestment agencies, as that term is defined in Section 17C-1-102;		
367	(D) conservation districts, as that term is defined in Section 17D-3-102;		
368	(E) governmental nonprofit corporations, as that term is defined in Section 11-13a-102;		
369	(F) housing authorities, as that term is defined in Section 35A-8-401;		
370	(G) independent entities and independent state agencies, as those terms are defined in		
371	Section 63E-1-102;		
372	(H) interlocal entities, as that term is defined in Section 11-13-103;		
373	(I) local building authorities, as that term is defined in Section 17D-2-102;		
374	(J) [local] special districts, as that term is defined in Section 17B-1-102;		
375	(K) local health departments, as that term is defined in Section 26A-1-102;		
376	(L) nonprofit corporations that receive an amount of money requiring an accounting		
377	report under Section 51-2a-201.5;		
378	(M) school districts under Title 53G, Chapter 3, School District Creation and Change;		
379	and		
380	(N) special service districts, as that term is defined in Section 17D-1-102.		
381	(b) "Local government entity" means a municipality, as that term is defined in Section		
382	10-1-104.		
383	(2) Beginning on July 1, 2019, each county shall list on the county's website any of the		
384	following information that the lieutenant governor publishes in a registry of local government		
385	entities and limited purpose entities regarding each limited purpose entity and local		
386	government entity that operates, either in whole or in part, within the county or has geographic		
387	boundaries that overlap or are contained within the boundaries of the county:		
388	(a) the entity's name;		
389	(b) the entity's type of local government entity or limited purpose entity;		
390	(c) the entity's governmental function;		
391	(d) the entity's physical address and phone number, including the name and contact		
392	information of an individual whom the entity designates as the primary contact for the entity;		
393	(e) names of the members of the entity's governing board or commission, managing		

394	officers, or other similar managers;			
395	(f) the entity's sources of revenue; and			
396	(g) if the entity has created an assessment area, as that term is defined in Section			
397	11-42-102, information regarding the creation, purpose, and boundaries of the assessment area.			
398	Section 3. Section 17-22-2 is amended to read:			
399	17-22-2. Sheriff General duties.			
400	(1) The sheriff shall:			
401	(a) preserve the peace;			
402	(b) make all lawful arrests;			
403	(c) attend in person or by deputy the Supreme Court and the Court of Appeals when			
404	required or when the court is held within his county, all courts of record, and court			
405	commissioner and referee sessions held within his county, obey their lawful orders and			
406	directions, and comply with the court security rule, Rule 3-414, of the Utah Code of Judicial			
407	Administration;			
408	(d) upon request of the juvenile court, aid the court in maintaining order during			
409	hearings and transport a minor to and from youth corrections facilities, other institutions, or			
410	other designated places;			
411	(e) attend county justice courts if the judge finds that the matter before the court			
412	requires the sheriff's attendance for security, transportation, and escort of jail prisoners in his			
413	custody, or for the custody of jurors;			
414	(f) command the aid of as many inhabitants of his county as he considers necessary in			
415	the execution of these duties;			
416	(g) take charge of and keep the county jail and the jail prisoners;			
417	(h) receive and safely keep all persons committed to his custody, file and preserve the			
418	commitments of those persons, and record the name, age, place of birth, and description of			
419	each person committed;			
420	(i) release on the record all attachments of real property when the attachment he			
421	receives has been released or discharged;			

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422	(j) endorse on all process and notices the year, month, day, hour, and minute of	
423	reception, and, upon payment of fees, issue a certificate to the person delivering process or	
424	notice showing the names of the parties, title of paper, and the time of receipt;	
425	(k) serve all process and notices as prescribed by law;	
426	(1) if he makes service of process or notice, certify on the process or notices the	
427	manner, time, and place of service, or, if he fails to make service, certify the reason upon the	
428	process or notice, and return them without delay;	
429	(m) extinguish fires occurring in the undergrowth, trees, or wooded areas on the public	
430	land within his county;	
431	(n) perform as required by any contracts between the county and private contractors for	
432	management, maintenance, operation, and construction of county jails entered into under the	
433	authority of Section 17-53-311;	
434	(o) for the sheriff of a county of the second through sixth class that enters into an	
435	interlocal agreement for law enforcement service under Title 11, Chapter 13, Interlocal	
436	Cooperation Act, provide law enforcement service as provided in the interlocal agreement;	
437	(p) manage search and rescue services in his county;	
438	(q) obtain saliva DNA specimens as required under Section 53-10-404;	
439	(r) on or before January 1, 2003, adopt a written policy that prohibits the stopping,	
440	detention, or search of any person when the action is solely motivated by considerations of	
441	race, color, ethnicity, age, or gender;	
442	(s) as applicable, select a representative of law enforcement to serve as a member of a	
443	child protection team, as defined in Section 80-1-102; and	
444	(t) perform any other duties that are required by law.	
445	(2) Violation of Subsection (1)(j) is a class C misdemeanor. Violation of any other	
446	subsection under Subsection (1) is a class A misdemeanor.	
447	(3) (a) As used in this Subsection (3):	
448	(i) "Police interlocal entity" has the same meaning as defined in Sections 17-30-3 and	
449	17-30a-102.	

450	(ii) "Police [local] special district" [has the same meaning as] means the same as that		
451	term is defined in Section 17-30-3.		
452	(b) Except as provided in Subsections (3)(c) and 11-13-202(4), a sheriff in a county		
453	which includes within its boundary a police [local] special district or police interlocal entity, or		
454	both:		
455	(i) serves as the chief executive officer of each police [local] special district and police		
456	interlocal entity within the county with respect to the provision of law enforcement service		
457	within the boundary of the police [local] special district or police interlocal entity, respectively;		
458	and		
459	(ii) is subject to the direction of the police [local] special district board of trustees or		
460	police interlocal entity governing body, as the case may be, as and to the extent provided by		
461	agreement between the police [local] special district or police interlocal entity, respectively,		
462	and the sheriff.		
463	(c) Notwithstanding Subsection (3)(b), and except as provided in Subsection		
464	11-13-202(4), if a police interlocal entity or police [local] special district enters an interlocal		
465	agreement with a public agency, as defined in Section 11-13-103, for the provision of law		
466	enforcement service, the sheriff:		
467	(i) does not serve as the chief executive officer of any interlocal entity created under		
468	that interlocal agreement, unless the agreement provides for the sheriff to serve as the chief		
469	executive officer; and		
470	(ii) shall provide law enforcement service under that interlocal agreement as provided		
471	in the agreement.		
472	Section 4. Section 17-23-17 is amended to read:		
473	17-23-17. Map of boundary survey Procedure for filing Contents Marking		
474	of monuments Record of corner changes Penalties.		
475	(1) As used in this section:		
476	(a) "Land surveyor" means a surveyor who is licensed to practice land surveying in this		
477	state in accordance with Title 58, Chapter 22, Professional Engineers and Professional Land		

478 Surveyors Licensing Act.

479 (b) (i) "Township" means a term used in the context of identifying a geographic area in480 common surveyor practice.

481 (ii) "Township" does not mean a metro township as that term is defined in Section
482 10-2a-403.

(2) (a) (i) Each land surveyor making a boundary survey of lands within this state to
establish or reestablish a boundary line or to obtain data for constructing a map or plat showing
a boundary line shall file a map of the survey that meets the requirements of this section with
the county surveyor or designated office within 90 days of the establishment or reestablishment
of a boundary.

488 (ii) A land surveyor who fails to file a map of the survey as required by Subsection489 (2)(a)(i) is guilty of an infraction.

490 (iii) Each failure to file a map of the survey as required by Subsection (2)(a)(i) is a491 separate violation.

492 (b) The county surveyor or designated office shall file and index the map of the survey.

493 (c) The map shall be a public record in the office of the county surveyor or designated494 office.

495 (3) This type of map shall show:

496 (a) the location of survey by quarter section and township and range;

(b) the date of survey;

498 (c) the scale of drawing and north point;

(d) the distance and course of all lines traced or established, giving the basis of bearing

and the distance and course to two or more section corners or quarter corners, including

501 township and range, or to identified monuments within a recorded subdivision;

(e) all measured bearings, angles, and distances separately indicated from those ofrecord;

- 504 (f) a written boundary description of property surveyed;
- 505 (g) all monuments set and their relation to older monuments found;

506	(h) a detailed description of monuments found and monuments set, indicated		
507	separately;		
508	(i) the surveyor's seal or stamp; and		
509	(j) the surveyor's business name and address.		
510	(4) (a) The map shall contain a written narrative that explains and identifies:		
511	(i) the purpose of the survey;		
512	(ii) the basis on which the lines were established; and		
513	(iii) the found monuments and deed elements that controlled the established or		
514	reestablished lines.		
515	(b) If the narrative is a separate document, it shall contain:		
516	(i) the location of the survey by quarter section and by township and range;		
517	(ii) the date of the survey;		
518	(iii) the surveyor's stamp or seal; and		
519	(iv) the surveyor's business name and address.		
520	(c) The map and narrative shall be referenced to each other if they are separate		
521	documents.		
522	(5) The map and narrative shall be created on material of a permanent nature on stable		
523	base reproducible material in the sizes required by the county surveyor.		
524	(6) (a) Any monument set by a licensed professional land surveyor to mark or reference		
525	a point on a property or land line shall be durably and visibly marked or tagged with the		
526	registered business name or the letters "L.S." followed by the registration number of the		
527	surveyor in charge.		
528	(b) If the monument is set by a licensed land surveyor who is a public officer, it shall		
529	be marked with the official title of the office.		
530	(7) (a) If, in the performance of a survey, a surveyor finds or makes any changes to the		
531	section corner or quarter-section corner, or their accessories, the surveyor shall complete and		
532	submit to the county surveyor or designated office a record of the changes made.		
533	(b) The record shall be submitted within 45 days of the corner visits and shall include		

534	the surveyor's seal, business name, and address.		
535	(8) The Utah State Board of Engineers and Land Surveyors Examiners may revoke the		
536	license of any land surveyor who fails to comply with the requirements of this section,		
537	according to the procedures set forth in Title 58, Chapter 1, Division of Occupational and		
538	Professional Licensing Act.		
539	(9) Each federal or state agency, board, or commission, [local] special district, special		
540	service district, or municipal corporation that makes a boundary survey of lands within this		
541	state shall comply with this section.		
542	Section 5. Section 17-27a-103 is amended to read:		
543	17-27a-103. Definitions.		
544	As used in this chapter:		
545	(1) "Accessory dwelling unit" means a habitable living unit added to, created within, or		
546	detached from a primary single-family dwelling and contained on one lot.		
547	(2) "Adversely affected party" means a person other than a land use applicant who:		
548	(a) owns real property adjoining the property that is the subject of a land use		
549	application or land use decision; or		
550	(b) will suffer a damage different in kind than, or an injury distinct from, that of the		
551	general community as a result of the land use decision.		
552	(3) "Affected entity" means a county, municipality, [local] special district, special		
553	service district under Title 17D, Chapter 1, Special Service District Act, school district,		
554	interlocal cooperation entity established under Title 11, Chapter 13, Interlocal Cooperation Act,		
555	specified property owner, property owner's association, public utility, or the Utah Department		
556	of Transportation, if:		
557	(a) the entity's services or facilities are likely to require expansion or significant		
558	modification because of an intended use of land;		
559	(b) the entity has filed with the county a copy of the entity's general or long-range plan;		
560	or		
561	(c) the entity has filed with the county a request for notice during the same calendar		

562	year and before the county provides notice to an affected entity in compliance with a	
563	requirement imposed under this chapter.	
564	(4) "Affected owner" means the owner of real property that is:	
565	(a) a single project;	
566	(b) the subject of a land use approval that sponsors of a referendum timely challenged	
567	in accordance with Subsection 20A-7-601(6); and	
568	(c) determined to be legally referable under Section 20A-7-602.8.	
569	(5) "Appeal authority" means the person, board, commission, agency, or other body	
570	designated by ordinance to decide an appeal of a decision of a land use application or a	
571	variance.	
572	(6) "Billboard" means a freestanding ground sign located on industrial, commercial, or	
573	residential property if the sign is designed or intended to direct attention to a business, product,	
574	or service that is not sold, offered, or existing on the property where the sign is located.	
575	(7) (a) "Charter school" means:	
576	(i) an operating charter school;	
577	(ii) a charter school applicant that a charter school authorizer approves in accordance	
578	with Title 53G, Chapter 5, Part 3, Charter School Authorization; or	
579	(iii) an entity that is working on behalf of a charter school or approved charter	
580	applicant to develop or construct a charter school building.	
581	(b) "Charter school" does not include a therapeutic school.	
582	(8) "Chief executive officer" means the person or body that exercises the executive	
583	powers of the county.	
584	(9) "Conditional use" means a land use that, because of the unique characteristics or	
585	potential impact of the land use on the county, surrounding neighbors, or adjacent land uses,	
586	may not be compatible in some areas or may be compatible only if certain conditions are	
587	required that mitigate or eliminate the detrimental impacts.	
588	(10) "Constitutional taking" means a governmental action that results in a taking of	
589	private property so that compensation to the owner of the property is required by the:	

590	(a) Fifth or Fourteenth Amendment of the Constitution of the United States; or	
591	(b) Utah Constitution, Article I, Section 22.	
592	(11) "County utility easement" means an easement that:	
593	(a) a plat recorded in a county recorder's office described as a county utility easement	
594	or otherwise as a utility easement;	
595	(b) is not a protected utility easement or a public utility easement as defined in Section	
596	54-3-27;	
597	(c) the county or the county's affiliated governmental entity owns or creates; and	
598	(d) (i) either:	
599	(A) no person uses or occupies; or	
600	(B) the county or the county's affiliated governmental entity uses and occupies to	
601	provide a utility service, including sanitary sewer, culinary water, electrical, storm water, or	
602	communications or data lines; or	
603	(ii) a person uses or occupies with or without an authorized franchise or other	
604	agreement with the county.	
605	(12) "Culinary water authority" means the department, agency, or public entity with	
606	responsibility to review and approve the feasibility of the culinary water system and sources for	
607	the subject property.	
608	(13) "Development activity" means:	
609	(a) any construction or expansion of a building, structure, or use that creates additional	
610	demand and need for public facilities;	
611	(b) any change in use of a building or structure that creates additional demand and need	
612	for public facilities; or	
613	(c) any change in the use of land that creates additional demand and need for public	
614	facilities.	
615	(14) (a) "Development agreement" means a written agreement or amendment to a	
616	written agreement between a county and one or more parties that regulates or controls the use	
617	or development of a specific area of land.	

618	(b) "Development agreement" does not include an improvement completion assurance	
619	(15) (a) "Disability" means a physical or mental impairment that substantially limits	
620	one or more of a person's major life activities, including a person having a record of such an	
621	impairment or being regarded as having such an impairment.	
622	(b) "Disability" does not include current illegal use of, or addiction to, any federally	
623	controlled substance, as defined in Section 102 of the Controlled Substances Act, 21 U.S.C.	
624	Sec. 802.	
625	(16) "Educational facility":	
626	(a) means:	
627	(i) a school district's building at which pupils assemble to receive instruction in a	
628	program for any combination of grades from preschool through grade 12, including	
629	kindergarten and a program for children with disabilities;	
630	(ii) a structure or facility:	
631	(A) located on the same property as a building described in Subsection (16)(a)(i); and	
632	(B) used in support of the use of that building; and	
633	(iii) a building to provide office and related space to a school district's administrative	
634	personnel; and	
635	(b) does not include:	
636	(i) land or a structure, including land or a structure for inventory storage, equipment	
637	storage, food processing or preparing, vehicle storage or maintenance, or similar use that is:	
638	(A) not located on the same property as a building described in Subsection (16)(a)(i);	
639	and	
640	(B) used in support of the purposes of a building described in Subsection (16)(a)(i); or	
641	(ii) a therapeutic school.	
642	(17) "Fire authority" means the department, agency, or public entity with responsibility	
643	to review and approve the feasibility of fire protection and suppression services for the subject	
644	property.	
645	(18) "Flood plain" means land that:	

(18) "Flood plain" means land that: 645

646	(a) is within the 100-year flood plain designated by the Federal Emergency		
647	Management Agency; or		
648	(b) has not been studied or designated by the Federal Emergency Management Agency		
649	but presents a likelihood of experiencing chronic flooding or a catastrophic flood event because		
650	the land has characteristics that are similar to those of a 100-year flood plain designated by the		
651	Federal Emergency Management Agency.		
652	(19) "Gas corporation" has the same meaning as defined in Section 54-2-1.		
653	(20) "General plan" means a document that a county adopts that sets forth general		
654	guidelines for proposed future development of:		
655	(a) the unincorporated land within the county; or		
656	(b) for a mountainous planning district, the land within the mountainous planning		
657	district.		
658	(21) "Geologic hazard" means:		
659	(a) a surface fault rupture;		
660	(b) shallow groundwater;		
661	(c) liquefaction;		
662	(d) a landslide;		
663	(e) a debris flow;		
664	(f) unstable soil;		
665	(g) a rock fall; or		
666	(h) any other geologic condition that presents a risk:		
667	(i) to life;		
668	(ii) of substantial loss of real property; or		
669	(iii) of substantial damage to real property.		
670	(22) "Hookup fee" means a fee for the installation and inspection of any pipe, line,		
671	meter, or appurtenance to connect to a county water, sewer, storm water, power, or other utility		
672	system.		
673	(23) "Identical plans" means building plans submitted to a county that:		

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674	(a) are clearly marked as "identical plans";
675	(b) are substantially identical building plans that were previously submitted to and
676	reviewed and approved by the county; and
677	(c) describe a building that:
678	(i) is located on land zoned the same as the land on which the building described in the
679	previously approved plans is located;
680	(ii) is subject to the same geological and meteorological conditions and the same law
681	as the building described in the previously approved plans;
682	(iii) has a floor plan identical to the building plan previously submitted to and reviewed
683	and approved by the county; and
684	(iv) does not require any additional engineering or analysis.
685	(24) "Impact fee" means a payment of money imposed under Title 11, Chapter 36a,
686	Impact Fees Act.
687	(25) "Improvement completion assurance" means a surety bond, letter of credit,
688	financial institution bond, cash, assignment of rights, lien, or other equivalent security required
689	by a county to guaranty the proper completion of landscaping or an infrastructure improvement
690	required as a condition precedent to:
691	(a) recording a subdivision plat; or
692	(b) development of a commercial, industrial, mixed use, or multifamily project.
693	(26) "Improvement warranty" means an applicant's unconditional warranty that the
694	applicant's installed and accepted landscaping or infrastructure improvement:
695	(a) complies with the county's written standards for design, materials, and
696	workmanship; and
697	(b) will not fail in any material respect, as a result of poor workmanship or materials,
698	within the improvement warranty period.
699	(27) "Improvement warranty period" means a period:
700	(a) no later than one year after a county's acceptance of required landscaping; or
701	(b) no later than one year after a county's acceptance of required infrastructure, unless

702	the county:
703	(i) determines for good cause that a one-year period would be inadequate to protect the
704	public health, safety, and welfare; and
705	(ii) has substantial evidence, on record:
706	(A) of prior poor performance by the applicant; or
707	(B) that the area upon which the infrastructure will be constructed contains suspect soil
708	and the county has not otherwise required the applicant to mitigate the suspect soil.
709	(28) "Infrastructure improvement" means permanent infrastructure that is essential for
710	the public health and safety or that:
711	(a) is required for human consumption; and
712	(b) an applicant must install:
713	(i) in accordance with published installation and inspection specifications for public
714	improvements; and
715	(ii) as a condition of:
716	(A) recording a subdivision plat;
717	(B) obtaining a building permit; or
718	(C) developing a commercial, industrial, mixed use, condominium, or multifamily
719	project.
720	(29) "Internal lot restriction" means a platted note, platted demarcation, or platted
721	designation that:
722	(a) runs with the land; and
723	(b) (i) creates a restriction that is enclosed within the perimeter of a lot described on
724	the plat; or
725	(ii) designates a development condition that is enclosed within the perimeter of a lot
726	described on the plat.
727	(30) "Interstate pipeline company" means a person or entity engaged in natural gas
728	transportation subject to the jurisdiction of the Federal Energy Regulatory Commission under
729	the Natural Gas Act, 15 U.S.C. Sec. 717 et seq.

730	(31) "Intrastate pipeline company" means a person or entity engaged in natural gas
731	transportation that is not subject to the jurisdiction of the Federal Energy Regulatory
732	Commission under the Natural Gas Act, 15 U.S.C. Sec. 717 et seq.
733	(32) "Land use applicant" means a property owner, or the property owner's designee,
734	who submits a land use application regarding the property owner's land.
735	(33) "Land use application":
736	(a) means an application that is:
737	(i) required by a county; and
738	(ii) submitted by a land use applicant to obtain a land use decision; and
739	(b) does not mean an application to enact, amend, or repeal a land use regulation.
740	(34) "Land use authority" means:
741	(a) a person, board, commission, agency, or body, including the local legislative body,
742	designated by the local legislative body to act upon a land use application; or
743	(b) if the local legislative body has not designated a person, board, commission,
744	agency, or body, the local legislative body.
745	(35) "Land use decision" means an administrative decision of a land use authority or
746	appeal authority regarding:
747	(a) a land use permit;
748	(b) a land use application; or
749	(c) the enforcement of a land use regulation, land use permit, or development
750	agreement.
751	(36) "Land use permit" means a permit issued by a land use authority.
752	(37) "Land use regulation":
753	(a) means a legislative decision enacted by ordinance, law, code, map, resolution,
754	specification, fee, or rule that governs the use or development of land;
755	(b) includes the adoption or amendment of a zoning map or the text of the zoning code;
756	and
757	(c) does not include:

(i) a land use decision of the legislative body acting as the land use authority, even if
the decision is expressed in a resolution or ordinance; or
(ii) a temporary revision to an engineering specification that does not materially:
(A) increase a land use applicant's cost of development compared to the existing
specification; or
(B) impact a land use applicant's use of land.
(38) "Legislative body" means the county legislative body, or for a county that has
adopted an alternative form of government, the body exercising legislative powers.
[(39) "Local district" means any entity under Title 17B, Limited Purpose Local
Government Entities - Local Districts, and any other governmental or quasi-governmental
entity that is not a county, municipality, school district, or the state.]
[(40)] (39) "Lot" means a tract of land, regardless of any label, that is created by and
shown on a subdivision plat that has been recorded in the office of the county recorder.
[(41)] (40) (a) "Lot line adjustment" means a relocation of a lot line boundary between
adjoining lots or between a lot and adjoining parcels in accordance with Section 17-27a-608:
(i) whether or not the lots are located in the same subdivision; and
(ii) with the consent of the owners of record.
(b) "Lot line adjustment" does not mean a new boundary line that:
(i) creates an additional lot; or
(ii) constitutes a subdivision.
(c) "Lot line adjustment" does not include a boundary line adjustment made by the
Department of Transportation.
[(42)] (41) "Major transit investment corridor" means public transit service that uses or
occupies:
(a) public transit rail right-of-way;
(b) dedicated road right-of-way for the use of public transit, such as bus rapid transit;
or
(c) fixed-route bus corridors subject to an interlocal agreement or contract between a

786	municipality or county and:
787	(i) a public transit district as defined in Section 17B-2a-802; or
788	(ii) an eligible political subdivision as defined in Section 59-12-2219.
789	[(43)] (42) "Moderate income housing" means housing occupied or reserved for
790	occupancy by households with a gross household income equal to or less than 80% of the
791	median gross income for households of the same size in the county in which the housing is
792	located.
793	[(44)] (43) "Mountainous planning district" means an area designated by a county
794	legislative body in accordance with Section 17-27a-901.
795	[(45)] (44) "Nominal fee" means a fee that reasonably reimburses a county only for
796	time spent and expenses incurred in:
797	(a) verifying that building plans are identical plans; and
798	(b) reviewing and approving those minor aspects of identical plans that differ from the
799	previously reviewed and approved building plans.
800	[(46)] (45) "Noncomplying structure" means a structure that:
801	(a) legally existed before the structure's current land use designation; and
802	(b) because of one or more subsequent land use ordinance changes, does not conform
803	to the setback, height restrictions, or other regulations, excluding those regulations that govern
804	the use of land.
805	[(47)] (46) "Nonconforming use" means a use of land that:
806	(a) legally existed before the current land use designation;
807	(b) has been maintained continuously since the time the land use ordinance regulation
808	governing the land changed; and
809	(c) because of one or more subsequent land use ordinance changes, does not conform
810	to the regulations that now govern the use of the land.
811	[(48)] (47) "Official map" means a map drawn by county authorities and recorded in
812	the county recorder's office that:
813	(a) shows actual and proposed rights-of-way, centerline alignments, and setbacks for

(a) shows actual and proposed rights-of-way, centerline alignments, and setbacks for

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814 highways and other transportation facilities; 815 (b) provides a basis for restricting development in designated rights-of-way or between 816 designated setbacks to allow the government authorities time to purchase or otherwise reserve 817 the land; and (c) has been adopted as an element of the county's general plan. 818 819 [(49)] (48) "Parcel" means any real property that is not a lot. [(50)] (49) (a) "Parcel boundary adjustment" means a recorded agreement between 820 821 owners of adjoining parcels adjusting the mutual boundary, either by deed or by a boundary 822 line agreement in accordance with Section 17-27a-523, if no additional parcel is created and: 823 (i) none of the property identified in the agreement is a lot; or 824 (ii) the adjustment is to the boundaries of a single person's parcels. (b) "Parcel boundary adjustment" does not mean an adjustment of a parcel boundary 825 826 line that: 827 (i) creates an additional parcel; or 828 (ii) constitutes a subdivision. 829 (c) "Parcel boundary adjustment" does not include a boundary line adjustment made by 830 the Department of Transportation. 831 [(51)] (50) "Person" means an individual, corporation, partnership, organization, 832 association, trust, governmental agency, or any other legal entity. 833 $\left[\frac{52}{52}\right]$ (51) "Plan for moderate income housing" means a written document adopted by 834 a county legislative body that includes: 835 (a) an estimate of the existing supply of moderate income housing located within the 836 county; 837 (b) an estimate of the need for moderate income housing in the county for the next five 838 years; 839 (c) a survey of total residential land use; (d) an evaluation of how existing land uses and zones affect opportunities for moderate 840 841 income housing; and

842 (e) a description of the county's program to encourage an adequate supply of moderate 843 income housing. 844 [(53)] (52) "Planning advisory area" means a contiguous, geographically defined 845 portion of the unincorporated area of a county established under this part with planning and zoning functions as exercised through the planning advisory area planning commission, as 846 847 provided in this chapter, but with no legal or political identity separate from the county and no 848 taxing authority. 849 $\left[\frac{54}{23}\right]$ (53) "Plat" means an instrument subdividing property into lots as depicted on a 850 map or other graphical representation of lands that a licensed professional land surveyor makes 851 and prepares in accordance with Section 17-27a-603 or 57-8-13. 852 [(55)] (54) "Potential geologic hazard area" means an area that: 853 (a) is designated by a Utah Geological Survey map, county geologist map, or other 854 relevant map or report as needing further study to determine the area's potential for geologic 855 hazard; or 856 (b) has not been studied by the Utah Geological Survey or a county geologist but 857 presents the potential of geologic hazard because the area has characteristics similar to those of 858 a designated geologic hazard area. 859 $\left[\frac{(56)}{(55)}\right]$ (55) "Public agency" means: 860 (a) the federal government; 861 (b) the state; 862 (c) a county, municipality, school district, [local] special district, special service 863 district, or other political subdivision of the state: or 864 (d) a charter school. 865 [(57)] (56) "Public hearing" means a hearing at which members of the public are 866 provided a reasonable opportunity to comment on the subject of the hearing. 867 [(58)] (57) "Public meeting" means a meeting that is required to be open to the public 868 under Title 52, Chapter 4, Open and Public Meetings Act. [(59)] (58) "Public street" means a public right-of-way, including a public highway. 869

870 public avenue, public boulevard, public parkway, public road, public lane, public alley, public 871 viaduct, public subway, public tunnel, public bridge, public byway, other public transportation 872 easement, or other public way. 873 [(60)] (59) "Receiving zone" means an unincorporated area of a county that the county 874 designates, by ordinance, as an area in which an owner of land may receive a transferable 875 development right. 876 [(61)] (60) "Record of survey map" means a map of a survey of land prepared in 877 accordance with Section 10-9a-603, 17-23-17, 17-27a-603, or 57-8-13. 878 [(62)] (61) "Residential facility for persons with a disability" means a residence: 879 (a) in which more than one person with a disability resides; and 880 (b) (i) which is licensed or certified by the Department of Human Services under Title 881 62A, Chapter 2, Licensure of Programs and Facilities; or 882 (ii) which is licensed or certified by the Department of Health under Title 26, Chapter 883 21, Health Care Facility Licensing and Inspection Act. 884 [(63)] (62) "Rules of order and procedure" means a set of rules that govern and 885 prescribe in a public meeting: 886 (a) parliamentary order and procedure; 887 (b) ethical behavior; and 888 (c) civil discourse. 889 [(64)] (63) "Sanitary sewer authority" means the department, agency, or public entity 890 with responsibility to review and approve the feasibility of sanitary sewer services or onsite 891 wastewater systems. 892 [(65)] (64) "Sending zone" means an unincorporated area of a county that the county 893 designates, by ordinance, as an area from which an owner of land may transfer a transferable 894 development right. 895 [(66)] (65) "Site plan" means a document or map that may be required by a county 896 during a preliminary review preceding the issuance of a building permit to demonstrate that an 897 owner's or developer's proposed development activity meets a land use requirement.

898 (66) (a) "Special district" means an entity under Title 17B, Limited Purpose Local 899 Government Entities - Special Districts. 900 (b) "Special district" includes a governmental or quasi-governmental entity that is not a 901 county, municipality, school district, or the state. 902 (67) "Specified public agency" means: 903 (a) the state: 904 (b) a school district; or 905 (c) a charter school. 906 (68) "Specified public utility" means an electrical corporation, gas corporation, or 907 telephone corporation, as those terms are defined in Section 54-2-1. 908 (69) "State" includes any department, division, or agency of the state. 909 (70) (a) "Subdivision" means any land that is divided, resubdivided, or proposed to be 910 divided into two or more lots or other division of land for the purpose, whether immediate or 911 future, for offer, sale, lease, or development either on the installment plan or upon any and all 912 other plans, terms, and conditions. 913 (b) "Subdivision" includes: 914 (i) the division or development of land, whether by deed, metes and bounds description, devise and testacy, map, plat, or other recorded instrument, regardless of whether 915 916 the division includes all or a portion of a parcel or lot; and 917 (ii) except as provided in Subsection (70)(c), divisions of land for residential and 918 nonresidential uses, including land used or to be used for commercial, agricultural, and 919 industrial purposes. 920 (c) "Subdivision" does not include: 921 (i) a bona fide division or partition of agricultural land for agricultural purposes; 922 (ii) a boundary line agreement recorded with the county recorder's office between 923 owners of adjoining parcels adjusting the mutual boundary in accordance with Section 17-27a-523 if no new lot is created; 924 (iii) a recorded document, executed by the owner of record: 925

926	(A) revising the legal descriptions of multiple parcels into one legal description
927	encompassing all such parcels; or
928	(B) joining a lot to a parcel;
929	(iv) a bona fide division or partition of land in a county other than a first class county
930	for the purpose of siting, on one or more of the resulting separate parcels:
931	(A) an electrical transmission line or a substation;
932	(B) a natural gas pipeline or a regulation station; or
933	(C) an unmanned telecommunications, microwave, fiber optic, electrical, or other
934	utility service regeneration, transformation, retransmission, or amplification facility;
935	(v) a boundary line agreement between owners of adjoining subdivided properties
936	adjusting the mutual lot line boundary in accordance with Sections 17-27a-523 and 17-27a-608
937	if:
938	(A) no new dwelling lot or housing unit will result from the adjustment; and
939	(B) the adjustment will not violate any applicable land use ordinance;
940	(vi) a bona fide division of land by deed or other instrument if the deed or other
941	instrument states in writing that the division:
942	(A) is in anticipation of future land use approvals on the parcel or parcels;
943	(B) does not confer any land use approvals; and
944	(C) has not been approved by the land use authority;
945	(vii) a parcel boundary adjustment;
946	(viii) a lot line adjustment;
947	(ix) a road, street, or highway dedication plat;
948	(x) a deed or easement for a road, street, or highway purpose; or
949	(xi) any other division of land authorized by law.
950	(71) "Subdivision amendment" means an amendment to a recorded subdivision in
951	accordance with Section 17-27a-608 that:
952	(a) vacates all or a portion of the subdivision;
953	(b) alters the outside boundary of the subdivision;

954	(c) changes the number of lots within the subdivision;
955	(d) alters a public right-of-way, a public easement, or public infrastructure within the
956	subdivision; or
957	(e) alters a common area or other common amenity within the subdivision.
958	(72) "Substantial evidence" means evidence that:
959	(a) is beyond a scintilla; and
960	(b) a reasonable mind would accept as adequate to support a conclusion.
961	(73) "Suspect soil" means soil that has:
962	(a) a high susceptibility for volumetric change, typically clay rich, having more than a
963	3% swell potential;
964	(b) bedrock units with high shrink or swell susceptibility; or
965	(c) gypsiferous silt and clay, gypsum, or bedrock units containing abundant gypsum
966	commonly associated with dissolution and collapse features.
967	(74) "Therapeutic school" means a residential group living facility:
968	(a) for four or more individuals who are not related to:
969	(i) the owner of the facility; or
970	(ii) the primary service provider of the facility;
971	(b) that serves students who have a history of failing to function:
972	(i) at home;
973	(ii) in a public school; or
974	(iii) in a nonresidential private school; and
975	(c) that offers:
976	(i) room and board; and
977	(ii) an academic education integrated with:
978	(A) specialized structure and supervision; or
979	(B) services or treatment related to a disability, an emotional development, a
980	behavioral development, a familial development, or a social development.
981	(75) "Transferable development right" means a right to develop and use land that

982 originates by an ordinance that authorizes a land owner in a designated sending zone to transfer

983 land use rights from a designated sending zone to a designated receiving zone.

- 984 (76) "Unincorporated" means the area outside of the incorporated area of a985 municipality.
- 986 (77) "Water interest" means any right to the beneficial use of water, including:

987 (a) each of the rights listed in Section 73-1-11; and

- 988 (b) an ownership interest in the right to the beneficial use of water represented by:
- 989 (i) a contract; or
- (ii) a share in a water company, as defined in Section 73-3-3.5.
- 991 (78) "Zoning map" means a map, adopted as part of a land use ordinance, that depicts
- 992 land use zones, overlays, or districts.
- 993 Section 6. Section 17-27a-305 is amended to read:

17-27a-305. Other entities required to conform to county's land use ordinances - Exceptions -- School districts and charter schools -- Submission of development plan and
 schedule.

- 997 (1) (a) Each county, municipality, school district, charter school, [local] special district,
 998 special service district, and political subdivision of the state shall conform to any applicable
 999 land use ordinance of any county when installing, constructing, operating, or otherwise using
 1000 any area, land, or building situated within a mountainous planning district or the
 1001 unincorporated portion of the county, as applicable.
- (b) In addition to any other remedies provided by law, when a county's land use
 ordinance is violated or about to be violated by another political subdivision, that county may
 institute an injunction, mandamus, abatement, or other appropriate action or proceeding to
 prevent, enjoin, abate, or remove the improper installation, improvement, or use.
- 1006 (2) (a) Except as provided in Subsection (3), a school district or charter school is1007 subject to a county's land use ordinances.

(b) (i) Notwithstanding Subsection (3), a county may:

- 1008
- 1009 (A) subject a charter school to standards within each zone pertaining to setback, height,

1010 bulk and massing regulations, off-site parking, curb cut, traffic circulation, and construction

1011 staging; and

(B) impose regulations upon the location of a project that are necessary to avoidunreasonable risks to health or safety, as provided in Subsection (3)(f).

(ii) The standards to which a county may subject a charter school under Subsection
(2)(b)(i) shall be objective standards only and may not be subjective.

(iii) Except as provided in Subsection (7)(d), the only basis upon which a county may
deny or withhold approval of a charter school's land use application is the charter school's
failure to comply with a standard imposed under Subsection (2)(b)(i).

(iv) Nothing in Subsection (2)(b)(iii) may be construed to relieve a charter school of an
obligation to comply with a requirement of an applicable building or safety code to which it is
otherwise obligated to comply.

1022 (3) A county may not:

(a) impose requirements for landscaping, fencing, aesthetic considerations,
construction methods or materials, additional building inspections, county building codes,
building use for educational purposes, or the placement or use of temporary classroom facilities
on school property;

(b) except as otherwise provided in this section, require a school district or charter
school to participate in the cost of any roadway or sidewalk, or a study on the impact of a
school on a roadway or sidewalk, that is not reasonably necessary for the safety of school
children and not located on or contiguous to school property, unless the roadway or sidewalk is
required to connect an otherwise isolated school site to an existing roadway;

1032 (c) require a district or charter school to pay fees not authorized by this section;

(d) provide for inspection of school construction or assess a fee or other charges for
inspection, unless the school district or charter school is unable to provide for inspection by an
inspector, other than the project architect or contractor, who is qualified under criteria
established by the state superintendent;

1037

(e) require a school district or charter school to pay any impact fee for an improvement

1038	project unless the impact fee is imposed as provided in Title 11, Chapter 36a, Impact Fees Act;
1039	(f) impose regulations upon the location of an educational facility except as necessary
1040	to avoid unreasonable risks to health or safety; or
1041	(g) for a land use or a structure owned or operated by a school district or charter school
1042	that is not an educational facility but is used in support of providing instruction to pupils,
1043	impose a regulation that:
1044	(i) is not imposed on a similar land use or structure in the zone in which the land use or
1045	structure is approved; or
1046	(ii) uses the tax exempt status of the school district or charter school as criteria for
1047	prohibiting or regulating the land use or location of the structure.
1048	(4) Subject to Section 53E-3-710, a school district or charter school shall coordinate
1049	the siting of a new school with the county in which the school is to be located, to:
1050	(a) avoid or mitigate existing and potential traffic hazards, including consideration of
1051	the impacts between the new school and future highways; and
1052	(b) maximize school, student, and site safety.
1053	(5) Notwithstanding Subsection (3)(d), a county may, at its discretion:
1054	(a) provide a walk-through of school construction at no cost and at a time convenient to
1055	the district or charter school; and
1056	(b) provide recommendations based upon the walk-through.
1057	(6) (a) Notwithstanding Subsection (3)(d), a school district or charter school shall use:
1058	(i) a county building inspector;
1059	(ii) (A) for a school district, a school district building inspector from that school
1060	district; or
1061	(B) for a charter school, a school district building inspector from the school district in
1062	which the charter school is located; or
1063	(iii) an independent, certified building inspector who is:
1064	(A) not an employee of the contractor;
1065	(B) approved by:

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1066 (I) a county building inspector; or

1067 (II) (Aa) for a school district, a school district building inspector from that school1068 district; or

(Bb) for a charter school, a school district building inspector from the school district inwhich the charter school is located; and

1071 (C) licensed to perform the inspection that the inspector is requested to perform.

1072

(b) The approval under Subsection (6)(a)(iii)(B) may not be unreasonably withheld.

1073 (c) If a school district or charter school uses a school district or independent building 1074 inspector under Subsection (6)(a)(ii) or (iii), the school district or charter school shall submit to 1075 the state superintendent of public instruction and county building official, on a monthly basis 1076 during construction of the school building, a copy of each inspection certificate regarding the 1077 school building.

1078 (7) (a) A charter school shall be considered a permitted use in all zoning districts1079 within a county.

(b) Each land use application for any approval required for a charter school, includingan application for a building permit, shall be processed on a first priority basis.

(c) Parking requirements for a charter school may not exceed the minimum parking
 requirements for schools or other institutional public uses throughout the county.

(d) If a county has designated zones for a sexually oriented business, or a business
which sells alcohol, a charter school may be prohibited from a location which would otherwise
defeat the purpose for the zone unless the charter school provides a waiver.

1087 (e) (i) A school district or a charter school may seek a certificate authorizing permanent1088 occupancy of a school building from:

(A) the state superintendent of public instruction, as provided in Subsection
 53E-3-706(3), if the school district or charter school used an independent building inspector for
 inspection of the school building; or

(B) a county official with authority to issue the certificate, if the school district orcharter school used a county building inspector for inspection of the school building.

1094	(ii) A school district may issue its own certificate authorizing permanent occupancy of
1095	a school building if it used its own building inspector for inspection of the school building,
1096	subject to the notification requirement of Subsection 53E-3-706(3)(a)(ii).
1097	(iii) A charter school may seek a certificate authorizing permanent occupancy of a
1098	school building from a school district official with authority to issue the certificate, if the
1099	charter school used a school district building inspector for inspection of the school building.
1100	(iv) A certificate authorizing permanent occupancy issued by the state superintendent
1101	of public instruction under Subsection 53E-3-706(3) or a school district official with authority
1102	to issue the certificate shall be considered to satisfy any county requirement for an inspection or
1103	a certificate of occupancy.
1104	(8) (a) A specified public agency intending to develop its land shall submit to the land
1105	use authority a development plan and schedule:
1106	(i) as early as practicable in the development process, but no later than the
1107	commencement of construction; and
1108	(ii) with sufficient detail to enable the land use authority to assess:
1109	(A) the specified public agency's compliance with applicable land use ordinances;
1110	(B) the demand for public facilities listed in Subsections 11-36a-102(17)(a), (b), (c),
1111	(d), (e), and (g) caused by the development;
1112	(C) the amount of any applicable fee described in Section 17-27a-509;
1113	(D) any credit against an impact fee; and
1114	(E) the potential for waiving an impact fee.
1115	(b) The land use authority shall respond to a specified public agency's submission
1116	under Subsection (8)(a) with reasonable promptness in order to allow the specified public
1117	agency to consider information the municipality provides under Subsection (8)(a)(ii) in the
1118	process of preparing the budget for the development.
1119	(9) Nothing in this section may be construed to:
1120	(a) modify or supersede Section 17-27a-304; or
1121	(b) authorize a county to enforce an ordinance in a way, or enact an ordinance, that

1122	fails to comply with Title 57, Chapter 21, Utah Fair Housing Act, the federal Fair Housing
1123	Amendments Act of 1988, 42 U.S.C. Sec. 3601 et seq., the Americans with Disabilities Act of
1124	1990, 42 U.S.C. 12102, or any other provision of federal law.
1125	Section 7. Section 17-30-3 is amended to read:
1126	17-30-3. Establishment of merit system commission Appointment,
1127	qualifications, and compensation of members.
1128	(1) (a) Each county with a population of 20,000 or more shall establish a merit system
1129	commission consisting of three members appointed as provided in Subsection (1)(b).
1130	(b) (i) As used in this Subsection (1)(b):
1131	(A) "Police interlocal entity" means an interlocal entity, as defined in Section
1132	11-13-103, that is created:
1133	(I) under Title 11, Chapter 13, Interlocal Cooperation Act, by an agreement to which a
1134	county of the first class is a party; and
1135	(II) to provide law enforcement service to an area that includes the unincorporated part
1136	of the county.
1137	(B) "Police [local] special district" means a [local] special district, as defined in
1138	Section 17B-1-102:
1139	(I) whose creation was initiated by the adoption of a resolution under Section
1140	17B-1-203 by the legislative body of a county of the first class, alone or with one or more other
1141	legislative bodies; and
1142	(II) that is created to provide law enforcement service to an area that includes the
1143	unincorporated part of the county.
1144	(ii) For a county in which a police interlocal entity is created, whether or not a police
1145	[local] special district is also created in the county:
1146	(A) two members shall be appointed by the legislative body of the county; and
1147	(B) one member shall be appointed by the governing body of the interlocal entity.
1148	(iii) For a county in which a police [local] special district is created but in which a
1149	police interlocal entity has not been created:

1150	(A) two members shall be appointed by the legislative body of the county; and
1151	(B) one member shall be appointed by the board of trustees of the police [local] special
1152	district.
1153	(iv) For each other county, all three members shall be appointed by the county
1154	legislative body.
1155	(c) Not more than two members of the commission shall be affiliated with or members
1156	of the same political party.
1157	(d) Of the original appointees, one member shall be appointed for a term ending
1158	February 1 of the first odd-numbered year after the date of appointment, and one each for terms
1159	ending two and four years thereafter.
1160	(e) Upon the expiration of any of the terms, a successor shall be appointed for a full
1161	term of six years.
1162	(f) Appointment to fill a vacancy resulting other than from expiration of term shall be
1163	for the unexpired portion of the term only.
1164	(2) Members of a commission shall be citizens of the state, shall have been residents of
1165	the area embraced by the governmental unit from which appointed not less than five years next
1166	preceding the date of appointment, and shall hold no other office or employment under the
1167	governmental unit for which appointed.
1168	(3) The county legislative body may compensate a member for service on the
1169	commission and reimburse the member for necessary expenses incurred in the performance of
1170	the member's duties.
1171	Section 8. Section 17-31-2 is amended to read:
1172	17-31-2. Purposes of transient room tax and expenditure of revenue Purchase
1173	or lease of facilities Mitigating impacts of recreation, tourism, or conventions
1174	Issuance of bonds.
1175	(1) As used in this section:
1176	(a) "Aircraft" means the same as that term is defined in Section 72-10-102.
1177	(b) "Airport" means the same as that term is defined in Section 72-10-102.

1178	(c) "Airport authority" means the same as that term is defined in Section 72-10-102.
1179	(d) "Airport operator" means the same as that term is defined in Section 72-10-102.
1180	(e) "Base year revenue" means the amount of revenue generated by a transient room tax
1181	and collected by a county for fiscal year 2018-19.
1182	(f) "Base year promotion expenditure" means the amount of revenue generated by a
1183	transient room tax that a county spent for the purpose described in Subsection (2)(a) during
1184	fiscal year 2018-19.
1185	(g) "Economic diversification activity" means an economic development activity that is
1186	reasonably similar to, supplements, or expands any economic program as administered by the
1187	state or the Governor's Office of Economic Opportunity.
1188	(h) "Eligible town" means a town that:
1189	(i) is located within a county that has a national park within or partially within the
1190	county's boundaries; and
1191	(ii) imposes a resort communities tax authorized by Section 59-12-401.
1192	(i) "Emergency medical services provider" means an eligible town, a [local] special
1193	district, or a special service district.
1194	(j) "Tourism" means an activity to develop, encourage, solicit, or market tourism that
1195	attracts transient guests to the county, including planning, development, and advertising for the
1196	purpose described in Subsection (2)(a)(i).
1197	(k) "Town" means a municipality that is classified as a town in accordance with
1198	Section 10-2-301.
1199	(1) "Transient room tax" means a tax at a rate not to exceed 4.25% authorized by
1200	Section 59-12-301.
1201	(2) Subject to the requirements of this section, a county legislative body may impose
1202	the transient room tax for the purposes of:
1203	(a) establishing and promoting:
1204	(i) tourism;
1205	(ii) recreation, film production, and conventions; or

1206	(iii) an economic diversification activity if:
1207	(A) the county is a county of the fourth, fifth, or sixth class;
1208	(B) the county has more than one national park within or partially within the county's
1209	boundaries; and
1210	(C) the county has a base population of 9,000 or more according to current United
1211	States census data;
1212	(b) acquiring, leasing, constructing, furnishing, maintaining, or operating:
1213	(i) convention meeting rooms;
1214	(ii) exhibit halls;
1215	(iii) visitor information centers;
1216	(iv) museums;
1217	(v) sports and recreation facilities including practice fields, stadiums, and arenas;
1218	(vi) related facilities;
1219	(vii) if a national park is located within or partially within the county's boundaries, the
1220	following on any route designated by the county legislative body:
1221	(A) transit service, including shuttle service; and
1222	(B) parking infrastructure; and
1223	(viii) an airport, if:
1224	(A) the county is a county of the fourth, fifth, or sixth class; and
1225	(B) the county is the airport operator of the airport;
1226	(c) acquiring land, leasing land, or making payments for construction or infrastructure
1227	improvements required for or related to the purposes listed in Subsection (2)(b);
1228	(d) as required to mitigate the impacts of recreation, tourism, or conventions in
1229	counties of the fourth, fifth, and sixth class, paying for:
1230	(i) solid waste disposal operations;
1231	(ii) emergency medical services;
1232	(iii) search and rescue activities;
1233	(iv) law enforcement activities; and

1234	(v) road repair and upgrade of:
1235	(A) class B roads, as defined in Section 72-3-103;
1236	(B) class C roads, as defined in Section 72-3-104; or
1237	(C) class D roads, as defined in Section 72-3-105; and
1238	(e) making the annual payment of principal, interest, premiums, and necessary reserves
1239	for any of the aggregate of bonds authorized under Subsection (5).
1240	(3) (a) The county legislative body of a county that imposes a transient room tax at a
1241	rate of 3% or less may expend the revenue generated as provided in Subsection (4), after
1242	making any reduction required by Subsection (6).
1243	(b) The county legislative body of a county that imposes a transient room tax at a rate
1244	that exceeds 3% or increases the rate of transient room tax above 3% may expend:
1245	(i) the revenue generated from the transient room tax at a rate of 3% as provided in
1246	Subsection (4), after making any reduction required by Subsection (6); and
1247	(ii) the revenue generated from the portion of the rate that exceeds 3%:
1248	(A) for any combination of the purposes described in Subsections (2) and (5); and
1249	(B) regardless of the limitation on expenditures for the purposes described in
1250	Subsection (4).
1251	(4) Subject to Subsections (6) and (7), a county may not expend more than $1/3$ of the
1252	revenue generated by a rate of transient room tax that does not exceed 3%, for any combination
1253	of the purposes described in Subsections (2)(b) through (2)(e).
1254	(5) (a) The county legislative body may issue bonds or cause bonds to be issued, as
1255	permitted by law, to pay all or part of any costs incurred for the purposes set forth in
1256	Subsections (2)(b) through (2)(d) that are permitted to be paid from bond proceeds.
1257	(b) If a county legislative body does not need the revenue generated by the transient
1258	room tax for payment of principal, interest, premiums, and reserves on bonds issued as
1259	provided in Subsection (2)(e), the county legislative body shall expend that revenue for the
1260	purposes described in Subsection (2), subject to the limitation of Subsection (4).
1261	(6) (a) In addition to the purposes described in Subsection (2), a county legislative

1262	body:
1263	(i) may expend up to 4% of the total revenue generated by a transient room tax to pay a
1264	provider for emergency medical services in one or more eligible towns; and
1265	(ii) may expend up to 10% of the total revenue generated by a transient room tax for
1266	visitor management and destination development if:
1267	(A) a national park is located within or partially within the county's boundaries; and
1268	(B) the county's tourism tax advisory board created under Subsection 17-31-8(1)(a) or
1269	the substantially similar body as described in Subsection 17-31-8(1)(b) has prioritized and
1270	recommended the use of the revenue in accordance with Subsection 17-31-8(4).
1271	(b) A county legislative body shall reduce the amount that the county is authorized to
1272	expend for the purposes described in Subsection (4) by subtracting the amount of transient
1273	room tax revenue expended in accordance with Subsection (6)(a) from the amount of revenue
1274	described in Subsection (4).
1275	(7) (a) Except as provided in Subsection (7)(b), a county legislative body in a county of
1276	the fourth, fifth, or sixth class shall expend the revenue generated by a transient room tax as
1277	follows:
1278	(i) an amount equal to the county's base year promotion expenditure for the purpose
1279	described in Subsection (2)(a)(i);
1280	(ii) an amount equal to the difference between the county's base year revenue and the
1281	county's base year promotion expenditure in accordance with Subsections (3) through (6); and
1282	(iii) (A) 37% of the revenue that exceeds the county's base year revenue for the purpose
1283	described in Subsection (2)(a)(i); and
1284	(B) subject to Subsection (7)(c), 63% of the revenue that exceeds the county's base year
1285	revenue for any combination of the purposes described in Subsections (2)(a)(ii) through (e) or
1286	to pay an emergency medical services provider for emergency medical services in one or more
1287	eligible towns.
1288	(b) A county legislative body in a county of the fourth, fifth, or sixth class with one or
1289	more national recreation areas administered by the National Park Service or the Forest Service

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1290	or national parks within or partially within the county's boundaries shall expend the revenue
1291	generated by a transient room tax as follows:
1292	(i) for a purpose described in Subsection (2)(a) and subject to the limitations described
1293	in Subsection (7)(d), the greater of:
1294	(A) an amount equal to the county's base year promotion expenditure; or
1295	(B) 37% of the transient room tax revenue; and
1296	(ii) the remainder of the transient room tax not expended in accordance with
1297	Subsection (7)(b)(i) for any combination of the purposes described in Subsection (2) and,
1298	subject to the limitation described in Subsection (7)(c), Subsection (6).
1299	(c) A county legislative body in a county of the fourth, fifth, or sixth class may not:
1300	(i) expend more than 4% of the revenue generated by a transient room tax to pay an
1301	emergency medical services provider for emergency medical services in one or more eligible
1302	towns; or
1303	(ii) expend revenue generated by a transient room tax for the purpose described in
1304	Subsection (2)(e) in an amount that exceeds the county's base year promotion expenditure.
1305	(d) A county legislative body may not expend:
1306	(i) more than 1/5 of the revenue described in Subsection (7)(b)(i) for a purpose
1307	described in Subsection (2)(a)(ii); and
1308	(ii) more than 1/3 of the revenue described in Subsection (7)(b)(i) for the purpose
1309	described in Subsection (2)(a)(iii).
1310	(e) The provisions of this Subsection (7) apply notwithstanding any other provision of
1311	this section.
1312	(f) If the total amount of revenue generated by a transient room tax in a county of the
1313	fourth, fifth, or sixth class is less than the county's base year promotion expenditure:
1314	(i) Subsections (7)(a) through (d) do not apply; and
1315	(ii) the county legislative body shall expend the revenue generated by the transient
1316	room tax in accordance with Subsections (3) through (6).
1317	Section 9. Section 17-34-3 is amended to read:

1318	17-34-3. Taxes or service charges.
1319	(1) (a) If a county furnishes the municipal-type services and functions described in
1320	Section 17-34-1 to areas of the county outside the limits of incorporated cities or towns, the
1321	entire cost of the services or functions so furnished shall be defrayed from funds that the county
1322	has derived from:
1323	(i) taxes that the county may lawfully levy or impose outside the limits of incorporated
1324	towns or cities;
1325	(ii) service charges or fees the county may impose upon the persons benefited in any
1326	way by the services or functions; or
1327	(iii) a combination of these sources.
1328	(b) As the taxes or service charges or fees are levied and collected, they shall be placed
1329	in a special revenue fund of the county and shall be disbursed only for the rendering of the
1330	services or functions established in Section 17-34-1 within the unincorporated areas of the
1331	county or as provided in Subsection 10-2a-219(2).
1332	(2) (a) For the purpose of levying taxes, service charges, or fees provided in this
1333	section, the county legislative body may establish a district or districts in the unincorporated
1334	areas of the county.
1335	(b) A district established by a county as provided in Subsection (2)(a) may be
1336	reorganized as a [local] special district in accordance with the procedures set forth in Sections
1337	17D-1-601, 17D-1-603, and 17D-1-604.
1338	(3) Nothing contained in this chapter may be construed to authorize counties to impose
1339	or levy taxes not otherwise allowed by law.
1340	(4) Notwithstanding any other provision of this chapter, a county providing fire,
1341	paramedic, and police protection services in a designated recreational area, as provided in
1342	Subsection 17-34-1(5), may fund those services from the county general fund with revenues
1343	derived from both inside and outside the limits of cities and towns, and the funding of those
1344	services is not limited to unincorporated area revenues.
1345	Section 10. Section 17-36-9 is amended to read:

1346	17-36-9. Budget Financial plan Contents Municipal services and capital
1347	projects funds.
1348	(1) (a) The budget for each fund shall provide a complete financial plan for the budget
1349	period and shall contain in tabular form classified by the account titles as required by the
1350	uniform system of budgeting, accounting, and reporting:
1351	(i) estimates of all anticipated revenues;
1352	(ii) all appropriations for expenditures; and
1353	(iii) any additional data required by Section 17-36-10 or by the uniform system of
1354	budgeting, accounting, and reporting.
1355	(b) The total of appropriated expenditures shall be equal to the total of anticipated
1356	revenues.
1357	(2) (a) Each first-, second-, and third-class county that provides municipal-type
1358	services under Section 17-34-1 shall:
1359	(i) establish a special revenue fund, "Municipal Services Fund," and a capital projects
1360	fund, "Municipal Capital Projects Fund," or establish a [local] special district or special service
1361	district to provide municipal services; and
1362	(ii) budget appropriations for municipal services and municipal capital projects from
1363	these funds.
1364	(b) The Municipal Services Fund is subject to the same budgetary requirements as the
1365	county general fund.
1366	(c) (i) Except as provided in Subsection (2)(c)(ii), the county may deposit revenue
1367	derived from any taxes otherwise authorized by law, income derived from the investment of
1368	money contained within the municipal services fund and the municipal capital projects fund,
1369	the appropriate portion of federal money, and fees collected into a municipal services fund and
1370	a municipal capital projects fund.
1371	(ii) The county may not deposit revenue derived from a fee, tax, or other source based
1372	upon a countywide assessment or from a countywide service or function into a municipal
1373	services fund or a municipal capital projects fund.

1374 (d) The maximum accumulated unappropriated surplus in the municipal services fund, 1375 as determined prior to adoption of the tentative budget, may not exceed an amount equal to the 1376 total estimated revenues of the current fiscal period. 1377 Section 11. Section 17-41-101 is amended to read: 17-41-101. Definitions. 1378 1379 As used in this chapter: 1380 (1) "Advisory board" means: (a) for an agriculture protection area, the agriculture protection area advisory board 1381 created as provided in Section 17-41-201; 1382 1383 (b) for an industrial protection area, the industrial protection area advisory board created as provided in Section 17-41-201; and 1384 1385 (c) for a critical infrastructure materials protection area, the critical infrastructure materials protection area advisory board created as provided in Section 17-41-201. 1386 (2) (a) "Agriculture production" means production for commercial purposes of crops, 1387 livestock, and livestock products. 1388 1389 (b) "Agriculture production" includes the processing or retail marketing of any crops, 1390 livestock, and livestock products when more than 50% of the processed or merchandised products are produced by the farm operator. 1391 (3) "Agriculture protection area" means a geographic area created under the authority 1392 of this chapter that is granted the specific legal protections contained in this chapter. 1393 (4) "Applicable legislative body" means: 1394 1395 (a) with respect to a proposed agriculture protection area, industrial protection area, or 1396 critical infrastructure materials protection area: 1397 (i) the legislative body of the county in which the land proposed to be included in the 1398 relevant protection area is located, if the land is within the unincorporated part of the county; or 1399 (ii) the legislative body of the city or town in which the land proposed to be included in 1400 the relevant protection area is located; and 1401 (b) with respect to an existing agriculture protection area, industrial protection area, or

1402 critical infrastructure materials protection area: 1403 (i) the legislative body of the county in which the relevant protection area is located, if 1404 the relevant protection area is within the unincorporated part of the county; or 1405 (ii) the legislative body of the city or town in which the relevant protection area is 1406 located. 1407 (5) "Board" means the Board of Oil, Gas, and Mining created in Section 40-6-4. 1408 (6) "Critical infrastructure materials" means sand, gravel, or rock aggregate. 1409 (7) "Critical infrastructure materials operations" means the extraction, excavation, 1410 processing, or reprocessing of critical infrastructure materials. 1411 (8) "Critical infrastructure materials operator" means a natural person, corporation, association, partnership, receiver, trustee, executor, administrator, guardian, fiduciary, agent, or 1412 1413 other organization or representative, either public or private, including a successor, assign, affiliate, subsidiary, and related parent company, that: 1414 (a) owns, controls, or manages a critical infrastructure materials operation; and 1415 (b) has produced commercial quantities of critical infrastructure materials from the 1416 1417 critical infrastructure materials operations. 1418 (9) "Critical infrastructure materials protection area" means a geographic area created under the authority of this chapter on or after May 14, 2019, that is granted the specific legal 1419 1420 protections contained in this chapter. (10) "Crops, livestock, and livestock products" includes: 1421 (a) land devoted to the raising of useful plants and animals with a reasonable 1422 1423 expectation of profit, including: 1424 (i) forages and sod crops; 1425 (ii) grains and feed crops; 1426 (iii) livestock as defined in Section 59-2-102; 1427 (iv) trees and fruits; or 1428 (v) vegetables, nursery, floral, and ornamental stock; or 1429 (b) land devoted to and meeting the requirements and qualifications for payments or

1430	other compensation under a crop-land retirement program with an agency of the state or federal
1431	government.
1432	(11) "Division" means the Division of Oil, Gas, and Mining created in Section
1433	40-6-15.
1434	(12) "Industrial protection area" means a geographic area created under the authority of
1435	this chapter that is granted the specific legal protections contained in this chapter.
1436	(13) "Mine operator" means a natural person, corporation, association, partnership,
1437	receiver, trustee, executor, administrator, guardian, fiduciary, agent, or other organization or
1438	representative, either public or private, including a successor, assign, affiliate, subsidiary, and
1439	related parent company, that, as of January 1, 2019:
1440	(a) owns, controls, or manages a mining use under a large mine permit issued by the
1441	division or the board; and
1442	(b) has produced commercial quantities of a mineral deposit from the mining use.
1443	(14) "Mineral deposit" means the same as that term is defined in Section $40-8-4$.
1444	(15) "Mining protection area" means land where a vested mining use occurs, including
1445	each surface or subsurface land or mineral estate that a mine operator with a vested mining use
1446	owns or controls.
1447	(16) "Mining use":
1448	(a) means:
1449	(i) the full range of activities, from prospecting and exploration to reclamation and
1450	closure, associated with the exploitation of a mineral deposit; and
1451	(ii) the use of the surface and subsurface and groundwater and surface water of an area
1452	in connection with the activities described in Subsection (16)(a)(i) that have been, are being, or
1453	will be conducted; and
1454	(b) includes, whether conducted on-site or off-site:
1455	(i) any sampling, staking, surveying, exploration, or development activity;
1456	(ii) any drilling, blasting, excavating, or tunneling;
1457	(iii) the removal, transport, treatment, deposition, and reclamation of overburden,

1458 development rock, tailings, and other waste material;

- 1459 (iv) any removal, transportation, extraction, beneficiation, or processing of ore;
- (v) any smelting, refining, autoclaving, or other primary or secondary processingoperation;
- (vi) the recovery of any mineral left in residue from a previous extraction or processingoperation;
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4 (vii) a mining activity that is identified in a work plan or permitting document;

(viii) the use, operation, maintenance, repair, replacement, or alteration of a building,
structure, facility, equipment, machine, tool, or other material or property that results from or is
used in a surface or subsurface mining operation or activity;

- (ix) any accessory, incidental, or ancillary activity or use, both active and passive,
 including a utility, private way or road, pipeline, land excavation, working, embankment, pond,
 gravel excavation, mining waste, conveyor, power line, trackage, storage, reserve, passive use
 area, buffer zone, and power production facility;
- 1472 (x) the construction of a storage, factory, processing, or maintenance facility; and
- 1473 (xi) an activity described in Subsection 40-8-4(17)(a).
- 1474 (17) (a) "Municipal" means of or relating to a city or town.
- 1475 (b) "Municipality" means a city or town.
- (18) "New land" means surface or subsurface land or mineral estate that a mine
 operator gains ownership or control of, whether that land or mineral estate is included in the
 mine operator's large mine permit.
- 1479 (19) "Off-site" means the same as that term is defined in Section 40-8-4.
- 1480 (20) "On-site" means the same as that term is defined in Section 40-8-4.
- 1481 (21) "Planning commission" means:
- (a) a countywide planning commission if the land proposed to be included in the
 agriculture protection area, industrial protection area, or critical infrastructure materials
 protection area is within the unincorporated part of the county and not within a planning
 advisory area;

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1486	(b) a planning advisory area planning commission if the land proposed to be included
1487	in the agriculture protection area, industrial protection area, or critical infrastructure materials
1488	protection area is within a planning advisory area; or
1489	(c) a planning commission of a city or town if the land proposed to be included in the
1490	agriculture protection area, industrial protection area, or critical infrastructure materials
1491	protection area is within a city or town.
1492	(22) "Political subdivision" means a county, city, town, school district, [local] special
1493	district, or special service district.
1494	(23) "Proposal sponsors" means the owners of land in agricultural production,
1495	industrial use, or critical infrastructure materials operations who are sponsoring the proposal
1496	for creating an agriculture protection area, industrial protection area, or critical infrastructure
1497	materials protection area.
1498	(24) "State agency" means each department, commission, board, council, agency,
1499	institution, officer, corporation, fund, division, office, committee, authority, laboratory, library,
1500	unit, bureau, panel, or other administrative unit of the state.
1501	(25) "Unincorporated" means not within a city or town.
1502	(26) "Vested mining use" means a mining use:
1503	(a) by a mine operator; and
1504	(b) that existed or was conducted or otherwise engaged in before a political subdivision
1505	prohibits, restricts, or otherwise limits a mining use.
1506	Section 12. Section 17-43-201 is amended to read:
1507	17-43-201. Local substance abuse authorities Responsibilities.
1508	(1) (a) (i) In each county operating under a county executive-council form of
1509	government under Section 17-52a-203, the county legislative body is the local substance abuse
1510	authority, provided however that any contract for plan services shall be administered by the
1511	county executive.
1512	(ii) In each county operating under a council-manager form of government under

1513 Section 17-52a-204, the county manager is the local substance abuse authority.

1514	(iii) In each county other than a county described in Subsection (1)(a)(i) or (ii), the
1515	county legislative body is the local substance abuse authority.
1516	(b) Within legislative appropriations and county matching funds required by this
1517	section, and under the direction of the division, each local substance abuse authority shall:
1518	(i) develop substance abuse prevention and treatment services plans;
1519	(ii) provide substance abuse services to residents of the county; and
1520	(iii) cooperate with efforts of the division to promote integrated programs that address
1521	an individual's substance abuse, mental health, and physical healthcare needs, as described in
1522	Section 62A-15-103.
1523	(c) Within legislative appropriations and county matching funds required by this
1524	section, each local substance abuse authority shall cooperate with the efforts of the department
1525	to promote a system of care, as defined in Section 26B-1-102, for minors with or at risk for
1526	complex emotional and behavioral needs, as described in Section 26B-1-202.
1527	(2) (a) By executing an interlocal agreement under Title 11, Chapter 13, Interlocal
1528	Cooperation Act, two or more counties may join to:
1529	(i) provide substance abuse prevention and treatment services; or
1530	(ii) create a united local health department that provides substance abuse treatment
1531	services, mental health services, and local health department services in accordance with
1532	Subsection (3).
1533	(b) The legislative bodies of counties joining to provide services may establish
1534	acceptable ways of apportioning the cost of substance abuse services.
1535	(c) Each agreement for joint substance abuse services shall:
1536	(i) (A) designate the treasurer of one of the participating counties or another person as
1537	the treasurer for the combined substance abuse authorities and as the custodian of money
1538	available for the joint services; and
1539	(B) provide that the designated treasurer, or other disbursing officer authorized by the
1540	treasurer, may make payments from the money for the joint services upon audit of the
1541	appropriate auditing officer or officers representing the participating counties;

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(ii) provide for the appointment of an independent auditor or a county auditor of one of
the participating counties as the designated auditing officer for the combined substance abuse
authorities;

(iii) (A) provide for the appointment of the county or district attorney of one of the
participating counties as the designated legal officer for the combined substance abuse
authorities; and

(B) authorize the designated legal officer to request and receive the assistance of the
county or district attorneys of the other participating counties in defending or prosecuting
actions within their counties relating to the combined substance abuse authorities; and

(iv) provide for the adoption of management, clinical, financial, procurement,
personnel, and administrative policies as already established by one of the participating
counties or as approved by the legislative body of each participating county or interlocal board.

(d) An agreement for joint substance abuse services may provide for joint operation of
services and facilities or for operation of services and facilities under contract by one
participating local substance abuse authority for other participating local substance abuse
authorities.

(3) A county governing body may elect to combine the local substance abuse authority
with the local mental health authority created in Part 3, Local Mental Health Authorities, and
the local health department created in Title 26A, Chapter 1, Part 1, Local Health Department
Act, to create a united local health department under Section 26A-1-105.5. A local substance
abuse authority that joins a united local health department shall comply with this part.

(4) (a) Each local substance abuse authority is accountable to the department and the
state with regard to the use of state and federal funds received from those departments for
substance abuse services, regardless of whether the services are provided by a private contract
provider.

(b) Each local substance abuse authority shall comply, and require compliance by its
contract provider, with all directives issued by the department regarding the use and
expenditure of state and federal funds received from those departments for the purpose of

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- 1570 providing substance abuse programs and services. The department shall ensure that those
- 1571 directives are not duplicative or conflicting, and shall consult and coordinate with local
- substance abuse authorities with regard to programs and services. 1572
- 1573

(5) Each local substance abuse authority shall:

- 1574 (a) review and evaluate substance abuse prevention and treatment needs and services, 1575 including substance abuse needs and services for individuals incarcerated in a county jail or 1576 other county correctional facility:
- (b) annually prepare and submit to the division a plan approved by the county 1577 1578 legislative body for funding and service delivery that includes:
- 1579 (i) provisions for services, either directly by the substance abuse authority or by contract, for adults, youth, and children, including those incarcerated in a county jail or other 1580 1581 county correctional facility; and
- 1582 (ii) primary prevention, targeted prevention, early intervention, and treatment services:
- (c) establish and maintain, either directly or by contract, programs licensed under Title 1583 1584 62A, Chapter 2, Licensure of Programs and Facilities;
- 1585 (d) appoint directly or by contract a full or part time director for substance abuse 1586 programs, and prescribe the director's duties;
- (e) provide input and comment on new and revised rules established by the division: 1587
- 1588 (f) establish and require contract providers to establish administrative, clinical,
- 1589 procurement, personnel, financial, and management policies regarding substance abuse services and facilities, in accordance with the rules of the division, and state and federal law; 1590
- 1591 (g) establish mechanisms allowing for direct citizen input:
- 1592 (h) annually contract with the division to provide substance abuse programs and 1593 services in accordance with the provisions of Title 62A, Chapter 15, Substance Abuse and 1594 Mental Health Act;
- (i) comply with all applicable state and federal statutes, policies, audit requirements, 1595 contract requirements, and any directives resulting from those audits and contract requirements; 1596 (i) promote or establish programs for the prevention of substance abuse within the
- 1597

1598	community setting through community-based prevention programs;
1599	(k) provide funding equal to at least 20% of the state funds that it receives to fund
1600	services described in the plan;
1601	(1) comply with the requirements and procedures of Title 11, Chapter 13, Interlocal
1602	Cooperation Act, [Title 17B, Chapter 1, Part 6, Fiscal Procedures for Local Districts] Title
1603	17B, Chapter 1, Part 6, Fiscal Procedures for Special Districts, and Title 51, Chapter 2a,
1604	Accounting Reports from Political Subdivisions, Interlocal Organizations, and Other Local
1605	Entities Act;
1606	(m) for persons convicted of driving under the influence in violation of Section
1607	41-6a-502 or 41-6a-517, conduct the following as defined in Section 41-6a-501:
1608	(i) a screening;
1609	(ii) an assessment;
1610	(iii) an educational series; and
1611	(iv) substance abuse treatment; and
1612	(n) utilize proceeds of the accounts described in Subsection $62A-15-503(1)$ to
1613	supplement the cost of providing the services described in Subsection (5)(m).
1614	(6) Before disbursing any public funds, each local substance abuse authority shall
1615	require that each entity that receives any public funds from the local substance abuse authority
1616	agrees in writing that:
1617	(a) the entity's financial records and other records relevant to the entity's performance
1618	of the services provided to the local substance abuse authority shall be subject to examination
1619	by:
1620	(i) the division;
1621	(ii) the local substance abuse authority director;
1622	(iii) (A) the county treasurer and county or district attorney; or
1623	(B) if two or more counties jointly provide substance abuse services under an
1624	agreement under Subsection (2), the designated treasurer and the designated legal officer;
1625	(iv) the county legislative body; and

1626 (v) in a county with a county executive that is separate from the county legislative 1627 body, the county executive; 1628 (b) the county auditor may examine and audit the entity's financial and other records 1629 relevant to the entity's performance of the services provided to the local substance abuse 1630 authority; and 1631 (c) the entity will comply with the provisions of Subsection (4)(b). 1632 (7) A local substance abuse authority may receive property, grants, gifts, supplies, materials, contributions, and any benefit derived therefrom, for substance abuse services. If 1633 1634 those gifts are conditioned upon their use for a specified service or program, they shall be so 1635 used. 1636 (8) (a) As used in this section, "public funds" means the same as that term is defined in 1637 Section 17-43-203. 1638 (b) Public funds received for the provision of services pursuant to the local substance abuse plan may not be used for any other purpose except those authorized in the contract 1639 1640 between the local substance abuse authority and the provider for the provision of plan services. 1641 (9) Subject to the requirements of the federal Substance Abuse Prevention and 1642 Treatment Block Grant, Pub. L. No. 102-321, a local substance abuse authority shall ensure 1643 that all substance abuse treatment programs that receive public funds: 1644 (a) accept and provide priority for admission to a pregnant woman or a pregnant minor; and 1645 1646 (b) if admission of a pregnant woman or a pregnant minor is not possible within 24 1647 hours of the time that a request for admission is made, provide a comprehensive referral for 1648 interim services that: 1649 (i) are accessible to the pregnant woman or pregnant minor; 1650 (ii) are best suited to provide services to the pregnant woman or pregnant minor; 1651 (iii) may include: 1652 (A) counseling; 1653 (B) case management; or

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1654	(C) a support group; and
1655	(iv) shall include a referral for:
1656	(A) prenatal care; and
1657	(B) counseling on the effects of alcohol and drug use during pregnancy.
1658	(10) If a substance abuse treatment program described in Subsection (9) is not able to
1659	accept and admit a pregnant woman or pregnant minor under Subsection (9) within 48 hours of
1660	the time that request for admission is made, the local substance abuse authority shall contact
1661	the Division of Integrated Healthcare for assistance in providing services to the pregnant
1662	woman or pregnant minor.
1663	Section 13. Section 17-43-301 is amended to read:
1664	17-43-301. Local mental health authorities Responsibilities.
1665	(1) As used in this section:
1666	(a) "Assisted outpatient treatment" means the same as that term is defined in Section
1667	62A-15-602.
1668	(b) "Crisis worker" means the same as that term is defined in Section 62A-15-1301.
1669	(c) "Local mental health crisis line" means the same as that term is defined in Section
1670	62A-15-1301.
1671	(d) "Mental health therapist" means the same as that term is defined in Section
1672	58-60-102.
1673	(e) "Public funds" means the same as that term is defined in Section 17-43-303.
1674	(f) "Statewide mental health crisis line" means the same as that term is defined in
1675	Section 62A-15-1301.
1676	(2) (a) (i) In each county operating under a county executive-council form of
1677	government under Section 17-52a-203, the county legislative body is the local mental health
1678	authority, provided however that any contract for plan services shall be administered by the
1679	county executive.
1680	(ii) In each county operating under a council-manager form of government under
1681	Section 17-52a-204, the county manager is the local mental health authority.
1681	Section 17-52a-204, the county manager is the local mental health authority.

1682	(iii) In each county other than a county described in Subsection (2)(a)(i) or (ii), the
1683	county legislative body is the local mental health authority.
1684	(b) Within legislative appropriations and county matching funds required by this
1685	section, under the direction of the division, each local mental health authority shall:
1686	(i) provide mental health services to individuals within the county; and
1687	(ii) cooperate with efforts of the division to promote integrated programs that address
1688	an individual's substance abuse, mental health, and physical healthcare needs, as described in
1689	Section 62A-15-103.
1690	(c) Within legislative appropriations and county matching funds required by this
1691	section, each local mental health authority shall cooperate with the efforts of the department to
1692	promote a system of care, as defined in Section 26B-1-102, for minors with or at risk for
1693	complex emotional and behavioral needs, as described in Section 26B-1-202.
1694	(3) (a) By executing an interlocal agreement under Title 11, Chapter 13, Interlocal
1695	Cooperation Act, two or more counties may join to:
1696	(i) provide mental health prevention and treatment services; or
1697	(ii) create a united local health department that combines substance abuse treatment
1698	services, mental health services, and local health department services in accordance with
1699	Subsection (4).
1700	(b) The legislative bodies of counties joining to provide services may establish
1701	acceptable ways of apportioning the cost of mental health services.
1702	(c) Each agreement for joint mental health services shall:
1703	(i) (A) designate the treasurer of one of the participating counties or another person as
1704	the treasurer for the combined mental health authorities and as the custodian of money
1705	available for the joint services; and
1706	(B) provide that the designated treasurer, or other disbursing officer authorized by the
1707	treasurer, may make payments from the money available for the joint services upon audit of the
1708	appropriate auditing officer or officers representing the participating counties;
1709	(ii) provide for the appointment of an independent auditor or a county auditor of one of

1710 the participating counties as the designated auditing officer for the combined mental health 1711 authorities; (iii) (A) provide for the appointment of the county or district attorney of one of the 1712 1713 participating counties as the designated legal officer for the combined mental health 1714 authorities; and 1715 (B) authorize the designated legal officer to request and receive the assistance of the 1716 county or district attorneys of the other participating counties in defending or prosecuting 1717 actions within their counties relating to the combined mental health authorities; and 1718 (iv) provide for the adoption of management, clinical, financial, procurement, 1719 personnel, and administrative policies as already established by one of the participating counties or as approved by the legislative body of each participating county or interlocal board. 1720 1721 (d) An agreement for joint mental health services may provide for: 1722 (i) joint operation of services and facilities or for operation of services and facilities 1723 under contract by one participating local mental health authority for other participating local 1724 mental health authorities; and 1725 (ii) allocation of appointments of members of the mental health advisory council 1726 between or among participating counties. (4) A county governing body may elect to combine the local mental health authority 1727 1728 with the local substance abuse authority created in Part 2, Local Substance Abuse Authorities, 1729 and the local health department created in Title 26A, Chapter 1, Part 1, Local Health Department Act, to create a united local health department under Section 26A-1-105.5. A local 1730 mental health authority that joins with a united local health department shall comply with this 1731 1732 part. 1733 (5) (a) Each local mental health authority is accountable to the department and the state 1734 with regard to the use of state and federal funds received from those departments for mental health services, regardless of whether the services are provided by a private contract provider. 1735

(b) Each local mental health authority shall comply, and require compliance by itscontract provider, with all directives issued by the department regarding the use and

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1738 expenditure of state and federal funds received from those departments for the purpose of 1739 providing mental health programs and services. The department shall ensure that those directives are not duplicative or conflicting, and shall consult and coordinate with local mental 1740 1741 health authorities with regard to programs and services. 1742 (6) (a) Each local mental health authority shall: (i) review and evaluate mental health needs and services, including mental health needs 1743 1744 and services for: 1745 (A) an individual incarcerated in a county jail or other county correctional facility; and 1746 (B) an individual who is a resident of the county and who is court ordered to receive 1747 assisted outpatient treatment under Section 62A-15-630.5; (ii) in accordance with Subsection (6)(b), annually prepare and submit to the division a 1748 1749 plan approved by the county legislative body for mental health funding and service delivery, 1750 either directly by the local mental health authority or by contract: (iii) establish and maintain, either directly or by contract, programs licensed under Title 1751 1752 62A, Chapter 2, Licensure of Programs and Facilities; 1753 (iv) appoint, directly or by contract, a full-time or part-time director for mental health programs and prescribe the director's duties; 1754 (v) provide input and comment on new and revised rules established by the division: 1755 1756 (vi) establish and require contract providers to establish administrative, clinical, 1757 personnel, financial, procurement, and management policies regarding mental health services and facilities, in accordance with the rules of the division, and state and federal law: 1758 (vii) establish mechanisms allowing for direct citizen input: 1759 1760 (viii) annually contract with the division to provide mental health programs and 1761 services in accordance with the provisions of Title 62A, Chapter 15, Substance Abuse and 1762 Mental Health Act; (ix) comply with all applicable state and federal statutes, policies, audit requirements, 1763 contract requirements, and any directives resulting from those audits and contract requirements; 1764 1765 (x) provide funding equal to at least 20% of the state funds that it receives to fund

1766	services described in the plan;
1767	(xi) comply with the requirements and procedures of Title 11, Chapter 13, Interlocal
1768	Cooperation Act, [Title 17B, Chapter 1, Part 6, Fiscal Procedures for Local Districts] Title
1769	17B, Chapter 1, Part 6, Fiscal Procedures for Special Districts, and Title 51, Chapter 2a,
1770	Accounting Reports from Political Subdivisions, Interlocal Organizations, and Other Local
1771	Entities Act; and
1772	(xii) take and retain physical custody of minors committed to the physical custody of
1773	local mental health authorities by a judicial proceeding under Title 62A, Chapter 15, Part 7,
1774	Commitment of Persons Under Age 18 to Division of Substance Abuse and Mental Health.
1775	(b) Each plan under Subsection (6)(a)(ii) shall include services for adults, youth, and
1776	children, which shall include:
1777	(i) inpatient care and services;
1778	(ii) residential care and services;
1779	(iii) outpatient care and services;
1780	(iv) 24-hour crisis care and services;
1781	(v) psychotropic medication management;
1782	(vi) psychosocial rehabilitation, including vocational training and skills development;
1783	(vii) case management;
1784	(viii) community supports, including in-home services, housing, family support
1785	services, and respite services;
1786	(ix) consultation and education services, including case consultation, collaboration
1787	with other county service agencies, public education, and public information; and
1788	(x) services to persons incarcerated in a county jail or other county correctional facility.
1789	(7) (a) If a local mental health authority provides for a local mental health crisis line
1790	under the plan for 24-hour crisis care and services described in Subsection (6)(b)(iv), the local
1791	mental health authority shall:
1792	(i) collaborate with the statewide mental health crisis line described in Section
1793	62A-15-1302;

1794 (ii) ensure that each individual who answers calls to the local mental health crisis line: 1795 (A) is a mental health therapist or a crisis worker; and 1796 (B) meets the standards of care and practice established by the Division of Integrated 1797 Healthcare, in accordance with Section 62A-15-1302; and (iii) ensure that when necessary, based on the local mental health crisis line's capacity, 1798 1799 calls are immediately routed to the statewide mental health crisis line to ensure that when an 1800 individual calls the local mental health crisis line, regardless of the time, date, or number of 1801 individuals trying to simultaneously access the local mental health crisis line, a mental health 1802 therapist or a crisis worker answers the call without the caller first: 1803 (A) waiting on hold; or 1804 (B) being screened by an individual other than a mental health therapist or crisis worker. 1805 1806 (b) If a local mental health authority does not provide for a local mental health crisis line under the plan for 24-hour crisis care and services described in Subsection (6)(b)(iv), the 1807 1808 local mental health authority shall use the statewide mental health crisis line as a local crisis 1809 line resource. (8) Before disbursing any public funds, each local mental health authority shall require 1810 that each entity that receives any public funds from a local mental health authority agrees in 1811 1812 writing that: 1813 (a) the entity's financial records and other records relevant to the entity's performance of the services provided to the mental health authority shall be subject to examination by: 1814 1815 (i) the division: 1816 (ii) the local mental health authority director; 1817 (iii) (A) the county treasurer and county or district attorney; or 1818 (B) if two or more counties jointly provide mental health services under an agreement under Subsection (3), the designated treasurer and the designated legal officer; 1819 1820 (iv) the county legislative body; and 1821 (v) in a county with a county executive that is separate from the county legislative

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1822 body, the county executive; 1823 (b) the county auditor may examine and audit the entity's financial and other records relevant to the entity's performance of the services provided to the local mental health 1824 1825 authority; and 1826 (c) the entity will comply with the provisions of Subsection (5)(b). 1827 (9) A local mental health authority may receive property, grants, gifts, supplies, 1828 materials, contributions, and any benefit derived therefrom, for mental health services. If those 1829 gifts are conditioned upon their use for a specified service or program, they shall be so used. 1830 (10) Public funds received for the provision of services pursuant to the local mental 1831 health plan may not be used for any other purpose except those authorized in the contract between the local mental health authority and the provider for the provision of plan services. 1832 1833 (11) A local mental health authority shall provide assisted outpatient treatment 1834 services, as described in Section 62A-15-630.4, to a resident of the county who has been ordered under Section 62A-15-630.5 to receive assisted outpatient treatment. 1835 1836 Section 14. Section 17-50-103 is amended to read: 1837 17-50-103. Use of "county" prohibited -- Legal action to compel compliance. 1838 (1) For purposes of this section: (a) (i) "Existing local entity" means a [local] special district, special service district, or 1839 other political subdivision of the state created before May 1, 2000. 1840 (ii) "Existing local entity" does not include a county, city, town, or school district. 1841 [(b) (i) "Local district" means a local district under Title 17B, Limited Purpose Local 1842 Government Entities - Local Districts, that:] 1843 1844 (A) by statute is a political and corporate entity separate from the county that created 1845 it; and] 1846 [(B) by statute is not subject to the direction and control of the county that created it.] [(ii) The county legislative body's statutory authority to appoint members to the 1847 1848 governing body of a local district does not alone make the local district subject to the direction 1849 and control of that county.]

1850	[(c)] (b) (i) "New local entity" means a city, town, school district, [local] special
1851	district, special service district, or other political subdivision of the state created on or after
1852	May 1, 2000.
1853	(ii) "New local entity" does not include a county.
1854	(c) (i) "Special district" means a special district under Title 17B, Limited Purpose
1855	Local Government Entities - Special Districts, that:
1856	(A) by statute is a political and corporate entity separate from the county that created
1857	the special district; and
1858	(B) by statute is not subject to the direction and control of the county that created the
1859	special district.
1860	(ii) The county legislative body's statutory authority to appoint members to the
1861	governing body of a special district does not alone make the special district subject to the
1862	direction and control of that county.
1863	(2) (a) A new local entity may not use the word "county" in its name.
1864	(b) After January 1, 2005, an existing local entity may not use the word "county" in its
1865	name unless the county whose name is used by the existing local entity gives its written
1866	consent.
1867	(3) A county with a name similar to the name of a new local entity or existing local
1868	entity in violation of this section may bring legal action in district court to compel compliance
1869	with this section.
1870	Section 15. Section 17-52a-503 is amended to read:
1871	17-52a-503. Adoption of optional plan Election of new county officers Effect
1872	of adoption.
1873	(1) If a proposed optional plan is approved at an election held under Section
1874	17-52a-501:
1875	(a) on or before November 1 of the year immediately following the year of the election
1876	described in Section 17-52a-501 in which the optional plan is approved, the county legislative
1877	body shall:

1878	(i) if the proposed optional plan under Section 17-52a-404 specifies that one or more
1879	members of the county legislative body are elected from districts, adopt the geographic
1880	boundaries of each council or commission member district; and
1881	(ii) adopt the compensation, including benefits, for each member of the county
1882	legislative body;
1883	(b) the elected county officers specified in the plan shall be elected at the next regular
1884	general election following the election under Section 17-52a-501, according to the procedure
1885	and schedule established under Title 20A, Election Code, for the election of county officers;
1886	(c) the proposed optional plan:
1887	(i) becomes effective according to the optional plan's terms;
1888	(ii) subject to Subsection 17-52a-404(1)(c), at the time specified in the optional plan, is
1889	a public record open to inspection by the public; and
1890	(iii) is judicially noticeable by all courts;
1891	(d) the county clerk shall, within 10 days of the canvass of the election, file with the
1892	lieutenant governor a copy of the optional plan, certified by the clerk to be a true and correct
1893	copy;
1894	(e) all public officers and employees shall cooperate fully in making the transition
1895	between forms of county government; and
1896	(f) the county legislative body may enact and enforce necessary ordinances to bring
1897	about an orderly transition to the new form of government, including any transfer of power,
1898	records, documents, properties, assets, funds, liabilities, or personnel that are consistent with
1899	the approved optional plan and necessary or convenient to place it into full effect.
1900	(2) An action by the county legislative body under Subsection (1)(a) is not an
1901	amendment for purposes of Section 17-52a-504.
1902	(3) Adoption of an optional plan does not alter or affect the boundaries, organization,
1903	powers, duties, or functions of any:
1904	(a) school district;
1905	(b) justice court;

1906	(c) [local] special district under [Title 17B, Limited Purpose Local Government
1907	Entities - Local Districts] Title 17B, Limited Purpose Local Government Entities - Special
1908	Districts;
1909	(d) special service district under Title 17D, Chapter 1, Special Service District Act;
1910	(e) city or town; or
1911	(f) entity created by an interlocal agreement under Title 11, Chapter 13, Interlocal
1912	Cooperation Act.
1913	(4) (a) After adoption of the optional plan, the county legislative body may adopt a
1914	change to the geographic boundaries of a council or commission member's district.
1915	(b) An action by the county legislative body under Subsection (4)(a) is not an
1916	amendment for purposes of Section 17-52a-504.
1917	(5) After the adoption of an optional plan, the county remains vested with all powers
1918	and duties vested generally in counties by statute.
1919	Section 16. Section 17B-1-102 is amended to read:
1920	TITLE 17B. LIMITED PURPOSE LOCAL GOVERNMENT ENTITIES - SPECIAL
1920 1921	TITLE 17B. LIMITED PURPOSE LOCAL GOVERNMENT ENTITIES - SPECIAL DISTRICTS
1921	DISTRICTS
1921 1922	DISTRICTS CHAPTER 1. PROVISIONS APPLICABLE TO ALL SPECIAL DISTRICTS
1921 1922 1923	DISTRICTS CHAPTER 1. PROVISIONS APPLICABLE TO ALL SPECIAL DISTRICTS 17B-1-102. Definitions.
1921 1922 1923 1924	DISTRICTS CHAPTER 1. PROVISIONS APPLICABLE TO ALL SPECIAL DISTRICTS 17B-1-102. Definitions. As used in this title:
1921 1922 1923 1924 1925	DISTRICTS CHAPTER 1. PROVISIONS APPLICABLE TO ALL SPECIAL DISTRICTS 17B-1-102. Definitions. As used in this title: (1) "Appointing authority" means the person or body authorized to make an
1921 1922 1923 1924 1925 1926	DISTRICTS CHAPTER 1. PROVISIONS APPLICABLE TO ALL SPECIAL DISTRICTS 17B-1-102. Definitions. As used in this title: (1) "Appointing authority" means the person or body authorized to make an appointment to the board of trustees.
1921 1922 1923 1924 1925 1926 1927	DISTRICTS CHAPTER 1. PROVISIONS APPLICABLE TO ALL SPECIAL DISTRICTS 17B-1-102. Definitions. As used in this title: (1) "Appointing authority" means the person or body authorized to make an appointment to the board of trustees. (2) "Basic [local] <u>special</u> district":
1921 1922 1923 1924 1925 1926 1927 1928	DISTRICTS CHAPTER 1. PROVISIONS APPLICABLE TO ALL SPECIAL DISTRICTS 17B-1-102. Definitions. As used in this title: (1) "Appointing authority" means the person or body authorized to make an appointment to the board of trustees. (2) "Basic [local] <u>special</u> district": (a) means a [local] <u>special</u> district that is not a specialized [local] <u>special</u> district; and
1921 1922 1923 1924 1925 1926 1927 1928 1929	DISTRICTS CHAPTER 1. PROVISIONS APPLICABLE TO ALL SPECIAL DISTRICTS 17B-1-102. Definitions. As used in this title: (1) "Appointing authority" means the person or body authorized to make an appointment to the board of trustees. (2) "Basic [local] <u>special</u> district": (a) means a [local] <u>special</u> district that is not a specialized [local] <u>special</u> district; and (b) includes an entity that was, under the law in effect before April 30, 2007, created
1921 1922 1923 1924 1925 1926 1927 1928 1929 1930	DISTRICTS CHAPTER 1. PROVISIONS APPLICABLE TO ALL SPECIAL DISTRICTS 17B-1-102. Definitions. As used in this title: (1) "Appointing authority" means the person or body authorized to make an appointment to the board of trustees. (2) "Basic [local] <u>special</u> district": (a) means a [local] <u>special</u> district that is not a specialized [local] <u>special</u> district; and (b) includes an entity that was, under the law in effect before April 30, 2007, created and operated as a [local] <u>special</u> district, as defined under the law in effect before April 30,

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1934 warrant, certificate of indebtedness, or otherwise; and

1935 (b) a lease agreement, installment purchase agreement, or other agreement that:

(i) includes an obligation by the district to pay money; and

(ii) the district's board of trustees, in its discretion, treats as a bond for purposes of Title
11, Chapter 14, Local Government Bonding Act, or Title 11, Chapter 27, Utah Refunding Bond
Act.

(4) "Cemetery maintenance district" means a [local] special district that operates under
and is subject to the provisions of this chapter and Chapter 2a, Part 1, Cemetery Maintenance
District Act, including an entity that was created and operated as a cemetery maintenance
district under the law in effect before April 30, 2007.

(5) "Drainage district" means a [local] special district that operates under and is subject
to the provisions of this chapter and Chapter 2a, Part 2, Drainage District Act, including an
entity that was created and operated as a drainage district under the law in effect before April
30, 2007.

(6) "Facility" or "facilities" includes any structure, building, system, land, water right,
water, or other real or personal property required to provide a service that a [local] special
district is authorized to provide, including any related or appurtenant easement or right-of-way,
improvement, utility, landscaping, sidewalk, road, curb, gutter, equipment, or furnishing.

(7) "Fire protection district" means a [local] special district that operates under and is
subject to the provisions of this chapter and Chapter 2a, Part 3, Fire Protection District Act,
including an entity that was created and operated as a fire protection district under the law in
effect before April 30, 2007.

1956 (8) "General obligation bond":

(a) means a bond that is directly payable from and secured by ad valorem propertytaxes that are:

1959 (i) levied:

- 1960 (A) by the district that issues the bond; and
- 1961 (B) on taxable property within the district; and

1962	(ii) in excess of the ad valorem property taxes of the district for the current fiscal year;
1963	and
1964	(b) does not include:
1965	(i) a short-term bond;
1966	(ii) a tax and revenue anticipation bond; or
1967	(iii) a special assessment bond.
1968	(9) "Improvement assurance" means a surety bond, letter of credit, cash, or other
1969	security:
1970	(a) to guarantee the proper completion of an improvement;
1971	(b) that is required before a [local] special district may provide a service requested by a
1972	service applicant; and
1973	(c) that is offered to a [local] special district to induce the [local] special district before
1974	construction of an improvement begins to:
1975	(i) provide the requested service; or
1976	(ii) commit to provide the requested service.
1977	(10) "Improvement assurance warranty" means a promise that the materials and
1978	workmanship of an improvement:
1979	(a) comply with standards adopted by a [local] special district; and
1980	(b) will not fail in any material respect within an agreed warranty period.
1981	(11) "Improvement district" means a [local] special district that operates under and is
1982	subject to the provisions of this chapter and Chapter 2a, Part 4, Improvement District Act,
1983	including an entity that was created and operated as a county improvement district under the
1984	law in effect before April 30, 2007.
1985	(12) "Irrigation district" means a [local] special district that operates under and is
1986	subject to the provisions of this chapter and Chapter 2a, Part 5, Irrigation District Act,
1987	including an entity that was created and operated as an irrigation district under the law in effect
1988	before April 30, 2007.

1989

[(13) "Local district" means a limited purpose local government entity, as described in

- 1990 Section 17B-1-103, that operates under, is subject to, and has the powers set forth in:]
- 1991 [(a) this chapter; or]
- 1992 [(b) (i) this chapter; and]
- 1993 [(ii) (A) Chapter 2a, Part 1, Cemetery Maintenance District Act;]
- 1994 [(B) Chapter 2a, Part 2, Drainage District Act;]
- 1995 [(C) Chapter 2a, Part 3, Fire Protection District Act;]
- 1996 [(D) Chapter 2a, Part 4, Improvement District Act;]
- 1997 [(E) Chapter 2a, Part 5, Irrigation District Act;]
- 1998 [(F) Chapter 2a, Part 6, Metropolitan Water District Act;]
- 1999 [(G) Chapter 2a, Part 7, Mosquito Abatement District Act;]
- 2000 [(H) Chapter 2a, Part 8, Public Transit District Act;]
- 2001 [(I) Chapter 2a, Part 9, Service Area Act;]
- 2002 [(J) Chapter 2a, Part 10, Water Conservancy District Act; or]
- 2003 [(K) Chapter 2a, Part 11, Municipal Services District Act.]
- [(14)] (13) "Metropolitan water district" means a [local] special district that operates
 under and is subject to the provisions of this chapter and Chapter 2a, Part 6, Metropolitan
 Water District Act, including an entity that was created and operated as a metropolitan water
 district under the law in effect before April 30, 2007.
- 2008 [(15)] (14) "Mosquito abatement district" means a [local] special district that operates 2009 under and is subject to the provisions of this chapter and Chapter 2a, Part 7, Mosquito
- 2010 Abatement District Act, including an entity that was created and operated as a mosquito
- abatement district under the law in effect before April 30, 2007.
- 2012 [(16)] (15) "Municipal" means of or relating to a municipality.
- 2013 [(17)] (16) "Municipality" means a city, town, or metro township.
- 2014 [(18)] (17) "Municipal services district" means a [local] special district that operates
- 2015 under and is subject to the provisions of this chapter and Chapter 2a, Part 11, Municipal
- 2016 Services District Act.
- 2017 [(19)] (18) "Person" means an individual, corporation, partnership, organization,

2018	association, trust, governmental agency, or other legal entity.
2019	[(20)] (19) "Political subdivision" means a county, city, town, metro township, [local]
2020	special district under this title, special service district under Title 17D, Chapter 1, Special
2021	Service District Act, an entity created by interlocal cooperation agreement under Title 11,
2022	Chapter 13, Interlocal Cooperation Act, or any other governmental entity designated in statute
2023	as a political subdivision of the state.
2024	[(21)] (20) "Private," with respect to real property, means not owned by the United
2025	States or any agency of the federal government, the state, a county, or a political subdivision.
2026	$\left[\frac{(22)}{(21)}\right]$ "Public entity" means:
2027	(a) the United States or an agency of the United States;
2028	(b) the state or an agency of the state;
2029	(c) a political subdivision of the state or an agency of a political subdivision of the
2030	state;
2031	(d) another state or an agency of that state; or
2032	(e) a political subdivision of another state or an agency of that political subdivision.
2033	[(23)] (22) "Public transit district" means a [local] special district that operates under
2034	and is subject to the provisions of this chapter and Chapter 2a, Part 8, Public Transit District
2035	Act, including an entity that was created and operated as a public transit district under the law
2036	in effect before April 30, 2007.
2037	[(24)] (23) "Revenue bond":
2038	(a) means a bond payable from designated taxes or other revenues other than the [local]
2039	special district's ad valorem property taxes; and
2040	(b) does not include:
2041	(i) an obligation constituting an indebtedness within the meaning of an applicable
2042	constitutional or statutory debt limit;
2043	(ii) a tax and revenue anticipation bond; or
2044	(iii) a special assessment bond.
2045	[(25)] (24) "Rules of order and procedure" means a set of rules that govern and

2046	prescribe in a public meeting:
2047	(a) parliamentary order and procedure;
2048	(b) ethical behavior; and
2049	(c) civil discourse.
2050	[(26)] (25) "Service applicant" means a person who requests that a [local] special
2051	district provide a service that the [local] special district is authorized to provide.
2052	[(27)] (26) "Service area" means a [local] special district that operates under and is
2053	subject to the provisions of this chapter and Chapter 2a, Part 9, Service Area Act, including an
2054	entity that was created and operated as a county service area or a regional service area under the
2055	law in effect before April 30, 2007.
2056	[(28)] (27) "Short-term bond" means a bond that is required to be repaid during the
2057	fiscal year in which the bond is issued.
2058	[(29)] (28) "Special assessment" means an assessment levied against property to pay all
2059	or a portion of the costs of making improvements that benefit the property.
2060	[(30)] (29) "Special assessment bond" means a bond payable from special assessments.
2061	(30) "Special district" means a limited purpose local government entity, as described in
2062	Section 17B-1-103, that operates under, is subject to, and has the powers described in:
2063	(a) this chapter; or
2064	(b) (i) this chapter; and
2065	(ii) (A) Chapter 2a, Part 1, Cemetery Maintenance District Act;
2066	(B) Chapter 2a, Part 2, Drainage District Act;
2067	(C) Chapter 2a, Part 3, Fire Protection District Act;
2068	(D) Chapter 2a, Part 4, Improvement District Act;
2069	(E) Chapter 2a, Part 5, Irrigation District Act;
2070	(F) Chapter 2a, Part 6, Metropolitan Water District Act;
2071	(G) Chapter 2a, Part 7, Mosquito Abatement District Act;
2072	(H) Chapter 2a, Part 8, Public Transit District Act;
2073	(I) Chapter 2a, Part 9, Service Area Act;

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2074	(J) Chapter 2a, Part 10, Water Conservancy District Act; or
2075	(K) Chapter 2a, Part 11, Municipal Services District Act.
2076	(31) "Specialized [local] special district" means a [local] special district that is a
2077	cemetery maintenance district, a drainage district, a fire protection district, an improvement
2078	district, an irrigation district, a metropolitan water district, a mosquito abatement district, a
2079	public transit district, a service area, a water conservancy district, a municipal services district,
2080	or a public infrastructure district.
2081	(32) "Taxable value" means the taxable value of property as computed from the most
2082	recent equalized assessment roll for county purposes.
2083	(33) "Tax and revenue anticipation bond" means a bond:
2084	(a) issued in anticipation of the collection of taxes or other revenues or a combination
2085	of taxes and other revenues; and
2086	(b) that matures within the same fiscal year as the fiscal year in which the bond is
2087	issued.
2088	(34) "Unincorporated" means not included within a municipality.
2089	(35) "Water conservancy district" means a [local] special district that operates under
2089 2090	(35) "Water conservancy district" means a [local] special district that operates under and is subject to the provisions of this chapter and Chapter 2a, Part 10, Water Conservancy
2090	and is subject to the provisions of this chapter and Chapter 2a, Part 10, Water Conservancy
2090 2091	and is subject to the provisions of this chapter and Chapter 2a, Part 10, Water Conservancy District Act, including an entity that was created and operated as a water conservancy district
2090 2091 2092	and is subject to the provisions of this chapter and Chapter 2a, Part 10, Water Conservancy District Act, including an entity that was created and operated as a water conservancy district under the law in effect before April 30, 2007.
2090 2091 2092 2093	and is subject to the provisions of this chapter and Chapter 2a, Part 10, Water Conservancy District Act, including an entity that was created and operated as a water conservancy district under the law in effect before April 30, 2007. (36) "Works" includes a dam, reservoir, well, canal, conduit, pipeline, drain, tunnel,
2090 2091 2092 2093 2094	and is subject to the provisions of this chapter and Chapter 2a, Part 10, Water Conservancy District Act, including an entity that was created and operated as a water conservancy district under the law in effect before April 30, 2007. (36) "Works" includes a dam, reservoir, well, canal, conduit, pipeline, drain, tunnel, power plant, and any facility, improvement, or property necessary or convenient for supplying
2090 2091 2092 2093 2094 2095	and is subject to the provisions of this chapter and Chapter 2a, Part 10, Water Conservancy District Act, including an entity that was created and operated as a water conservancy district under the law in effect before April 30, 2007. (36) "Works" includes a dam, reservoir, well, canal, conduit, pipeline, drain, tunnel, power plant, and any facility, improvement, or property necessary or convenient for supplying or treating water for any beneficial use, and for otherwise accomplishing the purposes of a
2090 2091 2092 2093 2094 2095 2096	and is subject to the provisions of this chapter and Chapter 2a, Part 10, Water Conservancy District Act, including an entity that was created and operated as a water conservancy district under the law in effect before April 30, 2007. (36) "Works" includes a dam, reservoir, well, canal, conduit, pipeline, drain, tunnel, power plant, and any facility, improvement, or property necessary or convenient for supplying or treating water for any beneficial use, and for otherwise accomplishing the purposes of a [local] <u>special</u> district.
2090 2091 2092 2093 2094 2095 2096 2097	and is subject to the provisions of this chapter and Chapter 2a, Part 10, Water Conservancy District Act, including an entity that was created and operated as a water conservancy district under the law in effect before April 30, 2007. (36) "Works" includes a dam, reservoir, well, canal, conduit, pipeline, drain, tunnel, power plant, and any facility, improvement, or property necessary or convenient for supplying or treating water for any beneficial use, and for otherwise accomplishing the purposes of a [local] <u>special</u> district. Section 17. Section 17B-1-103 is amended to read:
2090 2091 2092 2093 2094 2095 2096 2097 2098	and is subject to the provisions of this chapter and Chapter 2a, Part 10, Water Conservancy District Act, including an entity that was created and operated as a water conservancy district under the law in effect before April 30, 2007. (36) "Works" includes a dam, reservoir, well, canal, conduit, pipeline, drain, tunnel, power plant, and any facility, improvement, or property necessary or convenient for supplying or treating water for any beneficial use, and for otherwise accomplishing the purposes of a [local] special district. Section 17. Section 17B-1-103 is amended to read: 17B-1-103. Special district status and powers Registration as a limited purpose

2102	(i) a body corporate and politic with perpetual succession;
2103	(ii) a quasi-municipal corporation; and
2104	(iii) a political subdivision of the state; and
2105	(b) may sue and be sued.
2106	(2) A [local] special district may:
2107	(a) acquire, by any lawful means, or lease any real property, personal property, or a
2108	groundwater right necessary or convenient to the full exercise of the district's powers;
2109	(b) acquire, by any lawful means, any interest in real property, personal property, or a
2110	groundwater right necessary or convenient to the full exercise of the district's powers;
2111	(c) transfer an interest in or dispose of any property or interest described in Subsections
2112	(2)(a) and (b);
2113	(d) acquire or construct works, facilities, and improvements necessary or convenient to
2114	the full exercise of the district's powers, and operate, control, maintain, and use those works,
2115	facilities, and improvements;
2116	(e) borrow money and incur indebtedness for any lawful district purpose;
2117	(f) issue bonds, including refunding bonds:
2118	(i) for any lawful district purpose; and
2119	(ii) as provided in and subject to [Part 11, Local District Bonds] Part 11, Special
2120	District Bonds;
2121	(g) levy and collect property taxes:
2122	(i) for any lawful district purpose or expenditure, including to cover a deficit resulting
2123	from tax delinquencies in a preceding year; and
2124	(ii) as provided in and subject to [Part 10, Local District Property Tax Levy] Part 10,
2125	Special District Property Tax Levy;
2126	(h) as provided in Title 78B, Chapter 6, Part 5, Eminent Domain, acquire by eminent
2127	domain property necessary to the exercise of the district's powers;
2128	(i) invest money as provided in Title 51, Chapter 7, State Money Management Act;
2129	(j) (i) impose fees or other charges for commodities, services, or facilities provided by

- 2130 the district, to pay some or all of the district's costs of providing the commodities, services, and
- 2131 facilities, including the costs of:
- 2132 (A) maintaining and operating the district;
- 2133 (B) acquiring, purchasing, constructing, improving, or enlarging district facilities;
- 2134 (C) issuing bonds and paying debt service on district bonds; and
- 2135 (D) providing a reserve established by the board of trustees; and
- 2136 (ii) take action the board of trustees considers appropriate and adopt regulations to
- assure the collection of all fees and charges that the district imposes;
- 2138 (k) if applicable, charge and collect a fee to pay for the cost of connecting a customer's
- 2139 property to district facilities in order for the district to provide service to the property;
- 2140 (l) enter into a contract that the [local] special district board of trustees considers
- 2141 necessary, convenient, or desirable to carry out the district's purposes, including a contract:
- (i) with the United States or any department or agency of the United States;
- 2143 (ii) to indemnify and save harmless; or
- 2144 (iii) to do any act to exercise district powers;
- 2145 (m) purchase supplies, equipment, and materials;
- 2146 (n) encumber district property upon terms and conditions that the board of trustees
- 2147 considers appropriate;
- 2148 (o) exercise other powers and perform other functions that are provided by law;
- (p) construct and maintain works and establish and maintain facilities, including worksor facilities:
- (i) across or along any public street or highway, subject to Subsection (3) and if thedistrict:
- (A) promptly restores the street or highway, as much as practicable, to its former stateof usefulness; and
- (B) does not use the street or highway in a manner that completely or unnecessarilyimpairs the usefulness of it;
- 2157
- (ii) in, upon, or over any vacant public lands that are or become the property of the

- state, including school and institutional trust lands, as defined in Section 53C-1-103, if the
 director of the School and Institutional Trust Lands Administration, acting under Sections
 53C-1-102 and 53C-1-303, consents; or
- 2161 (iii) across any stream of water or watercourse, subject to Section 73-3-29;
- (q) perform any act or exercise any power reasonably necessary for the efficient
 operation of the [local] special district in carrying out its purposes;
- (r) (i) except for a [local] special district described in Subsection (2)(r)(ii), designate an
 assessment area and levy an assessment on land within the assessment area, as provided in
 Title 11, Chapter 42, Assessment Area Act; or
- (ii) for a [local] special district created to assess a groundwater right in a critical
 management area described in Subsection 17B-1-202(1), designate an assessment area and levy
 an assessment, as provided in Title 11, Chapter 42, Assessment Area Act, on a groundwater
 right to facilitate a groundwater management plan;
- (s) contract with another political subdivision of the state to allow the other political subdivision to use the district's surplus water or capacity or have an ownership interest in the district's works or facilities, upon the terms and for the consideration, whether monetary or nonmonetary consideration or no consideration, that the district's board of trustees considers to be in the best interests of the district and the public;
- (t) upon the terms and for the consideration, whether monetary or nonmonetary
 consideration or no consideration, that the district's board of trustees considers to be in the best
 interests of the district and the public, agree:
- 2179 (i) (A) with another political subdivision of the state; or
- (B) with a public or private owner of property on which the district has a right-of-wayor adjacent to which the district owns fee title to property; and
- 2182 (ii) to allow the use of property:
- 2183 (A) owned by the district; or
- 2184 (B) on which the district has a right-of-way; and
- 2185 (u) if the [local] special district receives, as determined by the [local] special district

2186	board of trustees, adequate monetary or nonmonetary consideration in return:
2187	(i) provide services or nonmonetary assistance to a nonprofit entity;
2188	(ii) waive fees required to be paid by a nonprofit entity; or
2189	(iii) provide monetary assistance to a nonprofit entity, whether from the [local] special
2190	district's own funds or from funds the [local] special district receives from the state or any other
2191	source.
2192	(3) With respect to a [local] special district's use of a street or highway, as provided in
2193	Subsection (2)(p)(i):
2194	(a) the district shall comply with the reasonable rules and regulations of the
2195	governmental entity, whether state, county, or municipal, with jurisdiction over the street or
2196	highway, concerning:
2197	(i) an excavation and the refilling of an excavation;
2198	(ii) the relaying of pavement; and
2199	(iii) the protection of the public during a construction period; and
2200	(b) the governmental entity, whether state, county, or municipal, with jurisdiction over
2201	the street or highway:
2202	(i) may not require the district to pay a license or permit fee or file a bond; and
2203	(ii) may require the district to pay a reasonable inspection fee.
2204	(4) (a) A [local] <u>special</u> district may:
2205	(i) acquire, lease, or construct and operate electrical generation, transmission, and
2206	distribution facilities, if:
2207	(A) the purpose of the facilities is to harness energy that results inherently from the
2208	district's operation of a project or facilities that the district is authorized to operate or from the
2209	district providing a service that the district is authorized to provide;
2210	(B) the generation of electricity from the facilities is incidental to the primary
2211	operations of the district; and
2212	(C) operation of the facilities will not hinder or interfere with the primary operations of
2213	the district;

2214	(ii) (A) use electricity generated by the facilities; or
2215	(B) subject to Subsection (4)(b), sell electricity generated by the facilities to an electric
2216	utility or municipality with an existing system for distributing electricity.
2217	(b) A district may not act as a retail distributor or seller of electricity.
2218	(c) Revenue that a district receives from the sale of electricity from electrical
2219	generation facilities it owns or operates under this section may be used for any lawful district
2220	purpose, including the payment of bonds issued to pay some or all of the cost of acquiring or
2221	constructing the facilities.
2222	(5) A [local] special district may adopt and, after adoption, alter a corporate seal.
2223	(6) (a) Each [local] special district shall register and maintain the [local] special
2224	district's registration as a limited purpose entity, in accordance with Section 67-1a-15.
2225	(b) A [local] special district that fails to comply with Subsection $(6)(a)$ or Section
2226	67-1a-15 is subject to enforcement by the state auditor, in accordance with Section 67-3-1.
2227	(7) (a) As used in this Subsection (7), "knife" means a cutting instrument that includes
2228	a sharpened or pointed blade.
2229	(b) The authority to regulate a knife is reserved to the state except where the
2230	Legislature specifically delegates responsibility to a [local] special district.
2231	(c) Unless specifically authorized by the Legislature by statute, a [local] special district
2232	may not adopt or enforce a regulation or rule pertaining to a knife.
2233	Section 18. Section 17B-1-104 is amended to read:
2234	17B-1-104. Property owner provisions.
2235	(1) For purposes of this title:
2236	(a) the owner of real property shall be:
2237	(i) except as provided in Subsection (1)(a)(ii), the fee title owner according to the
2238	records of the county recorder on the date of the filing of the request or petition; or
2239	(ii) for a proposed annexation under Part 4, Annexation, the lessee of military land, as
2240	defined in Section 63H-1-102, if the area proposed for annexation includes military land that is
2241	within a project area described in a project area plan adopted by the military installation

Enrolled Copy 2242 development authority under Title 63H, Chapter 1, Military Installation Development 2243 Authority Act; and 2244 (b) the value of private real property shall be determined according to the last 2245 assessment before the filing of the request or petition, as determined by: 2246 (i) the county under Title 59, Chapter 2, Part 3, County Assessment, for property 2247 subject to assessment by the county; 2248 (ii) the State Tax Commission under Title 59, Chapter 2, Part 2, Assessment of 2249 Property, for property subject to assessment by the State Tax Commission; or 2250 (iii) the county, for all other property. 2251 (2) For purposes of each provision of this title that requires the owners of private real 2252 property covering a percentage of the total private land area within the proposed [local] special 2253 district to sign a request, petition, or protest: 2254 (a) a parcel of real property may not be included in the calculation of the required percentage unless the request or petition is signed by: 2255 2256 (i) except as provided in Subsection (2)(a)(ii), owners representing a majority 2257 ownership interest in that parcel; or (ii) if the parcel is owned by joint tenants or tenants by the entirety, 50% of the number 2258 2259 of owners of that parcel; 2260 (b) the signature of a person signing a request or petition in a representative capacity on behalf of an owner is invalid unless: 2261 2262 (i) the person's representative capacity and the name of the owner the person represents 2263 are indicated on the request or petition with the person's signature: and 2264 (ii) the person provides documentation accompanying the request or petition that 2265 reasonably substantiates the person's representative capacity; and 2266 (c) subject to Subsection (2)(b), a duly appointed personal representative may sign a 2267 request or petition on behalf of a deceased owner. Section 19. Section 17B-1-104.5 is amended to read: 2268 2269 17B-1-104.5. Groundwater right owner provisions -- Vote.

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2270 (1) For purposes of this title, an owner of a groundwater right, is on the date of the 2271 filing of a groundwater right owner petition or groundwater right owner request, the owner 2272 according to: 2273 (a) a deed recorded with the county recorder in accordance with Section 73-1-10; or (b) a water right of record filed in the state engineer's office in accordance with Section 2274 73-1-10. 2275 2276 (2) For purposes of each provision of this title that requires the owners of groundwater rights covering a percentage of the total groundwater rights within the proposed [local] special 2277 2278 district to sign a request, petition, or protest: 2279 (a) a groundwater right may not be included in the calculation of the required 2280 percentage unless the request or petition is signed by: 2281 (i) except as provided in Subsection (2)(a)(ii), owners representing a majority 2282 ownership interest in that groundwater right; or 2283 (ii) if the groundwater right is owned by joint tenants or tenants by the entirety, 50% of 2284 the number of owners of that groundwater right; 2285 (b) the signature of a person signing a request or petition in a representative capacity on 2286 behalf of an owner is invalid unless: 2287 (i) the person's representative capacity and the name of the owner the person represents 2288 are indicated on the request or petition with the person's signature; and (ii) the person provides documentation accompanying the request or petition that 2289 2290 reasonably substantiates the person's representative capacity; and 2291 (c) subject to Subjection (2)(b), a duly appointed personal representative may sign a 2292 request or petition on behalf of the estate of a deceased owner. 2293 (3) For an election by groundwater right owners described in this title, each owner of a 2294 groundwater right is entitled to cast one vote. 2295 Section 20. Section 17B-1-105 is amended to read: 2296 17B-1-105. Name of special district -- Name change. 2297 (1) (a) The name of each [local] special district created on or after May 1, 2000 shall

2298	comply with Subsection 17-50-103(2)(a).
2299	(b) The board of each [local] special district affected by Subsection 17-50-103(2)(b)
2300	shall ensure that after January 1, 2005 the [local] special district name complies with the
2301	requirements of [that] Subsection <u>17-50-103(2)(b)</u> .
2302	(2) The name of a [local] special district created after April 30, 2007 may not include
2303	the name of a county or municipality.
2304	(3) The name of a [local] special district may include words descriptive of the type of
2305	service that the district provides.
2306	(4) (a) A [local] <u>special</u> district board may change the name of that [local] <u>special</u>
2307	district as provided in this Subsection (4).
2308	(b) To initiate a name change, the [local] special district board shall:
2309	(i) hold a public hearing on the proposed name change;
2310	(ii) adopt a resolution approving the name change; and
2311	(iii) file with the lieutenant governor a notice of an impending name change, as defined
2312	in Section 67-1a-6.7, that meets the requirements of Subsection 67-1a-6.7(3).
2313	(c) Upon the lieutenant governor's issuance of a certificate of name change under
2314	Section 67-1a-6.7, the [local] special district board shall:
2315	(i) if the [local] special district is located within the boundary of a single county,
2316	submit to the recorder of that county:
2317	(A) the original:
2318	(I) notice of an impending name change; and
2319	(II) certificate of name change; and
2320	(B) a certified copy of the resolution approving the name change; or
2321	(ii) if the [local] special district is located within the boundaries of more than a single
2322	county:
2323	(A) submit to the recorder of one of those counties:
2324	(I) the original of the documents listed in Subsections $(4)(c)(i)(A)(I)$ and (II); and
2325	(II) a certified copy of the resolution approving the name change; and

2326	(B) submit to the recorder of each other county:
2327	(I) a certified copy of the documents listed in Subsections (4)(c)(i)(A)(I) and (II); and
2328	(II) a certified copy of the resolution approving the name change.
2329	(d) (i) A name change under this Subsection (4) becomes effective upon the lieutenant
2330	governor's issuance of a certificate of name change under Section 67-1a-6.7.
2331	(ii) Notwithstanding Subsection $(4)(d)(i)$, the [local] special district may not operate
2332	under the new name until the documents listed in Subsection (4)(c) are recorded in the office of
2333	the recorder of each county in which the [local] special district is located.
2334	Section 21. Section 17B-1-106 is amended to read:
2335	17B-1-106. Notice before preparing or amending a long-range plan or acquiring
2336	certain property.
2337	(1) As used in this section:
2338	(a) (i) "Affected entity" means each county, municipality, [local] special district under
2339	this title, special service district, school district, interlocal cooperation entity established under
2340	Title 11, Chapter 13, Interlocal Cooperation Act, and specified public utility:
2341	(A) whose services or facilities are likely to require expansion or significant
2342	modification because of an intended use of land; or
2343	(B) that has filed with the [local] special district a copy of the general or long-range
2344	plan of the county, municipality, [local] special district, school district, interlocal cooperation
2345	entity, or specified public utility.
2346	(ii) "Affected entity" does not include the [local] special district that is required under
2347	this section to provide notice.
2348	(b) "Specified public utility" means an electrical corporation, gas corporation, or
2349	telephone corporation, as those terms are defined in Section 54-2-1.
2350	(2) (a) If a [local] <u>special</u> district under this title located in a county of the first or
2351	second class prepares a long-range plan regarding the [local] special district's facilities
2352	proposed for the future or amends an already existing long-range plan, the [local] special
2353	district shall, before preparing a long-range plan or amendments to an existing long-range plan,

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2354	provide written notice, as provided in this section, of the [local] special district's intent to
2355	prepare a long-range plan or to amend an existing long-range plan.
2356	(b) Each notice under Subsection (2)(a) shall:
2357	(i) indicate that the [local] special district intends to prepare a long-range plan or to
2358	amend a long-range plan, as the case may be;
2359	(ii) describe or provide a map of the geographic area that will be affected by the
2360	long-range plan or amendments to a long-range plan;
2361	(iii) be:
2362	(A) sent to each county in whose unincorporated area and each municipality in whose
2363	boundaries is located the land on which the proposed long-range plan or amendments to a
2364	long-range plan are expected to indicate that the proposed facilities will be located;
2365	(B) sent to each affected entity;
2366	(C) sent to the Utah Geospatial Resource Center created in Section 63A-16-505;
2367	(D) sent to each association of governments, established pursuant to an interlocal
2368	agreement under Title 11, Chapter 13, Interlocal Cooperation Act, of which a county or
2369	municipality described in Subsection (2)(b)(iii)(A) is a member; and
2370	(E) (I) placed on the Utah Public Notice Website created under Section 63A-16-601, if
2371	the [local] special district:
2372	(Aa) is required under Subsection $52-4-203(3)$ to use that website to provide public
2373	notice of a meeting; or
2374	(Bb) voluntarily chooses to place notice on that website despite not being required to
2375	do so under Subsection (2)(b)(iii)(E)(I)(Aa); or
2376	(II) the state planning coordinator appointed under Section 63J-4-401, if the [local]
2377	special district does not provide notice on the Utah Public Notice Website under Subsection
2378	(2)(b)(iii)(E)(I);
2379	(iv) with respect to the notice to counties and municipalities described in Subsection
2380	(2)(b)(iii)(A) and affected entities, invite them to provide information for the [local] special
2381	district to consider in the process of preparing, adopting, and implementing the long-range plan

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2382 or amendments to a long-range plan concerning: (A) impacts that the use of land proposed in the proposed long-range plan or 2383 2384 amendments to a long-range plan may have on the county, municipality, or affected entity; and 2385 (B) uses of land that the county, municipality, or affected entity is planning or 2386 considering that may conflict with the proposed long-range plan or amendments to a long-range 2387 plan; and 2388 (v) include the address of an Internet website, if the [local] special district has one, and 2389 the name and telephone number of an individual where more information can be obtained 2390 concerning the [local] special district's proposed long-range plan or amendments to a 2391 long-range plan. 2392 (3) (a) Except as provided in Subsection (3)(d), each [local] special district intending to 2393 acquire real property in a county of the first or second class for the purpose of expanding the 2394 [local] special district's infrastructure or other facilities used for providing the services that the 2395 [local] special district is authorized to provide shall provide written notice, as provided in this 2396 Subsection (3), of the [local] special district's intent to acquire the property if the intended use 2397 of the property is contrary to: (i) the anticipated use of the property under the county or municipality's general plan; 2398 2399 or 2400 (ii) the property's current zoning designation. 2401 (b) Each notice under Subsection (3)(a) shall: 2402 (i) indicate that the [local] special district intends to acquire real property; 2403 (ii) identify the real property; and 2404 (iii) be sent to: 2405 (A) each county in whose unincorporated area and each municipality in whose 2406 boundaries the property is located; and 2407 (B) each affected entity. 2408 (c) A notice under this Subsection (3) is a protected record as provided in Subsection 63G-2-305(8). 2409

(d) (i) The notice requirement of Subsection (3)(a) does not apply if the [local] special
district previously provided notice under Subsection (2) identifying the general location within
the municipality or unincorporated part of the county where the property to be acquired is
located.

- (ii) If a [local] <u>special</u> district is not required to comply with the notice requirement of
 Subsection (3)(a) because of application of Subsection (3)(d)(i), the [local] <u>special</u> district shall
 provide the notice specified in Subsection (3)(a) as soon as practicable after the [local] <u>special</u>
 district's acquisition of the real property.
- 2418 Section 22. Section **17B-1-107** is amended to read:
- 2419 **17B-1-107.** Recording a release of lien.

If a [local] <u>special</u> district records a lien upon real property or a groundwater right for an unpaid assessment by the owner and the owner then pays the assessment in full, including, subject to Section 17B-1-902.1, any interest and administrative costs, the [local] <u>special</u> district recording the lien shall record the release of the lien.

- 2424 Section 23. Section **17B-1-110** is amended to read:
- 2425 **17B-1-110.** Compliance with nepotism requirements.
- Each [local] special district shall comply with Title 52, Chapter 3, Prohibiting
- 2427 Employment of Relatives.

2428 Section 24. Section **17B-1-111** is amended to read:

2429 **17B-1-111.** Impact fee resolution -- Notice and hearing requirements.

- 2430 (1) (a) If a [local] special district wishes to impose impact fees, the board of trustees of
 2431 the [local] special district shall:
- (i) prepare a proposed impact fee resolution that meets the requirements of Title 11,

2433 Chapter 36a, Impact Fees Act;

(ii) make a copy of the impact fee resolution available to the public at least 14 daysbefore the date of the public hearing and hold a public hearing on the proposed impact fee

- resolution; and
- 2437 (iii) provide reasonable notice of the public hearing at least 14 days before the date of

2438	the hearing.
2439	(b) After the public hearing, the board of trustees may:
2440	(i) adopt the impact fee resolution as proposed;
2441	(ii) amend the impact fee resolution and adopt or reject it as amended; or
2442	(iii) reject the resolution.
2443	(2) A [local] special district meets the requirements of reasonable notice required by
2444	this section if it:
2445	(a) posts notice of the hearing or meeting in at least three public places within the
2446	jurisdiction; or
2447	(b) gives actual notice of the hearing or meeting.
2448	(3) The [local] special district's board of trustees may enact a resolution establishing
2449	stricter notice requirements than those required by this section.
2450	(4) (a) Proof that one of the two forms of notice required by this section was given is
2451	prima facie evidence that notice was properly given.
2452	(b) If notice given under authority of this section is not challenged within 30 days from
2453	the date of the meeting for which the notice was given, the notice is considered adequate and
2454	proper.
2455	Section 25. Section 17B-1-113 is amended to read:
2456	17B-1-113. Liability insurance.
2457	(1) Each [local] special district with an annual operating budget of \$50,000 or more
2458	shall obtain liability insurance as considered appropriate by the [local] special district board.
2459	(2) Each [local] special district with an annual operating budget of less than \$50,000 is
2460	not required to obtain liability insurance, but liability insurance is encouraged, as considered
2461	appropriate by the [local] special district board.
2462	Section 26. Section 17B-1-114 is amended to read:
2463	17B-1-114. Special district property taxes on a parity with general taxes.
2464	Unless otherwise specifically provided by statute, property taxes levied by a [local]
2465	special district shall constitute a lien on the property on a parity with and collectible at the same

- 2466 time and in the same manner as general county taxes that are a lien on the property. 2467 Section 27. Section 17B-1-115 is amended to read: 2468 17B-1-115. Validation of previously created special districts -- Continuation of 2469 certain special districts under this chapter -- Providing a previously authorized service. 2470 (1) Each [local] special district created before April 30, 2007 under the law in effect at the time of the creation is declared to be validly and legally constituted. 2471 (2) An entity created and operating under the law in effect before April 30, 2007 as a 2472 [local] special district but not as a cemetery maintenance district, drainage district, fire 2473 2474 protection district, improvement district, irrigation district, metropolitan water district, mosquito abatement district, public transit district, service area, or water conservancy district 2475 2476 shall continue on and after April 30, 2007 as a [local] special district subject to the provisions 2477 of this chapter but not subject to the provisions of [Chapter 2a, Provisions Applicable to Different Types of Local Districts] Chapter 2a, Provisions Applicable to Different Types of 2478 2479 Special Districts. 2480 (3) Nothing in this title may be construed to prohibit or limit a [local] special district from providing on or after April 30, 2007 a service that it was authorized before that date to 2481 2482 provide. 2483 Section 28. Section 17B-1-116 is amended to read: 2484 17B-1-116. Property exempt from taxation and execution. 2485 All property and assets of a [local] special district are exempt from taxation and exempt from execution. 2486 2487 Section 29. Section 17B-1-118 is amended to read: 2488 **17B-1-118.** Special district hookup fee -- Preliminary design or site plan from a specified public agency. 2489 2490 (1) As used in this section: 2491 (a) "Hookup fee" means a fee for the installation and inspection of any pipe, line, 2492 meter, or appurtenance to connect to a [local] special district water, sewer, storm water, power,
- or other utility system.

2494	(b) "Impact fee" has the same meaning as defined in Section 11-36a-102.
2495	(c) "Specified public agency" means:
2496	(i) the state;
2497	(ii) a school district; or
2498	(iii) a charter school.
2499	(d) "State" includes any department, division, or agency of the state.
2500	(2) A [local] <u>special</u> district may not impose or collect a hookup fee that exceeds the
2501	reasonable cost of installing and inspecting the pipe, line, meter, or appurtenance to connect to
2502	the [local] special district water, sewer, storm water, power, or other utility system.
2503	(3) (a) A specified public agency intending to develop its land shall submit a
2504	development plan and schedule to each [local] special district from which the specified public
2505	agency anticipates the development will receive service:
2506	(i) as early as practicable in the development process, but no later than the
2507	commencement of construction; and
2508	(ii) with sufficient detail to enable the [local] special district to assess:
2509	(A) the demand for public facilities listed in Subsections 11-36a-102(17)(a), (b), (c),
2510	(d), (e), and (g) caused by the development;
2511	(B) the amount of any hookup fees, or impact fees or substantive equivalent;
2512	(C) any credit against an impact fee; and
2513	(D) the potential for waiving an impact fee.
2514	(b) The [local] special district shall respond to a specified public agency's submission
2515	under Subsection (3)(a) with reasonable promptness in order to allow the specified public
2516	agency to consider information the [local] special district provides under Subsection (3)(a)(ii)
2517	in the process of preparing the budget for the development.
2518	(4) Upon a specified public agency's submission of a development plan and schedule as
2519	required in Subsection (3) that complies with the requirements of that subsection, the specified
2520	public agency vests in the [local] special district's hookup fees and impact fees in effect on the
2521	date of submission.

2522	Section 30. Section 17B-1-119 is amended to read:
2523	17B-1-119. Duty to comply with local land use provisions.
2524	A [local] special district shall comply with Title 10, Chapter 9a, Municipal Land Use,
2525	Development, and Management Act, and Title 17, Chapter 27a, County Land Use,
2526	Development, and Management Act, as applicable, if a land use authority consults with or
2527	allows the [local] special district to participate in any way in a land use authority's land use
2528	development review or approval process.
2529	Section 31. Section 17B-1-120 is amended to read:
2530	17B-1-120. Exactions Exaction for water interest Requirement to offer to
2531	original owner property acquired by exaction.
2532	(1) A [local] special district may impose an exaction on a service received by an
2533	applicant, including, subject to Subsection (2), an exaction for a water interest if:
2534	(a) the [local] special district establishes that a legitimate [local] special district interest
2535	makes the exaction essential; and
2536	(b) the exaction is roughly proportionate, both in nature and extent, to the impact of the
2537	proposed service on the [local] special district.
2538	(2) (a) (i) A [local] special district shall base an exaction for a water interest on the
2539	culinary water authority's established calculations of projected water interest requirements.
2540	(ii) If requested by a service applicant, the culinary authority shall provide the basis for
2541	the culinary water authority's calculations described in Subsection (2)(a)(i).
2542	(b) A [local] special district may not impose an exaction for a water interest if the
2543	culinary water authority's existing available water interests exceed the water interests needed to
2544	meet the reasonable future water requirement of the public, as determined in accordance with
2545	Section 73-1-4.
2546	(3) (a) If a [local] special district plans to dispose of surplus real property that was
2547	acquired under this section and has been owned by the [local] special district for less than 15
2548	years, the [local] special district shall offer to reconvey the surplus real property, without
2549	receiving additional consideration, first to a person who granted the real property to the [local]

2550	special district.
2551	(b) The person described in Subsection (3)(a) shall, within 90 days after the day on
2552	which a [local] special district makes an offer under Subsection (3)(a), accept or reject the
2553	offer.
2554	(c) If a person rejects an offer under Subsection (3)(b), the [local] special district may
2555	sell the real property.
2556	Section 32. Section 17B-1-121 is amended to read:
2557	17B-1-121. Limit on fees Requirement to itemize and account for fees
2558	Appeals.
2559	(1) A [local] special district may not impose or collect:
2560	(a) an application fee that exceeds the reasonable cost of processing the application; or
2561	(b) an inspection or review fee that exceeds the reasonable cost of performing an
2562	inspection or review.
2563	(2) (a) Upon request by a service applicant who is charged a fee or an owner of
2564	residential property upon which a fee is imposed, a [local] special district shall provide a
2565	statement of each itemized fee and calculation method for each fee.
2566	(b) If an applicant who is charged a fee or an owner of residential property upon which
2567	a fee is imposed submits a request for a statement of each itemized fee no later than 30 days
2568	after the day on which the applicant or owner pays the fee, the [local] special district shall, no
2569	later than 10 days after the day on which the request is received, provide or commit to provide
2570	within a specific time:
2571	(i) for each fee, any studies, reports, or methods relied upon by the [local] special
2572	district to create the calculation method described in Subsection (2)(a);
2573	(ii) an accounting of each fee paid;
2574	(iii) how each fee will be distributed by the [local] special district; and
2575	(iv) information on filing a fee appeal through the process described in Subsection
2576	(2)(c).
2577	(c) (i) A [local] special district shall establish an impartial fee appeal process to

2578	determine whether a fee reflects only the reasonable estimated cost of delivering the service for
2579	which the fee was paid.
2580	(ii) A party to a fee appeal described in Subsection (2)(c)(i) may petition for judicial
2581	review of the [local] special district's final decision.
2582	(3) A [local] special district may not impose on or collect from a public agency a fee
2583	associated with the public agency's development of the public agency's land other than:
2584	(a) subject to Subsection (1), a hookup fee; or
2585	(b) an impact fee, as defined in Section 11-36a-102 and subject to Section 11-36a-402,
2586	for a public facility listed in Subsection 11-36a-102(17)(a), (b), (c), (d), (e), or (g).
2587	Section 33. Section 17B-1-201 is amended to read:
2588	Part 2. Creation of a District
2589	17B-1-201. Definitions.
2590	As used in this part:
2591	(1) "Applicable area" means:
2592	(a) for a county, the unincorporated area of the county that is included within the
2593	proposed [local] special district; or
2594	(b) for a municipality, the area of the municipality that is included within the proposed
2595	[local] <u>special</u> district.
2596	(2) "Governing body" means:
2597	(a) for a county or municipality, the legislative body of the county or municipality; and
2598	(b) for a [local] special district, the board of trustees of the [local] special district.
2599	(3) "Groundwater right owner petition" means a petition under Subsection
2600	17B-1-203(1)(c).
2601	(4) "Groundwater right owner request" means a request under Section 17B-1-204 that
2602	is signed by owners of water rights as provided in Subsection 17B-1-204(2)(b)(ii).
2603	(5) "Initiating [local] special district" means a [local] special district that adopts a
2604	resolution proposing the creation of a [local] special district under Subsection 17B-1-203(1)(e).
2605	(6) "Petition" means a petition under Subsection 17B-1-203(1)(a), (b), or (c).

2606	(7) "Property owner petition" means a petition under Subsection 17B-1-203(1)(a).
2607	(8) "Property owner request" means a request under Section 17B-1-204 that is signed
2608	by owners of real property as provided in Subsection 17B-1-204(2)(b)(i).
2609	(9) "Registered voter request" means a request under Section 17B-1-204 that is signed
2610	by registered voters as provided in Subsection 17B-1-204(2)(b)(iii).
2611	(10) "Registered voter petition" means a petition under Subsection 17B-1-203(1)(b).
2612	(11) "Request" means a request as described in Section 17B-1-204.
2613	(12) "Responsible body" means the governing body of:
2614	(a) the municipality in which the proposed [local] special district is located, if the
2615	petition or resolution proposes the creation of a [local] special district located entirely within a
2616	single municipality;
2617	(b) the county in which the proposed [local] special district is located, if the petition or
2618	resolution proposes the creation of a [local] special district located entirely within a single
2619	county and all or part of the proposed [local] special district is located within:
2620	(i) the unincorporated part of the county; or
2621	(ii) more than one municipality within the county;
2622	(c) if the petition or resolution proposes the creation of a [local] special district located
2623	within more than one county, the county whose boundaries include more of the area of the
2623 2624	within more than one county, the county whose boundaries include more of the area of the proposed [local] <u>special</u> district than is included within the boundaries of any other county; or
2624	proposed [local] special district than is included within the boundaries of any other county; or
2624 2625	proposed [local] <u>special</u> district than is included within the boundaries of any other county; or (d) the initiating [local] <u>special</u> district, if a resolution proposing the creation of a
2624 2625 2626	 proposed [local] special district than is included within the boundaries of any other county; or (d) the initiating [local] special district, if a resolution proposing the creation of a [local] special district is adopted under Subsection 17B-1-203(1)(e).
2624 2625 2626 2627	 proposed [local] special district than is included within the boundaries of any other county; or (d) the initiating [local] special district, if a resolution proposing the creation of a [local] special district is adopted under Subsection 17B-1-203(1)(e). (13) "Responsible clerk" means the clerk of the county or the clerk or recorder of the
2624 2625 2626 2627 2628	 proposed [local] special district than is included within the boundaries of any other county; or (d) the initiating [local] special district, if a resolution proposing the creation of a [local] special district is adopted under Subsection 17B-1-203(1)(e). (13) "Responsible clerk" means the clerk of the county or the clerk or recorder of the municipality whose legislative body is the responsible body.
2624 2625 2626 2627 2628 2629	 proposed [local] special district than is included within the boundaries of any other county; or (d) the initiating [local] special district, if a resolution proposing the creation of a [local] special district is adopted under Subsection 17B-1-203(1)(e). (13) "Responsible clerk" means the clerk of the county or the clerk or recorder of the municipality whose legislative body is the responsible body. Section 34. Section 17B-1-202 is amended to read:
2624 2625 2626 2627 2628 2629 2630	 proposed [local] special district than is included within the boundaries of any other county; or (d) the initiating [local] special district, if a resolution proposing the creation of a [local] special district is adopted under Subsection 17B-1-203(1)(e). (13) "Responsible clerk" means the clerk of the county or the clerk or recorder of the municipality whose legislative body is the responsible body. Section 34. Section 17B-1-202 is amended to read: 17B-1-202. Special district may be created Services that may be provided

2634	(i) the operation of an airport;
2635	(ii) the operation of a cemetery;
2636	(iii) fire protection, paramedic, and emergency services, including consolidated 911
2637	and emergency dispatch services;
2638	(iv) garbage collection and disposal;
2639	(v) health care, including health department or hospital service;
2640	(vi) the operation of a library;
2641	(vii) abatement or control of mosquitos and other insects;
2642	(viii) the operation of parks or recreation facilities or services;
2643	(ix) the operation of a sewage system;
2644	(x) the construction and maintenance of a right-of-way, including:
2645	(A) a curb;
2646	(B) a gutter;
2647	(C) a sidewalk;
2648	(D) a street;
2649	(E) a road;
2650	(F) a water line;
2651	(G) a sewage line;
2652	(H) a storm drain;
2653	(I) an electricity line;
2654	(J) a communications line;
2655	(K) a natural gas line; or
2656	(L) street lighting;
2657	(xi) transportation, including public transit and providing streets and roads;
2658	(xii) the operation of a system, or one or more components of a system, for the
2659	collection, storage, retention, control, conservation, treatment, supplying, distribution, or
2660	reclamation of water, including storm, flood, sewage, irrigation, and culinary water, whether
2661	the system is operated on a wholesale or retail level or both;

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2662	(xiii) in accordance with Subsection (1)(c), the acquisition or assessment of a
2663	groundwater right for the development and execution of a groundwater management plan in
2664	cooperation with and approved by the state engineer in accordance with Section 73-5-15;
2665	(xiv) law enforcement service;
2666	(xv) subject to Subsection (1)(b), the underground installation of an electric utility line
2667	or the conversion to underground of an existing electric utility line;
2668	(xvi) the control or abatement of earth movement or a landslide;
2669	(xvii) the operation of animal control services and facilities; or
2670	(xviii) an energy efficiency upgrade, a renewable energy system, or electric vehicle
2671	charging infrastructure as defined in Section 11-42a-102, in accordance with Title 11, Chapter
2672	42a, Commercial Property Assessed Clean Energy Act.
2673	(b) Each [local] special district that provides the service of the underground installation
2674	of an electric utility line or the conversion to underground of an existing electric utility line
2675	shall, in installing or converting the line, provide advance notice to and coordinate with the
2676	utility that owns the line.
2677	(c) A groundwater management plan described in Subsection (1)(a)(xiii) may include
2678	the banking of groundwater rights by a [local] special district in a critical management area as
2670	defined in Section 73.5.15 following the adoption of a groundwater management plan by the

defined in Section 73-5-15 following the adoption of a groundwater management plan by the
state engineer under Section 73-5-15.

(i) A [local] <u>special</u> district may manage the groundwater rights it acquires under
Subsection 17B-1-103(2)(a) or (b) consistent with the provisions of a groundwater
management plan described in this Subsection (1)(c).

(ii) A groundwater right held by a [local] special district to satisfy the provisions of a
groundwater management plan is not subject to the forfeiture provisions of Section 73-1-4.

(iii) (A) A [local] special district may divest itself of a groundwater right subject to a
determination that the groundwater right is not required to facilitate the groundwater
management plan described in this Subsection (1)(c).

2689

(B) The groundwater right described in Subsection (1)(c)(iii)(A) is subject to Section

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2690 73-1-4 beginning on the date of divestiture.

2691 (iv) Upon a determination by the state engineer that an area is no longer a critical management area as defined in Section 73-5-15, a groundwater right held by the [local] special 2692 2693 district is subject to Section 73-1-4.

2694 (v) A [local] special district created in accordance with Subsection (1)(a)(xiii) to 2695 develop and execute a groundwater management plan may hold or acquire a right to surface 2696 waters that are naturally tributary to the groundwater basin subject to the groundwater 2697 management plan if the surface waters are appropriated in accordance with Title 73. Water and 2698 Irrigation, and used in accordance with Title 73, Chapter 3b, Groundwater Recharge and 2699 Recovery Act.

2700

(2) [For purposes of] As used in this section:

2701 (a) "Operation" means all activities involved in providing the indicated service 2702 including acquisition and ownership of property reasonably necessary to provide the indicated 2703 service and acquisition, construction, and maintenance of facilities and equipment reasonably 2704 necessary to provide the indicated service.

2705 (b) "System" means the aggregate of interrelated components that combine together to 2706 provide the indicated service including, for a sewage system, collection and treatment.

2707 (3) (a) A [local] special district may not be created to provide and may not after its 2708 creation provide more than four of the services listed in Subsection (1).

2709 (b) Subsection (3)(a) may not be construed to prohibit a $\begin{bmatrix} 1 & 1 \\ 1 & 2 \end{bmatrix}$ special district from providing more than four services if, before April 30, 2007, the [local] special district was 2710 2711 authorized to provide those services.

2712 (4) (a) Except as provided in Subsection (4)(b), a [local] special district may not be 2713 created to provide and may not after its creation provide to an area the same service that may 2714 already be provided to that area by another political subdivision, unless the other political 2715 subdivision gives its written consent.

2716 (b) For purposes of Subsection (4)(a), a [local] special district does not provide the 2717 same service as another political subdivision if it operates a component of a system that is

2718 different from a component operated by another political subdivision but within the same: 2719 (i) sewage system; or 2720 (ii) water system. 2721 (5) (a) Except for a [local] special district in the creation of which an election is not required under Subsection 17B-1-214(3)(d), the area of a [local] special district may include all 2722 2723 or part of the unincorporated area of one or more counties and all or part of one or more 2724 municipalities. (b) The area of a [local] special district need not be contiguous. 2725 2726 (6) For a [local] special district created before May 5, 2008, the authority to provide 2727 fire protection service also includes the authority to provide: 2728 (a) paramedic service; and 2729 (b) emergency service, including hazardous materials response service. 2730 (7) A [local] special district created before May 11, 2010, authorized to provide the 2731 construction and maintenance of curb, gutter, or sidewalk may provide a service described in 2732 Subsection (1)(a)(x) on or after May 11, 2010. 2733 (8) A [local] special district created before May 10, 2011, authorized to provide culinary, irrigation, sewage, or storm water services may provide a service described in 2734 2735 Subsection (1)(a)(xii) on or after May 10, 2011. 2736 (9) A [local] special district may not be created under this chapter for two years after the date on which a [local] special district is dissolved as provided in Section 17B-1-217 if the 2737 2738 [local] special district proposed for creation: 2739 (a) provides the same or a substantially similar service as the dissolved [local] special 2740 district; and 2741 (b) is located in substantially the same area as the dissolved [local] special district. 2742 Section 35. Section 17B-1-203 is amended to read: 17B-1-203. Process to initiate the creation of a special district -- Petition or 2743 2744 resolution. 2745 (1) The process to create a [local] special district may be initiated by:

2746	(a) unless the proposed [local] special district is a [local] special district to acquire or
2747	assess a groundwater right under Section 17B-1-202, and subject to Section 17B-1-204, a
2748	petition signed by the owners of private real property that:
2749	(i) is located within the proposed [local] special district;
2750	(ii) covers at least 33% of the total private land area within the proposed [local] special
2751	district as a whole and within each applicable area;
2752	(iii) is equal in value to at least 25% of the value of all private real property within the
2753	proposed [local] special district as a whole and within each applicable area; and
2754	(iv) complies with the requirements of Subsection 17B-1-205(1) and Section
2755	17B-1-208;
2756	(b) subject to Section 17B-1-204, a petition that:
2757	(i) is signed by registered voters residing within the proposed [local] special district as
2758	a whole and within each applicable area, equal in number to at least 33% of the number of
2759	votes cast in the proposed [local] special district as a whole and in each applicable area,
2760	respectively, for the office of governor at the last regular general election prior to the filing of
2761	the petition; and
2762	(ii) complies with the requirements of Subsection 17B-1-205(1) and Section
2763	17B-1-208;
2764	(c) if the proposed [local] special district is a [local] special district to acquire or assess
2765	a groundwater right under Section 17B-1-202, and subject to Section 17B-1-204, a petition
2766	signed by the owners of groundwater rights that:
2767	(i) are diverted within the proposed [local] special district;
2768	(ii) cover at least 33% of the total amount of groundwater diverted in accordance with
2769	groundwater rights within the proposed [local] special district as a whole and within each
2770	applicable area; and
2771	(iii) comply with the requirements of Subsection 17B-1-205(1) and Section 17B-1-208;
2772	(d) a resolution proposing the creation of a [local] special district, adopted by the
2773	legislative body of each county whose unincorporated area, whether in whole or in part,

2774	includes and each municipality whose boundaries include any of the proposed [local] special
2775	district; or
2776	(e) a resolution proposing the creation of a [local] special district, adopted by the board
2777	of trustees of an existing [local] special district whose boundaries completely encompass the
2778	proposed [local] special district, if:
2779	(i) the proposed [local] special district is being created to provide one or more
2780	components of the same service that the initiating [local] special district is authorized to
2781	provide; and
2782	(ii) the initiating [local] special district is not providing to the area of the proposed
2783	[local] special district any of the components that the proposed [local] special district is being
2784	created to provide.
2785	(2) (a) Each resolution under Subsection (1)(d) or (e) shall:
2786	(i) describe the area proposed to be included in the proposed [local] special district;
2787	(ii) be accompanied by a map that shows the boundaries of the proposed [local] special
2788	district;
2789	(iii) describe the service proposed to be provided by the proposed [local] special
2790	district;
2791	(iv) if the resolution proposes the creation of a specialized [local] special district,
2792	specify the type of specialized [local] special district proposed to be created;
2793	(v) explain the anticipated method of paying the costs of providing the proposed
2794	service;
2795	(vi) state the estimated average financial impact on a household within the proposed
2796	[local] special district;
2797	(vii) state the number of members that the board of trustees of the proposed [local]
2798	special district will have, consistent with the requirements of Subsection 17B-1-302(4);
2799	(viii) for a proposed basic [local] special district:
2800	(A) state whether the members of the board of trustees will be elected or appointed or
2801	whether some members will be elected and some appointed, as provided in Section

2802	17B-1-1402;
2803	(B) if one or more members will be elected, state the basis upon which each elected
2804	member will be elected; and
2805	(C) if applicable, explain how the election or appointment of board members will
2806	transition from one method to another based on stated milestones or events, as provided in
2807	Section 17B-1-1402;
2808	(ix) for a proposed improvement district whose remaining area members or county
2809	members, as those terms are defined in Section 17B-2a-404, are to be elected, state that those
2810	members will be elected; and
2811	(x) for a proposed service area that is entirely within the unincorporated area of a single
2812	county, state whether the initial board of trustees will be:
2813	(A) the county legislative body;
2814	(B) appointed as provided in Section 17B-1-304; or
2815	(C) elected as provided in Section 17B-1-306.
2816	(b) Each county or municipal legislative body adopting a resolution under Subsection
2817	(1)(d) shall, on or before the first public hearing under Section 17B-1-210, mail or deliver a
2818	copy of the resolution to the responsible body if the county or municipal legislative body's
2819	resolution is one of multiple resolutions adopted by multiple county or municipal legislative
2820	bodies proposing the creation of the same [local] special district.
2821	Section 36. Section 17B-1-204 is amended to read:
2822	17B-1-204. Request for service required before filing of petition Request
2823	requirements.
2824	(1) A petition may not be filed until after:
2825	(a) a request has been filed with:
2826	(i) the clerk of each county in whose unincorporated area any part of the proposed
2827	[local] special district is located; and
2828	(ii) the clerk or recorder of each municipality in which any part of the proposed [local]
2829	special district is located; and

2830	(b) each county and municipality with which a request under Subsection (1)(a) is filed:
2831	(i) has adopted a resolution under Subsection 17B-1-212(1) indicating whether it will
2832	provide the requested service; or
2833	(ii) is considered to have declined to provide the requested service under Subsection
2834	17B-1-212(2) or (3).
2835	(2) Each request under Subsection (1)(a) shall:
2836	(a) ask the county or municipality to provide the service proposed to be provided by the
2837	proposed [local] special district within the applicable area; and
2838	(b) be signed by:
2839	(i) unless the request is a request to create a [local] special district to acquire or assess a
2840	groundwater right under Section 17B-1-202, the owners of private real property that:
2841	(A) is located within the proposed [local] special district;
2842	(B) covers at least 10% of the total private land area within the applicable area; and
2843	(C) is equal in value to at least 7% of the value of all private real property within the
2844	applicable area;
2845	(ii) if the request is a request to create a [local] special district to acquire or assess a
2846	groundwater right under Section 17B-1-202, the owners of groundwater rights that:
2847	(A) are diverted within the proposed [local] special district; and
2848	(B) cover at least 10% of the amount of groundwater diverted in accordance with
2849	groundwater rights within the applicable area; or
2850	(iii) registered voters residing within the applicable area equal in number to at least
2851	10% of the number of votes cast in the applicable area for the office of governor at the last
2852	general election prior to the filing of the request.
2853	(3) For purposes of Subsections (1) and (2), an area proposed to be annexed to a
2854	municipality in a petition under Section 10-2-403 filed before and still pending at the time of
2855	filing of a petition shall be considered to be part of that municipality.
2856	Section 37. Section 17B-1-205 is amended to read:
2857	17B-1-205. Petition and request requirements Withdrawal of signature.

2858	(1) Each petition and request shall:
2859	(a) indicate the typed or printed name and current residence address of each property
2860	owner, groundwater right owner, or registered voter signing the petition;
2861	(b) (i) if it is a property owner request or petition, indicate the address of the property
2862	as to which the owner is signing the request or petition; or
2863	(ii) if it is a groundwater right owner request or petition, indicate the location of the
2864	diversion of the groundwater as to which the owner is signing the groundwater right owner
2865	request or petition;
2866	(c) describe the entire area of the proposed [local] special district;
2867	(d) be accompanied by a map showing the boundaries of the entire proposed [local]
2868	special district;
2869	(e) specify the service proposed to be provided by the proposed [local] special district;
2870	(f) if the petition or request proposes the creation of a specialized [$\frac{10}{10}$ special]
2871	district, specify the type of specialized [local] special district proposed to be created;
2872	(g) for a proposed basic [local] special district:
2873	(i) state whether the members of the board of trustees will be elected or appointed or
2874	whether some members will be elected and some appointed, as provided in Section
2875	17B-1-1402;
2876	(ii) if one or more members will be elected, state the basis upon which each elected
2877	member will be elected; and
2878	(iii) if applicable, explain how the election or appointment of board members will
2879	transition from one method to another based on stated milestones or events, as provided in
2880	Section 17B-1-1402;
2881	(h) for a proposed improvement district whose remaining area members or county
2882	members, as those terms are defined in Section 17B-2a-404, are to be elected, state that those
2883	members will be elected; and
2884	(i) for a proposed service area that is entirely within the unincorporated area of a single
2885	county, state whether the initial board of trustees will be:

2886	(i) the county legislative body;
2887	(ii) appointed as provided in Section 17B-1-304; or
2888	(iii) elected as provided in Section 17B-1-306;
2889	(j) designate up to five signers of the petition or request as sponsors, one of whom shall
2890	be designated as the contact sponsor, with the mailing address and telephone number of each;
2891	(k) if the petition or request is a groundwater right owner petition or request proposing
2892	the creation of a [local] special district to acquire a groundwater right under Section
2893	17B-1-202, explain the anticipated method:
2894	(i) of paying for the groundwater right acquisition; and
2895	(ii) of addressing blowing dust created by the reduced use of water; and
2896	(1) if the petition or request is a groundwater right owner petition or request proposing
2897	the creation of a [local] special district to assess a groundwater right under Section 17B-1-202,
2898	explain the anticipated method:
2899	(i) of assessing the groundwater right and securing payment of the assessment; and
2900	(ii) of addressing blowing dust created by the reduced use of water.
2901	(2) A signer of a request or petition may withdraw or, once withdrawn, reinstate the
2902	signer's signature at any time before the filing of the request or petition by filing a written
2903	withdrawal or reinstatement with:
2904	(a) in the case of a request:
2905	(i) the clerk of the county or the clerk or recorder of the municipality in whose
2906	applicable area the signer's property is located, if the request is a property owner request;
2907	(ii) the clerk of the county or the clerk or recorder of the municipality in whose
2908	applicable area the signer's groundwater diversion point is located, if the request is a
2909	groundwater right owner request; or
2910	(iii) the clerk of the county or the clerk or recorder of the municipality in whose
2911	applicable area the signer resides, if the request is a registered voter request; or
2912	(b) in the case of a petition, the responsible clerk.
2913	Section 38. Section 17B-1-207 is amended to read:

2914	17B-1-207. Signature on request may be used on petition.
2915	A signature on a request may be used toward fulfilling the signature requirement of a
2916	petition:
2917	(1) if the request notifies the signer in conspicuous language that the signature, unless
2918	withdrawn, would also be used for purposes of a petition to create a [local] special district; and
2919	(2) unless the signer files a written withdrawal of the signature before the petition is
2920	filed.
2921	Section 39. Section 17B-1-208 is amended to read:
2922	17B-1-208. Additional petition requirements and limitations.
2923	(1) Each petition shall:
2924	(a) be filed with the responsible clerk;
2925	(b) separately group signatures by county and municipality, so that all signatures of the
2926	owners of real property located within or of registered voters residing within each county
2927	whose unincorporated area includes and each municipality whose boundaries include part of
2928	the proposed [local] special district are grouped separately; and
2929	(c) state the number of members that the board of trustees of the proposed [local]
2930	special district will have, consistent with the requirements of Subsection 17B-1-302(4).
2931	(2) (a) A petition may not propose the creation of a [local] special district that includes
2932	an area located within the unincorporated part of a county or within a municipality if the
2933	legislative body of that county or municipality has adopted a resolution under Subsection
2934	17B-1-212(1) indicating that the county or municipality will provide to that area the service
2935	proposed to be provided by the proposed [local] special district.
2936	(b) Subsection (2)(a) does not apply if the county or municipal legislative body is
2937	considered to have declined to provide the requested service under Subsection 17B-1-212(3).
2938	(c) Subsection (2)(a) may not be construed to prevent the filing of a petition that
2939	proposes the creation of a [local] special district whose area excludes that part of the
2940	unincorporated area of a county or that part of a municipality to which the county or
2941	municipality has indicated, in a resolution adopted under Section 17B-1-212, it will provide the

- 2942 requested service.
- 2943 (3) A petition may not propose the creation of a [local] special district whose area
 2944 includes:
- (a) some or all of an area described in a previously filed petition that, subject to
 Subsection 17B-1-202(4)(b):
- (i) proposes the creation of a [local] special district to provide the same service as
 proposed by the later filed petition; and
- 2949

(ii) is still pending at the time the later petition is filed; or

- (b) some or all of an area within a political subdivision that provides in that area the
 same service proposed to be provided by the proposed [local] special district.
- (4) A petition may not be filed more than 12 months after a county or municipal
 legislative body declines to provide the requested service under Subsection 17B-1-212(1) or is
 considered to have declined to provide the requested service under Subsection 17B-1-212(2) or
 (3).
- 2956

Section 40. Section **17B-1-209** is amended to read:

2957 **17B-1-209.** Petition certification -- Amended petition.

- (1) No later than five days after the day on which a petition is filed, the responsible
 clerk shall mail a copy of the petition to the clerk of each other county and the clerk or recorder
 of each municipality in which any part of the proposed [local] special district is located.
- (2) (a) No later than 35 days after the day on which a petition is filed, the clerk of each
 county whose unincorporated area includes and the clerk or recorder of each municipality
 whose boundaries include part of the proposed [local] special district shall:
- (i) with the assistance of other county or municipal officers from whom the county
 clerk or municipal clerk or recorder requests assistance, determine, for the clerk or recorder's
 respective county or municipality, whether the petition complies with the requirements of
 Subsection 17B-1-203(1)(a), (b), or (c), as the case may be, and Subsections 17B-1-208(2), (3),
 and (4); and
- 2969

(ii) notify the responsible clerk in writing of the clerk or recorder's determination under

2970	Subsection (2)(a)(i).
2971	(b) The responsible clerk may rely on the determinations of other county clerks or
2972	municipal clerks or recorders under Subsection (2)(a) in making the responsible clerk's
2973	determinations and certification or rejection under Subsection (3).
2974	(3) (a) Within 45 days after the filing of a petition, the responsible clerk shall:
2975	(i) determine whether the petition complies with Subsection 17B-1-203(1)(a), (b), or
2976	(c), as the case may be, Subsection 17B-1-205(1), and Section 17B-1-208; and
2977	(ii) (A) if the responsible clerk determines that the petition complies with the
2978	applicable requirements:
2979	(I) (Aa) certify the petition and deliver the certified petition to the responsible body;
2980	and
2981	(Bb) mail or deliver written notification of the certification to the contact sponsor; or
2982	(II) for each petition described in Subsection (3)(b)(i), deliver a copy of the petition to
2983	the legislative body of each county whose unincorporated area includes and each municipality
2984	whose boundaries include any of the proposed basic [local] special district, with a notice
2985	indicating that the clerk has determined that the petition complies with applicable
2986	requirements; or
2987	(B) if the responsible clerk determines that the petition fails to comply with any of the
2988	applicable requirements, reject the petition and notify the contact sponsor in writing of the
2989	rejection and the reasons for the rejection.
2990	(b) (i) A petition for which an election is not required under Subsection 17B-1-214(3)
2991	and that proposes the creation of a basic [local] special district that has within its boundaries
2992	fewer than one residential dwelling unit per 10 acres of land may not be certified without the
2993	approval, by resolution, of the legislative body of each county whose unincorporated area
2994	includes and each municipality whose boundaries include any of the proposed [local] special
2995	district.
2996	(ii) Before adopting a resolution giving its approval under Subsection (3)(b)(i), a

2997 county or municipal legislative body may hold one or more public hearings on the petition.

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- (iii) If a petition described in Subsection (3)(b)(i) is approved as provided in thatsubsection, the responsible clerk shall, within 10 days after its approval:
- 3000 (A) certify the petition and deliver the certified petition to the responsible body; and
- 3001 (B) mail or deliver written notification of the certification to the contact sponsor.

3002 (4) Except for a petition described in Subsection (3)(b)(i), if the responsible clerk fails
3003 to certify or reject a petition within 45 days after its filing, the petition shall be considered to be
3004 certified.

- 3005 (5) The responsible clerk shall certify or reject petitions in the order in which they are3006 filed.
- 3007 (6) (a) If the responsible clerk rejects a petition under Subsection (3)(a)(ii)(B), the
 3008 petition may be amended to correct the deficiencies for which it was rejected and then refiled.
- 3009 (b) A valid signature on a petition that was rejected under Subsection (3)(a)(ii)(B) may
 3010 be used toward fulfilling the applicable signature requirement of the petition as amended under
 3011 Subsection (6)(a).
- 3012 (c) If a petition is amended and refiled under Subsection (6)(a) after having been
 3013 rejected by the responsible clerk under Subsection (3)(a)(ii)(B), the amended petition shall be
 3014 considered as newly filed, and its processing priority shall be determined by the date on which
 3015 it is refiled.
- 3016 (7) The responsible clerk and each county clerk and municipal clerk or recorder shall3017 act in good faith in making the determinations under this section.
- 3018 Section 41. Section **17B-1-210** is amended to read:
- **17B-1-210.** Public hearing.
- (1) The legislative body of each county and municipality with which a request is filed
 or that adopts a resolution under Subsection 17B-1-203(1)(d) and the board of trustees of each
 [local] <u>special</u> district that adopts a resolution under Subsection 17B-1-203(1)(e) shall hold a
 public hearing or a set of public hearings, sufficient in number and location to ensure that no
 substantial group of residents of the proposed [local] <u>special</u> district need travel an
 unreasonable distance to attend a public hearing.

3026	(2) Each public hearing under Subsection (1) shall be held:
3027	(a) no later than 45 days after:
3028	(i) for a public hearing on a request, certification of a request under Subsection
3029	17B-1-206(1)(b)(i); or
3030	(ii) for a public hearing on a resolution, adoption of a resolution under Subsection
3031	17B-1-203(1)(d) or (e);
3032	(b) within the proposed [local] special district;
3033	(c) except as provided in Subsections (6) and (7), within the applicable area; and
3034	(d) for the purpose of:
3035	(i) for a public hearing on a request, allowing public input on:
3036	(A) whether the requested service is needed in the area of the proposed [local] special
3037	district;
3038	(B) whether the service should be provided by the county or municipality or the
3039	proposed [local] <u>special</u> district; and
3040	(C) all other matters relating to the request or the proposed [local] special district; or
3041	(ii) for a public hearing on a resolution, allowing the public to ask questions of and
3042	obtain further information from the governing body holding the hearing regarding the issues
3043	contained in or raised by the resolution.
3044	(3) A quorum of each governing body holding a public hearing under this section shall
3045	be present throughout each hearing held by that governing body.
3046	(4) Each hearing under this section shall be held on a weekday evening other than a
3047	holiday beginning no earlier than 6 p.m.
3048	(5) At the beginning and end of each hearing concerning a resolution, the governing
3049	body shall announce the deadline for filing protests and generally explain the protest procedure
3050	and requirements.
3051	(6) Two or more county or municipal legislative bodies may jointly hold a hearing or
3052	set of hearings required under this section if all the requirements of this section, other than the
3053	requirements of Subsection (2)(c), are met as to each hearing.

3054 (7) Notwithstanding Subsection (2)(c), a governing body may hold a public hearing or 3055 set of public hearings outside the applicable area if: 3056 (a) there is no reasonable place to hold a public hearing within the applicable area; and 3057 (b) the public hearing or set of public hearings is held as close to the applicable area as 3058 reasonably possible. 3059 Section 42. Section 17B-1-211 is amended to read: 3060 **17B-1-211.** Notice of public hearings -- Publication of resolution. (1) Before holding a public hearing or set of public hearings under Section 17B-1-210, 3061 the legislative body of each county or municipality with which a request is filed or that adopts a 3062 3063 resolution under Subsection 17B-1-203(1)(d) and the board of trustees of each [local] special district that adopts a resolution under Subsection 17B-1-203(1)(e) shall: 3064 3065 (a) (i) in accordance with Subsection (2), post at least one notice per 1,000 population of the applicable area and at places within the area that are most likely to provide actual notice 3066 3067 to residents of the area: and 3068 (ii) publish notice on the Utah Public Notice Website created in Section 63A-16-601, 3069 for two weeks before the hearing or the first of the set of hearings; or 3070 (b) mail a notice to each registered voter residing within and each owner of real property located within the proposed [local] special district. 3071 (2) Each notice required under Subsection (1) shall: 3072 3073 (a) if the hearing or set of hearings is concerning a resolution: 3074 (i) contain the entire text or an accurate summary of the resolution; and 3075 (ii) state the deadline for filing a protest against the creation of the proposed [local] 3076 special district; (b) clearly identify each governing body involved in the hearing or set of hearings; 3077 (c) state the date, time, and place for the hearing or set of hearings and the purposes for 3078 3079 the hearing or set of hearings; and 3080 (d) describe or include a map of the entire proposed [local] special district. 3081 (3) County or municipal legislative bodies may jointly provide the notice required

3082 under this section if all the requirements of this section are met as to each notice.

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Section 43. Section 17B-1-212 is amended to read:

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17B-1-212. Resolution indicating whether the requested service will be provided.

(1) (a) Within 60 days after the last hearing required under Section 17B-1-210
concerning a request, the legislative body of each county whose unincorporated area includes
and the legislative body of each municipality whose boundaries include any part of the
proposed [local] special district shall adopt a resolution indicating whether the county or
municipality will provide to the area of the proposed [local] special district within its
boundaries the service proposed to be provided by the proposed [local] special district.

3091 (b) If a county or municipality adopts a resolution indicating that the county or
3092 municipality will provide the service proposed to be provided by the proposed [local] <u>special</u>
3093 district under Subsection (1)(a), the resolution shall include a reasonable timeline for the
3094 county or municipality to begin providing the service.

3095 (2) If the legislative body of a county or municipality fails to adopt a resolution within 3096 the time provided under Subsection (1), the county or municipal legislative body shall be 3097 considered to have declined to provide the service requested and to have consented to the 3098 creation of the [local] special district.

3099 (3) If the county or municipality adopts a resolution under Subsection (1) indicating
3100 that it will provide the requested service but does not, within 120 days after the adoption of that
3101 resolution, take substantial measures to provide the requested service, the county or municipal
3102 legislative body shall be considered to have declined to provide the requested service.

3103 (4) Each county or municipality that adopts a resolution under Subsection (1)3104 indicating that it will provide the requested service:

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(a) shall diligently proceed to take all measures necessary to provide the service; and

(b) if the county or municipality fails to timely provide the requested service, the
county will be considered to have declined to provide the service and the creation of the [local]
<u>special</u> district may proceed accordingly.

3109 Section 44. Section **17B-1-213** is amended to read:

3110	17B-1-213. Protest after adoption of resolution Adoption of resolution
3111	approving creation for certain districts.
3112	(1) For purposes of this section, "adequate protests" means protests that are:
3113	(a) filed with the county clerk, municipal clerk or recorder, or [local] special district
3114	secretary or clerk, as the case may be, within 60 days after the last public hearing required
3115	under Section 17B-1-210; and
3116	(b) signed by:
3117	(i) the owners of private real property that:
3118	(A) is located within the proposed [local] special district;
3119	(B) covers at least 25% of the total private land area within the applicable area; and
3120	(C) is equal in value to at least 15% of the value of all private real property within the
3121	applicable area; or
3122	(ii) registered voters residing within the applicable area equal in number to at least 25%
3123	of the number of votes cast in the applicable area for the office of president of the United States
3124	at the most recent election prior to the adoption of the resolution.
3125	(2) An owner may withdraw a protest at any time before the expiration of the 60-day
3126	period described in Subsection (1)(a).
3127	(3) If adequate protests are filed, the governing body that adopted a resolution under
3128	Subsection 17B-1-203(1)(d) or (e):
3129	(a) may not:
3130	(i) hold or participate in an election under Subsection 17B-1-214(1) with respect to the
3131	applicable area;
3132	(ii) take any further action under the protested resolution to create a [local] special
3133	district or include the applicable area in a [local] special district; or
3134	(iii) for a period of two years, adopt a resolution under Subsection 17B-1-203(1)(d) or
3135	(e) proposing the creation of a [local] special district including substantially the same area as
3136	the applicable area and providing the same service as the proposed [local] special district in the
3137	protested resolution; and

3138	(b) shall, within five days after receiving adequate protests, mail or deliver written
3139	notification of the adequate protests to the responsible body.
3140	(4) Subsection (3)(a) may not be construed to prevent an election from being held for a
3141	proposed [local] special district whose boundaries do not include an applicable area that is the
3142	subject of adequate protests.
3143	(5) (a) If adequate protests are not filed with respect to a resolution proposing the
3144	creation of a [local] special district for which an election is not required under Subsection
3145	17B-1-214(3)(d), (e), (f), or (g), a resolution approving the creation of the [local] special
3146	district shall be adopted by:
3147	(i) (A) the legislative body of a county whose unincorporated area is included within
3148	the proposed [local] special district; and
3149	(B) the legislative body of a municipality whose area is included within the proposed
3150	[local] special district; or
3151	(ii) the board of trustees of the initiating [local] special district.
3152	(b) Each resolution adopted under Subsection (5)(a) shall:
3153	(i) describe the area included in the [local] special district;
3154	(ii) be accompanied by a map that shows the boundaries of the [local] special district;
3155	(iii) describe the service to be provided by the [local] special district;
3156	(iv) state the name of the [local] special district; and
3157	(v) provide a process for the appointment of the members of the initial board of
3158	trustees.
3159	Section 45. Section 17B-1-214 is amended to read:
3160	17B-1-214. Election Exceptions.
3161	(1) (a) Except as provided in Subsection (3) and in Subsection 17B-1-213(3)(a), an
3162	election on the question of whether the [local] special district should be created shall be held
3163	by:
3164	(i) if the proposed [local] special district is located entirely within a single county, the
3165	responsible clerk; or

3166	(ii) except as provided under Subsection (1)(b), if the proposed [local] special district
3167	is located within more than one county, the clerk of each county in which part of the proposed
3168	[local] special district is located, in cooperation with the responsible clerk.
3169	(b) Notwithstanding Subsection (1)(a)(ii), if the proposed [local] special district is
3170	located within more than one county and the only area of a county that is included within the
3171	proposed [local] special district is located within a single municipality, the election for that
3172	area shall be held by the municipal clerk or recorder, in cooperation with the responsible clerk.
3173	(2) Each election under Subsection (1) shall be held at the next special or regular
3174	general election date that is:
3175	(a) for an election pursuant to a property owner or registered voter petition, more than
3176	45 days after certification of the petition under Subsection 17B-1-209(3)(a); or
3177	(b) for an election pursuant to a resolution, more than 60 days after the latest hearing
3178	required under Section 17B-1-210.
3179	(3) The election requirement of Subsection (1) does not apply to:
3180	(a) a petition filed under Subsection $17B-1-203(1)(a)$ if it contains the signatures of the
3181	owners of private real property that:
3182	(i) is located within the proposed [local] special district;
3183	(ii) covers at least 67% of the total private land area within the proposed [local] special
3184	district as a whole and within each applicable area; and
3185	(iii) is equal in value to at least 50% of the value of all private real property within the
3186	proposed [local] special district as a whole and within each applicable area;
3187	(b) a petition filed under Subsection 17B-1-203(1)(b) if it contains the signatures of
3188	registered voters residing within the proposed [local] special district as a whole and within each
3189	applicable area, equal in number to at least 67% of the number of votes cast in the proposed
3190	[local] special district as a whole and in each applicable area, respectively, for the office of
3191	governor at the last general election prior to the filing of the petition;
3192	(c) a groundwater right owner petition filed under Subsection 17B-1-203(1)(c) if the
3193	petition contains the signatures of the owners of groundwater rights that:

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3194	(i) are diverted within the proposed [local] special district; and
3195	(ii) cover at least 67% of the total amount of groundwater diverted in accordance with
3196	groundwater rights within the proposed [local] special district as a whole and within each
3197	applicable area;
3198	(d) a resolution adopted under Subsection 17B-1-203(1)(d) on or after May 5, 2003,
3199	that proposes the creation of a [local] special district to provide fire protection, paramedic, and
3200	emergency services or law enforcement service, if the proposed [local] special district:
3201	(i) includes the unincorporated area, whether in whole or in part, of one or more
3202	counties; or
3203	(ii) consists of an area that:
3204	(A) has a boundary that is the same as the boundary of the municipality whose
3205	legislative body adopts the resolution proposing the creation of the [local] special district;
3206	(B) previously received fire protection, paramedic, and emergency services or law
3207	enforcement service from another [local] special district; and
3208	(C) may be withdrawn from the other [local] special district under Section 17B-1-505
3209	without an election because the withdrawal is pursuant to an agreement under Subsection
3210	17B-1-505(5)(a)(ii)(A) or (5)(b);
3211	(e) a resolution adopted under Subsection 17B-1-203(1)(d) or (e) if the resolution
3212	proposes the creation of a [local] special district that has no registered voters within its
3213	boundaries;
3214	(f) a resolution adopted under Subsection 17B-1-203(1)(d) on or after May 11, 2010,
3215	that proposes the creation of a [local] special district described in Subsection
3216	17B-1-202(1)(a)(xiii); or
3217	(g) a resolution adopted under Section 17B-2a-1105 to create a municipal services
3218	district.
3219	(4) (a) If the proposed [$\frac{1}{10}$ cal] special district is located in more than one county, the
3220	responsible clerk shall coordinate with the clerk of each other county and the clerk or recorder
3221	of each municipality involved in an election under Subsection (1) so that the election is held on

3222 the same date and in a consistent manner in each jurisdiction. 3223 (b) The clerk of each county and the clerk or recorder of each municipality involved in 3224 an election under Subsection (1) shall cooperate with the responsible clerk in holding the 3225 election. 3226 (c) Except as otherwise provided in this part, each election under Subsection (1) shall 3227 be governed by Title 20A, Election Code. 3228 Section 46. Section 17B-1-215 is amended to read: 3229 17B-1-215. Notice and plat to lieutenant governor -- Recording requirements --Certificate of incorporation -- Special district incorporated as specialized special district 3230 or basic special district -- Effective date. 3231 3232 (1) (a) Within the time specified in Subsection (1)(b), the responsible body shall file with the lieutenant governor: 3233 (i) a copy of a notice of an impending boundary action, as defined in Section 67-1a-6.5, 3234 3235 that meets the requirements of Subsection 67-1a-6.5(3); and (ii) a copy of an approved final local entity plat, as defined in Section 67-1a-6.5. 3236 (b) The responsible body shall file the documents listed in Subsection (1)(a) with the 3237 3238 lieutenant governor within 10 days after: 3239 (i) the canvass of an election under Section 17B-1-214, if a majority of those voting at the election within the proposed [local] special district as a whole vote in favor of the creation 3240 3241 of a [local] special district; 3242 (ii) certification of a petition as to which the election requirement of Subsection 17B-1-214(1) does not apply because of Subsection 17B-1-214(3)(a), (b), or (c); or 3243 3244 (iii) adoption of a resolution, under Subsection 17B-1-213(5) approving the creation of a [local] special district for which an election was not required under Subsection 3245 3246 17B-1-214(3)(d), (e), (f), or (g) by the legislative body of each county whose unincorporated 3247 area is included within and the legislative body of each municipality whose area is included within the proposed [local] special district, or by the board of trustees of the initiating [local] 3248 3249 special district.

3250	(2) Upon the lieutenant governor's issuance of a certificate of incorporation under
3251	Section 67-1a-6.5, the responsible body shall:
3252	(a) if the [local] special district is located within the boundary of a single county,
3253	submit to the recorder of that county:
3254	(i) the original:
3255	(A) notice of an impending boundary action;
3256	(B) certificate of incorporation; and
3257	(C) approved final local entity plat; and
3258	(ii) if applicable, a certified copy of each resolution adopted under Subsection
3259	17B-1-213(5); or
3260	(b) if the [local] special district is located within the boundaries of more than a single
3261	county:
3262	(i) submit to the recorder of one of those counties:
3263	(A) the original of the documents listed in Subsections (2)(a)(i)(A), (B), and (C); and
3264	(B) if applicable, a certified copy of each resolution adopted under Subsection
3265	17B-1-213(5); and
3266	(ii) submit to the recorder of each other county:
3267	(A) a certified copy of the documents listed in Subsection (2)(a)(i)(A), (B), and (C);
3268	and
3269	(B) if applicable, a certified copy of each resolution adopted under Subsection
3270	17B-1-213(5).
3271	(3) The area of each [local] special district consists of:
3272	(a) if an election was held under Section 17B-1-214, the area of the new [local] special
3273	district as approved at the election;
3274	(b) if an election was not required because of Subsection 17B-1-214(3)(a), (b), or (c),
3275	the area of the proposed [local] special district as described in the petition; or
3276	(c) if an election was not required because of Subsection 17B-1-214(3)(d), (e), (f), or
3277	(g), the area of the new [local] special district as described in the resolution adopted under

3278	Subsection 17B-1-213(5).
3279	(4) (a) Upon the lieutenant governor's issuance of the certificate of incorporation under
3280	Section 67-1a-6.5, the [local] special district is created and incorporated as:
3281	(i) the type of specialized [local] special district that was specified in the petition under
3282	Subsection 17B-1-203(1)(a), (b), or (c) or resolution under Subsection 17B-1-203(1)(d) or (e),
3283	if the petition or resolution proposed the creation of a specialized [local] special district; or
3284	(ii) a basic [local] special district, if the petition or resolution did not propose the
3285	creation of a specialized [local] special district.
3286	(b) (i) The effective date of a [local] special district's incorporation for purposes of
3287	assessing property within the [local] special district is governed by Section 59-2-305.5.
3288	(ii) Until the documents listed in Subsection (2) are recorded in the office of the
3289	recorder of each county in which the property is located, a newly incorporated [local] special
3290	district may not:
3291	(A) levy or collect a property tax on property within the [local] special district;
3292	(B) levy or collect an assessment on property within the [local] special district; or
3293	(C) charge or collect a fee for service provided to property within the [local] special
3294	district.
3295	Section 47. Section 17B-1-216 is amended to read:
3296	17B-1-216. Costs and expenses of creating a special district.
3297	(1) Except as provided in Subsection (2), each county whose unincorporated area
3298	includes and each municipality whose boundaries include some or all of the proposed [local]
3299	special district shall bear their respective costs and expenses associated with the procedure
3300	under this part for creating a [local] special district.
3301	(2) Within a year after its creation, each [local] special district shall reimburse the costs
3302	and expenses associated with the preparation, certification, and recording of the approved final
3303	local entity plat of the [local] special district and accompanying documents under Section
3304	17B-1-215.
3305	Section 48. Section 17B-1-217 is amended to read:

3306	17B-1-217. Activity required Dissolution Conclusive presumption regarding
3307	creation and existence.
3308	(1) A [local] special district that is not engaged in one or more of the following
3309	activities, services, or duties is subject to dissolution in accordance with Subsections (5) and
3310	(6):
3311	(a) levying and collecting a tax;
3312	(b) providing a commodity or service;
3313	(c) collecting a fee or charging an assessment for a commodity, service, facility, or
3314	improvement provided by the [local] special district;
3315	(d) undertaking planning necessary for the provision of a commodity, service, facility,
3316	or improvement as reflected in a written study or report;
3317	(e) acquiring or maintaining property or an easement necessary for a service, facility, or
3318	improvement to be provided by the [local] special district in accordance with a general or
3319	master plan adopted by the district;
3320	(f) constructing, installing, maintaining, owning, or operating infrastructure for the
3321	provision of a commodity, service, facility, or improvement; or
3322	(g) legally incurring debt, contracting, or otherwise being obligated to provide a
3323	commodity, service, facility, or improvement within a reasonable period of time.
3324	(2) For a [local] special district created after May 14, 2013, the [local] special district
3325	shall file with the state auditor a written certification:
3326	(a) declaring that the district is engaged in an activity, service, or duty described in
3327	Subsection (1);
3328	(b) identifying the activity in which the [local] special district is engaged; and
3329	(c) no later than five years after the date on which a [local] special district is created as
3330	reflected in the certificate of incorporation issued by the lieutenant governor under Section
3331	67-1a-6.5.
3332	(3) (a) The state auditor shall send a deficiency notice in accordance with Subsection
3333	(3)(c) if:

3334	(i) a [local] <u>special</u> district fails to deliver a certification in accordance with Subsection
3335	(2); or
3336	(ii) the state auditor determines that, subject to Subsection (3)(b), a [local] special
3337	district created after January 1, 2005, and before May 15, 2013, is not engaged in an activity,
3338	service, or duty required under Subsection (1) within five years after the date on which the
3339	[local] special district is created as reflected in the certificate of incorporation issued by the
3340	lieutenant governor under Section 67-1a-6.5 or thereafter.
3341	(b) The state auditor shall make a determination described in Subsection (3)(a)(ii)
3342	based on:
3343	(i) the [local] special district's failure to file a required annual financial report with the
3344	state auditor in accordance with Section 17B-1-639; or
3345	(ii) subject to Subsection (7), other credible information related to Subsection (1).
3346	(c) (i) The state auditor shall send the deficiency notice to the [local] special district
3347	and the Utah Association of Special Districts.
3348	(ii) The deficiency notice shall state that the [local] special district is required to file
3349	with the state auditor a written certification:
3350	(A) declaring that the district was and continues to be engaged in an activity, service,
3351	or duty described in Subsection (1) prior to the date of the deficiency notice; and
3352	(B) identifying the activity, service, or duty in which the [local] special district is
3353	engaged.
3354	(4) If within four months of receiving a deficiency notice, a [local] special district fails
3355	to file a written certification with the state auditor in accordance with Subsection (2) or
3356	(3)(c)(ii), the state auditor shall, in writing:
3357	(a) notify the lieutenant governor that the [local] special district has failed to meet the
3358	requirements of this section and specify the reason for the district's failure; and
3359	(b) request that the lieutenant governor dissolve the [local] special district in
3360	accordance with Subsections (5) and (6).
3361	(5) If the lieutenant governor receives a request to dissolve a [local] special district

3362	from the state auditor in accordance with Subsection (4), the lieutenant governor shall:
3363	(a) issue a certification of dissolution under Section $67-1a-6.5$; and
3364	(b) send a copy of the certification of dissolution to:
3365	(i) the state auditor;
3366	(ii) the State Tax Commission;
3367	(iii) the recorder of the county in which the [local] special district is located, or, if the
3368	[local] special district is located in more than one county, the recorder of each county in which
3369	the [local] special district is located;
3370	(iv) the last known address of the [local] special district; and
3371	(v) the Utah Association of Special Districts.
3372	(6) A [local] special district identified in a certification of dissolution is dissolved:
3373	(a) upon recordation of the certification by the county recorder; or
3374	(b) if the [local] special district is located within more than one county, upon
3375	recordation of the certification by the county recorder of the last county to record.
3376	(7) Notwithstanding any other provision of law, a [local] special district shall be
3377	conclusively presumed to have been lawfully created, existing, and active if for two years
3378	following the district's creation under Subsection 17B-1-215(4):
3379	(a) the district has:
3380	(i) levied and collected a tax; or
3381	(ii) collected a fee, charge, or assessment for a commodity, service, facility, or
3382	improvement provided by the district; and
3383	(b) no challenge has been filed in court to the existence or creation of the district.
3384	Section 49. Section 17B-1-301 is amended to read:
3385	17B-1-301. Board of trustees duties and powers.
3386	(1) (a) Each [local] special district shall be governed by a board of trustees which shall
3387	manage and conduct the business and affairs of the district and shall determine all questions of
3388	district policy.
3389	(b) All powers of a [local] special district are exercised through the board of trustees.

3390	(2) The board of trustees may:
3391	(a) fix the location of the [local] special district's principal place of business and the
3392	location of all offices and departments, if any;
3393	(b) fix the times of meetings of the board of trustees;
3394	(c) select and use an official district seal;
3395	(d) subject to Subsections (3) and (4), employ employees and agents, or delegate to
3396	district officers power to employ employees and agents, for the operation of the [local] special
3397	district and its properties and prescribe or delegate to district officers the power to prescribe the
3398	duties, compensation, and terms and conditions of employment of those employees and agents;
3399	(e) require district officers and employees charged with the handling of district funds to
3400	provide surety bonds in an amount set by the board or provide a blanket surety bond to cover
3401	officers and employees;
3402	(f) contract for or employ professionals to perform work or services for the [local]
3403	special district that cannot satisfactorily be performed by the officers or employees of the
3404	district;
3405	(g) through counsel, prosecute on behalf of or defend the [local] special district in all
3406	court actions or other proceedings in which the district is a party or is otherwise involved;
3407	(h) adopt bylaws for the orderly functioning of the board;
3408	(i) adopt and enforce rules and regulations for the orderly operation of the [local]
3409	special district or for carrying out the district's purposes;
3410	(j) prescribe a system of civil service for district employees;
3411	(k) on behalf of the [local] special district, enter into contracts that the board considers
3412	to be for the benefit of the district;
3413	(1) acquire, construct or cause to be constructed, operate, occupy, control, and use
3414	buildings, works, or other facilities for carrying out the purposes of the [local] special district;
3415	(m) on behalf of the [local] special district, acquire, use, hold, manage, occupy, and
3416	possess property necessary to carry out the purposes of the district, dispose of property when
3417	the board considers it appropriate, and institute and maintain in the name of the district any

3418	action or proceeding to enforce, maintain, protect, or preserve rights or privileges associated
3419	with district property;
3420	(n) delegate to a district officer the exercise of a district duty; and
3421	(o) exercise all powers and perform all functions in the operation of the [local] special
3422	district and its properties as are ordinarily exercised by the governing body of a political
3423	subdivision of the state and as are necessary to accomplish the purposes of the district.
3424	(3) (a) As used in this Subsection (3), "interim vacancy period" means:
3425	(i) if any member of the [local] special district board is elected, the period of time that:
3426	(A) begins on the day on which an election is held to elect a [local] special district
3427	board member; and
3428	(B) ends on the day on which the [local] special district board member-elect begins the
3429	member's term; or
3430	(ii) if any member of the [local] special district board is appointed, the period of time
3431	that:
3432	(A) begins on the day on which an appointing authority posts a notice of vacancy in
3433	accordance with Section 17B-1-304; and
3434	(B) ends on the day on which the person who is appointed by the [local] special district
3435	board to fill the vacancy begins the person's term.
3436	(b) (i) The [local] special district may not hire during an interim vacancy period a
3437	manager, a chief executive officer, a chief administrative officer, an executive director, or a
3438	similar position to perform executive and administrative duties or functions.
3439	(ii) Notwithstanding Subsection (3)(b)(i):
3440	(A) the [local] special district may hire an interim manager, a chief executive officer, a
3441	chief administrative officer, an executive director, or a similar position during an interim
3442	vacancy period; and
3443	(B) the interim manager's, chief executive officer's, chief administrative officer's, or
3444	similar position's employment shall terminate once a new manager, chief executive officer,

3446	after the interim vacancy period has ended.
3447	(c) Subsection (3)(b) does not apply if:
3448	(i) all the elected [local] special district board members who held office on the day of
3449	the election for the [local] special district board members, whose term of office was vacant for
3450	the election are re-elected to the [local] special district board; and
3451	(ii) all the appointed [local] special district board members who were appointed whose
3452	term of appointment was expiring are re-appointed to the [local] special district board.
3453	(4) A [local] special district board that hires an interim manager, a chief executive
3454	officer, a chief administrative officer, an executive director, or a similar position in accordance
3455	with this section may not, on or after May 10, 2011, enter into an employment contract that
3456	contains an automatic renewal provision with the interim manager, chief executive officer,
3457	chief administrative officer, executive director, or similar position.
3458	Section 50. Section 17B-1-302 is amended to read:
3459	17B-1-302. Board member qualifications Number of board members.
3460	(1) Except as provided in Section 17B-2a-905, each member of a [local] special district
3461	board of trustees shall be:
3462	(a) a registered voter at the location of the member's residence; and
3463	(b) except as otherwise provided in Subsection (2) or (3), a resident within:
3464	(i) the boundaries of the [local] special district; and
3465	(ii) if applicable, the boundaries of the division of the [local] special district from
3466	which the member is elected or appointed.
3467	(2) (a) As used in this Subsection (2):
3468	(i) "Proportional number" means the number of members of a board of trustees that
3469	bears, as close as mathematically possible, the same proportion to all members of the board that
3470	the number of seasonally occupied homes bears to all residences within the district that receive
3471	service from the district.
3472	(ii) "Seasonally occupied home" means a single-family residence:
3473	(A) that is located within the $[local]$ special district;

3474 (B) that receives service from the [local] special district; and

3475 (C) whose owner does not reside permanently at the residence but may occupy the3476 residence on a temporary or seasonal basis.

(b) If over 50% of the residences within a [local] special district that receive service
from the [local] special district are seasonally occupied homes, the requirement under
Subsection (1)(b) is replaced, for a proportional number of members of the board of trustees,
with the requirement that the member be an owner of land, or an agent or officer of the owner
of land, that:

3482 (i) receives service from the district; and

3483 (ii) is located within the [local] special district and, if applicable, the division from
3484 which the member is elected.

(3) (a) For a board of trustees member in a basic [local] special district, or in any other type of [local] special district that is located solely within a county of the fourth, fifth, or sixth class, that has within the district's boundaries fewer than one residential dwelling unit per 10 acres of land, the requirement under Subsection (1)(b) may be replaced by the requirement that the member be a resident within the boundaries of the [local] special district, or that the member be an owner of land within the [local] special district that receives service from the district or an agent or officer of the owner.

(b) A member of the board of trustees of a service area described in Subsection
17B-2a-905(2)(a) or (3)(a), who is an elected official of the county appointing the individual, is
not subject to the requirements described in Subsection (1)(b) if the elected official was elected
at large by the voters of the county.

(c) Notwithstanding Subsection (1)(b) and except as provided in Subsection (3)(d), the
county legislative body may appoint to the [local] special district board one of the county
legislative body's own members, regardless of whether the member resides within the
boundaries described in Subsection (1)(b), if:

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(i) the county legislative body satisfies the procedures to fill a vacancy described in:

3501 (A) for the appointment of a new board member, Subsections 17B-1-304(2) and (3); or

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- 3502 (B) for an appointment to fill a midterm vacancy, Subsection 20A-1-512(1)(a)(ii) or 3503 Subsection 20A-1-512(2); 3504 (ii) fewer qualified candidates timely file to be considered for appointment to the 3505 [local] special district board than are necessary to fill the board; (iii) the county legislative body appoints each of the qualified candidates who timely 3506 3507 filed to be considered for appointment to the board; and 3508 (iv) the county legislative body appoints a member of the body to the [local] special 3509 district board, in accordance with Subsection 17B-1-304(6) or Subsection 20A-1-512(1)(c), 3510 who was: 3511 (A) elected at large by the voters of the county; (B) elected from a division of the county that includes more than 50% of the 3512 3513 geographic area of the [local] special district; or 3514 elected from a division of the county that includes more than 50% of the geographic area of the 3515 3516 division of the [local] special district in which there is a board vacancy. 3517 (d) If it is necessary to reconstitute the board of trustees of a [local] special district located solely within a county of the fourth, fifth, or sixth class because the term of a majority 3518 3519 of the members of the board has expired without new trustees having been elected or appointed 3520 as required by law, even if sufficient qualified candidates timely file to be considered for a 3521 vacancy on the board, the county legislative body may appoint to the [local] special district board no more than one of the county legislative body's own members who does not satisfy the 3522 3523 requirements of Subsection (1). 3524 (4) (a) Except as otherwise provided by statute, the number of members of each board 3525 of trustees of a [local] special district that has nine or fewer members shall have an odd number
- 3526 of members that is no fewer than three.
- 3527 (b) If a board of trustees of a [local] special district has more than nine members, the
 3528 number of members may be odd or even.
- 3529

(5) For a newly created [local] special district, the number of members of the initial

3530	board of trustees shall be the number specified:
3531	(a) for a [local] special district whose creation was initiated by a petition under
3532	Subsection 17B-1-203(1)(a), (b), or (c), in the petition; or
3533	(b) for a [local] special district whose creation was initiated by a resolution under
3534	Subsection 17B-1-203(1)(d) or (e), in the resolution.
3535	(6) (a) For an existing [local] special district, the number of members of the board of
3536	trustees may be changed by a two-thirds vote of the board of trustees.
3537	(b) No change in the number of members of a board of trustees under Subsection (6)(a)
3538	may:
3539	(i) violate Subsection (4); or
3540	(ii) serve to shorten the term of any member of the board.
3541	Section 51. Section 17B-1-303 is amended to read:
3542	17B-1-303. Term of board of trustees members Oath of office Bond Notice
3543	of board member contact information.
3544	(1) (a) Except as provided in Subsections (1)(b), (c), (d), and (e), the term of each
3545	member of a board of trustees begins at noon on the January 1 following the member's election
3546	or appointment.
3547	(b) The term of each member of the initial board of trustees of a newly created [local]
3548	special district begins:
3549	(i) upon appointment, for an appointed member; and
3550	(ii) upon the member taking the oath of office after the canvass of the election at which
3551	the member is elected, for an elected member.
3552	(c) The term of each water conservancy district board member whom the governor
3553	appoints in accordance with Subsection 17B-2a-1005(2)(c):
3554	(i) begins on the later of the following:
3555	(A) the date on which the Senate consents to the appointment; or
3556	(B) the expiration date of the prior term; and
3557	(ii) ends on the February 1 that is approximately four years after the date described in

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3558 Subsection (1)(c)(i)(A) or (B).

3559 (d) The term of a member of a board of trustees whom an appointing authority appoints3560 in accordance with Subsection (5)(b) begins upon the member taking the oath of office.

(e) If the member of the board of trustees fails to assume or qualify for office on
January 1 for any reason, the term begins on the date the member assumes or qualifies for
office.

(2) (a) (i) Except as provided in Subsection (8), and subject to Subsections (2)(a)(ii)
and (iii), the term of each member of a board of trustees is four years, except that
approximately half the members of the initial board of trustees, chosen by lot, shall serve a
two-year term so that the term of approximately half the board members expires every two
years.

(ii) If the terms of members of the initial board of trustees of a newly created [local]
special district do not begin on January 1 because of application of Subsection (1)(b), the terms
of those members shall be adjusted as necessary, subject to Subsection (2)(a)(iii), to result in
the terms of their successors complying with:

3573 (A) the requirement under Subsection (1)(a) for a term to begin on January 1 following3574 a member's election or appointment; and

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(B) the requirement under Subsection (2)(a)(i) that terms be four years.

(iii) If the term of a member of a board of trustees does not begin on January 1 because of the application of Subsection (1)(e), the term is shortened as necessary to result in the term complying with the requirement under Subsection (1)(a) that the successor member's term, regardless of whether the incumbent is the successor, begins at noon on January 1 following the successor member's election or appointment.

3581 (iv) An adjustment under Subsection (2)(a)(ii) may not add more than a year to or 3582 subtract more than a year from a member's term.

3583 (b) Each board of trustees member shall serve until a successor is duly elected or 3584 appointed and qualified, unless the member earlier is removed from office or resigns or 3585 otherwise leaves office.

3586	(c) If a member of a board of trustees no longer meets the qualifications of Subsection
3587	17B-1-302(1), (2), or (3), or if the member's term expires without a duly elected or appointed
3588	successor:
3589	(i) the member's position is considered vacant, subject to Subsection (2)(c)(ii); and
3590	(ii) the member may continue to serve until a successor is duly elected or appointed
3591	and qualified.
3592	(3) (a) (i) Before entering upon the duties of office, each member of a board of trustees
3593	shall take the oath of office specified in Utah Constitution, Article IV, Section 10.
3594	(ii) A judge, county clerk, notary public, or the [local] special district clerk may
3595	administer an oath of office.
3596	(b) The member of the board of trustees taking the oath of office shall file the oath of
3597	office with the clerk of the [local] special district.
3598	(c) The failure of a board of trustees member to take the oath under Subsection (3)(a)
3599	does not invalidate any official act of that member.
3600	(4) A board of trustees member may serve any number of terms.
3601	(5) (a) Except as provided in Subsection (6), each midterm vacancy in a board of
3602	trustees position is filled in accordance with Section 20A-1-512.
3603	(b) When the number of members of a board of trustees increases in accordance with
3604	Subsection 17B-1-302(6), the appointing authority may appoint an individual to fill a new
3605	board of trustees position in accordance with Section 17B-1-304 or 20A-1-512.
3606	(6) (a) [For purposes of] <u>As used in</u> this Subsection (6):
3607	(i) "Appointed official" means a person who:
3608	(A) is appointed as a member of a [local] special district board of trustees by a county
3609	or municipality that is entitled to appoint a member to the board; and
3610	(B) holds an elected position with the appointing county or municipality.
3611	(ii) "Appointing entity" means the county or municipality that appointed the appointed
3612	official to the board of trustees.
3613	(b) The board of trustees shall declare a midterm vacancy for the board position held

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3614 by an appointed official if: 3615 (i) during the appointed official's term on the board of trustees, the appointed official 3616 ceases to hold the elected position with the appointing entity; and 3617 (ii) the appointing entity submits a written request to the board to declare the vacancy. 3618 (c) Upon the board's declaring a midterm vacancy under Subsection (6)(b), the 3619 appointing entity shall appoint another person to fill the remaining unexpired term on the board 3620 of trustees. (7) (a) A member of a board of trustees shall obtain a fidelity bond or obtain theft or 3621 3622 crime insurance for the faithful performance of the member's duties, in the amount and with the 3623 sureties or with an insurance company that the board of trustees prescribes. 3624 (b) The [local] special district: 3625 (i) may assist the board of trustees in obtaining a fidelity bond or obtaining theft or 3626 crime insurance as a group or for members individually; and (ii) shall pay the cost of each fidelity bond or insurance coverage required under this 3627 3628 Subsection (7). 3629 (8) (a) The lieutenant governor may extend the term of an elected district board 3630 member by one year in order to compensate for a change in the election year under Subsection 3631 17B-1-306(14). 3632 (b) When the number of members of a board of trustees increases in accordance with Subsection 17B-1-302(6), to ensure that the term of approximately half of the board members 3633 expires every two years in accordance with Subsection (2)(a): 3634 3635 (i) the board shall set shorter terms for approximately half of the new board members, 3636 chosen by lot; and 3637 (ii) the initial term of a new board member position may be less than two or four years. 3638 (9) (a) A [local] special district shall: 3639 (i) post on the Utah Public Notice Website created in Section 63A-16-601 the name, 3640 phone number, and email address of each member of the [local] special district's board of 3641 trustees:

3642	(ii) update the information described in Subsection (9)(a)(i) when:
3643	(A) the membership of the board of trustees changes; or
3644	(B) a member of the board of trustees' phone number or email address changes; and
3645	(iii) post any update required under Subsection (9)(a)(ii) within 30 days after the date
3646	on which the change requiring the update occurs.
3647	(b) This Subsection (9) applies regardless of whether the county or municipal
3648	legislative body also serves as the board of trustees of the [local] special district.
3649	Section 52. Section 17B-1-304 is amended to read:
3650	17B-1-304. Appointment procedures for appointed members.
3651	(1) The appointing authority may, by resolution, appoint persons to serve as members
3652	of a [local] special district board by following the procedures established by this section.
3653	(2) (a) In any calendar year when appointment of a new [local] special district board
3654	member is required, the appointing authority shall prepare a notice of vacancy that contains:
3655	(i) the positions that are vacant that shall be filled by appointment;
3656	(ii) the qualifications required to be appointed to those positions;
3657	(iii) the procedures for appointment that the governing body will follow in making
3658	those appointments; and
3659	(iv) the person to be contacted and any deadlines that a person shall meet who wishes
3660	to be considered for appointment to those positions.
3661	(b) The appointing authority shall:
3662	(i) post the notice of vacancy in four public places within the [local] special district at
3663	least one month before the deadline for accepting nominees for appointment; and
3664	(ii) post the notice of vacancy on the Utah Public Notice Website, created in Section
3665	63A-16-601, for five days before the deadline for accepting nominees for appointment.
3666	(c) The appointing authority may bill the [local] special district for the cost of
3667	preparing, printing, and publishing the notice.
3668	(3) (a) After the appointing authority is notified of a vacancy and has satisfied the
3669	requirements described in Subsection (2), the appointing authority shall select a person to fill

3670 the vacancy from the applicants who meet the qualifications established by law.

3671 (b) The appointing authority shall:

3672 (i) comply with Title 52, Chapter 4, Open and Public Meetings Act, in making the3673 appointment;

3674 (ii) allow any interested persons to be heard; and

3675 (iii) adopt a resolution appointing a person to the [local] special district board.

3676 (c) If no candidate for appointment to fill the vacancy receives a majority vote of the
3677 appointing authority, the appointing authority shall select the appointee from the two top
3678 candidates by lot.

3679 (4) Persons appointed to serve as members of the [local] special district board serve
3680 four-year terms, but may be removed for cause at any time after a hearing by two-thirds vote of
3681 the appointing body.

3682 (5) (a) At the end of each board member's term, the position is considered vacant, and,
after following the appointment procedures established in this section, the appointing authority
may either reappoint the incumbent board member or appoint a new member.

3685 (b) Notwithstanding Subsection (5)(a), a board member may continue to serve until a
3686 successor is elected or appointed and qualified in accordance with Subsection 17B-1-303(2)(b).

3687 (6) Notwithstanding any other provision of this section, if the appointing authority
3688 appoints one of its own members and that member meets all applicable statutory board member
3689 qualifications, the appointing authority need not comply with Subsection (2) or (3).

3690 Section 53. Section 17B-1-305 is amended to read:

3691 **17B-1-305.** Notice of offices to be filled.

3692 On or before February 1 of each election year in which board members of a [local] 3693 <u>special</u> district are elected, the board of each [local] <u>special</u> district required to participate in an 3694 election that year shall prepare and transmit to the clerk of each county in which any part of the 3695 district is located a written notice that:

3696

(1) designates the offices to be filled at that year's election; and

3697 (2) identifies the dates for filing a declaration of candidacy for those offices.

3698	Section 54. Section 17B-1-306 is amended to read:
3699	17B-1-306. Special district board Election procedures.
3700	(1) Except as provided in Subsection (12), each elected board member shall be selected
3701	as provided in this section.
3702	(2) (a) Each election of a [local] special district board member shall be held:
3703	(i) at the same time as the municipal general election or the regular general election, as
3704	applicable; and
3705	(ii) at polling places designated by the [local] special district board in consultation with
3706	the county clerk for each county in which the [local] special district is located, which polling
3707	places shall coincide with municipal general election or regular general election polling places,
3708	as applicable, whenever feasible.
3709	(b) The [local] special district board, in consultation with the county clerk, may
3710	consolidate two or more polling places to enable voters from more than one district to vote at
3711	one consolidated polling place.
3712	(c) (i) Subject to Subsections (5)(h) and (i), the number of polling places under
3713	Subsection (2)(a)(ii) in an election of board members of an irrigation district shall be one
3714	polling place per division of the district, designated by the district board.
3715	(ii) Each polling place designated by an irrigation district board under Subsection
3716	(2)(c)(i) shall coincide with a polling place designated by the county clerk under Subsection
3717	(2)(a)(ii).
3718	(3) The clerk of each [local] special district with a board member position to be filled
3719	at the next municipal general election or regular general election, as applicable, shall provide
3720	notice of:
3721	(a) each elective position of the [local] special district to be filled at the next municipal
3722	general election or regular general election, as applicable;
3723	(b) the constitutional and statutory qualifications for each position; and
3724	(c) the dates and times for filing a declaration of candidacy.
3725	(4) The clerk of the [local] special district shall publish the notice described in

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3726 Subsection (3):

- 3727 (a) by posting the notice on the Utah Public Notice Website created in Section
- 3728 63A-16-601, for 10 days before the first day for filing a declaration of candidacy;
- (b) by posting the notice in at least five public places within the [local] special district
 at least 10 days before the first day for filing a declaration of candidacy; and
- 3731 (c) if the [local] special district has a website, on the [local] special district's website
 3732 for 10 days before the first day for filing a declaration of candidacy.
- (5) (a) Except as provided in Subsection (5)(c), to become a candidate for an elective
 [local] special district board position, an individual shall file a declaration of candidacy in
 person with an official designated by the [local] special district within the candidate filing
 period for the applicable election year in which the election for the [local] special district board
 is held and:
- (i) during the [local] special district's standard office hours, if the standard office hours
 provide at least three consecutive office hours each day during the candidate filing period that
 is not a holiday or weekend; or
- (ii) if the standard office hours of a [local] special district do not provide at least three
 consecutive office hours each day, a three-hour consecutive time period each day designated by
 the [local] special district during the candidate filing period that is not a holiday or weekend.
- (b) When the candidate filing deadline falls on a Saturday, Sunday, or holiday, the
 filing time shall be extended until the close of normal office hours on the following regular
 business day.
- 3747 (c) Subject to Subsection (5)(f), an individual may designate an agent to file a
 3748 declaration of candidacy with the official designated by the [local] special district if:
- 3749

(i) the individual is located outside of the state during the entire filing period;

- 3750 (ii) the designated agent appears in person before the official designated by the [local]
 3751 <u>special</u> district; and
- 3752 (iii) the individual communicates with the official designated by the [local] special
 3753 district using an electronic device that allows the individual and official to see and hear each

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3754	other.
3755	(d) (i) Before the filing officer may accept any declaration of candidacy from an
3756	individual, the filing officer shall:
3757	(A) read to the individual the constitutional and statutory qualification requirements for
3758	the office that the individual is seeking; and
3759	(B) require the individual to state whether the individual meets those requirements.
3760	(ii) If the individual does not meet the qualification requirements for the office, the
3761	filing officer may not accept the individual's declaration of candidacy.
3762	(iii) If it appears that the individual meets the requirements of candidacy, the filing
3763	officer shall accept the individual's declaration of candidacy.
3764	(e) The declaration of candidacy shall be in substantially the following form:
3765	"I, (print name), being first duly sworn, say that I reside at (Street)
3766	, City of, County of, state of Utah, (Zip
3767	Code), (Telephone Number, if any); that I meet the qualifications for the
3768	office of board of trustees member for (state the name of the
3768 3769	office of board of trustees member for (state the name of the [local] special district); that I am a candidate for that office to be voted upon at the next
3769	[local] special district); that I am a candidate for that office to be voted upon at the next
3769 3770	[local] special district); that I am a candidate for that office to be voted upon at the next election; and that, if filing via a designated agent, I will be out of the state of Utah during the
3769 3770 3771	[local] special district); that I am a candidate for that office to be voted upon at the next election; and that, if filing via a designated agent, I will be out of the state of Utah during the entire candidate filing period, and I hereby request that my name be printed upon the official
3769 3770 3771 3772	[local] special district); that I am a candidate for that office to be voted upon at the next election; and that, if filing via a designated agent, I will be out of the state of Utah during the entire candidate filing period, and I hereby request that my name be printed upon the official ballot for that election.
 3769 3770 3771 3772 3773 	[local] special district); that I am a candidate for that office to be voted upon at the next election; and that, if filing via a designated agent, I will be out of the state of Utah during the entire candidate filing period, and I hereby request that my name be printed upon the official ballot for that election. (Signed)
 3769 3770 3771 3772 3773 3774 	[local] special district); that I am a candidate for that office to be voted upon at the next election; and that, if filing via a designated agent, I will be out of the state of Utah during the entire candidate filing period, and I hereby request that my name be printed upon the official ballot for that election. (Signed) Subscribed and sworn to (or affirmed) before me by on this day
 3769 3770 3771 3772 3773 3774 3775 	[local] special district); that I am a candidate for that office to be voted upon at the next election; and that, if filing via a designated agent, I will be out of the state of Utah during the entire candidate filing period, and I hereby request that my name be printed upon the official ballot for that election. (Signed)
 3769 3770 3771 3772 3773 3774 3775 3776 	[local] special district); that I am a candidate for that office to be voted upon at the next election; and that, if filing via a designated agent, I will be out of the state of Utah during the entire candidate filing period, and I hereby request that my name be printed upon the official ballot for that election. (Signed)
 3769 3770 3771 3772 3773 3774 3775 3776 3777 	[local] special district); that I am a candidate for that office to be voted upon at the next election; and that, if filing via a designated agent, I will be out of the state of Utah during the entire candidate filing period, and I hereby request that my name be printed upon the official ballot for that election. (Signed)
 3769 3770 3771 3772 3773 3774 3775 3776 3777 3778 	[local] special district); that I am a candidate for that office to be voted upon at the next election; and that, if filing via a designated agent, I will be out of the state of Utah during the entire candidate filing period, and I hereby request that my name be printed upon the official ballot for that election. (Signed)

3782	(h) If at least one individual does not file a declaration of candidacy as required by this
3783	section, an individual shall be appointed to fill that board position in accordance with the
3784	appointment provisions of Section 20A-1-512.
3785	(i) If only one candidate files a declaration of candidacy and there is no write-in
3786	candidate who complies with Section 20A-9-601, the board, in accordance with Section
3787	20A-1-206, may:
3788	(i) consider the candidate to be elected to the position; and
3789	(ii) cancel the election.
3790	(6) (a) A primary election may be held if:
3791	(i) the election is authorized by the [local] special district board; and
3792	(ii) the number of candidates for a particular local board position or office exceeds
3793	twice the number of persons needed to fill that position or office.
3794	(b) The primary election shall be conducted:
3795	(i) on the same date as the municipal primary election or the regular primary election,
3796	as applicable; and
3797	(ii) according to the procedures for primary elections provided under Title 20A,
3798	Election Code.
3799	(7) (a) Except as provided in Subsection (7)(c), within one business day after the
3800	deadline for filing a declaration of candidacy, the [local] special district clerk shall certify the
3801	candidate names to the clerk of each county in which the [local] special district is located.
3802	(b) (i) Except as provided in Subsection (7)(c) and in accordance with Section
3803	20A-6-305, the clerk of each county in which the [local] special district is located and the
3804	[local] special district clerk shall coordinate the placement of the name of each candidate for
3805	[local] special district office in the nonpartisan section of the ballot with the appropriate
3806	election officer.
3807	(ii) If consolidation of the [local] special district election ballot with the municipal
3808	general election ballot or the regular general election ballot, as applicable, is not feasible, the
3809	[local] special district board of trustees, in consultation with the county clerk, shall provide for

3810	a separate [local] special district election ballot to be administered by poll workers at polling
3811	places designated under Subsection (2).
3812	(c) (i) Subsections (7)(a) and (b) do not apply to an election of a member of the board
3813	of an irrigation district established under Chapter 2a, Part 5, Irrigation District Act.
3814	(ii) (A) Subject to Subsection (7)(c)(ii)(B), the board of each irrigation district shall
3815	prescribe the form of the ballot for each board member election.
3816	(B) Each ballot for an election of an irrigation district board member shall be in a
3817	nonpartisan format.
3818	(C) The name of each candidate shall be placed on the ballot in the order specified
3819	under Section 20A-6-305.
3820	(8) (a) Each voter at an election for a board of trustees member of a [local] special
3821	district shall:
3822	(i) be a registered voter within the district, except for an election of:
3823	(A) an irrigation district board of trustees member; or
3824	(B) a basic [local] special district board of trustees member who is elected by property
3825	owners; and
3826	(ii) meet the requirements to vote established by the district.
3827	(b) Each voter may vote for as many candidates as there are offices to be filled.
3828	(c) The candidates who receive the highest number of votes are elected.
3829	(9) Except as otherwise provided by this section, the election of [local] special district
3830	board members is governed by Title 20A, Election Code.
3831	(10) (a) Except as provided in Subsection 17B-1-303(8), a person elected to serve on a
3832	[local] special district board shall serve a four-year term, beginning at noon on the January 1
3833	after the person's election.
3834	(b) A person elected shall be sworn in as soon as practical after January 1.
3835	(11) (a) Except as provided in Subsection (11)(b), each [local] special district shall
3836	reimburse the county or municipality holding an election under this section for the costs of the
3837	election attributable to that [local] special district.

3838	(b) Each irrigation district shall bear the district's own costs of each election the district
3839	holds under this section.
3840	(12) This section does not apply to an improvement district that provides electric or gas
3841	service.
3842	(13) Except as provided in Subsection $20A-3a-605(1)(b)$, the provisions of Title 20A,
3843	Chapter 3a, Part 6, Early Voting, do not apply to an election under this section.
3844	(14) (a) As used in this Subsection (14), "board" means:
3845	(i) a [local] special district board; or
3846	(ii) the administrative control board of a special service district that has elected
3847	members on the board.
3848	(b) A board may hold elections for membership on the board at a regular general
3849	election instead of a municipal general election if the board submits an application to the
3850	lieutenant governor that:
3851	(i) requests permission to hold elections for membership on the board at a regular
3852	general election instead of a municipal general election; and
3853	(ii) indicates that holding elections at the time of the regular general election is
3854	beneficial, based on potential cost savings, a potential increase in voter turnout, or another
3855	material reason.
3856	(c) Upon receipt of an application described in Subsection (14)(b), the lieutenant
3857	governor may approve the application if the lieutenant governor concludes that holding the
3858	elections at the regular general election is beneficial based on the criteria described in
3859	Subsection (14)(b)(ii).
3860	(d) If the lieutenant governor approves a board's application described in this section:
3861	(i) all future elections for membership on the board shall be held at the time of the
3862	regular general election; and
3863	(ii) the board may not hold elections at the time of a municipal general election unless
3864	the board receives permission from the lieutenant governor to hold all future elections for
3865	membership on the board at a municipal general election instead of a regular general election,

3866	under the same procedure, and by applying the same criteria, described in this Subsection (14).
3867	(15) (a) This Subsection (15) applies to a [local] special district if:
3868	(i) the [local] special district's board members are elected by the owners of real
3869	property, as provided in Subsection 17B-1-1402(1)(b); and
3870	(ii) the [local] special district was created before January 1, 2020.
3871	(b) The board of a [local] special district described in Subsection (15)(a) may conduct
3872	an election:
3873	(i) to fill a board member position that expires at the end of the term for that board
3874	member's position; and
3875	(ii) notwithstanding Subsection 20A-1-512(1)(a)(i), to fill a vacancy in an unexpired
3876	term of a board member.
3877	(c) An election under Subsection (15)(b) may be conducted as determined by the
3878	[local] special district board, subject to Subsection (15)(d).
3879	(d) (i) The [local] special district board shall provide to property owners eligible to
3880	vote at the [local] special district election:
3881	(A) notice of the election; and
3882	(B) a form to nominate an eligible individual to be elected as a board member.
3883	(ii) (A) The [local] special district board may establish a deadline for a property owner
3884	to submit a nomination form.
3885	(B) A deadline under Subsection (15)(d)(ii)(A) may not be earlier than 15 days after
3886	the board provides the notice and nomination form under Subsection (15)(d)(i).
3887	(iii) (A) After the deadline for submitting nomination forms, the [local] special district
3888	board shall provide a ballot to all property owners eligible to vote at the [local] special district
3889	election.
3890	(B) A [local] <u>special</u> district board shall allow at least five days for ballots to be
3891	returned.
3892	(iv) A [local] special district board shall certify the results of an election under this
3893	Subsection (15) during an open meeting of the board.

3894 Section 55. Section 17B-1-306.5 is amended to read: 3895 17B-1-306.5. Dividing a special district into divisions. 3896 (1) Subject to Subsection (3), the board of trustees of a [local] special district that has 3897 elected board members may, upon a vote of two-thirds of the members of the board, divide the [local] special district, or the portion of the [local] special district represented by elected board 3898 3899 of trustees members, into divisions so that some or all of the elected members of the board of 3900 trustees may be elected by division rather than at large. 3901 (2) Subject to Subsection (3), the appointing authority of a [local] special district that has appointed board members may, upon a vote of two-thirds of the members of the appointing 3902 3903 authority, divide the [local] special district, or the portion of the [local] special district represented by appointed board members, into divisions so that some or all of the appointed 3904 3905 members of the board of trustees may be appointed by division rather than at large. 3906 (3) Before dividing a [local] special district into divisions or before changing the 3907 boundaries of divisions already established, the board of trustees under Subsection (1), or the 3908 appointing authority, under Subsection (2), shall: 3909 (a) prepare a proposal that describes the boundaries of the proposed divisions; and 3910 (b) hold a public hearing at which any interested person may appear and speak for or against the proposal. 3911 3912 (4) (a) The board of trustees or the appointing authority shall review the division 3913 boundaries at least every 10 years. 3914 (b) Except for changes in the divisions necessitated by annexations to or withdrawals from the [local] special district, the boundaries of divisions established under Subsection (1) or 3915 3916 (2) may not be changed more often than every five years. 3917 (c) Changes to the boundaries of divisions already established under Subsection (1) or (2) are not subject to the two-thirds vote requirement of Subsection (1) or (2). 3918 3919 Section 56. Section **17B-1-307** is amended to read: 3920 **17B-1-307.** Annual compensation -- Per diem compensation -- Participation in 3921 group insurance plan -- Reimbursement of expenses.

- (1) (a) Except as provided in Subsection 17B-1-308(1)(e), a member of a board of
 trustees may receive compensation for service on the board, as determined by the board of
 trustees.
- 3925 (b) The amount of compensation under this Subsection (1) may not exceed \$5,000 per3926 year.
- 3927 (c) (i) As determined by the board of trustees, a member of the board of trustees may
 3928 participate in a group insurance plan provided to employees of the [local] special district on the
 3929 same basis as employees of the [local] special district.
- (ii) The amount that the [local] special district pays to provide a member with coverage
 under a group insurance plan shall be included as part of the member's compensation for
 purposes of Subsection (1)(b).
- 3933 (d) The amount that a [local] special district pays employer-matching employment
 3934 taxes, if a member of the board of trustees is treated as an employee for federal tax purposes,
 3935 does not constitute compensation under Subsection (1).
- 3936 (2) In addition to the compensation provided under Subsection (1), the board of
 3937 trustees may elect to allow a member to receive per diem and travel expenses for up to 12
 3938 meetings or activities per year in accordance with rules adopted by the board of trustees or
 3939 Section 11-55-103.
- 3940 Section 57. Section **17B-1-308** is amended to read:
- 3941 17B-1-308. Boards of trustees composed of county or municipal legislative body
 3942 members.
- 3943 (1) If a county or municipal legislative body also serves as the board of trustees of a
 3944 [local] special district:
- 3945 (a) the board of trustees shall hold district meetings and keep district minutes,
- accounts, and other records separate from those of the county or municipality;
- 3947 (b) subject to Subsection (2), the board of trustees may use, respectively, existing
 3948 county or municipal facilities and personnel for district purposes;
- 3949

(c) notwithstanding Subsections 17B-1-303(1) and (2), the term of office of each board

3950	of trustees member coincides with the member's term as a county or municipal legislative body
3951	member;
3952	(d) each board of trustees member represents the district at large; and
3953	(e) board members may not receive compensation for service as board members in
3954	addition to compensation the board members receive as members of a county or municipal
3955	legislative body.
3956	(2) The county or municipal legislative body, as the case may be, shall charge the
3957	[local] special district, and the [local] special district shall pay to the county or municipality, a
3958	reasonable amount for:
3959	(a) the county or municipal facilities that the district uses; and
3960	(b) except for services that the county or municipal legislative body members render,
3961	the services that the county or municipality renders to the [local] special district.
3962	Section 58. Section 17B-1-310 is amended to read:
3963	17B-1-310. Quorum of board of trustees Meetings of the board.
3964	(1) (a) (i) Except as provided in Subsection (1)(b), a majority of the board of trustees
3965	constitutes a quorum for the transaction of board business, and action by a majority of a
3966	quorum constitutes action of the board.
3967	(ii) Except as otherwise required by law, an otherwise valid action of the board is not
3968	made invalid because of the method chosen by the board to take or memorialize the action.
3969	(b) (i) Subject to Subsection (1)(b)(ii), a board may adopt bylaws or other rules that
3970	require more than a majority to constitute a quorum or that require action by more than a
3971	majority of a quorum to constitute action by the board.
3972	(ii) A board with five or more members may not adopt bylaws or rules that require a
3973	vote of more than two-thirds of the board to constitute board action except for a board action to
3974	dispose of real property owned by the [local] special district.
3975	(2) The board of trustees shall hold such regular and special meetings as the board
3976	determines at a location that the board determines.
3977	(3) (a) Each meeting of the board of trustees shall comply with Title 52, Chapter 4,

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3978	Open and Public Meetings Act.
3979	(b) Subject to Subsection (3)(c), a board of trustees shall:
3980	(i) adopt rules of order and procedure to govern a public meeting of the board of
3981	trustees;
3982	(ii) conduct a public meeting in accordance with the rules of order and procedure
3983	described in Subsection (3)(b)(i); and
3984	(iii) make the rules of order and procedure described in Subsection (3)(b)(i) available
3985	to the public:
3986	(A) at each meeting of the board of trustees; and
3987	(B) on the [local] special district's public website, if available.
3988	(c) Subsection (3)(b) does not affect the board of trustees' duty to comply with Title 52,
3989	Chapter 4, Open and Public Meetings Act.
3990	Section 59. Section 17B-1-311 is amended to read:
3991	17B-1-311. Board member prohibited from district employment Exception.
3992	(1) No elected or appointed member of the board of trustees of a [local] special district
3993	may, while serving on the board, be employed by the district, whether as an employee or under
3994	a contract.
3995	(2) No person employed by a [local] special district, whether as an employee or under a
3996	contract, may serve on the board of that [local] special district.
3997	(3) A [local] special district is not in violation of a prohibition described in Subsection
3998	(1) or (2) if the [local] special district:
3999	(a) treats a member of a board of trustees as an employee for income tax purposes; and
4000	(b) complies with the compensation limits of Section 17B-1-307 for purposes of that
4001	member.
4002	(4) This section does not apply to a [local] special district if:
4003	(a) fewer than 3,000 people in the state live within 40 miles of the [local] <u>special</u>
4004	district's boundaries or primary place of employment, measured over all weather public roads;
4005	and

4006	(b) with respect to the employment of a board of trustees member under Subsection
4007	(1):
4008	(i) the job opening has had reasonable public notice; and
4009	(ii) the person employed is the best qualified candidate for the position.
4010	(5) This section does not apply to a board of trustees of a large public transit district as
4011	described in Chapter 2a, Part 8, Public Transit District Act.
4012	Section 60. Section 17B-1-312 is amended to read:
4013	17B-1-312. Training for board members.
4014	(1) (a) Each member of a board of trustees of a [local] special district shall, within one
4015	year after taking office, complete the training described in Subsection (2).
4016	(b) For the purposes of Subsection (1)(a), a member of a board of trustees of a [local]
4017	special district takes office each time the member is elected or appointed to a new term,
4018	including an appointment to fill a midterm vacancy in accordance with Subsection
4019	17B-1-303(5) or (6).
4020	(2) In conjunction with the Utah Association of Special Districts, the state auditor
4021	shall:
4022	(a) develop a training curriculum for the members of [local] special district boards;
4023	(b) with the assistance of other state offices and departments the state auditor considers
4024	appropriate and at times and locations established by the state auditor, carry out the training of
4025	members of [local] special district boards; and
4026	(c) ensure that any training required under this Subsection (2) complies with Title 63G,
4027	Chapter 22, State Training and Certification Requirements.
4028	(3) (a) A [local] special district board of trustees may compensate each member of the
4029	board for each day of training described in Subsection (2) that the member completes, in
4030	accordance with Section 11-55-103.
4031	(b) The compensation authorized under Subsection (3)(a) is in addition to all other
4032	amounts of compensation and expense reimbursement authorized under this chapter.
4033	(c) A board of trustees may not pay compensation under Subsection (3)(a) to any board

4034	member more than once per year.
4035	(4) The state auditor shall issue a certificate of completion to each board member that
4036	completes the training described in Subsection (2).
4037	Section 61. Section 17B-1-313 is amended to read:
4038	17B-1-313. Publication of notice of board resolution or action Contest period
4039	No contest after contest period.
4040	(1) After the board of trustees of a [local] special district adopts a resolution or takes
4041	other action on behalf of the district, the board may provide for the publication of a notice of
4042	the resolution or other action.
4043	(2) Each notice under Subsection (1) shall:
4044	(a) include, as the case may be:
4045	(i) the language of the resolution or a summary of the resolution; or
4046	(ii) a description of the action taken by the board;
4047	(b) state that:
4048	(i) any person in interest may file an action in district court to contest the regularity,
4049	formality, or legality of the resolution or action within 30 days after the date of publication; and
4050	(ii) if the resolution or action is not contested by filing an action in district court within
4051	the 30-day period, no one may contest the regularity, formality, or legality of the resolution or
4052	action after the expiration of the 30-day period; and
4053	(c) be posted on the Utah Public Notice Website created in Section 63A-16-601.
4054	(3) For a period of 30 days after the date of the publication, any person in interest may
4055	contest the regularity, formality, or legality of the resolution or other action by filing an action
4056	in district court.
4057	(4) After the expiration of the 30-day period under Subsection (3), no one may contest
4058	the regularity, formality, or legality of the resolution or action for any cause.
4059	Section 62. Section 17B-1-314 is amended to read:
4060	17B-1-314. Compelling attendance at board meetings.
4061	The board of trustees of a [local] special district may:

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4062	(1) compel the attendance of its own members at its meetings; and
4063	(2) provide penalties it considers necessary for the failure to attend.
4064	Section 63. Section 17B-1-401 is amended to read:
4065	17B-1-401. Definitions.
4066	[For purposes of] As used in this part:
4067	(1) "Applicable area" means:
4068	(a) for a county, the unincorporated area of the county that is included within the area
4069	proposed for annexation; or
4070	(b) for a municipality, the area of the municipality that is included within the area
4071	proposed for annexation.
4072	(2) "Retail" means, with respect to a service provided by a municipality or [local]
4073	special district, that the service is provided directly to the ultimate user.
4074	(3) "Wholesale" means, with respect to a service provided by a [local] special district,
4075	that the service is not provided directly to the ultimate user but is provided to a retail provider.
4076	Section 64. Section 17B-1-402 is amended to read:
4076 4077	17B-1-402. Annexation of area outside special district.
4077	17B-1-402. Annexation of area outside special district.
4077 4078	 17B-1-402. Annexation of area outside special district. (1) An area outside the boundaries of a [local] special district may be annexed to the
4077 4078 4079	 17B-1-402. Annexation of area outside special district. (1) An area outside the boundaries of a [local] special district may be annexed to the [local] special district, as provided in this part, in order to provide to the area a service that the
4077 4078 4079 4080	 17B-1-402. Annexation of area outside special district. (1) An area outside the boundaries of a [local] special district may be annexed to the [local] special district, as provided in this part, in order to provide to the area a service that the [local] special district provides.
4077 4078 4079 4080 4081	 17B-1-402. Annexation of area outside special district. (1) An area outside the boundaries of a [local] special district may be annexed to the [local] special district, as provided in this part, in order to provide to the area a service that the [local] special district provides. (2) The area proposed to be annexed:
4077 4078 4079 4080 4081 4082	 17B-1-402. Annexation of area outside special district. (1) An area outside the boundaries of a [local] special district may be annexed to the [local] special district, as provided in this part, in order to provide to the area a service that the [local] special district provides. (2) The area proposed to be annexed: (a) may consist of one or more noncontiguous areas; and
4077 4078 4079 4080 4081 4082 4083	 17B-1-402. Annexation of area outside special district. (1) An area outside the boundaries of a [local] special district may be annexed to the [local] special district, as provided in this part, in order to provide to the area a service that the [local] special district provides. (2) The area proposed to be annexed: (a) may consist of one or more noncontiguous areas; and (b) need not be adjacent to the boundaries of the proposed annexing [local] special
4077 4078 4079 4080 4081 4082 4083 4084	 17B-1-402. Annexation of area outside special district. (1) An area outside the boundaries of a [local] special district may be annexed to the [local] special district, as provided in this part, in order to provide to the area a service that the [local] special district provides. (2) The area proposed to be annexed: (a) may consist of one or more noncontiguous areas; and (b) need not be adjacent to the boundaries of the proposed annexing [local] special special district.
4077 4078 4079 4080 4081 4082 4083 4084 4085	 17B-1-402. Annexation of area outside special district. (1) An area outside the boundaries of a [local] special district may be annexed to the [local] special district, as provided in this part, in order to provide to the area a service that the [local] special district provides. (2) The area proposed to be annexed: (a) may consist of one or more noncontiguous areas; and (b) need not be adjacent to the boundaries of the proposed annexing [local] special district. (3) With respect to a [local] special district in the creation of which an election was not
4077 4078 4079 4080 4081 4082 4083 4084 4085 4086	17B-1-402. Annexation of area outside special district.(1) An area outside the boundaries of a [local] special district may be annexed to the[local] special district, as provided in this part, in order to provide to the area a service that the[local] special district provides.(2) The area proposed to be annexed:(a) may consist of one or more noncontiguous areas; and(b) need not be adjacent to the boundaries of the proposed annexing [local] specialdistrict.(3) With respect to a [local] special district in the creation of which an election was notrequired under Subsection 17B-1-214(3)(d):

4090	(b) the annexation of any part of an area within a municipality shall include all of the
4091	area within the municipality.
4092	(4) A [local] special district may not annex an area located within a project area
4093	described in a project area plan adopted by the military installation development authority
4094	under Title 63H, Chapter 1, Military Installation Development Authority Act, without the
4095	authority's approval.
4096	Section 65. Section 17B-1-403 is amended to read:
4097	17B-1-403. Initiation of annexation process Petition and resolution.
4098	(1) Except as provided in Sections 17B-1-415, 17B-1-416, and 17B-1-417, the process
4099	to annex an area to a [local] special district may be initiated by:
4100	(a) (i) for a district whose board of trustees is elected by electors based on the acre-feet
4101	of water allotted to the land owned by the elector and subject to Subsection (2), a petition
4102	signed by the owners of all of the acre-feet of water allotted to the land proposed for
4103	annexation; or
4104	(ii) for all other districts:
4105	(A) a petition signed by:
4106	(I) the owners of private real property that:
4107	(Aa) is located within the area proposed to be annexed;
4108	(Bb) covers at least 10% of the total private land area within the entire area proposed to
4109	be annexed and within each applicable area; and
4110	(Cc) is equal in assessed value to at least 10% of the assessed value of all private real
4111	property within the entire area proposed to be annexed and within each applicable area; or
4112	(II) the owner of all the publicly owned real property, if all the real property within the
4113	area proposed for annexation is owned by a public entity other than the federal government; or
4114	(B) a petition signed by registered voters residing within the entire area proposed to be
4115	annexed and within each applicable area equal in number to at least 10% of the number of
4116	votes cast within the entire area proposed to be annexed and within each applicable area,
4117	respectively, for the office of governor at the last regular general election before the filing of

4118	the petition;
4119	(b) a resolution adopted by the legislative body of each county whose unincorporated
4120	area includes and each municipality whose boundaries include any of the area proposed to be
4121	annexed; or
4122	(c) a resolution adopted by the board of trustees of the proposed annexing [local]
4123	special district if, for at least 12 consecutive months immediately preceding adoption of the
4124	resolution, the [local] special district has provided:
4125	(i) retail service to the area; or
4126	(ii) a wholesale service to a provider of the same service that has provided that service
4127	on a retail basis to the area.
4128	(2) If an association representing all acre-feet of water allotted to the land that is
4129	proposed to be annexed to a [local] special district signs a petition under Subsection (1)(a)(i),
4130	pursuant to a proper exercise of authority as provided in the bylaws or other rules governing the
4131	association, the petition shall be considered to have been signed by the owners of all of the
4132	acre-feet of water allotted to the land proposed for annexation, even though less than all of the
4133	owners within the association consented to the association signing the petition.
4134	(3) Each petition and resolution under Subsection (1) shall:
4135	(a) describe the area proposed to be annexed; and
4136	(b) be accompanied by a map of the boundaries of the area proposed to be annexed.
4137	(4) The legislative body of each county and municipality that adopts a resolution under
4138	Subsection (1)(b) shall, within five days after adopting the resolution, mail or deliver a copy of
4139	the resolution to the board of trustees of the proposed annexing [local] special district.
4140	Section 66. Section 17B-1-404 is amended to read:
4141	17B-1-404. Petition requirements.
4142	(1) Each petition under Subsection 17B-1-403(1)(a) shall:
4143	(a) indicate the typed or printed name and current residence address of each person
4144	signing the petition;
4145	(b) separately group signatures by county and municipality, so that all signatures of the

4146	owners of real property located within or of registered voters residing within each county
4147	whose unincorporated area includes and each municipality whose boundaries include part of
4148	the area proposed for annexation are grouped separately;
4149	(c) if it is a petition under Subsection 17B-1-403(1)(a)(i) or (ii)(A), indicate the address
4150	of the property as to which the owner is signing the petition;
4151	(d) designate up to three signers of the petition as sponsors, one of whom shall be
4152	designated the contact sponsor, with the mailing address and telephone number of each;
4153	(e) be filed with the board of trustees of the proposed annexing [local] special district;
4154	and
4155	(f) for a petition under Subsection $17B-1-403(1)(a)(i)$, state the proposed method of
4156	supplying water to the area proposed to be annexed.
4157	(2) By submitting a written withdrawal or reinstatement with the board of trustees of
4158	the proposed annexing [local] special district, a signer of a petition may withdraw, or once
4159	withdrawn, reinstate the signer's signature at any time:
4160	(a) before the public hearing under Section 17B-1-409 is held; or
4161	(b) if a hearing is not held because of Subsection $17B-1-413(1)$ or because no hearing
4162	is requested under Subsection 17B-1-413(2)(a)(ii)(B), until 20 days after the [local] special
4163	district provides notice under Subsection 17B-1-413(2)(a)(i).
4164	Section 67. Section 17B-1-405 is amended to read:
4165	17B-1-405. Petition certification.
4166	(1) Within 30 days after the filing of a petition under Subsection 17B-1-403(1)(a)(i) or
4167	(ii) or within the time that the [local] special district and each petition sponsor designate by
4168	written agreement, the board of trustees of the proposed annexing [local] special district shall:
4169	(a) with the assistance of officers of the county in which the area proposed to be
4170	annexed is located from whom the board requests assistance, determine whether the petition
4171	meets the requirements of Subsection 17B-1-403(1)(a)(i) or (ii), as the case may be, Subsection
4172	17B-1-403(3), and Subsection 17B-1-404(1); and
4173	(b) (i) if the board determines that the petition complies with the requirements, certify

4174	the petition and mail or deliver written notification of the certification to the contact sponsor;
4175	or
4176	(ii) if the board determines that the petition fails to comply with any of the
4177	requirements, reject the petition and mail or deliver written notification of the rejection and the
4178	reasons for the rejection to the contact sponsor.
4179	(2) (a) If the board rejects a petition under Subsection (1)(b)(ii), the petition may be
4180	amended to correct the deficiencies for which it was rejected and then refiled.
4181	(b) A valid signature on a petition that was rejected under Subsection (1)(b)(ii) may be
4182	used toward fulfilling the applicable signature requirement of the petition as amended under
4183	Subsection (2)(a).
4184	(3) The board shall process an amended petition filed under Subsection (2)(a) in the
4185	same manner as an original petition under Subsection (1).
4186	Section 68. Section 17B-1-406 is amended to read:
4187	17B-1-406. Notice to county and municipality Exception.
4188	(1) Except as provided in Subsection (2), within 10 days after certifying a petition
4189	under Subsection 17B-1-405(1)(b) the board of trustees of the proposed annexing [local]
4190	special district shall mail or deliver a written notice of the proposed annexation, with a copy of
4191	the certification and a copy of the petition, to the legislative body of each:
4192	(a) county in whose unincorporated area any part of the area proposed for annexation is
4193	located; and
4194	(b) municipality in which any part of the area proposed for annexation is located.
4195	(2) The board is not required to send a notice under Subsection (1) to:
4196	(a) a county or municipality that does not provide the service proposed to be provided
4197	by the [local] special district; or
4198	(b) a county or municipality whose legislative body has adopted an ordinance or
4199	resolution waiving the notice requirement as to:
4200	(i) the proposed annexing [local] special district; or
4201	(ii) the service that the proposed annexing [local] special district provides.

4202 (3) For purposes of this section, an area proposed to be annexed to a municipality in a
4203 petition under Section 10-2-403 filed before and still pending at the time of the filing of a
4204 petition under Subsection 17B-1-403(1)(a) and an area included within a municipality's
4205 annexation policy plan under Section 10-2-401.5 shall be considered to be part of that
4206 municipality.

4207

Section 69. Section **17B-1-407** is amended to read:

4208 17B-1-407. Notice of intent to consider providing service -- Public hearing
4209 requirements.

4210 (1) (a) If the legislative body of a county or municipality whose applicable area is
4211 proposed to be annexed to a [local] special district in a petition under Subsection

4212 17B-1-403(1)(a) intends to consider having the county or municipality, respectively, provide to

4213 the applicable area the service that the proposed annexing [local] special district provides, the

4214 legislative body shall, within 30 days after receiving the notice under Subsection 17B-1-406(1),

4215 mail or deliver a written notice to the board of trustees of the proposed annexing [local] special
4216 district indicating that intent.

4217 (b) (i) A notice of intent under Subsection (1)(a) suspends the [local] special district's
4218 annexation proceeding as to the applicable area of the county or municipality that submits the
4219 notice of intent until the county or municipality:

4220 (A) adopts a resolution under Subsection 17B-1-408(1) declining to provide the service
4221 proposed to be provided by the proposed annexing [local] special district; or

4222 (B) is considered under Subsection 17B-1-408(2) or (3) to have declined to provide the 4223 service.

4224 (ii) The suspension of an annexation proceeding under Subsection (1)(b)(i) as to an
4225 applicable area does not prevent the [local] special district from continuing to pursue the
4226 annexation proceeding with respect to other applicable areas for which no notice of intent was
4227 submitted.

4228 (c) If a legislative body does not mail or deliver a notice of intent within the time 4229 required under Subsection (1)(a), the legislative body shall be considered to have declined to

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4230 provide the service. 4231 (2) Each legislative body that mails or delivers a notice under Subsection (1)(a) shall 4232 hold a public hearing or a set of public hearings, sufficient in number and location to ensure 4233 that no substantial group of residents of the area proposed for annexation need travel an 4234 unreasonable distance to attend a public hearing. 4235 (3) Each public hearing under Subsection (2) shall be held: 4236 (a) no later than 45 days after the legislative body sends notice under Subsection (1); (b) except as provided in Subsections (6) and (7), within the applicable area; and 4237 4238 (c) for the purpose of allowing public input on: 4239 (i) whether the service is needed in the area proposed for annexation; 4240 (ii) whether the service should be provided by the county or municipality or the 4241 proposed annexing [local] special district; and 4242 (iii) all other matters relating to the issue of providing the service or the proposed 4243 annexation. (4) A quorum of the legislative body of each county or municipal legislative body 4244 4245 holding a public hearing under this section shall be present throughout each hearing held by 4246 that county or municipal legislative body. (5) Each hearing under this section shall be held on a weekday evening other than a 4247 4248 holiday beginning no earlier than 6 p.m. (6) Two or more county or municipal legislative bodies may jointly hold a hearing or 4249 set of hearings required under this section if all the requirements of this section, other than the 4250 4251 requirements of Subsection (3)(b), are met as to each hearing. 4252 (7) Notwithstanding Subsection (3)(b), a county or municipal legislative body may 4253 hold a public hearing or set of public hearings outside the applicable area if: 4254 (a) there is no reasonable place to hold a public hearing within the applicable area; and (b) the public hearing or set of public hearings is held as close to the applicable area as 4255 4256 reasonably possible. 4257 (8) Before holding a public hearing or set of public hearings under this section, the

legislative body of each county or municipality that receives a request for service shall provide
notice of the hearing or set of hearings as provided in Section 17B-1-211.

4260 Section 70. Section **17B-1-408** is amended to read:

4261 **17B-1-408.** Resolution indicating whether the requested service will be provided.

(1) Within 30 days after the last hearing required under Section 17B-1-407 is held, the
legislative body of each county and municipality that sent a notice of intent under Subsection
17B-1-407(1) shall adopt a resolution indicating whether the county or municipality will
provide to the area proposed for annexation within its boundaries the service proposed to be
provided by the proposed annexing [local] special district.

4267 (2) If the county or municipal legislative body fails to adopt a resolution within the
4268 time provided under Subsection (1), the county or municipality shall be considered to have
4269 declined to provide the service.

(3) If a county or municipal legislative body adopts a resolution under Subsection (1)
indicating that the county or municipality will provide the service but the county or
municipality does not, within 120 days after the adoption of that resolution, take substantial
measures to provide the service, the county or municipality shall be considered to have
declined to provide the service.

4275 (4) Each county or municipality whose legislative body adopts a resolution under
4276 Subsection (1) indicating that the county or municipality will provide the service shall
4277 diligently proceed to take all measures necessary to provide the service.

(5) If a county or municipal legislative body adopts a resolution under Subsection (1)
indicating that the county or municipality will provide the service and the county or
municipality takes substantial measures within the time provided in Subsection (3) to provide
the service, the [local] special district's annexation proceeding as to the applicable area of that
county or municipality is terminated and that applicable area is considered deleted from the
area proposed to be annexed in a petition under Subsection 17B-1-403(1)(a).

4284

Section 71. Section **17B-1-409** is amended to read:

4285 **17B-1-409.** Public hearing on proposed annexation.

4286	(1) Except as provided in Sections 17B-1-413 and 17B-1-415, the board of trustees of
4287	each [local] special district that certifies a petition that was filed under Subsection
4288	17B-1-403(1)(a)(ii)(A) or (B), receives a resolution adopted under Subsection
4289	17B-1-403(1)(b), or adopts a resolution under Subsection 17B-1-403(1)(c) shall hold a public
4290	hearing on the proposed annexation and provide notice of the hearing as provided in Section
4291	17B-1-410.
4292	(2) Each public hearing under Subsection (1) shall be held:
4293	(a) within 45 days after:
4294	(i) if no notice to a county or municipal legislative body is required under Section
4295	17B-1-406, petition certification under Section 17B-1-405; or
4296	(ii) if notice is required under Section 17B-1-406, but no notice of intent is submitted
4297	by the deadline:
4298	(A) expiration of the deadline under Subsection $17B-1-407(1)$ to submit a notice of
4299	intent; or
4300	(B) termination of a suspension of the annexation proceeding under Subsection
4301	17B-1-407(1)(b);
4302	(b) (i) for a [local] special district located entirely within a single county:
4303	(A) within or as close as practicable to the area proposed to be annexed; or
4304	(B) at the [local] special district office; or
4305	(ii) for a [local] special district located in more than one county:
4306	(A) (I) within the county in which the area proposed to be annexed is located; and
4307	(II) within or as close as practicable to the area proposed to be annexed; or
4308	(B) if the [local] special district office is reasonably accessible to all residents within
4309	the area proposed to be annexed, at the [local] special district office;
4310	(c) on a weekday evening other than a holiday beginning no earlier than 6 p.m.; and
4311	(d) for the purpose of allowing:
4312	(i) the public to ask questions and obtain further information about the proposed
4313	annexation and issues raised by it; and

4314	(ii) any interested person to address the board regarding the proposed annexation.
4315	(3) A quorum of the board of trustees of the proposed annexing [local] special district
4316	shall be present throughout each public hearing held under this section.
4317	(4) (a) After holding a public hearing under this section or, if no hearing is held
4318	because of application of Subsection 17B-1-413(2)(a)(ii), after expiration of the time under
4319	Subsection 17B-1-413(2)(a)(ii)(B) for requesting a hearing, the board of trustees may by
4320	resolution deny the annexation and terminate the annexation procedure if:
4321	(i) for a proposed annexation initiated by a petition under Subsection
4322	17B-1-403(1)(a)(i) or (ii), the board determines that:
4323	(A) it is not feasible for the [local] special district to provide service to the area
4324	proposed to be annexed; or
4325	(B) annexing the area proposed to be annexed would be inequitable to the owners of
4326	real property or residents already within the [local] special district; or
4327	(ii) for a proposed annexation initiated by resolution under Subsection $17B-1-403(1)(b)$
4328	or (c), the board determines not to pursue annexation.
4329	(b) In each resolution adopted under Subsection (4)(a), the board shall set forth its
4330	reasons for denying the annexation.
4331	Section 72. Section 17B-1-410 is amended to read:
4332	17B-1-410. Notice of public hearing.
4333	(1) Before holding a public hearing required under Section 17B-1-409, the board of
4334	trustees of each proposed annexing [local] special district shall:
4335	(a) mail notice of the public hearing and the proposed annexation to:
4336	(i) if the [local] special district is funded predominantly by revenues from a property
4337	tax, each owner of private real property located within the area proposed to be annexed, as
4338	shown upon the county assessment roll last equalized as of the previous December 31; or
4339	(ii) if the [local] special district is not funded predominantly by revenues from a
4340	property tax, each registered voter residing within the area proposed to be annexed, as
4341	determined by the voter registration list maintained by the county clerk as of a date selected by

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the board of trustees that is at least 20 but not more than 60 days before the public hearing; and

- (b) post notice of the public hearing and the proposed annexation in at least four
 conspicuous places within the area proposed to be annexed, no less than 10 and no more than
 30 days before the public hearing.
- 4346 (2) Each notice required under Subsection (1) shall:
- 4347 (a) describe the area proposed to be annexed;
- 4348 (b) identify the proposed annexing [local] special district;
- 4349 (c) state the date, time, and location of the public hearing;
- 4350 (d) provide a [local] special district telephone number where additional information
 4351 about the proposed annexation may be obtained;
- (e) specify the estimated financial impact, in terms of taxes and fees, upon the typical
 resident and upon the typical property owner within the area proposed to be annexed if the
 proposed annexation is completed; and
- (f) except for a proposed annexation under a petition that meets the requirements of
 Subsection 17B-1-413(1), explain that property owners and registered voters within the area
 proposed to be annexed may protest the annexation by filing a written protest with the [local]
 <u>special</u> district board of trustees within 30 days after the public hearing.
- 4359

Section 73. Section **17B-1-411** is amended to read:

4360

17B-1-411. Modifications to area proposed for annexation -- Limitations.

- (1) (a) Subject to Subsections (2), (3), (4), and (5), a board of trustees may, within 30
 days after the public hearing under Section 17B-1-409, or, if no public hearing is held, within
 30 days after the board provides notice under Subsection 17B-1-413(2)(a)(i), modify the area
 proposed for annexation to include land not previously included in that area or to exclude land
 from that area if the modification enhances the feasibility of the proposed annexation.
- 4366 (b) A modification under Subsection (1)(a) may consist of the exclusion of all the land4367 within an applicable area if:
- 4368
- (i) the entire area proposed to be annexed consists of more than that applicable area;
- 4369 (ii) sufficient protests under Section 17B-1-412 are filed with respect to that applicable

4370	area that an election would have been required under Subsection 17B-1-412(3) if that
4371	applicable area were the entire area proposed to be annexed; and
4372	(iii) the other requirements of Subsection (1)(a) are met.
4373	(2) A board of trustees may not add property under Subsection (1) to the area proposed
4374	for annexation without the consent of the owner of that property.
4375	(3) Except as provided in Subsection (1)(b), a modification under Subsection (1) may
4376	not avoid the requirement for an election under Subsection 17B-1-412(3) if, before the
4377	modification, the election was required because of protests filed under Section 17B-1-412.
4378	(4) If the annexation is proposed by a petition under Subsection $17B-1-403(1)(a)(ii)(A)$
4379	or (B), a modification may not be made unless the requirements of Subsection
4380	17B-1-403(1)(a)(ii)(A) or (B) are met after the modification as to the area proposed to be
4381	annexed.
4382	(5) If the petition meets the requirements of Subsection $17B-1-413(1)$ before a
4383	modification under this section but fails to meet those requirements after modification:
4384	(a) the [local] <u>special</u> district board shall give notice as provided in Section 17B-1-410
4385	and hold a public hearing as provided in Section 17B-1-409 on the proposed annexation; and
4386	(b) the petition shall be considered in all respects as one that does not meet the
4387	requirements of Subsection 17B-1-413(1).
4388	Section 74. Section 17B-1-412 is amended to read:
4389	17B-1-412. Protests Election.
4390	(1) (a) An owner of private real property located within or a registered voter residing
4391	within an area proposed to be annexed may protest an annexation by filing a written protest
4392	with the board of trustees of the proposed annexing [local] special district, except:
4393	(i) as provided in Section 17B-1-413;
4394	(ii) for an annexation under Section 17B-1-415; and
4395	(iii) for an annexation proposed by a [local] special district that receives sales and use
4396	tax funds from the counties, cities, and towns within the [local] special district that impose a
4397	sales and use tax under Section 59-12-2213.

- 4398 (b) A protest of a boundary adjustment is not governed by this section but is governed4399 by Section 17B-1-417.
- 4400 (2) Each protest under Subsection (1)(a) shall be filed within 30 days after the date of4401 the public hearing under Section 17B-1-409.
- 4402 (3) (a) Except as provided in Subsection (4), the [local] special district shall hold an
 4403 election on the proposed annexation if:
- 4404 (i) timely protests are filed by:
- 4405 (A) the owners of private real property that:
- 4406 (I) is located within the area proposed to be annexed;
- 4407 (II) covers at least 10% of the total private land area within the entire area proposed to4408 be annexed and within each applicable area; and
- (III) is equal in assessed value to at least 10% of the assessed value of all private realproperty within the entire area proposed to be annexed and within each applicable area; or
- (B) registered voters residing within the entire area proposed to be annexed and within
 each applicable area equal in number to at least 10% of the number of votes cast within the
 entire area proposed for annexation and within each applicable area, respectively, for the office
 of governor at the last regular general election before the filing of the petition; or
- (ii) the proposed annexing [local] special district is one that receives sales and use tax
 funds from the counties, cities, and towns within the [local] special district that impose a sales
 and use tax under Section 59-12-2213.
- (b) (i) At each election held under Subsection (3)(a)(ii), the ballot question shall be
 phrased to indicate that a voter's casting a vote for or against the annexation includes also a
 vote for or against the imposition of the sales and use tax as provided in Section 59-12-2213.
- 4421 (ii) Except as otherwise provided in this part, each election under Subsection (3)(a)
 4422 shall be governed by Title 20A, Election Code.
- 4423 (c) If a majority of registered voters residing within the area proposed to be annexed 4424 and voting on the proposal vote:
- 4425

(i) in favor of annexation, the board of trustees shall, subject to Subsections

4426	17B-1-414(1)(b), (2), and (3), complete the annexation by adopting a resolution approving
4427	annexation of the area; or
4428	(ii) against annexation, the annexation process is terminated, the board may not adopt a
4429	resolution approving annexation of the area, and the area proposed to be annexed may not for
4430	two years be the subject of an effort under this part to annex to the same [local] special district.
4431	(4) If sufficient protests are filed under this section to require an election for a
4432	proposed annexation to which the protest provisions of this section are applicable, a board of
4433	trustees may, notwithstanding Subsection (3), adopt a resolution rejecting the annexation and
4434	terminating the annexation process without holding an election.
4435	Section 75. Section 17B-1-413 is amended to read:
4436	17B-1-413. Hearing, notice, and protest provisions do not apply for certain
4437	petitions.
4438	(1) Section 17B-1-412 does not apply, and, except as provided in Subsection (2)(a),
4439	Sections 17B-1-409 and 17B-1-410 do not apply:
4440	(a) if the process to annex an area to a [local] special district was initiated by:
4441	(i) a petition under Subsection 17B-1-403(1)(a)(i);
4442	(ii) a petition under Subsection $17B-1-403(1)(a)(ii)(A)$ that was signed by the owners
4443	of private real property that:
4444	(A) is located within the area proposed to be annexed;
4445	(B) covers at least 75% of the total private land area within the entire area proposed to
4446	be annexed and within each applicable area; and
4447	(C) is equal in assessed value to at least 75% of the assessed value of all private real
4448	property within the entire area proposed to be annexed and within each applicable area; or
4449	(iii) a petition under Subsection 17B-1-403(1)(a)(ii)(B) that was signed by registered
4450	voters residing within the entire area proposed to be annexed and within each applicable area
4451	equal in number to at least 75% of the number of votes cast within the entire area proposed to
4452	be annexed and within each applicable area, respectively, for the office of governor at the last
4453	regular general election before the filing of the petition;

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4454	(b) to an annexation under Section 17B-1-415; or
4455	(c) to a boundary adjustment under Section 17B-1-417.
4456	(2) (a) If a petition that meets the requirements of Subsection (1)(a) is certified under
4457	Section 17B-1-405, the [local] special district board:
4458	(i) shall provide notice of the proposed annexation as provided in Subsection (2)(b);
4459	and
4460	(ii) (A) may, in the board's discretion, hold a public hearing as provided in Section
4461	17B-1-409 after giving notice of the public hearing as provided in Subsection (2)(b); and
4462	(B) shall, after giving notice of the public hearing as provided in Subsection (2)(b),
4463	hold a public hearing as provided in Section 17B-1-409 if a written request to do so is
4464	submitted, within 20 days after the [local] special district provides notice under Subsection
4465	(2)(a)(i), to the [local] special district board by an owner of property that is located within or a
4466	registered voter residing within the area proposed to be annexed who did not sign the
4467	annexation petition.
4468	(b) The notice required under Subsections (2)(a)(i) and (ii) shall:
4469	(i) be given:
4470	(A) (I) for a notice under Subsection $(2)(a)(i)$, within 30 days after petition
4471	certification; or
4472	(II) for a notice of a public hearing under Subsection (2)(a)(ii), at least 10 but not more
4473	than 30 days before the public hearing; and
4474	(B) by:
4475	(I) posting written notice at the [local] special district's principal office and in one or
4476	more other locations within or proximate to the area proposed to be annexed as are reasonable
4477	under the circumstances, considering the number of parcels included in that area, the size of the
4478	area, the population of the area, and the contiguousness of the area; and
4479	(II) providing written notice:
4480	(Aa) to at least one newspaper of general circulation, if there is one, within the area
4481	proposed to be annexed or to a local media correspondent; and

4482	(Bb) on the Utah Public Notice Website created in Section 63A-16-601; and
4483	(ii) contain a brief explanation of the proposed annexation and include the name of the
4484	[local] special district, the service provided by the [local] special district, a description or map
4485	of the area proposed to be annexed, a [local] special district telephone number where additional
4486	information about the proposed annexation may be obtained, and, for a notice under Subsection
4487	(2)(a)(i), an explanation of the right of a property owner or registered voter to request a public
4488	hearing as provided in Subsection (2)(a)(ii)(B).
4489	(c) A notice under Subsection $(2)(a)(i)$ may be combined with the notice that is
4490	required for a public hearing under Subsection (2)(a)(ii)(A).
4491	Section 76. Section 17B-1-414 is amended to read:
4492	17B-1-414. Resolution approving an annexation Filing of notice and plat with
4493	lieutenant governor Recording requirements Effective date.
4494	(1) (a) Subject to Subsection (1)(b), the [local] special district board shall adopt a
4495	resolution approving the annexation of the area proposed to be annexed or rejecting the
4496	proposed annexation within 90 days after:
4497	(i) expiration of the protest period under Subsection 17B-1-412(2), if sufficient protests
4498	to require an election are not filed;
4499	(ii) for a petition that meets the requirements of Subsection $17B-1-413(1)$:
4500	(A) a public hearing under Section $17B-1-409$ is held, if the board chooses or is
4501	required to hold a public hearing under Subsection 17B-1-413(2)(a)(ii); or
4502	(B) expiration of the time for submitting a request for public hearing under Subsection
4503	17B-1-413(2)(a)(ii)(B), if no request is submitted and the board chooses not to hold a public
4504	hearing.
4505	(b) If the [local] special district has entered into an agreement with the United States
4506	that requires the consent of the United States for an annexation of territory to the district, a
4507	resolution approving annexation under this part may not be adopted until the written consent of
4508	the United States is obtained and filed with the board of trustees.
4509	(2) (a) (i) Within the time specified under Subsection (2)(a)(ii), the board shall file with

4510	the lieutenant governor:
4511	(A) a copy of a notice of an impending boundary action, as defined in Section
4512	67-1a-6.5, that meets the requirements of Subsection 67-1a-6.5(3) and, if applicable,
4513	Subsection (2)(b); and
4514	(B) a copy of an approved final local entity plat, as defined in Section 67-1a-6.5.
4515	(ii) The board shall file the documents listed in Subsection (2)(a)(i) with the lieutenant
4516	governor:
4517	(A) within 30 days after adoption of a resolution under Subsection (1), Subsection
4518	17B-1-412(3)(c)(i), or Section 17B-1-415; and
4519	(B) as soon as practicable after receiving the notice under Subsection 10-2-425(2) of a
4520	municipal annexation that causes an automatic annexation to a [local] special district under
4521	Section 17B-1-416.
4522	(b) For an automatic annexation to a [local] special district under Section 17B-1-416,
4523	the notice of an impending boundary action required under Subsection (2)(a) shall state that an
4524	area outside the boundaries of the [local] special district is being automatically annexed to the
4525	[local] special district under Section 17B-1-416 because of a municipal annexation under Title
4526	10, Chapter 2, Part 4, Annexation.
4527	(c) Upon the lieutenant governor's issuance of a certificate of annexation under Section
4528	67-1a-6.5, the board shall:
4529	(i) if the annexed area is located within the boundary of a single county, submit to the
4530	recorder of that county:
4531	(A) the original:
4532	(I) notice of an impending boundary action;
4533	(II) certificate of annexation; and
4534	(III) approved final local entity plat; and
4535	(B) a certified copy of the annexation resolution; or
4536	(ii) if the annexed area is located within the boundaries of more than a single county:
4537	(A) submit to the recorder of one of those counties:

4538	(I) the original of the documents listed in Subsections (2)(c)(i)(A)(I), (II), and (III); and
4539	(II) a certified copy of the annexation resolution; and
4540	(B) submit to the recorder of each other county:
4541	(I) a certified copy of the documents listed in Subsection (2)(c)(i)(A)(I), (II), and (III);
4542	and
4543	(II) a certified copy of the annexation resolution.
4544	(3) (a) As used in this Subsection (3), "fire district annexation" means an annexation
4545	under this part of an area located in a county of the first class to a [local] special district:
4546	(i) created to provide fire protection, paramedic, and emergency services; and
4547	(ii) in the creation of which an election was not required because of Subsection
4548	17B-1-214(3)(d).
4549	(b) An annexation under this part is complete and becomes effective:
4550	(i) (A) on July 1 for a fire district annexation, if the lieutenant governor issues the
4551	certificate of annexation under Section 67-1a-6.5 from January 1 through June 30; or
4552	(B) on January 1 for a fire district annexation, if the lieutenant governor issues the
4553	certificate of annexation under Section 67-1a-6.5 from July 1 through December 31; or
4554	(ii) upon the lieutenant governor's issuance of the certificate of annexation under
4555	Section 67-1a-6.5, for any other annexation.
4556	(c) (i) The effective date of a [local] special district annexation for purposes of
4557	assessing property within the annexed area is governed by Section 59-2-305.5.
4558	(ii) Until the documents listed in Subsection (2)(c) are recorded in the office of the
4559	recorder of each county in which the property is located, a [local] special district may not:
4560	(A) levy or collect a property tax on property within the annexed area;
4561	(B) levy or collect an assessment on property within the annexed area; or
4562	(C) charge or collect a fee for service provided to property within the annexed area.
4563	(iii) Subsection (3)(c)(ii)(C):
4564	(A) may not be construed to limit a [local] special district's ability before annexation to
4565	charge and collect a fee for service provided to property that is outside the [local] special

4566	district's boundary; and
4567	(B) does not apply until 60 days after the effective date, under Subsection (3)(b), of the
4568	[local] special district's annexation, with respect to a fee that the [local] special district was
4569	charging for service provided to property within the annexed area immediately before the area
4570	was annexed to the [local] special district.
4571	Section 77. Section 17B-1-415 is amended to read:
4572	17B-1-415. Annexation of wholesale district through expansion of retail provider
4573	Annexation of a special district that provides transportation services.
4574	(1) (a) A [local] special district that provides a wholesale service may adopt a
4575	resolution approving the annexation of an area outside the [local] special district's boundaries
4576	if:
4577	(i) the area is annexed by or otherwise added to, or is added to the retail service area of,
4578	a municipality or another [local] special district that:
4579	(A) acquires the wholesale service from the [local] special district and provides it as a
4580	retail service;
4581	(B) is, before the annexation or other addition, located at least partly within the $[local]$
4582	special district; and
4583	(C) after the annexation or other addition will provide to the annexed or added area the
4584	same retail service that the [local] special district provides as a wholesale service to the
4585	municipality or other [local] special district; and
4586	(ii) except as provided in Subsection (2), no part of the area is within the boundaries of
4587	another [local] special district that provides the same wholesale service as the proposed
4588	annexing [local] special district.
4589	(b) For purposes of this section:
4590	(i) a [local] special district providing public transportation service shall be considered
4591	to be providing a wholesale service; and
4592	(ii) a municipality included within the boundaries of the [local] special district
4593	providing public transportation service shall be considered to be acquiring that wholesale

4594 service from the [local] special district and providing it as a retail service and to be providing
4595 that retail service after the annexation or other addition to the annexed or added area, even
4596 though the municipality does not in fact provide that service.

4597 (2) Notwithstanding Subsection (1)(a)(ii), an area outside the boundaries of a [local]
4598 special district providing a wholesale service and located partly or entirely within the
4599 boundaries of another [local] special district that provides the same wholesale service may be
4600 annexed to the [local] special district if:

4601

(a) the conditions under Subsection (1)(a)(i) are present; and

(b) the proposed annexing [local] special district and the other [local] special district
follow the same procedure as is required for a boundary adjustment under Section 17B-1-417,
including both district boards adopting a resolution approving the annexation of the area to the
proposed annexing [local] special district and the withdrawal of that area from the other
district.

4607 (3) A [local] <u>special</u> district that provides transportation services may adopt a
4608 resolution approving the annexation of the area outside of the [local] <u>special</u> district's
4609 boundaries if:

4610 (a) the area is within a county that has levied a sales and use tax under Section4611 59-12-2216; and

4612 (b) the county legislative body has adopted a resolution approving the annexation of4613 the areas outside of the [local] special district.

4614 (4) Upon the adoption of an annexation resolution under this section, the board of the
4615 annexing [local] special district shall comply with the requirements of Subsection
4616 17B-1-414(2), and the lieutenant governor shall issue a certificate of annexation and send a
4617 copy of notice as provided in Section 67-1a-6.5.

- 4618 (5) Subsections 17B-1-414(2) and (3) apply to an annexation under this section.
- 4619 Section 78. Section **17B-1-416** is amended to read:
- 4620 **17B-1-416.** Automatic annexation to a district providing fire protection,

4621 paramedic, and emergency services or law enforcement service.

4622	(1) An area outside the boundaries of a [local] special district that is annexed to a
4623	municipality or added to a municipality by a boundary adjustment under Title 10, Chapter 2,
4624	Part 4, Annexation, is automatically annexed to the [local] special district if:
4625	(a) the [local] special district provides:
4626	(i) fire protection, paramedic, and emergency services; or
4627	(ii) law enforcement service;
4628	(b) an election for the creation of the [local] special district was not required because of
4629	Subsection 17B-1-214(3)(d); and
4630	(c) before the municipal annexation or boundary adjustment, the entire municipality
4631	that is annexing the area or adding the area by boundary adjustment was included within the
4632	[local] special district.
4633	(2) The effective date of an annexation under this section is governed by Subsection
4634	17B-1-414(3)(b).
4635	Section 79. Section 17B-1-417 is amended to read:
4636	17B-1-417. Boundary adjustment Notice and hearing Protest Resolution
4636 4637	17B-1-417. Boundary adjustment Notice and hearing Protest Resolution adjusting boundaries Filing of notice and plat with the lieutenant governor
4637	adjusting boundaries Filing of notice and plat with the lieutenant governor
4637 4638	adjusting boundaries Filing of notice and plat with the lieutenant governor Recording requirements Effective date.
4637 4638 4639	adjusting boundaries Filing of notice and plat with the lieutenant governor Recording requirements Effective date. (1) As used in this section, "affected area" means the area located within the
4637 4638 4639 4640	adjusting boundaries Filing of notice and plat with the lieutenant governor Recording requirements Effective date. (1) As used in this section, "affected area" means the area located within the boundaries of one [local] special district that will be removed from that [local] special district
4637 4638 4639 4640 4641	adjusting boundaries Filing of notice and plat with the lieutenant governor Recording requirements Effective date. (1) As used in this section, "affected area" means the area located within the boundaries of one [local] special district that will be removed from that [local] special district and included within the boundaries of another [local] special district because of a boundary
4637 4638 4639 4640 4641 4642	adjusting boundaries Filing of notice and plat with the lieutenant governor Recording requirements Effective date. (1) As used in this section, "affected area" means the area located within the boundaries of one [local] special district that will be removed from that [local] special district and included within the boundaries of another [local] special district because of a boundary adjustment under this section.
4637 4638 4639 4640 4641 4642 4643	 adjusting boundaries Filing of notice and plat with the lieutenant governor Recording requirements Effective date. (1) As used in this section, "affected area" means the area located within the boundaries of one [local] special district that will be removed from that [local] special district and included within the boundaries of another [local] special district because of a boundary adjustment under this section. (2) The boards of trustees of two or more [local] special districts having a common
4637 4638 4639 4640 4641 4642 4643 4644	 adjusting boundaries Filing of notice and plat with the lieutenant governor Recording requirements Effective date. (1) As used in this section, "affected area" means the area located within the boundaries of one [local] special district that will be removed from that [local] special district and included within the boundaries of another [local] special district because of a boundary adjustment under this section. (2) The boards of trustees of two or more [local] special districts having a common boundary and providing the same service on the same wholesale or retail basis may adjust their
4637 4638 4639 4640 4641 4642 4643 4644 4645	 adjusting boundaries Filing of notice and plat with the lieutenant governor Recording requirements Effective date. (1) As used in this section, "affected area" means the area located within the boundaries of one [local] special district that will be removed from that [local] special district and included within the boundaries of another [local] special district because of a boundary adjustment under this section. (2) The boards of trustees of two or more [local] special districts having a common boundary and providing the same service on the same wholesale or retail basis may adjust their common boundary as provided in this section.
4637 4638 4639 4640 4641 4642 4643 4644 4645 4646	 adjusting boundaries Filing of notice and plat with the lieutenant governor Recording requirements Effective date. (1) As used in this section, "affected area" means the area located within the boundaries of one [tocat] special district that will be removed from that [tocat] special district and included within the boundaries of another [tocat] special district because of a boundary adjustment under this section. (2) The boards of trustees of two or more [tocat] special districts having a common boundary and providing the same service on the same wholesale or retail basis may adjust their common boundary as provided in this section. (3) (a) The board of trustees of each [tocat] special district intending to adjust a
4637 4638 4639 4640 4641 4642 4643 4644 4645 4646 4647	 adjusting boundaries Filing of notice and plat with the lieutenant governor Recording requirements Effective date. (1) As used in this section, "affected area" means the area located within the boundaries of one [local] special district that will be removed from that [local] special district and included within the boundaries of another [local] special district because of a boundary adjustment under this section. (2) The boards of trustees of two or more [local] special districts having a common boundary and providing the same service on the same wholesale or retail basis may adjust their common boundary as provided in this section. (3) (a) The board of trustees of each [local] special district intending to adjust a boundary that is common with another [local] special district shall:

4650	after the adoption of the resolution under Subsection (3)(a)(i); and
4651	(iii) (A) post notice:
4652	(I) in at least four conspicuous places within the [local] special district at least two
4653	weeks before the public hearing; and
4654	(II) on the Utah Public Notice Website created in Section 63A-16-601, for two weeks;
4655	or
4656	(B) mail a notice to each owner of property located within the affected area and to each
4657	registered voter residing within the affected area.
4658	(b) The notice required under Subsection (3)(a)(iii) shall:
4659	(i) state that the board of trustees of the [local] special district has adopted a resolution
4660	indicating the board's intent to adjust a boundary that the [local] special district has in common
4661	with another [local] special district that provides the same service as the [local] special district;
4662	(ii) describe the affected area;
4663	(iii) state the date, time, and location of the public hearing required under Subsection
4664	(3)(a)(ii);
4665	(iv) provide a [local] special district telephone number where additional information
4666	about the proposed boundary adjustment may be obtained;
4667	(v) explain the financial and service impacts of the boundary adjustment on property
4668	owners or residents within the affected area; and
4669	(vi) state in conspicuous and plain terms that the board of trustees may approve the
4670	adjustment of the boundaries unless, at or before the public hearing under Subsection (3)(a)(ii),
4671	written protests to the adjustment are filed with the board by:
4672	(A) the owners of private real property that:
4673	(I) is located within the affected area;
4674	(II) covers at least 50% of the total private land area within the affected area; and
4675	(III) is equal in assessed value to at least 50% of the assessed value of all private real
4676	property within the affected area; or
4677	(B) registered voters residing within the affected area equal in number to at least 50%

H.B. 22 4678 of the votes cast in the affected area for the office of governor at the last regular general 4679 election before the filing of the protests. 4680 (c) The boards of trustees of the [local] special districts whose boundaries are being 4681 adjusted may jointly: 4682 (i) post or mail the notice required under Subsection (3)(a)(iii); and 4683 (ii) hold the public hearing required under Subsection (3)(a)(ii). 4684 (4) After the public hearing required under Subsection (3)(a)(ii), the board of trustees 4685 may adopt a resolution approving the adjustment of the common boundary unless, at or before 4686 the public hearing, written protests to the boundary adjustment have been filed with the board 4687 by: 4688 (a) the owners of private real property that: 4689 (i) is located within the affected area: (ii) covers at least 50% of the total private land area within the affected area; and 4690 4691 (iii) is equal in assessed value to at least 50% of the assessed value of all private real property within the affected area; or 4692 4693 (b) registered voters residing within the affected area equal in number to at least 50%of the votes cast in the affected area for the office of governor at the last regular general 4694 4695 election before the filing of the protests. 4696 (5) A resolution adopted under Subsection (4) does not take effect until the board of 4697 each [local] special district whose boundaries are being adjusted has adopted a resolution under Subsection (4). 4698 4699 (6) The board of the [local] special district whose boundaries are being adjusted to 4700 include the affected area shall: 4701 (a) within 30 days after the resolutions take effect under Subsection (5), file with the 4702 lieutenant governor: (i) a copy of a notice of an impending boundary action, as defined in Section 67-1a-6.5, 4703 that meets the requirements of Subsection 67-1a-6.5(3); and 4704 4705 (ii) a copy of an approved final local entity plat, as defined in Section 67-1a-6.5; and

4706	(b) upon the lieutenant governor's issuance of a certificate of boundary adjustment
4707	under Section 67-1a-6.5:
4708	(i) if the affected area is located within the boundary of a single county, submit to the
4709	recorder of that county:
4710	(A) the original:
4711	(I) notice of an impending boundary action;
4712	(II) certificate of boundary adjustment; and
4713	(III) approved final local entity plat; and
4714	(B) a certified copy of each resolution adopted under Subsection (4); or
4715	(ii) if the affected area is located within the boundaries of more than a single county:
4716	(A) submit to the recorder of one of those counties:
4717	(I) the original of the documents listed in Subsections (6)(b)(i)(A)(I), (II), and (III); and
4718	(II) a certified copy of each resolution adopted under Subsection (4); and
4719	(B) submit to the recorder of each other county:
4720	(I) a certified copy of the documents listed in Subsections (6)(b)(i)(A)(I), (II), and (III);
4721	and
4722	(II) a certified copy of each resolution adopted under Subsection (4).
4723	(7) (a) Upon the lieutenant governor's issuance of a certificate of boundary adjustment
4724	under Section 67-1a-6.5, the affected area is annexed to the [local] special district whose
4725	boundaries are being adjusted to include the affected area, and the affected area is withdrawn
4726	from the [local] special district whose boundaries are being adjusted to exclude the affected
4727	area.
4728	(b) (i) The effective date of a boundary adjustment under this section for purposes of
4729	assessing property within the affected area is governed by Section 59-2-305.5.
4730	(ii) Until the documents listed in Subsection (6)(b) are recorded in the office of the
4731	recorder of the county in which the property is located, a [local] special district in whose
4732	boundary an affected area is included because of a boundary adjustment under this section may
4733	not:

H.B. 22 (A) levy or collect a property tax on property within the affected area; (B) levy or collect an assessment on property within the affected area; or

4736 (C) charge or collect a fee for service provided to property within the affected area.

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4737 (iii) Subsection (7)(b)(ii)(C):

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- 4738 (A) may not be construed to limit a [local] special district's ability before a boundary
 4739 adjustment to charge and collect a fee for service provided to property that is outside the [local]
 4740 special district's boundary; and
- 4741 (B) does not apply until 60 days after the effective date, under Subsection (7)(a), of the
- 4742 [local] special district's boundary adjustment, with respect to a fee that the [local] special
- 4743 district was charging for service provided to property within the area affected by the boundary
- 4744 adjustment immediately before the boundary adjustment.
- 4745 Section 80. Section **17B-1-418** is amended to read:
- 4746 **17B-1-418.** Annexed area subject to fees and taxes.
- When an annexation under Section 17B-1-414 or 17B-1-415 or a boundary adjustment under Section 17B-1-417 is complete, the annexed area or the area affected by the boundary adjustment shall be subject to user fees imposed by and property, sales, and other taxes levied by or for the benefit of the [local] special district.

4751 Section 81. Section **17B-1-501** is amended to read:

- 4752 **17B-1-501. Definition.**
- 4753As used in this part, "receiving entity" means the entity that will, after the withdrawal of4754an area from a [local] special district, provide to the withdrawn area the service that the [local]
- 4755 <u>special</u> district previously provided to the area.
- 4756 Section 82. Section **17B-1-502** is amended to read:

4757 17B-1-502. Withdrawal of area from special district -- Automatic withdrawal in
4758 certain circumstances.

4759 (1) (a) An area within the boundaries of a [local] special district may be withdrawn
4760 from the [local] special district only as provided in this part or, if applicable, as provided in
4761 Chapter 2a, Part 11, Municipal Services District Act.

4762	(b) Except as provided in Subsections (2) and (3), the inclusion of an area of a [local]
4763	special district within a municipality because of a municipal incorporation under Title 10,
4764	Chapter 2a, Municipal Incorporation, or a municipal annexation or boundary adjustment under
4765	Title 10, Chapter 2, Part 4, Annexation, does not affect the requirements under this part for the
4766	process of withdrawing that area from the [local] special district.
4767	(2) (a) An area within the boundaries of a [local] special district is automatically
4768	withdrawn from the [local] special district by the annexation of the area to a municipality or the
4769	adding of the area to a municipality by boundary adjustment under Title 10, Chapter 2, Part 4,
4770	Annexation, if:
4771	(i) the [local] special district provides:
4772	(A) fire protection, paramedic, and emergency services; or
4773	(B) law enforcement service;
4774	(ii) an election for the creation of the [local] special district was not required because
4775	of Subsection 17B-1-214(3)(d) or (g); and
4776	(iii) before annexation or boundary adjustment, the boundaries of the [local] special
4777	district do not include any of the annexing municipality.
4778	(b) The effective date of a withdrawal under this Subsection (2) is governed by
4779	Subsection 17B-1-512(2)(b).
4780	(3) (a) Except as provided in Subsection (3)(c) or (d), an area within the boundaries of
4781	a [local] special district located in a county of the first class is automatically withdrawn from
4782	the [local] special district by the incorporation of a municipality whose boundaries include the
4783	area if:
4784	(i) the [local] special district provides municipal services, as defined in Section
4785	17B-2a-1102, excluding fire protection, paramedic, emergency, and law enforcement services;
4786	(ii) an election for the creation of the [local] special district was not required because
4787	of Subsection 17B-1-214(3) (g); and
4788	(iii) the legislative body of the newly incorporated municipality:
4789	(A) for a city or town incorporated under Title 10, Chapter 2a, Part 4, Incorporation of

4790 Metro Townships and Unincorporated Islands in a County of the First Class on and after May 4791 12, 2015, complies with the feasibility study requirements of Section 17B-2a-1110; (B) adopts a resolution no later than 180 days after the effective date of incorporation 4792 4793 approving the withdrawal that includes the legal description of the area to be withdrawn; and 4794 (C) delivers a copy of the resolution to the board of trustees of the [local] special district. 4795 4796 (b) The effective date of a withdrawal under this Subsection (3) is governed by 4797 Subsection 17B-1-512(2)(a). 4798 (c) Section 17B-1-505 shall govern the withdrawal of an incorporated area within a 4799 county of the first class if: 4800 (i) the [local] special district from which the area is withdrawn provides: 4801 (A) fire protection, paramedic, and emergency services: 4802 (B) law enforcement service: or 4803 (C) municipal services, as defined in Section 17B-2a-1102; 4804 (ii) an election for the creation of the [local] special district was not required under 4805 Subsection 17B-1-214(3)(d) or (g); and 4806 (iii) for a [local] special district that provides municipal services, as defined in Section 17B-2a-1102, excluding fire protection, paramedic, emergency, and law enforcement services, 4807 4808 the 180-day period described in Subsection (3)(a)(iii)(B) is expired. 4809 (d) An area may not be withdrawn from a [local] special district that provides municipal services, as defined in Section 17B-2a-1102, excluding fire protection, paramedic, 4810 emergency, and law enforcement services, if: 4811 4812 (i) the area is incorporated as a metro township; and 4813 (ii) at the election to incorporate as a metro township, the residents of the area chose to 4814 be included in a municipal services district. 4815 Section 83. Section 17B-1-503 is amended to read: 17B-1-503. Withdrawal or boundary adjustment with municipal approval. 4816 4817 (1) A municipality and a [local] special district whose boundaries adjoin or overlap

4818 may adjust the boundary of the [local] special district to include more or less of the

4819 municipality, including the expansion area identified in the annexation policy plan adopted by

4820 the municipality under Section 10-2-401.5, in the [local] special district by following the same

4821 procedural requirements as set forth in Section 17B-1-417 for boundary adjustments between

4822 adjoining [local] special districts.

4823 (2) (a) Notwithstanding any other provision of this title, a municipality annexing all or 4824 part of an unincorporated island or peninsula under Title 10, Chapter 2, Classification,

4825 Boundaries, Consolidation, and Dissolution of Municipalities, that overlaps a municipal

4826 services district organized under Chapter 2a, Part 11, Municipal Services District Act, may

4827 petition to withdraw the area from the municipal services district in accordance with this

4828 Subsection (2).

4829 (b) For a valid withdrawal described in Subsection (2)(a):

(i) the annexation petition under Section 10-2-403 or a separate consent, signed by
owners of at least 60% of the total private land area, shall state that the signers request the area
to be withdrawn from the municipal services district; and

(ii) the legislative body of the municipality shall adopt a resolution, which may be the
resolution adopted in accordance with Subsection 10-2-418(5)(a), stating the municipal
legislative body's intent to withdraw the area from the municipal services district.

4836 (c) The board of trustees of the municipal services district shall consider the
4837 municipality's petition to withdraw the area from the municipal services district within 90 days
4838 after the day on which the municipal services district receives the petition.

- 4839 (d) The board of trustees of the municipal services district:
- 4840 (i) may hold a public hearing in accordance with the notice and public hearing4841 provisions of Section 17B-1-508;
- 4842 (ii) shall consider information that includes any factual data presented by the
 4843 municipality and any owner of private real property who signed a petition or other form of
 4844 consent described in Subsection (2)(b)(i); and
- 4845

(iii) identify in writing the information upon which the board of trustees relies in

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4846 approving or rejecting the withdrawal. (e) The board of trustees of the municipal services district shall approve the 4847 withdrawal, effective upon the annexation of the area into the municipality or, if the 4848 4849 municipality has already annexed the area, as soon as possible in the reasonable course of 4850 events, if the board of trustees makes a finding that: 4851 (i) (A) the loss of revenue to the municipal services district due to a withdrawal of the 4852 area will be offset by savings associated with no longer providing municipal-type services to 4853 the area; or 4854 (B) if the loss of revenue will not be offset by savings resulting from no longer 4855 providing municipal-type services to the area, the municipality agreeing to terms and conditions, which may include terms and conditions described in Subsection 17B-1-510(5), can 4856 4857 mitigate or eliminate the loss of revenue; 4858 (ii) the annexation petition under Section 10-2-403, or a separate petition meeting the same signature requirements, states that the signers request the area to be withdrawn from the 4859 4860 municipal services district; or 4861 (iii) the following have consented in writing to the withdrawal: (A) owners of more than 60% of the total private land area; or 4862 4863 (B) owners of private land equal in assessed value to more than 60% of the assessed 4864 value of all private real property within the area proposed for withdrawal have consented in writing to the withdrawal. 4865 4866 (f) If the board of trustees of the municipal services district does not make any of the 4867 findings described in Subsection (2)(e), the board of trustees may approve or reject the 4868 withdrawal based upon information upon which the board of trustees relies and that the board 4869 of trustees identifies in writing. 4870 (g) (i) If a municipality annexes an island or a part of an island before May 14, 2019, the legislative body of the municipality may initiate the withdrawal of the area from the 4871 4872 municipal services district by adopting a resolution that:

4873

(A) requests that the area be withdrawn from the municipal services district; and

4874	(B) a final local entity plat accompanies, identifying the area proposed to be withdrawn
4875	from the municipal services district.
4876	(ii) (A) Upon receipt of the resolution and except as provided in Subsection
4877	(2)(g)(ii)(B), the board of trustees of the municipal services district shall approve the
4878	withdrawal.
4879	(B) The board of trustees of the municipal services district may reject the withdrawal if
4880	the rejection is based upon a good faith finding that lost revenues due to the withdrawal will
4881	exceed expected cost savings resulting from no longer serving the area.
4882	(h) (i) Based upon a finding described in Subsection (e) or (f):
4883	(A) the board of trustees of the municipal services district shall adopt a resolution
4884	approving the withdrawal; and
4885	(B) the chair of the board shall sign a notice of impending boundary action, as defined
4886	in Section 67-1a-6.5, that meets the requirements of Subsection 67-1a-6.5(3).
4887	(ii) The annexing municipality shall deliver the following to the lieutenant governor:
4888	(A) the resolution and notice of impending boundary action described in Subsection
4889	(2)(g)(i);
4890	(B) a copy of an approved final local entity plat as defined in Section 67-1a-6.5; and
4891	(C) any other documentation required by law.
4892	(i) (i) Once the lieutenant governor has issued an applicable certificate as defined in
4893	Section 67-1a-6.5, the municipality shall deliver the certificate, the resolution and notice of
4894	impending boundary action described in Subsection (2)(h)(i), the final local entity plat as
4895	defined in Section 67-1a-6.5, and any other document required by law, to the recorder of the
4896	county in which the area is located.
4897	(ii) After the municipality makes the delivery described in Subsection $(2)(i)(i)$, the
4898	area, for all purposes, is no longer part of the municipal services district.
4899	(j) The annexing municipality and the municipal services district may enter into an
4900	interlocal agreement under Title 11, Chapter 13, Interlocal Cooperation Act, stating:
4901	(i) the municipality's and the district's duties and responsibilities in conducting a

4902	withdrawal under this Subsection (2); and
4903	(ii) any other matter respecting an unincorporated island that the municipality
4904	surrounds on all sides.
4905	(3) After a boundary adjustment under Subsection (1) or a withdrawal under
4906	Subsection (2) is complete:
4907	(a) the [local] special district shall, without interruption, provide the same service to
4908	any area added to the [local] special district as provided to other areas within the [local] special
4909	district; and
4910	(b) the municipality shall, without interruption, provide the same service that the
4911	[local] special district previously provided to any area withdrawn from the [local] special
4912	district.
4913	(4) No area within a municipality may be added to the area of a [local] special district
4914	under this section if the area is part of a [local] special district that provides the same wholesale
4915	or retail service as the first [local] special district.
4916	Section 84. Section 17B-1-504 is amended to read:
4917	17B-1-504. Initiation of withdrawal process Notice of petition.
4918	(1) Except as provided in Section 17B-1-505, the process to withdraw an area from a
4919	[local] special district may be initiated:
4920	(a) for a [local] special district funded predominantly by revenues from property taxes
4921	or service charges other than those based upon acre-feet of water:
4922	(i) by a petition signed by the owners of private real property that:
4923	(A) is located within the area proposed to be withdrawn;
4924	(B) covers at least 51% of the total private land within the area proposed to be
4925	withdrawn; and
4926	(C) is equal in taxable value to at least 51% of the taxable value of all private real
4927	property within the area proposed to be withdrawn;
4928	(ii) by a petition signed by registered voters residing within the area proposed to be
4929	withdrawn equal in number to at least 67% of the number of votes cast in the same area for the

- 4930 office of governor at the last regular general election before the filing of the petition;
- 4931 (iii) by a resolution adopted by the board of trustees of the [local] special district in
 4932 which the area proposed to be withdrawn is located, which:
- 4933 (A) states the reasons for withdrawal; and

4934 (B) is accompanied by a general description of the area proposed to be withdrawn; or (iv) by a resolution to file a petition with the [local] special district to withdraw from 4935 4936 the [local] special district all or a specified portion of the area within a municipality or county, 4937 adopted by the governing body of a municipality that has within its boundaries an area located 4938 within the boundaries of a [local] special district, or by the governing body of a county that has 4939 within its boundaries an area located within the boundaries of a [local] special district that is 4940 located in more than one county, which petition of the governing body shall be filed with the 4941 board of trustees only if a written request to petition the board of trustees to withdraw an area 4942 from the $\left[\frac{1}{1000}\right]$ special district has been filed with the governing body of the municipality, or 4943 county, and the request has been signed by registered voters residing within the boundaries of 4944 the area proposed for withdrawal equal in number to at least 51% of the number of votes cast in 4945 the same area for the office of governor at the last regular general election before the filing of

4946 the petition;

4947 (b) for a [local] special district whose board of trustees is elected by electors based on
4948 the acre-feet of water allotted to the land owned by the elector:

4949

(i) in the same manner as provided in Subsection (1)(a)(iii) or Subsection (1)(a)(iv); or

- 4950 (ii) by a petition signed by the owners of at least 67% of the acre-feet of water allotted4951 to the land proposed to be withdrawn; or
- 4952 (c) for a [local] special district funded predominantly by revenues other than property
 4953 taxes, service charges, or assessments based upon an allotment of acre-feet of water:
- (i) in the same manner as provided in Subsection (1)(a)(iii) or Subsection (1)(a)(iv); or
 (ii) by a petition signed by the registered voters residing within the entire area proposed
 to be withdrawn, which area shall be comprised of an entire unincorporated area within the
 [local] special district or an entire municipality within a [local] special district, or a

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4958	combination thereof, equal in number to at least 67% of the number of votes cast within the
4959	entire area proposed to be withdrawn for the office of governor at the last regular general
4960	election before the filing of the petition.
4961	(2) Prior to soliciting any signatures on a petition under Subsection (1), the sponsors of
4962	the petition shall:
4963	(a) notify the [local] special district board with which the petition is intended to be
4964	filed that the sponsors will be soliciting signatures for a petition; and
4965	(b) mail a copy of the petition to the [local] special district board.
4966	Section 85. Section 17B-1-505 is amended to read:
4967	17B-1-505. Withdrawal of municipality from certain districts providing fire
4968	protection, paramedic, and emergency services or law enforcement service or municipal
4969	services.
4970	(1) As used in this section, "first responder district" means a [local] special district,
4971	other than a municipal services district, that provides:
4972	(a) fire protection, paramedic, and emergency services; or
4973	(b) law enforcement service.
4974	(2) This section applies to the withdrawal of a municipality that is entirely within the
4975	boundary of a first responder district or municipal services district that was created without the
4976	necessity of an election because of Subsection 17B-1-214(3)(d) or (g).
4977	(3) (a) The process to withdraw a municipality from a first responder district or
4978	municipal services district may be initiated by a resolution adopted by the legislative body of
4979	the municipality, subject to Subsection (3)(b).
4980	(b) The legislative body of a municipality that is within a municipal services district
4981	may not adopt a resolution under Subsection (3)(a) to withdraw from the municipal services
4982	district unless the municipality has conducted a feasibility study in accordance with Section
4983	17B-2a-1110.
4984	(c) Within 10 days after adopting a resolution under Subsection (3)(a), the municipal
4985	legislative body shall submit to the board of trustees of the first responder district or municipal

4986	services district written notice of the adoption of the resolution, accompanied by a copy of the
4987	resolution.
4988	(4) If a resolution is adopted under Subsection $(3)(a)$ by the legislative body of a
4989	municipality within a municipal services district, the municipal legislative body shall hold an
4990	election at the next municipal general election that is more than 60 days after adoption of the
4991	resolution on the question of whether the municipality should withdraw from the municipal
4992	services district.
4993	(5) (a) A municipality shall be withdrawn from a first responder district if:
4994	(i) the legislative body of the municipality adopts a resolution initiating the withdrawal
4995	under Subsection (3)(a); and
4996	(ii) (A) whether before or after the effective date of this section, the municipality and
4997	first responder district agree in writing to the withdrawal; or
4998	(B) except as provided in Subsection (5)(b) and subject to Subsection (6), the voters of
4999	the municipality approve the withdrawal at an election held for that purpose.
5000	(b) An election under Subsection (5)(a)(ii)(B) is not required if, after a feasibility study
5001	is conducted under Section 17B-1-505.5 and a public hearing is held under Subsection
5002	17B-1-505.5(14), the municipality and first responder district agree in writing to the
5003	withdrawal.
5004	(6) An election under Subsection (5)(a)(ii)(B) may not be held unless:
5005	(a) a feasibility study is conducted under Section 17B-1-505.5; and
5006	(b) (i) the feasibility study concludes that the withdrawal is functionally and financially
5007	feasible for the municipality and the first responder district; or
5008	(ii) (A) the feasibility study concludes that the withdrawal would be functionally and
5009	financially feasible for the municipality and the first responder district if conditions specified in
5010	the feasibility study are met; and
5011	(B) the legislative body of the municipality adopts a resolution irrevocably committing
5012	the municipality to satisfying the conditions specified in the feasibility study, if the withdrawal
5013	is approved by the municipality's voters.

5014	(7) If a majority of those voting on the question of withdrawal at an election held under
5015	Subsection (4) or (5)(a)(ii)(B) vote in favor of withdrawal, the municipality shall be
5016	withdrawn from the [local] special district.
5017	(8) (a) Within 10 days after the canvass of an election at which a withdrawal under this
5018	section is submitted to voters, the municipal legislative body shall send written notice to the
5019	board of the first responder district or municipal services district from which the municipality
5020	is proposed to withdraw.
5021	(b) Each notice under Subsection (8)(a) shall:
5022	(i) state the results of the withdrawal election; and
5023	(ii) if the withdrawal was approved by voters, be accompanied by a copy of an
5024	approved final local entity plat, as defined in Section 67-1a-6.5.
5025	(9) The effective date of a withdrawal under this section is governed by Subsection
5026	17B-1-512(2)(a).
5027	Section 86. Section 17B-1-505.5 is amended to read:
5028	17B-1-505.5. Feasibility study for a municipality's withdrawal from a special
5028 5029	17B-1-505.5. Feasibility study for a municipality's withdrawal from a special district providing fire protection, paramedic, and emergency services or law enforcement
5029	district providing fire protection, paramedic, and emergency services or law enforcement
5029 5030	district providing fire protection, paramedic, and emergency services or law enforcement service.
5029 5030 5031	district providing fire protection, paramedic, and emergency services or law enforcement service. (1) As used in this section:
5029 5030 5031 5032	district providing fire protection, paramedic, and emergency services or law enforcement service. (1) As used in this section: (a) "Feasibility consultant" means a person with expertise in:
5029 5030 5031 5032 5033	district providing fire protection, paramedic, and emergency services or law enforcement service. (1) As used in this section: (a) "Feasibility consultant" means a person with expertise in: (i) the processes and economics of local government; and
5029 5030 5031 5032 5033 5034	district providing fire protection, paramedic, and emergency services or law enforcement service. (1) As used in this section: (a) "Feasibility consultant" means a person with expertise in: (i) the processes and economics of local government; and (ii) the economics of providing fire protection, paramedic, and emergency services or
5029 5030 5031 5032 5033 5034 5035	district providing fire protection, paramedic, and emergency services or law enforcement service. (1) As used in this section: (a) "Feasibility consultant" means a person with expertise in: (i) the processes and economics of local government; and (ii) the economics of providing fire protection, paramedic, and emergency services or law enforcement service.
5029 5030 5031 5032 5033 5034 5035 5036	 district providing fire protection, paramedic, and emergency services or law enforcement service. (1) As used in this section: (a) "Feasibility consultant" means a person with expertise in: (i) the processes and economics of local government; and (ii) the economics of providing fire protection, paramedic, and emergency services or law enforcement service. (b) "Feasibility study" means a study to determine the functional and financial
5029 5030 5031 5032 5033 5034 5035 5036 5037	district providing fire protection, paramedic, and emergency services or law enforcement service. (1) As used in this section: (a) "Feasibility consultant" means a person with expertise in: (i) the processes and economics of local government; and (ii) the economics of providing fire protection, paramedic, and emergency services or law enforcement service. (b) "Feasibility study" means a study to determine the functional and financial feasibility of a municipality's withdrawal from a first responder [local] special district.
5029 5030 5031 5032 5033 5034 5035 5036 5037 5038	district providing fire protection, paramedic, and emergency services or law enforcement service. As used in this section:

(d) "Withdrawing municipality" means a municipality whose legislative body has
adopted a resolution under Subsection 17B-1-505(3)(a) to initiate the process of the
municipality's withdrawal from a first responder district.

5045 (2) This section applies and a feasibility study shall be conducted, as provided in this 5046 section, if:

(a) the legislative body of a municipality has adopted a resolution under Subsection
17B-1-505(3)(a) to initiate the process of the municipality's withdrawal from a first responder
district;

5050 (b) the municipality and first responder district have not agreed in writing to the 5051 withdrawal; and

5052 (c) a feasibility study is a condition under Subsection 17B-1-505(6)(a) for an election 5053 to be held approving the withdrawal.

(3) (a) As provided in this Subsection (3), the withdrawing municipality and first
responder district shall choose and engage a feasibility consultant to conduct a feasibility study.

5056 (b) The withdrawing municipality and first responder district shall jointly choose and 5057 engage a feasibility consultant according to applicable municipal or [local] <u>special</u> district 5058 procurement procedures.

(c) (i) If the withdrawing municipality and first responder district cannot agree on and
have not engaged a feasibility consultant under Subsection (3)(b) within 45 days after the
legislative body of the withdrawing municipality submits written notice to the first responder
district under Subsection 17B-1-505(3)(c), the withdrawing municipality and first responder
district shall, as provided in this Subsection (3)(c), choose a feasibility consultant from a list of
at least eight feasibility consultants provided by the Utah Association of Certified Public
Accountants.

(ii) A list of feasibility consultants under Subsection (3)(c)(i) may not include a
feasibility consultant that has had a contract to provide services to the withdrawing
municipality or first responder district at any time during the two-year period immediately
preceding the date the list is provided under Subsection (3)(c)(i).

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(iii) (A) Beginning with the first responder district, the first responder district and
withdrawing municipality shall alternately eliminate one feasibility consultant each from the
list of feasibility consultants until one feasibility consultant remains.

5073 (B) Within five days after receiving the list of consultants from the Utah Association of 5074 Certified Public Accountants, the first responder district shall make the first elimination of a 5075 feasibility consultant from the list and notify the withdrawing municipality in writing of the 5076 elimination.

5077 (C) After the first elimination of a feasibility consultant from the list, the withdrawing 5078 municipality and first responder district shall each, within three days after receiving the written 5079 notification of the preceding elimination, notify the other in writing of the elimination of a 5080 feasibility consultant from the list.

5081 (d) If a withdrawing municipality and first responder district do not engage a feasibility 5082 consultant under Subsection (3)(b), the withdrawing municipality and first responder district 5083 shall engage the feasibility consultant that has not been eliminated from the list at the 5084 completion of the process described in Subsection (3)(c).

5085 (4) A feasibility consultant that conducts a feasibility study under this section shall be 5086 independent of and unaffiliated with the withdrawing municipality and first responder district.

5087 (5) In conducting a feasibility study under this section, the feasibility consultant shall 5088 consider:

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(a) population and population density within the withdrawing municipality;

(b) current and five-year projections of demographics and economic base in the
withdrawing municipality, including household size and income, commercial and industrial
development, and public facilities;

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(c) projected growth in the withdrawing municipality during the next five years;

(d) subject to Subsection (6)(a), the present and five-year projections of the cost,
including overhead, of providing the same service in the withdrawing municipality as is
provided by the first responder district, including:

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(i) the estimated cost if the first responder district continues to provide service; and

5098 (ii) the estimated cost if the withdrawing municipality provides service;

5099 (e) subject to Subsection (6)(a), the present and five-year projections of the cost,

5100 including overhead, of the first responder district providing service with:

5101 (i) the municipality included in the first responder district's service area; and

5102 (ii) the withdrawing municipality excluded from the first responder district's service5103 area;

5104 (f) a projection of any new taxes per household that may be levied within the 5105 withdrawing municipality within five years after the withdrawal;

(g) the fiscal impact that the withdrawing municipality's withdrawal has on other
municipalities and unincorporated areas served by the first responder district, including any rate
increase that may become necessary to maintain required coverage ratios for the first responder
district's debt;

(h) the physical and other assets that will be required by the withdrawing municipality
to provide, without interruption or diminution of service, the same service that is being
provided by the first responder district;

(i) the physical and other assets that will no longer be required by the first responder
district to continue to provide the current level of service to the remainder of the first responder
district, excluding the withdrawing municipality, and could be transferred to the withdrawing
municipality;

(j) subject to Subsection (6)(b), a fair and equitable allocation of the first responder
district's assets between the first responder district and the withdrawing municipality, effective
upon the withdrawal of the withdrawing municipality from the first responder district;

(k) a fair and equitable allocation of the debts, liabilities, and obligations of the first
responder district and any local building authority of the first responder district, between the
withdrawing municipality and the remaining first responder district, taking into consideration:

(i) any requirement to maintain the excludability of interest from the income of theholder of the debt, liability, or obligation for federal income tax purposes; and

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(ii) any first responder district assets that have been purchased with the proceeds of

5126	bonds issued by the first responder district that the first responder district will retain and any of
5127	those assets that will be transferred to the withdrawing municipality;
5128	(l) the number and classification of first responder district employees who will no
5129	longer be required to serve the remaining portions of the first responder district after the
5130	withdrawing municipality withdraws from the first responder district, including the dollar
5131	amount of the wages, salaries, and benefits attributable to the employees and the estimated cost
5132	associated with termination of the employees if the withdrawing municipality does not employ
5133	the employees;
5134	(m) maintaining as a base, for a period of three years after withdrawal, the existing
5135	schedule of pay and benefits for first responder district employees who are transferred to the
5136	employment of the withdrawing municipality; and
5137	(n) any other factor that the feasibility consultant considers relevant to the question of
5138	the withdrawing municipality's withdrawal from the first responder district.
5139	(6) (a) For purposes of Subsections (5)(d) and (e):
5140	(i) the feasibility consultant shall assume a level and quality of service to be provided
5141	in the future to the withdrawing municipality that fairly and reasonably approximates the level
5142	and quality of service that the first responder district provides to the withdrawing municipality
5143	at the time of the feasibility study;
5144	(ii) in determining the present value cost of a service that the first responder district
5145	provides, the feasibility consultant shall consider:
5146	(A) the cost to the withdrawing municipality of providing the service for the first five
5147	years after the withdrawal; and
5148	(B) the first responder district's present and five-year projected cost of providing the
5149	same service within the withdrawing municipality; and

- (iii) the feasibility consultant shall consider inflation and anticipated growth incalculating the cost of providing service.
- 5152 (b) The feasibility consultant may not consider an allocation of first responder district 5153 assets or a transfer of first responder district employees to the extent that the allocation or

5154 transfer would impair the first responder district's ability to continue to provide the current 5155 level of service to the remainder of the first responder district without the withdrawing municipality, unless the first responder district consents to the allocation or transfer. 5156 5157 (7) A feasibility consultant may retain an architect, engineer, or other professional, as the feasibility consultant considers prudent and as provided in the agreement with the 5158 5159 withdrawing municipality and first responder district, to assist the feasibility consultant to 5160 conduct a feasibility study. 5161 (8) The withdrawing municipality and first responder district shall require the 5162 feasibility consultant to: 5163 (a) complete the feasibility study within a time established by the withdrawing municipality and first responder district; 5164 5165 (b) prepare and submit a written report communicating the results of the feasibility 5166 study, including a one-page summary of the results; and 5167 (c) attend all public hearings relating to the feasibility study under Subsection (14). (9) A written report of the results of a feasibility study under this section shall: 5168 5169 (a) contain a recommendation concerning whether a withdrawing municipality's withdrawal from a first responder district is functionally and financially feasible for both the 5170 5171 first responder district and the withdrawing municipality; and (b) include any conditions the feasibility consultant determines need to be satisfied in 5172 5173 order to make the withdrawal functionally and financially feasible, including: (i) first responder district assets and liabilities to be allocated to the withdrawing 5174 5175 municipality: and 5176 (ii) (A) first responder district employees to become employees of the withdrawing 5177 municipality; and

5178 (B) sick leave, vacation, and other accrued benefits and obligations relating to the first responder district employees that the withdrawing municipality needs to assume. 5179

(10) The withdrawing municipality and first responder district shall equally share the 5180 5181 feasibility consultant's fees and costs, as specified in the agreement between the withdrawing

5182 municipality and first responder district and the feasibility consultant.

(11) (a) Upon completion of the feasibility study and preparation of a written report,
the feasibility consultant shall deliver a copy of the report to the withdrawing municipality and
first responder district.

5186 (b) (i) A withdrawing municipality or first responder district that disagrees with any 5187 aspect of a feasibility study report may, within 20 business days after receiving a copy of the 5188 report under Subsection (11)(a), submit to the feasibility consultant a written objection 5189 detailing the disagreement.

(ii) (A) A withdrawing municipality that submits a written objection under Subsection
(11)(b)(i) shall simultaneously deliver a copy of the objection to the first responder district.

(B) A first responder district that submits a written objection under Subsection
(11)(b)(i) shall simultaneously deliver a copy of the objection to the withdrawing municipality.

(iii) A withdrawing municipality or first responder district may, within 10 business
days after receiving an objection under Subsection (11)(b)(ii), submit to the feasibility
consultant a written response to the objection.

5197 (iv) (A) A withdrawing municipality that submits a response under Subsection
5198 (11)(b)(iii) shall simultaneously deliver a copy of the response to the first responder district.

(B) A first responder district that submits a response under Subsection (11)(b)(iii) shall
simultaneously deliver a copy of the response to the withdrawing municipality.

(v) If an objection is filed under Subsection (11)(b)(i), the feasibility consultant shall,
within 20 business days after the expiration of the deadline under Subsection (11)(b)(iii) for
submitting a response to an objection:

5204 (A) modify the feasibility study report or explain in writing why the feasibility 5205 consultant is not modifying the feasibility study report; and

(B) deliver the modified feasibility study report or written explanation to the
withdrawing municipality and first responder [local] special district.

5208 (12) Within seven days after the expiration of the deadline under Subsection (11)(b)(i) 5209 for submitting an objection or, if an objection is submitted, within seven days after receiving a

- 5210 modified feasibility study report or written explanation under Subsection (11)(b)(v), but at least
- 5211 30 days before a public hearing under Subsection (14), the withdrawing municipality shall:
- (a) make a copy of the report available to the public at the primary office of thewithdrawing municipality; and
- (b) if the withdrawing municipality has a website, post a copy of the report on themunicipality's website.
- (13) A feasibility study report or, if a feasibility study report is modified under
 Subsection (11), a modified feasibility study report may not be challenged unless the basis of
 the challenge is that the report results from collusion or fraud.
- (14) (a) Following the expiration of the deadline under Subsection (11)(b)(i) for
 submitting an objection, or, if an objection is submitted under Subsection (11)(b)(i), following
 the withdrawing municipality's receipt of the modified feasibility study report or written
 explanation under Subsection (11)(b)(v), the legislative body of the withdrawing municipality
 shall, at the legislative body's next regular meeting, schedule at least one public hearing to be
 held:
- 5225 (i) within the following 60 days; and
- 5226 (ii) for the purpose of allowing:
- 5227 (A) the feasibility consultant to present the results of the feasibility study; and
- 5228 (B) the public to become informed about the feasibility study results, to ask the 5229 feasibility consultant questions about the feasibility study, and to express the public's views 5230 about the proposed withdrawal.
- 5231 (b) At a public hearing under Subsection (14)(a), the legislative body of the 5232 withdrawing municipality shall:
- 5233 (i) provide a copy of the feasibility study for public review; and
- 5234 (ii) allow the public to:
- 5235 (A) ask the feasibility consultant questions about the feasibility study; and
- 5236 (B) express the public's views about the withdrawing municipality's proposed
- 5237 withdrawal from the first responder district.

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5238 (15) (a) The clerk or recorder of the withdrawing municipality shall publish notice of a 5239 hearing under Subsection (14) on the Utah Public Notice Website created in Section 63A-16-601, for three consecutive weeks immediately before the public hearing. 5240 5241 (b) A notice under Subsection (15)(a) shall state: 5242 (i) the date, time, and location of the public hearing; and 5243 (ii) that a copy of the feasibility study report may be obtained, free of charge, at the 5244 office of the withdrawing municipality or on the withdrawing municipality's website. 5245 (16) Unless the withdrawing municipality and first responder district agree otherwise, 5246 conditions that a feasibility study report indicates are necessary to be met for a withdrawal to 5247 be functionally and financially feasible for the withdrawing municipality and first responder 5248 district are binding on the withdrawing municipality and first responder district if the 5249 withdrawal occurs. 5250 Section 87. Section 17B-1-506 is amended to read: 5251 17B-1-506. Withdrawal petition requirements. (1) Each petition under Section 17B-1-504 shall: 5252 5253 (a) indicate the typed or printed name and current address of each owner of acre-feet of 5254 water, property owner, registered voter, or authorized representative of the governing body 5255 signing the petition; 5256 (b) separately group signatures by municipality and, in the case of unincorporated 5257 areas, by county; 5258 (c) if it is a petition signed by the owners of land, the assessment of which is based on 5259 acre-feet of water, indicate the address of the property and the property tax identification parcel 5260 number of the property as to which the owner is signing the request; (d) designate up to three signers of the petition as sponsors, or in the case of a petition 5261 filed under Subsection 17B-1-504(1)(a)(iv), designate a governmental representative as a 5262 5263 sponsor, and in each case, designate one sponsor as the contact sponsor with the mailing address and telephone number of each: 5264 5265 (e) state the reasons for withdrawal; and

(f) when the petition is filed with the [local] special district board of trustees, be
accompanied by a map generally depicting the boundaries of the area proposed to be withdrawn
and a legal description of the area proposed to be withdrawn.

- 5269 (2) (a) The [local] special district may prepare an itemized list of expenses, other than attorney expenses, that will necessarily be incurred by the [local] special district in the 5270 withdrawal proceeding. The itemized list of expenses may be submitted to the contact sponsor. 5271 5272 If the list of expenses is submitted to the contact sponsor within 21 days after receipt of the 5273 petition, the contact sponsor on behalf of the petitioners shall be required to pay the expenses 5274 to the [local] special district within 90 days of receipt. Until funds to cover the expenses are 5275 delivered to the [local] special district, the district will have no obligation to proceed with the withdrawal and the time limits on the district stated in this part will be tolled. If the expenses 5276 5277 are not paid within the 90 days, or within 90 days from the conclusion of any arbitration under 5278 Subsection (2)(b), the petition requesting the withdrawal shall be considered to have been 5279 withdrawn.
- (b) If there is no agreement between the board of trustees of the [local] <u>special</u> district and the contact sponsor on the amount of expenses that will necessarily be incurred by the [local] <u>special</u> district in the withdrawal proceeding, either the board of trustees or the contact sponsor may submit the matter to binding arbitration in accordance with Title 78B, Chapter 6, Part 2, Alternative Dispute Resolution Act; provided that, if the parties cannot agree upon an arbitrator and the rules and procedures that will control the arbitration, either party may pursue arbitration under Title 78B, Chapter 11, Utah Uniform Arbitration Act.
- 5287 (3) A signer of a petition may withdraw or, once withdrawn, reinstate the signer's 5288 signature at any time before the public hearing under Section 17B-1-508 by submitting a 5289 written withdrawal or reinstatement with the board of trustees of the [local] special district in 5290 which the area proposed to be withdrawn is located.
- (4) If it reasonably appears that, if the withdrawal which is the subject of a petition
 filed under Subsection 17B-1-504(1)(a)(i) or (ii) is granted, it will be necessary for a
 municipality to provide to the withdrawn area the service previously supplied by the [local]

5294	special district, the board of trustees of the [local] special district may, within 21 days after
5295	receiving the petition, notify the contact sponsor in writing that, before it will be considered by
5296	the board of trustees, the petition shall be presented to and approved by the governing body of
5297	the municipality as provided in Subsection 17B-1-504(1)(a)(iv) before it will be considered by
5298	the [local] special district board of trustees. If the notice is timely given to the contact sponsor,
5299	the petition shall be considered to have been withdrawn until the municipality files a petition
5300	with the [$10cal$] special district under Subsection 17B-1-504(1)(a)(iv).
5301	(5) (a) After receiving the notice required by Subsection $17B-1-504(2)$, unless
5302	specifically allowed by law, a public entity may not make expenditures from public funds to
5303	support or oppose the gathering of signatures on a petition for withdrawal.
5304	(b) Nothing in this section prohibits a public entity from providing factual information
5305	and analysis regarding a withdrawal petition to the public, so long as the information grants
5306	equal access to both the opponents and proponents of the petition for withdrawal.
5307	(c) Nothing in this section prohibits a public official from speaking, campaigning,
5308	contributing personal money, or otherwise exercising the public official's constitutional rights.
5309	Section 88. Section 17B-1-507 is amended to read:
5310	17B-1-507. Withdrawal petition certification Amended petition.
5311	(1) Within 30 days after the filing of a petition under Sections $17B-1-504$ and
5312	17B-1-506, the board of trustees of the [local] special district in which the area proposed to be
5313	withdrawn is located shall:
5314	(a) with the assistance of officers of the county in which the area proposed to be
5315	withdrawn is located, determine whether the petition meets the requirements of Sections
5316	17B-1-504 and 17B-1-506; and
5317	(b) (i) if the petition complies with the requirements set forth in Sections 17B-1-504
5318	and 17B-1-506, certify the petition and mail or deliver written notification of the certification
5319	to the contact sponsor; or
5320	(ii) if the petition fails to comply with any of the requirements set forth in Sections
5321	17B-1-504 and 17B-1-506, reject the petition as insufficient and mail or deliver written

5322 notification of the rejection and the reasons for the rejection to the contact sponsor.

(2) (a) If the board rejects the petition under Subsection (1)(b)(ii), the petition may be
amended to correct the deficiencies for which it was rejected and then refiled within 60 days
after notice of the rejection.

(b) A valid signature on a petition that was rejected under Subsection (1)(b)(ii) may be
used toward fulfilling the applicable signature requirement for an amended petition refiled
under Subsection (2)(a).

(3) The board of trustees shall process an amended petition refiled under Subsection
(2)(a) in the same manner as an original petition under Subsection (1). If an amended petition
is rejected for failure to comply with the requirements of Sections 17B-1-504 and 17B-1-506,
the board of trustees shall issue a final rejection of the petition for insufficiency and mail or
deliver written notice of the final rejection to the contact sponsor.

(4) (a) A signer of a petition for which there has been a final rejection under Subsection
(3) for insufficiency may seek judicial review of the board of trustees' final decision to reject
the petition as insufficient.

5337 (b) Judicial review under Subsection (4)(a) shall be initiated by filing an action in state 5338 district court in the county in which a majority of the area proposed to be withdrawn is located.

(c) The court in which an action is filed under this Subsection (4) may not overturn theboard of trustees' decision to reject the petition unless the court finds that:

- (i) the board of trustees' decision was arbitrary or capricious; or
- 5342 (ii) the petition materially complies with the requirements set forth in Sections
- 5343 17B-1-504 and 17B-1-506.

(d) The court may award costs and expenses of an action under this section, includingreasonable attorney fees, to the prevailing party.

5346 Section 89. Section 17B-1-508 is amended to read:

5347 **17B-1-508.** Public hearing -- Quorum of board required to be present.

5348 (1) A public hearing on the proposed withdrawal shall be held by the board of trustees
5349 of a [local] special district that:

5350	(a) certifies a petition under Subsection 17B-1-507(1)(b)(i) unless the petition was
5351	signed by all of the owners of private land within the area proposed to be withdrawn or all of
5352	the registered voters residing within the area proposed to be withdrawn; or
5353	(b) adopts a resolution under Subsection 17B-1-504(1)(a)(iii) unless another [local]
5354	special district provides to the area proposed to be withdrawn the same retail or wholesale
5355	service as provided by the [local] special district that adopted the resolution.
5356	(2) The public hearing required by Subsection (1) for a petition certified by the board
5357	of trustees of a [local] special district under Subsection 17B-1-507(1)(b)(i), other than a
5358	petition filed in accordance with Subsection 17B-1-504(1)(a)(iv), may be held as an agenda
5359	item of a meeting of the board of trustees of the [local] special district without complying with
5360	the requirements of Subsection (3)(b), (3)(c), or Section 17B-1-509.
5361	(3) Except as provided in Subsection (2), the public hearing required by Subsection (1)
5362	shall be held:
5363	(a) no later than 90 days after:
5364	(i) certification of the petition under Subsection 17B-1-507(1)(b)(i); or
5365	(ii) adoption of a resolution under Subsection 17B-1-504(1)(a)(iii);
5366	(b) (i) for a [local] special district located entirely within a single county:
5367	(A) within or as close as practicable to the area proposed to be withdrawn; or
5368	(B) at the [local] special district office; or
5369	(ii) for a [local] special district located in more than one county:
5370	(A) (I) within the county in which the area proposed to be withdrawn is located; and
5371	(II) within or as close as practicable to the area proposed to be withdrawn; or
5372	(B) if the [local] special district office is reasonably accessible to all residents within
5373	the area proposed to be annexed, at the [local] special district office;
5374	(c) on a weekday evening other than a holiday beginning no earlier than 6:00 p.m.; and
5375	(d) for the purpose of allowing:
5376	(i) the public to ask questions and obtain further information about the proposed
5377	withdrawal and issues raised by it; and

(ii) any interested person to address the board of trustees concerning the proposedwithdrawal.

5380 (4) A quorum of the board of trustees of the [local] special district shall be present
5381 throughout the public hearing provided for under this section.

(5) A public hearing under this section may be postponed or continued to a new time,
date, and place without further notice by a resolution of the board of trustees adopted at the
public hearing held at the time, date, and place specified in the published notice; provided,
however, that the public hearing may not be postponed or continued to a date later than 15 days
after the 90-day period under Subsection (3).

5387 Section 90. Section **17B-1-509** is amended to read:

5388 **17B-1-509.** Notice of hearing and withdrawal.

(1) Unless it is held as an agenda item of a meeting of the board of trustees of a [local]
special district as allowed by Subsection 17B-1-508(2), before holding a public hearing under
Section 17B-1-508, the board of trustees of the [local] special district shall:

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(a) mail notice of the public hearing and of the proposed withdrawal to:

(i) if the [local] special district is funded predominantly by revenues from a property
tax, each owner of private real property located within the area proposed to be withdrawn, as
shown upon the county assessment roll last equalized as of the previous December 31;

(ii) if the [local] special district is funded by fees based upon an allotment of acre-feet
of water, each owner of private real property with an allotment of water located within the area
proposed to be withdrawn, as shown upon the district's records; or

(iii) if the [local] special district is not funded predominantly by revenues from a
property tax or fees based upon an allotment of acre-feet of water, each registered voter
residing within the area proposed to be withdrawn, as determined by the voter registration list
maintained by the county clerk as of a date selected by the board of trustees that is at least 20
but not more than 60 days before the public hearing; and

5404 (b) post notice of the public hearing and of the proposed withdrawal in at least four 5405 conspicuous places within the area proposed to be withdrawn, no less than five nor more than

5406	30 days before the public hearing.
5407	(2) Each notice required under Subsection (1) shall:
5408	(a) describe the area proposed to be withdrawn;
5409	(b) identify the [local] special district in which the area proposed to be withdrawn is
5410	located;
5411	(c) state the date, time, and location of the public hearing;
5412	(d) state that the petition or resolution may be examined during specified times and at a
5413	specified place in the [local] special district; and
5414	(e) state that any person interested in presenting comments or other information for or
5415	against the petition or resolution may:
5416	(i) prior to the hearing, submit relevant comments and other information in writing to
5417	the board of trustees at a specified address in the [local] special district; or
5418	(ii) at the hearing, present relevant comments and other information in writing and may
5419	also present comments and information orally.
5420	Section 91. Section 17B-1-510 is amended to read:
5421	17B-1-510. Resolution approving or rejecting withdrawal Criteria for approval
5421 5422	17B-1-510. Resolution approving or rejecting withdrawal Criteria for approval or rejection Terms and conditions.
5422	or rejection Terms and conditions.
5422 5423	or rejection Terms and conditions. (1) (a) No later than 90 days after the public hearing under Section 17B-1-508, or, if no
5422 5423 5424	or rejection Terms and conditions. (1) (a) No later than 90 days after the public hearing under Section 17B-1-508, or, if no hearing is held, within 90 days after the filing of a petition under Section 17B-1-504, the board
5422 5423 5424 5425	or rejection Terms and conditions. (1) (a) No later than 90 days after the public hearing under Section 17B-1-508, or, if no hearing is held, within 90 days after the filing of a petition under Section 17B-1-504, the board of trustees of the [local] <u>special</u> district in which the area proposed to be withdrawn is located
5422 5423 5424 5425 5426	or rejection Terms and conditions. (1) (a) No later than 90 days after the public hearing under Section 17B-1-508, or, if no hearing is held, within 90 days after the filing of a petition under Section 17B-1-504, the board of trustees of the [local] <u>special</u> district in which the area proposed to be withdrawn is located shall adopt a resolution:
5422 5423 5424 5425 5426 5427	 or rejection Terms and conditions. (1) (a) No later than 90 days after the public hearing under Section 17B-1-508, or, if no hearing is held, within 90 days after the filing of a petition under Section 17B-1-504, the board of trustees of the [local] special district in which the area proposed to be withdrawn is located shall adopt a resolution: (i) approving the withdrawal of some or all of the area from the [local] special district;
5422 5423 5424 5425 5426 5427 5428	 or rejection Terms and conditions. (1) (a) No later than 90 days after the public hearing under Section 17B-1-508, or, if no hearing is held, within 90 days after the filing of a petition under Section 17B-1-504, the board of trustees of the [local] special district in which the area proposed to be withdrawn is located shall adopt a resolution: (i) approving the withdrawal of some or all of the area from the [local] special district; or
5422 5423 5424 5425 5426 5427 5428 5429	or rejection Terms and conditions. (1) (a) No later than 90 days after the public hearing under Section 17B-1-508, or, if no hearing is held, within 90 days after the filing of a petition under Section 17B-1-504, the board of trustees of the [local] special district in which the area proposed to be withdrawn is located shall adopt a resolution: (i) approving the withdrawal of some or all of the area from the [local] special district; or (ii) rejecting the withdrawal.
5422 5423 5424 5425 5426 5427 5428 5429 5430	 or rejection Terms and conditions. (1) (a) No later than 90 days after the public hearing under Section 17B-1-508, or, if no hearing is held, within 90 days after the filing of a petition under Section 17B-1-504, the board of trustees of the [local] special district in which the area proposed to be withdrawn is located shall adopt a resolution: (i) approving the withdrawal of some or all of the area from the [local] special district; or (ii) rejecting the withdrawal. (b) Each resolution approving a withdrawal shall:

5434 (c) Each resolution rejecting a withdrawal shall include a detailed explanation of the 5435 board of trustees' reasons for the rejection. 5436 (2) Unless denial of the petition is required under Subsection (3), the board of trustees 5437 shall adopt a resolution approving the withdrawal of some or all of the area from the [local] 5438 special district if the board of trustees determines that: 5439 (a) the area to be withdrawn does not and will not require the service that the [local] 5440 special district provides; 5441 (b) the [local] special district will not be able to provide service to the area to be 5442 withdrawn for the reasonably foreseeable future; or 5443 (c) the area to be withdrawn has obtained the same service that is provided by the [local] special district or a commitment to provide the same service that is provided by the 5444 5445 [local] special district from another source. 5446 (3) The board of trustees shall adopt a resolution denying the withdrawal if it determines that the proposed withdrawal would: 5447 (a) result in a breach or default by the [local] special district under: 5448 5449 (i) any of its notes, bonds, or other debt or revenue obligations; 5450 (ii) any of its agreements with entities which have insured, guaranteed, or otherwise 5451 credit-enhanced any debt or revenue obligations of the [local] special district; or 5452 (iii) any of its agreements with the United States or any agency of the United States: provided, however, that, if the [local] special district has entered into an agreement with the 5453 5454 United States that requires the consent of the United States for a withdrawal of territory from the district, a withdrawal under this part may occur if the written consent of the United States is 5455 5456 obtained and filed with the board of trustees; 5457 (b) adversely affect the ability of the [local] special district to make any payments or 5458 perform any other material obligations under: (i) any of its agreements with the United States or any agency of the United States; 5459

- 5460 (ii) any of its notes, bonds, or other debt or revenue obligations; or
- 5461 (iii) any of its agreements with entities which have insured, guaranteed, or otherwise

5462 credit-enhanced any debt or revenue obligations of the [local] special district;

- 5463 (c) result in the reduction or withdrawal of any rating on an outstanding note, bond, or 5464 other debt or revenue obligation of the [local] <u>special</u> district;
- (d) create an island or peninsula of nondistrict territory within the [local] special
 district or of district territory within nondistrict territory that has a material adverse affect on
 the [local] special district's ability to provide service or materially increases the cost of
 providing service to the remainder of the [local] special district;
- 5469 (e) materially impair the operations of the remaining [local] special district; or
- (f) require the [local] special district to materially increase the fees it charges or
 property taxes or other taxes it levies in order to provide to the remainder of the district the
 same level and quality of service that was provided before the withdrawal.
- 5473 (4) In determining whether the withdrawal would have any of the results described in
 5474 Subsection (3), the board of trustees may consider the cumulative impact that multiple
 5475 withdrawals over a specified period of time would have on the [local] special district.
- (5) (a) Despite the presence of one or more of the conditions listed in Subsection (3),
 the board of trustees may approve a resolution withdrawing an area from the [local] special
 district imposing terms or conditions that mitigate or eliminate the conditions listed in
 Subsection (3), including:
- (i) a requirement that the owners of property located within the area proposed to be
 withdrawn or residents within that area pay their proportionate share of any outstanding district
 bond or other obligation as determined pursuant to Subsection (5)(b);
- 5483 (ii) a requirement that the owners of property located within the area proposed to be 5484 withdrawn or residents within that area make one or more payments in lieu of taxes, fees, or 5485 assessments;
- (iii) a requirement that the board of trustees and the receiving entity agree to reasonable
 payment and other terms in accordance with Subsections (5)(f) through (g) regarding the
 transfer to the receiving entity of district assets that the district used before withdrawal to
 provide service to the withdrawn area but no longer needs because of the withdrawal; provided

that, if those district assets are allocated in accordance with Subsections (5)(f) through (g), the
district shall immediately transfer to the receiving entity on the effective date of the

5492 withdrawal, all title to and possession of district assets allocated to the receiving entity; or

5493 (iv) any other reasonable requirement considered to be necessary by the board of5494 trustees.

(b) Other than as provided for in Subsection 17B-1-511(2), and except as provided in Subsection (5)(e), in determining the proportionate share of outstanding bonded indebtedness or other obligations under Subsection (5)(a)(i) and for purposes of determining the allocation and transfer of district assets under Subsection (5)(a)(iii), the board of trustees and the receiving entity, or in cases where there is no receiving entity, the board and the sponsors of the petition shall:

(i) engage engineering and accounting consultants chosen by the procedure provided in
Subsection (5)(d); provided however, that if the withdrawn area is not receiving service, an
engineering consultant need not be engaged; and

(ii) require the engineering and accounting consultants engaged under Subsection
(5)(b)(i) to communicate in writing to the board of trustees and the receiving entity, or in cases
where there is no receiving entity, the board and the sponsors of the petition the information
required by Subsections (5)(f) through (h).

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(c) For purposes of this Subsection (5):

(i) "accounting consultant" means a certified public accountant or a firm of certified
public accountants with the expertise necessary to make the determinations required under
Subsection (5)(h); and

(ii) "engineering consultant" means a person or firm that has the expertise in the
engineering aspects of the type of system by which the withdrawn area is receiving service that
is necessary to make the determination required under Subsections (5)(f) and (g).

(d) (i) Unless the board of trustees and the receiving entity, or in cases where there is
no receiving entity, the board and the sponsors of the petition agree on an engineering
consultant and an accounting consultant, each consultant shall be chosen from a list of

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consultants provided by the Consulting Engineers Council of Utah and the Utah Association ofCertified Public Accountants, respectively, as provided in this Subsection (5)(d).

(ii) A list under Subsection (5)(d)(i) may not include a consultant who has had a
contract for services with the district or the receiving entity during the two-year period
immediately before the list is provided to the [local] special district.

(iii) Within 20 days of receiving the lists described in Subsection (5)(d)(i), the board of trustees shall eliminate the name of one engineering consultant from the list of engineering consultants and the name of one accounting consultant from the list of accounting consultants and shall notify the receiving entity, or in cases where there is no receiving entity, the sponsors of the petition in writing of the eliminations.

(iv) Within three days of receiving notification under Subsection (5)(d), the receiving entity, or in cases where there is no receiving entity, the sponsors of the petition shall eliminate another name of an engineering consultant from the list of engineering consultants and another name of an accounting consultant from the list of accounting consultants and shall notify the board of trustees in writing of the eliminations.

5533 (v) The board of trustees and the receiving entity, or in cases where there is no receiving entity, the board and the sponsors of the petition shall continue to alternate between 5534 them, each eliminating the name of one engineering consultant from the list of engineering 5535 5536 consultants and the name of one accounting consultant from the list of accounting consultants 5537 and providing written notification of the eliminations within three days of receiving notification of the previous notification, until the name of only one engineering consultant 5538 remains on the list of engineering consultants and the name of only one accounting consultant 5539 5540 remains on the list of accounting consultants.

(e) The requirement under Subsection (5)(b) to engage engineering and accounting consultants does not apply if the board of trustees and the receiving entity, or in cases where there is no receiving entity, the board and the sponsors of the petition agree on the allocations that are the engineering consultant's responsibility under Subsection (5)(f) or the

determinations that are the accounting consultant's responsibility under Subsection (5)(h);

5546 provided however, that if engineering and accounting consultants are engaged, the district and 5547 the receiving entity, or in cases where there is no receiving entity, the district and the sponsors 5548 of the petition shall equally share the cost of the engineering and accounting consultants.

5549 (f) (i) The engineering consultant shall allocate the district assets between the district 5550 and the receiving entity as provided in this Subsection (5)(f).

5551

(ii) The engineering consultant shall allocate:

(A) to the district those assets reasonably needed by the district to provide to the area
of the district remaining after withdrawal the kind, level, and quality of service that was
provided before withdrawal; and

5555 (B) to the receiving entity those assets reasonably needed by the receiving entity to 5556 provide to the withdrawn area the kind and quality of service that was provided before 5557 withdrawal.

(iii) If the engineering consultant determines that both the [local] special district and
the receiving entity reasonably need a district asset to provide to their respective areas the kind
and quality of service provided before withdrawal, the engineering consultant shall:

5561 (A) allocate the asset between the [local] special district and the receiving entity 5562 according to their relative needs, if the asset is reasonably susceptible of division; or

(B) allocate the asset to the [local] special district, if the asset is not reasonably
susceptible of division.

(g) All district assets remaining after application of Subsection (5)(f) shall be allocated
to the [local] special district.

5567 (h) (i) The accounting consultant shall determine the withdrawn area's proportionate 5568 share of any redemption premium and the principal of and interest on:

5569 (A) the [local] <u>special</u> district's revenue bonds that were outstanding at the time the 5570 petition was filed;

5571 (B) the [local] <u>special</u> district's general obligation bonds that were outstanding at the 5572 time the petition was filed; and

5573 (C) the [local] special district's general obligation bonds that:

5574 (I) were outstanding at the time the petition was filed; and

5575 (II) are treated as revenue bonds under Subsection (5)(i); and

5576 (D) the district's bonds that were issued prior to the date the petition was filed to refund 5577 the district's revenue bonds, general obligation bonds, or general obligation bonds treated as 5578 revenue bonds.

(ii) For purposes of Subsection (5)(h)(i), the withdrawn area's proportionate share of redemption premium, principal, and interest shall be the amount that bears the same relationship to the total redemption premium, principal, and interest for the entire district that the average annual gross revenues from the withdrawn area during the three most recent complete fiscal years before the filing of the petition bears to the average annual gross revenues from the entire district for the same period.

5585 (i) For purposes of Subsection (5)(h)(i), a district general obligation bond shall be5586 treated as a revenue bond if:

5587

(i) the bond is outstanding on the date the petition was filed; and

(ii) the principal of and interest on the bond, as of the date the petition was filed, had
been paid entirely from [local] special district revenues and not from a levy of ad valorem tax.

5590 (i) (i) Before the board of trustees of the [local] special district files a resolution 5591 approving a withdrawal, the receiving entity, or in cases where there is no receiving entity, the 5592 sponsors of the petition shall irrevocably deposit government obligations, as defined in Subsection 11-27-2(6), into an escrow trust fund the principal of and interest on which are 5593 5594 sufficient to provide for the timely payment of the amount determined by the accounting 5595 consultant under Subsection (5)(h) or in an amount mutually agreeable to the board of trustees 5596 of the [local] special district and the receiving entity, or in cases where there is no receiving 5597 entity, the board and the sponsors of the petition. Notwithstanding Subsection 17B-1-512(1), 5598 the board of trustees may not be required to file a resolution approving a withdrawal until the requirements for establishing and funding an escrow trust fund in this Subsection (5)(j)(i) have 5599 5600 been met; provided that, if the escrow trust fund has not been established and funded within 5601 180 days after the board of trustees passes a resolution approving a withdrawal, the resolution

5602 approving the withdrawal shall be void.

5603 (ii) Concurrently with the creation of the escrow, the receiving entity, or in cases where 5604 there is no receiving entity, the sponsors of the petition shall provide to the board of trustees of 5605 the [local] special district:

5606 (A) a written opinion of an attorney experienced in the tax-exempt status of municipal 5607 bonds stating that the establishment and use of the escrow to pay the proportionate share of the 5608 district's outstanding revenue bonds and general obligation bonds that are treated as revenue 5609 bonds will not adversely affect the tax-exempt status of the bonds; and

(B) a written opinion of an independent certified public accountant verifying that the
principal of and interest on the deposited government obligations are sufficient to provide for
the payment of the withdrawn area's proportionate share of the bonds as provided in Subsection
(5)(h).

(iii) The receiving entity, or in cases where there is no receiving entity, the sponsors ofthe petition shall bear all expenses of the escrow and the redemption of the bonds.

(iv) The receiving entity may issue bonds under Title 11, Chapter 14, Local
Government Bonding Act, and Title 11, Chapter 27, Utah Refunding Bond Act, to fund the
escrow.

(6) A requirement imposed by the board of trustees as a condition to withdrawal under
Subsection (5) shall, in addition to being expressed in the resolution, be reduced to a duly
authorized and executed written agreement between the parties to the withdrawal.

5622 (7) An area that is the subject of a withdrawal petition under Section 17B-1-504 that 5623 results in a board of trustees resolution denying the proposed withdrawal may not be the 5624 subject of another withdrawal petition under Section 17B-1-504 for two years after the date of 5625 the board of trustees resolution denying the withdrawal.

5626

Section 92. Section **17B-1-511** is amended to read:

5020 Section 72. C

5627 17B-1-511. Continuation of tax levy after withdrawal to pay for proportionate
5628 share of district bonds.

5629

(1) Other than as provided in Subsection (2), and unless an escrow trust fund is

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- established and funded pursuant to Subsection 17B-1-510(5)(j), property within the withdrawn area shall continue after withdrawal to be taxable by the [local] special district:
- (a) for the purpose of paying the withdrawn area's just proportion of the [local] special
 district's general obligation bonds or lease obligations payable from property taxes with respect
 to lease revenue bonds issued by a local building authority on behalf of the [local] special
 district, other than those bonds treated as revenue bonds under Subsection 17B-1-510(5)(i),
 until the bonded indebtedness has been satisfied; and
- 5637 (b) to the extent and for the years necessary to generate sufficient revenue that, when 5638 combined with the revenues from the district remaining after withdrawal, is sufficient to 5639 provide for the payment of principal and interest on the district's general obligation bonds that 5640 are treated as revenue bonds under Subsection 17B-1-510(5)(i).
- (2) For a [local] special district funded predominately by revenues other than property
 taxes, service charges, or assessments based upon an allotment of acre-feet of water, property
 within the withdrawn area shall continue to be taxable by the [local] special district for
 purposes of paying the withdrawn area's proportionate share of bonded indebtedness or
 judgments against the [local] special district incurred prior to the date the petition was filed.
- 5646 (3) Except as provided in Subsections (1) and (2), upon withdrawal, the withdrawing 5647 area is relieved of all other taxes, assessments, and charges levied by the district, including 5648 taxes and charges for the payment of revenue bonds and maintenance and operation cost of the 5649 [local] special district.

5650 Section 93. Section 17B-1-512 is amended to read:

5651 17B-1-512. Filing of notice and plat -- Recording requirements -- Contest period
5652 -- Judicial review.

- 5653 (1) (a) Within the time specified in Subsection (1)(b), the board of trustees shall file5654 with the lieutenant governor:
- 5655 (i) a copy of a notice of an impending boundary action, as defined in Section 67-1a-6.5,
 5656 that meets the requirements of Subsection 67-1a-6.5(3); and
- 5657

(ii) a copy of an approved final local entity plat, as defined in Section 67-1a-6.5.

5658	(b) The board of trustees shall file the documents listed in Subsection (1)(a):
5659	(i) within 10 days after adopting a resolution approving a withdrawal under Section
5660	17B-1-510;
5661	(ii) on or before January 31 of the year following the board of trustees' receipt of a
5662	notice or copy described in Subsection (1)(c), if the board of trustees receives the notice or
5663	copy between July 1 and December 31; or
5664	(iii) on or before the July 31 following the board of trustees' receipt of a notice or copy
5665	described in Subsection (1)(c), if the board of trustees receives the notice or copy between
5666	January 1 and June 30.
5667	(c) The board of trustees shall comply with the requirements described in Subsection
5668	(1)(b)(ii) or (iii) after:
5669	(i) receiving:
5670	(A) a notice under Subsection $10-2-425(2)$ of an automatic withdrawal under
5671	Subsection 17B-1-502(2);
5672	(B) a copy of the municipal legislative body's resolution approving an automatic
5673	withdrawal under Subsection 17B-1-502(3)(a); or
5674	(C) notice of a withdrawal of a municipality from a [local] special district under
5675	Section 17B-1-502; or
5676	(ii) entering into an agreement with a municipality under Subsection
5677	17B-1-505(5)(a)(ii)(A) or (5)(b).
5678	(d) Upon the lieutenant governor's issuance of a certificate of withdrawal under Section
5679	67-1a-6.5, the board shall:
5680	(i) if the withdrawn area is located within the boundary of a single county, submit to
5681	the recorder of that county:
5682	(A) the original:
5683	(I) notice of an impending boundary action;
5684	(II) certificate of withdrawal; and
5685	(III) approved final local entity plat; and

5686 (B) if applicable, a certified copy of the resolution or notice referred to in Subsection 5687 (1)(b); or 5688 (ii) if the withdrawn area is located within the boundaries of more than a single county, 5689 submit: (A) the original of the documents listed in Subsections (1)(d)(i)(A)(I), (II), and (III) 5690 and, if applicable, a certified copy of the resolution or notice referred to in Subsection (1)(b) to 5691 5692 one of those counties: and 5693 (B) a certified copy of the documents listed in Subsections (1)(d)(i)(A)(I), (II), and (III) 5694 and a certified copy of the resolution or notice referred to in Subsection (1)(b) to each other 5695 county. 5696 (2) (a) Upon the lieutenant governor's issuance of the certificate of withdrawal under 5697 Section 67-1a-6.5 for a withdrawal under Section 17B-1-510, for an automatic withdrawal 5698 under Subsection 17B-1-502(3), or for the withdrawal of a municipality from a $\left[\frac{1}{1000}\right]$ special district under Section 17B-1-505, the withdrawal shall be effective, subject to the conditions of 5699 5700 the withdrawal resolution, if applicable. 5701 (b) An automatic withdrawal under Subsection 17B-1-502(3) shall be effective upon the lieutenant governor's issuance of a certificate of withdrawal under Section 67-1a-6.5. 5702 (3) (a) The [local] special district may provide for the publication of any resolution 5703 5704 approving or denving the withdrawal of an area: 5705 (i) in a newspaper of general circulation in the area proposed for withdrawal; and (ii) as required in Section 45-1-101. 5706 5707 (b) In lieu of publishing the entire resolution, the $\begin{bmatrix} 1 \\ 1 \\ 1 \end{bmatrix}$ special district may publish a 5708 notice of withdrawal or denial of withdrawal, containing: 5709 (i) the name of the [local] special district; 5710 (ii) a description of the area proposed for withdrawal; (iii) a brief explanation of the grounds on which the board of trustees determined to 5711 approve or deny the withdrawal; and 5712 5713 (iv) the times and place where a copy of the resolution may be examined, which shall

be at the place of business of the [local] special district, identified in the notice, during regular
business hours of the [local] special district as described in the notice and for a period of at
least 30 days after the publication of the notice.

(4) Any sponsor of the petition or receiving entity may contest the board's decision to
deny a withdrawal of an area from the [local] special district by submitting a request, within 60
days after the resolution is adopted under Section 17B-1-510, to the board of trustees,
suggesting terms or conditions to mitigate or eliminate the conditions upon which the board of
trustees based its decision to deny the withdrawal.

5722 (5) Within 60 days after the request under Subsection (4) is submitted to the board of 5723 trustees, the board may consider the suggestions for mitigation and adopt a resolution 5724 approving or denying the request in the same manner as provided in Section 17B-1-510 with 5725 respect to the original resolution denying the withdrawal and file a notice of the action as 5726 provided in Subsection (1).

5727

(6) (a) Any person in interest may seek judicial review of:

5728 (i) the board of trustees' decision to withdraw an area from the [local] special district;

- 5729 (ii) the terms and conditions of a withdrawal; or
- 5730 (iii) the board's decision to deny a withdrawal.

5731 (b) Judicial review under this Subsection (6) shall be initiated by filing an action in the 5732 district court in the county in which a majority of the area proposed to be withdrawn is located:

(i) if the resolution approving or denying the withdrawal is published under Subsection
(3), within 60 days after the publication or after the board of trustees' denial of the request
under Subsection (5):

(ii) if the resolution is not published pursuant to Subsection (3), within 60 days afterthe resolution approving or denying the withdrawal is adopted; or

5738 (iii) if a request is submitted to the board of trustees of a [local] special district under 5739 Subsection (4), and the board adopts a resolution under Subsection (5), within 60 days after the

5740 board adopts a resolution under Subsection (5) unless the resolution is published under

5741 Subsection (3), in which event the action shall be filed within 60 days after the publication.

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5742 (c) A court in which an action is filed under this Subsection (6) may not overturn, in 5743 whole or in part, the board of trustees' decision to approve or reject the withdrawal unless: (i) the court finds the board of trustees' decision to be arbitrary or capricious; or 5744 5745 (ii) the court finds that the board materially failed to follow the procedures set forth in 5746 this part. (d) A court may award costs and expenses of an action under this section, including 5747 5748 reasonable attorney fees, to the prevailing party. 5749 (7) After the applicable contest period under Subsection (4) or (6), no person may 5750 contest the board of trustees' approval or denial of withdrawal for any cause. 5751 Section 94. Section 17B-1-513 is amended to read: 17B-1-513. Termination of terms of trustees representing withdrawn areas. 5752 (1) Except as provided in Subsection (4), on the effective date of withdrawal of an area 5753 from a [local] special district, any trustee residing in the withdrawn area shall cease to be a 5754 5755 member of the board of trustees of the [local] special district. (2) Except as provided in Subsection (4), if the [local] special district has been divided 5756 5757 into divisions for the purpose of electing or appointing trustees and the area withdrawn from a 5758 district constitutes all or substantially all of the area in a division of the [local] special district that is represented by a member of the board of trustees, on the effective date of the 5759 withdrawal, the trustee representing the division shall cease to be a member of the board of 5760 trustees of the [local] special district. 5761 (3) In the event of a vacancy on the board of trustees as a result of an area being 5762 withdrawn from the [local] special district: 5763 (a) the board of trustees shall reduce the number of trustees of the [local] special 5764 district as provided by law; or 5765 5766 (b) the trustee vacancy shall be filled as provided by law. 5767 (4) Subsections (1) and (2) apply only to a trustee who is required by law to be a resident of the [local] special district or of a particular division within the [local] special 5768 5769 district.

5770	Section 95. Section 17B-1-601 is amended to read:
5771	Part 6. Fiscal Procedures for Special Districts
5772	17B-1-601. Definitions.
5773	As used in this part:
5774	(1) "Appropriation" means an allocation of money by the board of trustees for a
5775	specific purpose.
5776	(2) "Budget" means a plan of financial operations for a fiscal year which embodies
5777	estimates of proposed expenditures for given purposes and the proposed means of financing
5778	them, and may refer to the budget of a particular fund for which a budget is required by law or
5779	it may refer collectively to the budgets for all such funds.
5780	(3) "Budget officer" means the person appointed by the [local] special district board of
5781	trustees to prepare the budget for the district.
5782	(4) "Budget year" means the fiscal year for which a budget is prepared.
5783	(5) "Calendar year entity" means a [local] special district whose fiscal year begins
5784	January 1 and ends December 31 of each calendar year as described in Section 17B-1-602.
5785	(6) "Current year" means the fiscal year in which a budget is prepared and adopted,
5786	which is the fiscal year next preceding the budget year.
5787	(7) "Deficit" has the meaning given under generally accepted accounting principles as
5788	reflected in the Uniform Accounting Manual for [Local] Special Districts.
5789	(8) "Estimated revenue" means the amount of revenue estimated to be received from all
5790	sources during the budget year in each fund for which a budget is being prepared.
5791	(9) "Financial officer" means the official under Section 17B-1-642.
5792	(10) "Fiscal year" means the annual period for accounting for fiscal operations in each
5793	district.
5794	(11) "Fiscal year entity" means a [local] special district whose fiscal year begins July 1
5795	of each year and ends on June 30 of the following year as described in Section 17B-1-602.
5796	(12) "Fund" has the meaning given under generally accepted accounting principles as
5797	reflected in the Uniform Accounting Manual for [Local] Special Districts.

5798	(13) "Fund balance" has the meaning given under generally accepted accounting
5799	principles as reflected in the Uniform Accounting Manual for [Local] Special Districts.
5800	(14) "General fund" is as defined by the Governmental Accounting Standards Board as
5801	reflected in the Uniform Accounting Manual for All Local Governments prepared by the Office
5802	of the Utah State Auditor.
5803	(15) "Governmental funds" means the general fund, special revenue fund, debt service
5804	fund, and capital projects fund of a [local] special district.
5805	(16) "Interfund loan" means a loan of cash from one fund to another, subject to future
5806	repayment.
5807	(17) "Last completed fiscal year" means the fiscal year next preceding the current fiscal
5808	year.
5809	[(18) "Local district general fund" means the general fund used by a local district.]
5810	[(19)] (18) "Proprietary funds" means enterprise funds and the internal service funds of
5811	a [local] <u>special</u> district.
5812	[(20)] (19) "Public funds" means any money or payment collected or received by an
5813	officer or employee of a [local] special district acting in an official capacity and includes
5814	money or payment to the officer or employee for services or goods provided by the district, or
5815	the officer or employee while acting within the scope of employment or duty.
5816	[(21)] (20) "Retained earnings" has the meaning given under generally accepted
5817	accounting principles as reflected in the Uniform Accounting Manual for [Local] Special
5818	Districts.
5819	(21) "Special district general fund" means the general fund used by a special district.
5820	(22) "Special fund" means any [local] special district fund other than the [local] special
5821	district's general fund.
5822	Section 96. Section 17B-1-602 is amended to read:
5823	17B-1-602. Fiscal year.
5824	The fiscal year of each [local] special district shall be, as determined by the board of
5825	trustees:

5826	(1) the calendar year; or
5827	(2) the period from July 1 to the following June 30.
5828	Section 97. Section 17B-1-603 is amended to read:
5829	17B-1-603. Uniform accounting system.
5830	The accounting records of each [local] special district shall be established and
5831	maintained, and financial statements prepared from those records, in conformance with
5832	generally accepted accounting principles promulgated from time to time by authoritative bodies
5833	in the United States.
5834	Section 98. Section 17B-1-604 is amended to read:
5835	17B-1-604. Funds and account groups maintained.
5836	Each district shall maintain, according to its own accounting needs, some or all of the
5837	funds and account groups in its system of accounts, as prescribed in the Uniform Accounting
5838	Manual for [Local] Special Districts.
5839	Section 99. Section 17B-1-605 is amended to read:
5840	17B-1-605. Budget required for certain funds Capital projects fund.
5840 5841	 17B-1-605. Budget required for certain funds Capital projects fund. (1) The budget officer of each [local] special district shall prepare for each budget year
5841	(1) The budget officer of each [local] special district shall prepare for each budget year
5841 5842	(1) The budget officer of each [local] <u>special</u> district shall prepare for each budget year a budget for each of the following funds:
5841 5842 5843	 (1) The budget officer of each [local] special district shall prepare for each budget year a budget for each of the following funds: (a) the General Fund;
5841 5842 5843 5844	 (1) The budget officer of each [local] <u>special</u> district shall prepare for each budget year a budget for each of the following funds: (a) the General Fund; (b) special revenue funds;
5841 5842 5843 5844 5845	 (1) The budget officer of each [local] <u>special</u> district shall prepare for each budget year a budget for each of the following funds: (a) the General Fund; (b) special revenue funds; (c) debt service funds;
5841 5842 5843 5844 5845 5846	 (1) The budget officer of each [local] special district shall prepare for each budget year a budget for each of the following funds: (a) the General Fund; (b) special revenue funds; (c) debt service funds; (d) capital projects funds;
5841 5842 5843 5844 5845 5846 5847	 (1) The budget officer of each [local] special district shall prepare for each budget year a budget for each of the following funds: (a) the General Fund; (b) special revenue funds; (c) debt service funds; (d) capital projects funds; (e) proprietary funds, in accordance with Section 17B-1-629;
5841 5842 5843 5844 5845 5846 5847 5848	 (1) The budget officer of each [local] special district shall prepare for each budget year a budget for each of the following funds: (a) the General Fund; (b) special revenue funds; (c) debt service funds; (d) capital projects funds; (e) proprietary funds, in accordance with Section 17B-1-629; (f) if the [local] special district has a local fund, as defined in Section 53-2a-602, the
5841 5842 5843 5844 5845 5846 5847 5848 5849	 (1) The budget officer of each [local] <u>special</u> district shall prepare for each budget year a budget for each of the following funds: (a) the General Fund; (b) special revenue funds; (c) debt service funds; (d) capital projects funds; (e) proprietary funds, in accordance with Section 17B-1-629; (f) if the [local] <u>special</u> district has a local fund, as defined in Section 53-2a-602, the local fund; and
5841 5842 5843 5844 5845 5846 5847 5848 5849 5850	 (1) The budget officer of each [local] <u>special</u> district shall prepare for each budget year a budget for each of the following funds: (a) the General Fund; (b) special revenue funds; (c) debt service funds; (d) capital projects funds; (e) proprietary funds, in accordance with Section 17B-1-629; (f) if the [local] <u>special</u> district has a local fund, as defined in Section 53-2a-602, the local fund; and (g) any other fund or funds for which a budget is required by the uniform system of

5854	financed are to be used for proprietary type activities.
5855	(b) The [local] special district shall prepare a separate budget for the term of the
5856	projects as well as the annual budget required under Subsection (1).
5857	Section 100. Section 17B-1-606 is amended to read:
5858	17B-1-606. Total of revenues to equal expenditures.
5859	(1) The budget for each fund under Section 17B-1-605 shall provide a financial plan
5860	for the budget year.
5861	(2) Each budget shall specify in tabular form:
5862	(a) estimates of all anticipated revenues, classified by the account titles prescribed in
5863	the Uniform Accounting Manual for [Local] Special Districts; and
5864	(b) all appropriations for expenditures, classified by the account titles prescribed in the
5865	Uniform Accounting Manual for [Local] Special Districts.
5866	(3) The total of the anticipated revenues shall equal the total of appropriated
5867	expenditures.
5868	Section 101. Section 17B-1-607 is amended to read:
5869	17B-1-607. Tentative budget to be prepared Review by governing body.
5870	(1) On or before the first regularly scheduled meeting of the board of trustees in
5871	November for a calendar year entity and May for a fiscal year entity, the budget officer of each
5872	[local] special district shall prepare for the ensuing year, in a format prescribed by the state
5873	auditor, and file with the board of trustees a tentative budget for each fund for which a budget
5874	is required.
5875	(2) (a) Each tentative budget under Subsection (1) shall provide in tabular form:
5876	(i) actual revenues and expenditures for the last completed fiscal year;
5877	(ii) estimated total revenues and expenditures for the current fiscal year; and
5878	(iii) the budget officer's estimates of revenues and expenditures for the budget year.
5879	(b) The budget officer shall estimate the amount of revenue available to serve the needs
5880	of each fund, estimate the portion to be derived from all sources other than general property
5881	taxes, and estimate the portion that shall be derived from general property taxes.

5882	(3) The tentative budget, when filed by the budget officer with the board of trustees,
5883	shall contain the estimates of expenditures together with specific work programs and any other
5884	supporting data required by this part or requested by the board.
5885	(4) The board of trustees shall review, consider, and tentatively adopt the tentative
5886	budget in any regular meeting or special meeting called for that purpose and may amend or
5887	revise the tentative budget in any manner that the board considers advisable prior to public
5888	hearings, but no appropriation required for debt retirement and interest or reduction of any
5889	existing deficits under Section 17B-1-613, or otherwise required by law, may be reduced below
5890	the minimums so required.
5891	(5) When a new district is created, the board of trustees shall:
5892	(a) prepare a budget covering the period from the date of incorporation to the end of
5893	the fiscal year;
5894	(b) substantially comply with all other provisions of this part with respect to notices
5895	and hearings; and
5896	(c) pass the budget as soon after incorporation as feasible.
5897	Section 102. Section 17B-1-608 is amended to read:
5898	17B-1-608. Tentative budget and data Public records.
5899	(1) The tentative budget adopted by the board of trustees and all supporting schedules
5900	and data are public records.
5901	(2) At least seven days before adopting a final budget in a public meeting, the [local]
5902	special district shall:
5903	(a) make the tentative budget available for public inspection at the [local] special
5904	district's principal place of business during regular business hours;
5905	(b) if the [local] special district has a website, publish the tentative budget on the
5906	[local] special district's website; and
5907	(c) in accordance with Section 63A-16-601, do one of the following:
5908	(i) publish the tentative budget on the Utah Public Notice Website; or
5000	(ii) multich on the Uteh Dublic Nation Wakaita a link to a wakaita on which the

5909 (ii) publish on the Utah Public Notice Website a link to a website on which the

5910	tentative budget is published.
5911	Section 103. Section 17B-1-609 is amended to read:
5912	17B-1-609. Hearing to consider adoption Notice.
5913	(1) At the meeting at which the tentative budget is adopted, the board of trustees shall:
5914	(a) establish the time and place of a public hearing to consider its adoption; and
5915	(b) except as provided in Subsection (6), order that notice of the hearing:
5916	(i) be posted in three public places within the district; and
5917	(ii) be published at least seven days before the hearing on the Utah Public Notice
5918	Website created in Section 63A-16-601.
5919	(2) If the budget hearing is held in conjunction with a tax increase hearing, the notice
5920	required in Subsection (1)(b):
5921	(a) may be combined with the notice required under Section 59-2-919; and
5922	(b) shall be published in accordance with the advertisement provisions of Section
5923	59-2-919.
5924	(3) If the budget hearing is to be held in conjunction with a fee increase hearing, the
5925	notice required in Subsection (1)(b):
5926	(a) may be combined with the notice required under Section 17B-1-643; and
5927	(b) shall be published or mailed in accordance with the notice provisions of Section
5928	17B-1-643.
5929	(4) Proof that notice was given in accordance with Subsection (1)(b), (2), (3), or (6) is
5930	prima facie evidence that notice was properly given.
5931	(5) If a notice required under Subsection $(1)(b)$, (2) , (3) , or (6) is not challenged within
5932	30 days after the day on which the hearing is held, the notice is adequate and proper.
5933	(6) A board of trustees of a [local] special district with an annual operating budget of
5934	less than \$250,000 may satisfy the notice requirements in Subsection (1)(b) by:
5935	(a) mailing a written notice, postage prepaid, to each voter in the [local] special
5936	district; and
5937	(b) posting the notice in three public places within the district.

5938	Section 104. Section 17B-1-612 is amended to read:
5939	17B-1-612. Accumulated fund balances Limitations Excess balances
5940	Unanticipated excess of revenues Reserves for capital projects.
5941	(1) (a) A [local] special district may accumulate retained earnings or fund balances, as
5942	appropriate, in any fund.
5943	(b) For the general fund only, a [local] special district may only use an accumulated
5944	fund balance to:
5945	(i) provide working capital to finance expenditures from the beginning of the budget
5946	year until general property taxes or other applicable revenues are collected, subject to
5947	Subsection (1)(c);
5948	(ii) provide a resource to meet emergency expenditures under Section 17B-1-623; and
5949	(iii) cover a pending year-end excess of expenditures over revenues from an
5950	unavoidable shortfall in revenues, subject to Subsection (1)(d).
5951	(c) Subsection (1)(b)(i) does not authorize a [local] special district to appropriate a
5952	fund balance for budgeting purposes, except as provided in Subsection (4).
5953	(d) Subsection (1)(b)(iii) does not authorize a [local] special district to appropriate a
5954	fund balance to avoid an operating deficit during a budget year except:
5955	(i) as provided under Subsection (4); or
5956	(ii) for emergency purposes under Section 17B-1-623.
5957	(2) (a) Except as provided in Subsection (2)(b), the accumulation of a fund balance in
5958	the general fund may not exceed the most recently adopted general fund budget, plus 100% of
5959	the current year's property tax.
5960	(b) Notwithstanding Subsection (2)(a), a [local] special district may accumulate in the
5961	general fund mineral lease revenue that the [local] special district receives from the United
5962	States under the Mineral Lands Leasing Act, 30 U.S.C. Sec. 181 et seq., through a distribution
5963	under:
5964	(i) Title 35A, Chapter 8, Part 3, Community Impact Fund Act; or
5965	(ii) Title 59, Chapter 21, Mineral Lease Funds.

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- (3) If the fund balance at the close of any fiscal year exceeds the amount permitted
 under Subsection (2), the district shall appropriate the excess in accordance with Section
 17B-1-613.
- 5969 (4) A [local] special district may utilize any fund balance in excess of 5% of the total
 5970 revenues of the general fund for budget purposes.
- (5) (a) Within a capital projects fund, the board of trustees may, in any budget year,
 appropriate from estimated revenue or fund balance to a reserve for capital projects for the
 purpose of financing future specific capital projects, including new construction, capital
 repairs, replacement, and maintenance, under a formal long-range capital plan that the board of
 trustees adopts.
- (b) A [local] special district may allow a reserve amount under Subsection (5)(a) to
 accumulate from year to year until the accumulated total is sufficient to permit economical
 expenditure for the specified purposes.
- (c) A [local] special district may disburse from a reserve account under Subsection
 (5)(a) only by a budget appropriation that the [local] special district adopts in accordance with
 this part.
- (d) A [local] special district shall ensure that the expenditures from the appropriation
 budget accounts described in this Subsection (5) conform to all requirements of this part
 relating to execution and control of budgets.
- 5985

Section 105. Section 17B-1-613 is amended to read:

5986 17B-1-613. Appropriations not to exceed estimated expendable revenue --

- 5987 Appropriations for existing deficits.
- 5988 (1) The board of trustees of a [local] special district may not make any appropriation in
 5989 the final budget of any fund in excess of the estimated expendable revenue for the budget year
 5990 of the fund.
- (2) If there is a deficit fund balance in a fund at the close of the last completed fiscal
 year, the board of trustees of a [local] special district shall include an item of appropriation for
 the deficit in the current budget of the fund equal to:

5994	(a) at least 5% of the total revenue of the fund in the last completed fiscal year; or
5995	(b) if the deficit is equal to less than 5% of the total revenue of the fund in the last
5996	completed fiscal year, the entire amount of the deficit.
5997	(3) The provisions of this section do not require a [local] special district to add revenue
5998	to a fund that is used for debt service of a limited obligation, unless the revenue is pledged
5999	toward the limited obligation.
6000	Section 106. Section 17B-1-614 is amended to read:
6001	17B-1-614. Adoption of final budget Certification and filing.
6002	(1) The board of trustees of each [local] special district shall by resolution adopt a
6003	budget for the ensuing fiscal year for each fund for which a budget is required under this part
6004	prior to the beginning of the fiscal year, except as provided in Sections 59-2-919 through
6005	59-2-923.
6006	(2) The [local] special district's budget officer shall certify a copy of the final budget
6007	for each fund and file it with the state auditor within 30 days after adoption.
6008	Section 107. Section 17B-1-615 is amended to read:
6009	17B-1-615. Budgets in effect for budget year.
6010	(1) Upon final adoption, each budget shall be in effect for the budget year, subject to
6011	amendment as provided in this part.
6012	(2) A certified copy of the adopted budgets shall be filed in the <u>special</u> district office
6013	and shall be available to the public during regular business hours.
6014	Section 108. Section 17B-1-617 is amended to read:
6015	17B-1-617. Fund expenditures Budget officer's duties.
6016	(1) The budget officer of each [local] special district shall require all expenditures
6017	within each fund to conform with the fund budget.
6018	(2) No appropriation may be encumbered and no expenditure may be made against any
6019	fund appropriation unless there is sufficient unencumbered balance in the fund's appropriation,
6020	except in cases of emergency as provided in Section 17B-1-623.
6021	Section 109. Section 17B-1-618 is amended to read:

6022	17B-1-618. Purchasing procedures.
6023	All purchases or encumbrances by a [local] special district shall be made or incurred
6024	according to the purchasing procedures established for each district by the district's rulemaking
6025	authority, as that term is defined in Section 63G-6a-103, and only on an order or approval of
6026	the person or persons duly authorized.
6027	Section 110. Section 17B-1-619 is amended to read:
6028	17B-1-619. Expenditures or encumbrances in excess of appropriations prohibited
6029	Processing claims.
6030	(1) A [local] special district may not make or incur expenditures or encumbrances in
6031	excess of total appropriations in the budget as adopted or as subsequently amended.
6032	(2) An obligation contracted by any officer in excess of total appropriations in the
6033	budget is not enforceable against the district.
6034	(3) No check or warrant to cover a claim against an appropriation may be drawn until
6035	the claim has been processed as provided by this part.
6036	Section 111. Section 17B-1-620 is amended to read:
6037	17B-1-620. Transfer of appropriation balance between accounts in same fund.
	17B-1-620. Transfer of appropriation balance between accounts in same fund. (1) The board of trustees of each [local] special district shall establish policies for the
6037	
6037 6038	(1) The board of trustees of each [local] special district shall establish policies for the
6037 6038 6039	(1) The board of trustees of each [local] special district shall establish policies for the transfer of any unencumbered or unexpended appropriation balance or portion of the balance
6037 6038 6039 6040	(1) The board of trustees of each [local] special district shall establish policies for the transfer of any unencumbered or unexpended appropriation balance or portion of the balance from one account in a fund to another account within the same fund, subject to Subsection (2).
6037 6038 6039 6040 6041	 (1) The board of trustees of each [local] special district shall establish policies for the transfer of any unencumbered or unexpended appropriation balance or portion of the balance from one account in a fund to another account within the same fund, subject to Subsection (2). (2) An appropriation for debt retirement and interest, reduction of deficit, or other
 6037 6038 6039 6040 6041 6042 	 (1) The board of trustees of each [local] special district shall establish policies for the transfer of any unencumbered or unexpended appropriation balance or portion of the balance from one account in a fund to another account within the same fund, subject to Subsection (2). (2) An appropriation for debt retirement and interest, reduction of deficit, or other appropriation required by law or covenant may not be reduced below the minimums required.
 6037 6038 6039 6040 6041 6042 6043 	 (1) The board of trustees of each [local] special district shall establish policies for the transfer of any unencumbered or unexpended appropriation balance or portion of the balance from one account in a fund to another account within the same fund, subject to Subsection (2). (2) An appropriation for debt retirement and interest, reduction of deficit, or other appropriation required by law or covenant may not be reduced below the minimums required. Section 112. Section 17B-1-621 is amended to read:
 6037 6038 6039 6040 6041 6042 6043 6044 	 (1) The board of trustees of each [local] special district shall establish policies for the transfer of any unencumbered or unexpended appropriation balance or portion of the balance from one account in a fund to another account within the same fund, subject to Subsection (2). (2) An appropriation for debt retirement and interest, reduction of deficit, or other appropriation required by law or covenant may not be reduced below the minimums required. Section 112. Section 17B-1-621 is amended to read: 17B-1-621. Review of individual governmental fund budgets Hearing.
 6037 6038 6039 6040 6041 6042 6043 6044 6045 	 (1) The board of trustees of each [local] special district shall establish policies for the transfer of any unencumbered or unexpended appropriation balance or portion of the balance from one account in a fund to another account within the same fund, subject to Subsection (2). (2) An appropriation for debt retirement and interest, reduction of deficit, or other appropriation required by law or covenant may not be reduced below the minimums required. Section 112. Section 17B-1-621 is amended to read: 17B-1-621. Review of individual governmental fund budgets Hearing. (1) The board of trustees of a [local] special district may, at any time during the budget
 6037 6038 6039 6040 6041 6042 6043 6044 6045 6046 	 (1) The board of trustees of each [local] <u>special</u> district shall establish policies for the transfer of any unencumbered or unexpended appropriation balance or portion of the balance from one account in a fund to another account within the same fund, subject to Subsection (2). (2) An appropriation for debt retirement and interest, reduction of deficit, or other appropriation required by law or covenant may not be reduced below the minimums required. Section 112. Section 17B-1-621 is amended to read: 17B-1-621. Review of individual governmental fund budgets Hearing. (1) The board of trustees of a [local] <u>special</u> district may, at any time during the budget year, review the individual budgets of the governmental funds for the purpose of determining if

6050	17B-1-610 for holding a public hearing.
6051	Section 113. Section 17B-1-623 is amended to read:
6052	17B-1-623. Emergency expenditures.
6053	The board of trustees of a [local] special district may, by resolution, amend a budget
6054	and authorize an expenditure of money that results in a deficit in the district's general fund
6055	balance if:
6056	(1) the board determines that:
6057	(a) an emergency exists; and
6058	(b) the expenditure is reasonably necessary to meet the emergency; and
6059	(2) the expenditure is used to meet the emergency.
6060	Section 114. Section 17B-1-626 is amended to read:
6061	17B-1-626. Loans by one fund to another.
6062	(1) Subject to this section, restrictions imposed by bond covenants, restrictions in
6063	Section 53-2a-605, or other controlling regulations, the board of trustees of a [local] special
6064	district may authorize an interfund loan from one fund to another.
6065	(2) An interfund loan under Subsection (1) shall be in writing and specify the terms
6066	and conditions of the loan, including the:
6067	(a) effective date of the loan;
6068	(b) name of the fund loaning the money;
6069	(c) name of the fund receiving the money;
6070	(d) amount of the loan;
6071	(e) subject to Subsection (3), term of and repayment schedule for the loan;
6072	(f) subject to Subsection (4), interest rate of the loan;
6073	(g) method of calculating interest applicable to the loan;
6074	(h) procedures for:
6075	(i) applying interest to the loan; and
6076	(ii) paying interest on the loan; and
6077	(i) other terms and conditions the board of trustees determines applicable.

6078	(3) The term and repayment schedule specified under Subsection (2)(e) may not exceed
6079	10 years.
6080	(4) (a) In determining the interest rate of the loan specified under Subsection (2)(f), the
6081	board of trustees shall apply an interest rate that reflects the rate of potential gain had the funds
6082	been deposited or invested in a comparable investment.
6083	(b) Notwithstanding Subsection (4)(a), the interest rate of the loan specified under
6084	Subsection (2)(f):
6085	(i) if the term of the loan under Subsection (2)(e) is one year or less, may not be less
6086	than the rate offered by the Public Treasurers' Investment Fund that was created for public
6087	funds transferred to the state treasurer in accordance with Section 51-7-5; or
6088	(ii) if the term of the loan under Subsection (2)(e) is more than one year, may not be
6089	less than the greater of the rate offered by:
6090	(A) the Public Treasurers' Investment Fund that was created for public funds
6091	transferred to the state treasurer in accordance with Section 51-7-5; or
6092	(B) a United States Treasury note of a comparable term.
6093	(5) (a) For an interfund loan under Subsection (1), the board of trustees shall:
6094	(i) hold a public hearing;
6095	(ii) prepare a written notice of the date, time, place, and purpose of the hearing, and the
6096	proposed terms and conditions of the interfund loan under Subsection (2);
6097	(iii) provide notice of the public hearing in the same manner as required under Section
6098	17B-1-609 as if the hearing were a budget hearing; and
6099	(iv) authorize the interfund loan by resolution in a public meeting.
6100	(b) The notice and hearing requirements in Subsection (5)(a) are satisfied if the
6101	interfund loan is included in an original budget or in a subsequent budget amendment
6102	previously approved by the board of trustees for the current fiscal year.
6103	(6) Subsections (2) through (5) do not apply to an interfund loan if the interfund loan
6104	is:
6105	(a) a loan from the [local] special district general fund to any other fund of the [local]

6106 special district; or 6107 (b) a short-term advance from the [local] special district's cash and investment pool to 6108 individual funds that are repaid by the end of the fiscal year. 6109 Section 115. Section 17B-1-627 is amended to read: 6110 17B-1-627. Property tax levy -- Time for setting -- Computation of total levy --6111 Apportionment of proceeds -- Maximum levy. (1) The board of trustees of each [local] special district authorized to levy a property 6112 6113 tax, at a regular meeting or special meeting called for that purpose, shall, by resolution, set the 6114 real and personal property tax rate for various district purposes by the date set under Section 6115 59-2-912, but the rate may be set at an appropriate later date in accordance with Sections 6116 59-2-919 through 59-2-923. 6117 (2) In its computation of the total levy, the board of trustees shall determine the requirements of each fund for which property taxes are to be levied and shall specify in its 6118 6119 resolution adopting the tax rate the amount apportioned to each fund. 6120 (3) The proceeds of the levy apportioned for general fund purposes shall be credited as revenue in the general fund. 6121 (4) The proceeds of the levy apportioned for special fund purposes shall be credited to 6122 the appropriate accounts in the applicable special funds. 6123 6124 (5) The combined levies for each district for all purposes in any year, excluding the 6125 retirement of general obligation bonds and the payment of any interest on the bonds, and any taxes expressly authorized by law to be levied in addition, may not exceed the limit enumerated 6126 by the laws governing each district. 6127 6128 Section 116. Section 17B-1-629 is amended to read: 6129 17B-1-629. Operating and capital budgets. 6130 (1) (a) As used in this section, "operating and capital budget" means a plan of financial 6131 operation for a proprietary or other required special fund, embodying estimates of operating 6132 resources and expenses and other outlays for a fiscal year. (b) Except as otherwise expressly provided, the reference to "budget" or "budgets" and 6133

6134	the procedures and controls relating to them in other sections of this part do not apply or refer
6135	to the "operating and capital budgets" provided for in this section.
6136	(2) On or before the time the board of trustees adopts budgets for the governmental
6137	funds under Section 17B-1-605, it shall adopt for the ensuing year an operating and capital
6138	budget for each proprietary fund and shall adopt the type of budget for other special funds
6139	which is required by the Uniform Accounting Manual for [Local] Special Districts.
6140	(3) Operating and capital budgets shall be adopted and administered in the following
6141	manner:
6142	(a) (i) On or before the first regularly scheduled meeting of the board of trustees, in
6143	November for calendar year entities and May for fiscal year entities, the budget officer shall
6144	prepare for the ensuing fiscal year, and file with the board of trustees, a tentative operating and
6145	capital budget for each proprietary fund and for other required special funds, together with
6146	specific work programs and any other supporting data required by the board.
6147	(ii) If, within any proprietary fund, allocations or transfers that are not reasonable
6148	allocations of costs between funds are included in a tentative budget, a written notice of the
6149	date, time, place, and purpose of the hearing shall be mailed to utility fund customers at least
6150	seven days before the hearing.
6151	(iii) The purpose portion of the notice required under Subsection (3)(a)(ii) shall
6152	identify:
6153	(A) the enterprise utility fund from which money is being transferred;
6154	(B) the amount being transferred; and
6155	(C) the fund to which the money is being transferred.
6156	(b) (i) The board of trustees shall review and consider the tentative budgets at any
6157	regular meeting or special meeting called for that purpose.
6158	(ii) The board of trustees may make any changes in the tentative budgets that it
6159	considers advisable.
6160	(c) Budgets for proprietary or other required special funds shall comply with the public
6161	hearing requirements established in Sections 17B-1-609 and 17B-1-610.

6162	(d) (i) The board of trustees shall adopt an operating and capital budget for each
6163	proprietary fund for the ensuing fiscal year before the beginning of each fiscal year, except as
6164	provided in Sections 59-2-919 through 59-2-923.
6165	(ii) A copy of the budget as finally adopted for each proprietary fund shall be certified
6166	by the budget officer and filed by the officer in the district office and shall be available to the
6167	public during regular business hours.
6168	(iii) A copy of the budget shall also be filed with the state auditor within 30 days after
6169	adoption.
6170	(e) (i) Upon final adoption, the operating and capital budget is in effect for the budget
6171	year, subject to later amendment.
6172	(ii) During the budget year, the board of trustees may, in any regular meeting or special
6173	meeting called for that purpose, review any one or more of the operating and capital budgets
6174	for the purpose of determining if the total of any of them should be increased.
6175	(iii) If the board of trustees decides that the budget total of one or more of these
6176	proprietary funds should be increased, the board shall follow the procedures established in
6177	Section 17B-1-630.
6178	(f) Expenditures from operating and capital budgets shall conform to the requirements
6179	relating to budgets specified in Sections 17B-1-617 through 17B-1-620.
6180	Section 117. Section 17B-1-631 is amended to read:
6181	17B-1-631. District clerk Meetings and records.
6182	(1) The board of trustees of each [local] special district shall appoint a district clerk.
6183	(2) If required, the clerk may be chosen from among the members of the board of
6184	trustees, except the chair.
6185	(3) The district clerk or other appointed person shall attend the meetings and keep a
6186	record of the proceedings of the board of trustees.
6187	Section 118. Section 17B-1-632 is amended to read:
6188	17B-1-632. District clerk Bookkeeping duties.
6189	The district clerk or other designated person not performing treasurer duties shall

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6190 maintain the financial records for each fund of the [local] special district and all related 6191 subsidiary records, including a list of the outstanding bonds, their purpose, amount, terms, date, 6192 and place payable. 6193 Section 119. Section 17B-1-633 is amended to read: 6194 17B-1-633. District treasurer -- Duties generally. 6195 (1) (a) The board of trustees of each [local] special district shall appoint a district 6196 treasurer. 6197 (b) (i) If required, the treasurer may be chosen from among the members of the board 6198 of trustees, except that the board chair may not be district treasurer. 6199 (ii) The district clerk may not also be the district treasurer. 6200 (2) The district treasurer is custodian of all money, bonds, or other securities of the district. 6201 (3) The district treasurer shall: 6202 (a) determine the cash requirements of the district and provide for the deposit and 6203 investment of all money by following the procedures and requirements of Title 51, Chapter 7, 6204 6205 State Money Management Act: 6206 (b) receive all public funds and money payable to the district within three business days after collection, including all taxes, licenses, fines, and intergovernmental revenue; 6207 (c) keep an accurate detailed account of all money received under Subsection (3)(b) in 6208 the manner provided in this part and as directed by the district's board of trustees by resolution; 6209 6210 and 6211 (d) collect all special taxes and assessments as provided by law and ordinance. Section 120. Section 17B-1-635 is amended to read: 6212 6213 17B-1-635. Duties with respect to issuance of checks. 6214 (1) The district clerk or other designated person not performing treasurer duties shall 6215 prepare the necessary checks after having determined that: 6216 (a) the claim was authorized by: 6217 (i) the board of trustees; or

6218	(ii) the [local] special district financial officer, if the financial officer is not the clerk, in
6219	accordance with Section 17B-1-642;
6220	(b) the claim does not overexpend the appropriate departmental budget established by
6221	the board of trustees; and
6222	(c) the expenditure was approved in advance by the board of trustees or its designee.
6223	(2) (a) (i) The treasurer or any other person appointed by the board of trustees shall
6224	sign all checks.
6225	(ii) The person maintaining the financial records may not sign any single signature
6226	check.
6227	(b) In a [local] special district with an expenditure budget of less than \$50,000 per
6228	year, a member of the board of trustees shall also sign all checks.
6229	(c) Before affixing a signature, the treasurer or other designated person shall determine
6230	that a sufficient amount is on deposit in the appropriate bank account of the district to honor
6231	the check.
6232	Section 121. Section 17B-1-639 is amended to read:
6232 6233	Section 121. Section 17B-1-639 is amended to read: 17B-1-639. Annual financial reports Audit reports.
6233	17B-1-639. Annual financial reports Audit reports.
6233 6234	17B-1-639. Annual financial reports Audit reports.(1) Within 180 days after the close of each fiscal year, the district shall prepare an
6233 6234 6235	 17B-1-639. Annual financial reports Audit reports. (1) Within 180 days after the close of each fiscal year, the district shall prepare an annual financial report in conformity with generally accepted accounting principles as
6233623462356236	 17B-1-639. Annual financial reports Audit reports. (1) Within 180 days after the close of each fiscal year, the district shall prepare an annual financial report in conformity with generally accepted accounting principles as prescribed in the Uniform Accounting Manual for [Local] Special Districts.
 6233 6234 6235 6236 6237 	 17B-1-639. Annual financial reports Audit reports. (1) Within 180 days after the close of each fiscal year, the district shall prepare an annual financial report in conformity with generally accepted accounting principles as prescribed in the Uniform Accounting Manual for [Local] Special Districts. (2) The requirement under Subsection (1) to prepare an annual financial report may be
 6233 6234 6235 6236 6237 6238 	 17B-1-639. Annual financial reports Audit reports. (1) Within 180 days after the close of each fiscal year, the district shall prepare an annual financial report in conformity with generally accepted accounting principles as prescribed in the Uniform Accounting Manual for [Local] Special Districts. (2) The requirement under Subsection (1) to prepare an annual financial report may be satisfied by presentation of the audit report furnished by the auditor.
 6233 6234 6235 6236 6237 6238 6239 	 17B-1-639. Annual financial reports Audit reports. (1) Within 180 days after the close of each fiscal year, the district shall prepare an annual financial report in conformity with generally accepted accounting principles as prescribed in the Uniform Accounting Manual for [Local] Special Districts. (2) The requirement under Subsection (1) to prepare an annual financial report may be satisfied by presentation of the audit report furnished by the auditor. (3) Copies of the annual financial report or the audit report furnished by the auditor
 6233 6234 6235 6236 6237 6238 6239 6240 	 17B-1-639. Annual financial reports Audit reports. (1) Within 180 days after the close of each fiscal year, the district shall prepare an annual financial report in conformity with generally accepted accounting principles as prescribed in the Uniform Accounting Manual for [Local] Special Districts. (2) The requirement under Subsection (1) to prepare an annual financial report may be satisfied by presentation of the audit report furnished by the auditor. (3) Copies of the annual financial report or the audit report furnished by the auditor shall be filed with the state auditor and shall be filed as a public document in the district office.
 6233 6234 6235 6236 6237 6238 6239 6240 6241 	 17B-1-639. Annual financial reports Audit reports. (1) Within 180 days after the close of each fiscal year, the district shall prepare an annual financial report in conformity with generally accepted accounting principles as prescribed in the Uniform Accounting Manual for [Local] Special Districts. (2) The requirement under Subsection (1) to prepare an annual financial report may be satisfied by presentation of the audit report furnished by the auditor. (3) Copies of the annual financial report or the audit report furnished by the auditor shall be filed with the state auditor and shall be filed as a public document in the district office. Section 122. Section 17B-1-640 is amended to read:
 6233 6234 6235 6236 6237 6238 6239 6240 6241 6242 	 17B-1-639. Annual financial reports Audit reports. (1) Within 180 days after the close of each fiscal year, the district shall prepare an annual financial report in conformity with generally accepted accounting principles as prescribed in the Uniform Accounting Manual for [Local] Special Districts. (2) The requirement under Subsection (1) to prepare an annual financial report may be satisfied by presentation of the audit report furnished by the auditor. (3) Copies of the annual financial report or the audit report furnished by the auditor shall be filed with the state auditor and shall be filed as a public document in the district office. Section 122. Section 17B-1-640 is amended to read: 17B-1-640. Audits required.

6246	(2) The board of trustees shall appoint an auditor for the purpose of complying with the
6247	requirements of this section and with Title 51, Chapter 2a, Accounting Reports from Political
6248	Subdivisions, Interlocal Organizations, and Other Local Entities Act.
6249	Section 123. Section 17B-1-641 is amended to read:
6250	17B-1-641. Special district may expand uniform procedures Limitation.
6251	(1) Subject to Subsection (2), a [local] special district may expand the uniform
6252	accounting, budgeting, and reporting procedure prescribed in the Uniform Accounting Manual
6253	for [Local] Special Districts prepared by the state auditor under Subsection 67-3-1(16), to
6254	better serve the needs of the district.
6255	(2) A [local] special district may not deviate from or alter the basic prescribed
6256	classification systems for the identity of funds and accounts set forth in the Uniform
6257	Accounting Manual for [Local] Special Districts.
6258	Section 124. Section 17B-1-642 is amended to read:
6259	17B-1-642. Approval of district expenditures.
6260	(1) The board of trustees of each [local] special district shall approve all expenditures
6261	of the district except as otherwise provided in this section.
6262	(2) The board of trustees may authorize the district manager or other official approved
6263	by the board to act as the financial officer for the purpose of approving:
6264	(a) payroll checks, if the checks are prepared in accordance with a schedule approved
6265	by the board; and
6266	(b) routine expenditures, such as utility bills, payroll-related expenses, supplies, and
6267	materials.
6268	(3) Notwithstanding Subsection (2), the board of trustees shall, at least quarterly,
6269	review all expenditures authorized by the financial officer.
6270	(4) The board of trustees shall set a maximum sum over which all purchases may not
6271	be made without the board's approval.
6272	Section 125. Section 17B-1-643 is amended to read:
6273	17B-1-643. Imposing or increasing a fee for service provided by special district.

6274	(1) (a) Before imposing a new fee or increasing an existing fee for a service provided
6275	by a [local] special district, each [local] special district board of trustees shall first hold a public
6276	hearing at which:
6277	(i) the [local] special district shall demonstrate its need to impose or increase the fee;
6278	and
6279	(ii) any interested person may speak for or against the proposal to impose a fee or to
6280	increase an existing fee.
6281	(b) Each public hearing under Subsection (1)(a) shall be held in the evening beginning
6282	no earlier than 6 p.m.
6283	(c) A public hearing required under this Subsection (1) may be combined with a public
6284	hearing on a tentative budget required under Section 17B-1-610.
6285	(d) Except to the extent that this section imposes more stringent notice requirements,
6286	the [local] special district board shall comply with Title 52, Chapter 4, Open and Public
6287	Meetings Act, in holding the public hearing under Subsection (1)(a).
6288	(2) (a) Each [local] special district board shall give notice of a hearing under
6289	Subsection (1) as provided in Subsections (2)(b) and (c) or Subsection (2)(d).
6290	(b) The [local] special district board shall:
6291	(i) post the notice required under Subsection (2)(a) on the Utah Public Notice Website,
6292	created in Section 63A-16-601; and
6293	(ii) post at least one of the notices required under Subsection (2)(a) per 1,000
6294	population within the [local] special district, at places within the [local] special district that are
6295	most likely to provide actual notice to residents within the [local] special district, subject to a
6296	maximum of 10 notices.
6297	(c) The notice described in Subsection (2)(b) shall state that the [local] special district
6298	board intends to impose or increase a fee for a service provided by the [local] special district
6299	and will hold a public hearing on a certain day, time, and place fixed in the notice, which shall
6300	be not less than seven days after the day the first notice is published, for the purpose of hearing
6301	comments regarding the proposed imposition or increase of a fee and to explain the reasons for

6302	the proposed imposition or increase.
6303	(d) (i) In lieu of providing notice under Subsection (2)(b), the [local] special district
6304	board of trustees may give the notice required under Subsection (2)(a) by mailing the notice to
6305	those within the district who:
6306	(A) will be charged the fee for a district service, if the fee is being imposed for the first
6307	time; or
6308	(B) are being charged a fee, if the fee is proposed to be increased.
6309	(ii) Each notice under Subsection $(2)(d)(i)$ shall comply with Subsection $(2)(c)$.
6310	(iii) A notice under Subsection (2)(d)(i) may accompany a district bill for an existing
6311	fee.
6312	(e) If the hearing required under this section is combined with the public hearing
6313	required under Section 17B-1-610, the notice required under this Subsection (2):
6314	(i) may be combined with the notice required under Section 17B-1-609; and
6315	(ii) shall be posted or mailed in accordance with the notice provisions of this section.
6316	(f) Proof that notice was given as provided in Subsection (2)(b) or (d) is prima facie
6317	evidence that notice was properly given.
6318	(g) If no challenge is made to the notice given of a hearing required by Subsection (1)
6319	within 30 days after the date of the hearing, the notice is considered adequate and proper.
6320	(3) After holding a public hearing under Subsection (1), a [local] special district board
6321	may:
6322	(a) impose the new fee or increase the existing fee as proposed;
6323	(b) adjust the amount of the proposed new fee or the increase of the existing fee and
6324	then impose the new fee or increase the existing fee as adjusted; or
6325	(c) decline to impose the new fee or increase the existing fee.
6326	(4) This section applies to each new fee imposed and each increase of an existing fee
6327	that occurs on or after July 1, 1998.
6328	(5) (a) This section does not apply to an impact fee.
6329	(b) The imposition or increase of an impact fee is governed by Title 11, Chapter 36a,

6330	Impact Fees Act.
6331	Section 126. Section 17B-1-644 is amended to read:
6332	17B-1-644. Definitions Electronic payments Fee.
6333	(1) As used in this section:
6334	(a) "Electronic payment" means the payment of money to a [local] special district by
6335	electronic means, including by means of a credit card, charge card, debit card, prepaid or stored
6336	value card or similar device, or automatic clearinghouse transaction.
6337	(b) "Electronic payment fee" means an amount of money to defray the discount fee,
6338	processing fee, or other fee charged by a credit card company or processing agent to process an
6339	electronic payment.
6340	(c) "Processing agent" means a bank, transaction clearinghouse, or other third party
6341	that charges a fee to process an electronic payment.
6342	(2) A [local] special district may accept an electronic payment for the payment of funds
6343	which the [local] special district could have received through another payment method.
6344	(3) A [local] special district that accepts an electronic payment may charge an
6345	electronic payment fee.
6346	Section 127. Section 17B-1-645 is amended to read:
6347	17B-1-645. Residential fee credit.
6348	(1) A [local] special district may create a fee structure under this title that permits:
6349	(a) a home owner or residential tenant to file for a fee credit for a fee charged by the
6350	[local] special district, if the credit is based on:
6351	(i) the home owner's annual income; or
6352	(ii) the residential tenant's annual income; or
6353	(b) an owner of federally subsidized housing to file for a credit for a fee charged by the
6354	[local] <u>special</u> district.
6355	(2) If a [local] special district permits a person to file for a fee credit under Subsection
6356	(1)(a), the [local] special district shall make the credit available to:
6357	(a) a home owner; and

6358	(b) a residential tenant.
6359	Section 128. Section 17B-1-701 is amended to read:
6360	Part 7. Special District Budgets and Audit Reports
6361	17B-1-701. Definitions.
6362	As used in this part:
6363	(1) "Audit reports" means the reports of any independent audit of the district performed
6364	by:
6365	(a) an independent auditor as required by Title 51, Chapter 2a, Accounting Reports
6366	from Political Subdivisions, Interlocal Organizations, and Other Local Entities Act;
6367	(b) the state auditor; or
6368	(c) the legislative auditor.
6369	(2) "Board" means the [local] special district board of trustees.
6370	(3) "Budget" means a plan of financial operations for a fiscal year that includes:
6371	(a) estimates of proposed expenditures for given purposes and the proposed means of
6372	financing them;
6373	(b) the source and amount of estimated revenue for the district for the fiscal year;
6374	(c) fund balance in each fund at the beginning of the fiscal year and the projected fund
6375	balance for each fund at the end of the fiscal year; and
6376	(d) capital projects or budgets for proposed construction or improvement to capital
6377	facilities within the district.
6378	(4) "Constituent entity" means any county, city, or town that levies property taxes
6379	within the boundaries of the district.
6380	(5) (a) "Customer agencies" means those governmental entities, except school districts,
6381	institutions of higher education, and federal government agencies that purchase or obtain
6382	services from the [local] special district.
6383	(b) "Customer agencies" for purposes of state agencies means the state auditor.
6384	Section 129. Section 17B-1-702 is amended to read:
6385	17B-1-702. Special districts to submit budgets.

6386 (1) (a) Except as provided in Subsection (1)(b), within 30 days after it is approved by 6387 the board, and at least 30 days before the board adopts a final budget, the board of each [local] special district with an annual budget of \$50,000 or more shall send a copy of its tentative 6388 6389 budget and notice of the time and place for its budget hearing to: 6390 (i) each of its constituent entities that has in writing requested a copy; and 6391 (ii) to each of its customer agencies that has in writing requested a copy. 6392 (b) Within 30 days after it is approved by the board, and at least 30 days before the 6393 board adopts a final budget, the board of trustees of a large public transit district as defined in 6394 Section 17B-2a-802 shall send a copy of its tentative budget and notice of the time and place 6395 for its budget hearing to: 6396 (i) each of its constituent entities; 6397 (ii) each of its customer agencies that has in writing requested a copy; 6398 (iii) the governor; and 6399 (iv) the Legislature. 6400 (c) The [local] special district shall include with the tentative budget a signature sheet 6401 that includes: 6402 (i) language that the constituent entity or customer agency received the tentative budget 6403 and has no objection to it; and 6404 (ii) a place for the chairperson or other designee of the constituent entity or customer 6405 agency to sign. 6406 (2) Each constituent entity and each customer agency that receives the tentative budget 6407 shall review the tentative budget submitted by the district and either: 6408 (a) sign the signature sheet and return it to the district; or 6409 (b) attend the budget hearing or other meeting scheduled by the district to discuss the 6410 objections to the proposed budget. 6411 (3) (a) If any constituent entity or customer agency that received the tentative budget 6412 has not returned the signature sheet to the [local] special district within 15 calendar days after 6413 the tentative budget was mailed, the [local] special district shall send a written notice of the

6414 budget hearing to each constituent entity or customer agency that did not return a signature 6415 sheet and invite them to attend that hearing. 6416 (b) If requested to do so by any constituent entity or customer agency, the [local] 6417 special district shall schedule a meeting to discuss the budget with the constituent entities and 6418 customer agencies. 6419 (c) At the budget hearing, the [local] special district board shall: 6420 (i) explain its budget and answer any questions about it; 6421 (ii) specifically address any questions or objections raised by the constituent entity, 6422 customer agency, or those attending the meeting; and 6423 (iii) seek to resolve the objections. 6424 (4) Nothing in this part prevents a [local] special district board from approving or 6425 implementing a budget over any or all constituent entity's or customer agency's protests, 6426 objections, or failure to respond. 6427 Section 130. Section 17B-1-703 is amended to read: 6428 17B-1-703. Special districts to submit audit reports. 6429 (1) (a) Except as provided in Subsection (1)(b), within 30 days after it is presented to 6430 the board, the board of each [local] special district with an annual budget of \$50,000 or more 6431 shall send a copy of any audit report to: 6432 (i) each of its constituent entities that has in writing requested a copy; and 6433 (ii) each of its customer agencies that has in writing requested a copy. 6434 (b) Within 30 days after it is presented to the board, the board of a large public transit 6435 district as defined in Section 17B-2a-802 shall send a copy of its annual audit report to: 6436 (i) each of its constituent entities; and (ii) each of its customer agencies that has in writing requested a copy. 6437 6438 (2) Each constituent entity and each customer agency that received the audit report 6439 shall review the audit report submitted by the district and, if necessary, request a meeting with 6440 the district board to discuss the audit report. (3) At the meeting, the [local] special district board shall: 6441

6442	(a) answer any questions about the audit report; and
6443	(b) discuss their plans to implement suggestions made by the auditor.
6444	Section 131. Section 17B-1-801 is amended to read:
6445	Part 8. Special District Personnel Management
6446	17B-1-801. Establishment of special district merit system.
6447	(1) A merit system of personnel administration for the [local] special districts of the
6448	state, their departments, offices, and agencies, except as otherwise specifically provided, is
6449	established.
6450	(2) This part does not apply to a [local] special district with annual revenues less than
6451	\$50,000.
6452	Section 132. Section 17B-1-802 is amended to read:
6453	17B-1-802. Review of personnel policies.
6454	Each [local] special district that has full or part-time employees shall annually review
6455	its personnel policies to ensure that they conform to the requirements of state and federal law.
6456	Section 133. Section 17B-1-803 is amended to read:
6457	17B-1-803. Merit principles.
6458	A [local] special district may establish a personnel system administered in a manner
6459	that will provide for the effective implementation of merit principles that provide for:
6460	(1) recruiting, selecting, and advancing employees on the basis of their relative ability,
6461	knowledge, and skills, including open consideration of qualified applicants for initial
6462	appointment;
6463	(2) providing equitable and adequate compensation;
6464	(3) training employees as needed to assure high-quality performance;
6465	(4) retaining employees on the basis of the adequacy of their performance, and
6466	separation of employees whose inadequate performance cannot be corrected;
0400	separation of employees whose manequine performance cannot be concerved,
6467	(5) fair treatment of applicants and employees in all aspects of personnel

6470	(6) providing information to employees regarding their political rights and prohibited
6471	practices under the Hatch Political Activities Act, 5 U.S.C. Sec. 1501 through 1508 et seq.; and
6472	(7) providing a formal procedure for processing the appeals and grievances of
6473	employees without discrimination, coercion, restraint, or reprisal.
6474	Section 134. Section 17B-1-804 is amended to read:
6475	17B-1-804. Compliance with Labor Code requirements.
6476	Each [local] special district shall comply with the requirements of Section 34-32-1.1.
6477	Section 135. Section 17B-1-805 is amended to read:
6478	17B-1-805. Human resource management requirement.
6479	(1) As used in this section:
6480	(a) "Governing body" means the same as that term is defined in Section 17B-1-201.
6481	(b) "Human resource management duties" means the exercise of human resource
6482	management functions and responsibilities, including:
6483	(i) complying with federal and state employment law;
6484	(ii) administering compensation and benefits; and
6485	(iii) ensuring employee safety.
6486	(c) "Human resource management training" means a program designed to instruct an
6487	individual on the performance of human resource management duties.
6488	(2) If a [local] special district has full or part-time employees, the governing body
6489	shall:
6490	(a) adopt human resource management policies;
6491	(b) assign human resource management duties to one of the district's employees or
6492	another person; and
6493	(c) ensure that the employee or person assigned under Subsection (2)(b) receives
6494	human resource management training.
6495	Section 136. Section 17B-1-901 is amended to read:
6496	17B-1-901. Providing and billing for multiple commodities, services, or facilities
6497	Suspending service to a delinquent customer.

6498 (1) If a [local] special district provides more than one commodity, service, or facility,
6499 the district may bill for the fees and charges for all commodities, services, and facilities in a
6500 single bill.

(2) Regardless of the number of commodities, services, or facilities furnished by a
[local] special district, the [local] special district may suspend furnishing any commodity,
service, or facility to a customer if the customer fails to pay all fees and charges when due.

(3) (a) Notwithstanding Subsection (2) and except as provided in Subsection (3)(b), a
[local] special district may not suspend furnishing any commodity, service, or facility to a
customer if discontinuance of the service is requested by a private third party, including an
individual, a private business, or a nonprofit organization, that is not the customer.

(b) (i) An owner of land or the owner's agent may request that service be temporarilydiscontinued for maintenance-related activities.

(ii) An owner of land or the owner's agent may not request temporary discontinuance of
service under Subsection (3)(b)(i) if the request is for the purpose of debt collection, eviction,
or any other unlawful purpose.

6513 Section 137. Section **17B-1-902** is amended to read:

6514 **17B-1-902.** Lien for past due service fees -- Notice -- Partial payment allocation.

(1) (a) A [local] special district may hold a lien on a customer's property for past due
fees for commodities, services, or facilities that the district has provided to the customer's
property by certifying, subject to Subsection (3), to the treasurer of the county in which the
customer's property is located the amount of past due fees, including, subject to Section
17B-1-902.1, applicable interest and administrative costs.

(b) (i) Upon certification under Subsection (1)(a), the past due fees, and if applicable,
interest and administrative costs, become a political subdivision lien that is a nonrecurring tax
notice charge, as those terms are defined in Section 11-60-102, on the customer's property to
which the commodities, services, or facilities were provided in accordance with Title 11,
Chapter 60, Political Subdivision Lien Authority.

6525

(ii) A lien described in this Subsection (1) has the same priority as, but is separate and

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6526 distinct from, a property tax lien. 6527 (2) (a) If a [local] special district certifies past due fees under Subsection (1)(a), the treasurer of the county shall provide a notice, in accordance with this Subsection (2), to the 6528 6529 owner of the property for which the [local] special district has incurred the past due fees. 6530 (b) In providing the notice required in Subsection (2)(a), the treasurer of the county shall: 6531 6532 (i) include the amount of past due fees that a [local] special district has certified on or before July 15 of the current year: 6533 6534 (ii) provide contact information, including a phone number, for the property owner to 6535 contact the [local] special district to obtain more information regarding the amount described in Subsection (2)(b)(i); and 6536 6537 (iii) notify the property owner that: 6538 (A) if the amount described in Subsection (2)(b)(i) is not paid in full by September 15 of the current year, any unpaid amount will be included on the property tax notice required by 6539 6540 Section 59-2-1317; and 6541 (B) the failure to pay the amount described in Subsection (2)(b)(i) has resulted in a lien 6542 on the property in accordance with Subsection (1)(b). (c) The treasurer of the county shall provide the notice required by this Subsection (2) 6543 6544 to a property owner on or before August 1. (3) (a) If a [local] special district certifies an unpaid amount in accordance with 6545 Subsection (1)(a), the county treasurer shall include the unpaid amount on a property tax notice 6546 6547 issued in accordance with Section 59-2-1317. 6548 (b) If an unpaid fee, administrative cost, or interest is included on a property tax notice 6549 in accordance with Subsection (3)(a), the county treasurer shall on the property tax notice: 6550 (i) clearly state that the unpaid fee, administrative cost, or interest is for a service provided by the [local] special district; and 6551 6552 (ii) itemize the unpaid fee, administrative cost, or interest separate from any other tax, 6553 fee, interest, or penalty that is included on the property tax notice in accordance with Section

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6554	59-2-1317.
6555	(4) A lien under Subsection (1) is not valid if the [local] special district makes
6556	certification under Subsection (1)(a) after the filing for record of a document conveying title of
6557	the customer's property to a new owner.
6558	(5) Nothing in this section may be construed to:
6559	(a) waive or release the customer's obligation to pay fees that the district has imposed;
6560	(b) preclude the certification of a lien under Subsection (1) with respect to past due
6561	fees for commodities, services, or facilities provided after the date that title to the property is
6562	transferred to a new owner; or
6563	(c) nullify or terminate a valid lien.
6564	(6) After all amounts owing under a lien established as provided in this section have
6565	been paid, the [local] special district shall file for record in the county recorder's office a
6566	release of the lien.
6567	Section 138. Section 17B-1-902.1 is amended to read:
6568	17B-1-902.1. Interest Collection of administrative costs.
6569	(1) (a) A [local] special district may charge interest on a past due fee or past due
6570	charge.
6571	(b) If a [local] special district charges interest as described in Subsection (1)(b), the
6572	[local] special district shall calculate the interest rate for a calendar year:
6573	(i) based on the federal short-term rate determined by the secretary of the treasury
6574	under Section 6621, Internal Revenue Code, in effect for the preceding fourth calendar quarter;
6575	and
6576	(ii) as simple interest at the rate of eighteen percentage points above the federal
6577	short-term rate.
6578	(c) If a [local] <u>special</u> district charges interest on a past due fee collected by the [local]
6579	special district, regardless of whether the fee is certified, the [local] special district may charge
6580	the interest monthly but may not compound the interest more frequently than annually.
6581	(2) (a) A [local] <u>special</u> district may charge and collect only one of the following:

6582 (i) a one-time penalty charge not to exceed 8% for a past-due fee; or 6583 (ii) an administrative cost for some or all of the following: 6584 (A) the collection cost of a past due fee or charge; 6585 (B) reasonable attorney fees actually incurred for collection and foreclosure costs, if 6586 applicable; and 6587 (C) any other cost. 6588 (b) A [local] special district may not charge interest on an administrative cost. 6589 Section 139. Section 17B-1-903 is amended to read: 6590 17B-1-903. Authority to require written application for water or sewer service 6591 and to terminate for failure to pay -- Limitations. 6592 (1) A [local] special district that owns or controls a system for furnishing water or 6593 providing sewer service or both may: 6594 (a) before furnishing water or providing sewer service to a property, require the 6595 property owner or an authorized agent to submit a written application, signed by the owner or 6596 an authorized agent, agreeing to pay for all water furnished or sewer service provided to the 6597 property, whether occupied by the owner or by a tenant or other occupant, according to the 6598 rules and regulations adopted by the [local] special district; and 6599 (b) if a customer fails to pay for water furnished or sewer service provided to the 6600 customer's property, discontinue furnishing water or providing sewer service to the property 6601 until all amounts for water furnished or sewer service provided are paid, subject to Subsection 6602 (2). (2) Unless a valid lien has been established as provided in Section 17B-1-902, has not 6603 been satisfied, and has not been terminated by a sale as provided in Section 17B-1-902, a 6604 6605 [local] special district may not: 6606 (a) use a customer's failure to pay for water furnished or sewer service provided to the 6607 customer's property as a basis for not furnishing water or providing sewer service to the property after ownership of the property is transferred to a subsequent owner; or 6608 6609 (b) require an owner to pay for water that was furnished or sewer service that was

6610	provided to the property before the owner's ownership.
6611	Section 140. Section 17B-1-904 is amended to read:
6612	17B-1-904. Collection of service fees.
6613	(1) As used in this section:
6614	(a) "Collection costs" means an amount, not to exceed \$20, to reimburse a [local]
6615	special district for expenses associated with its efforts to collect past due service fees from a
6616	customer.
6617	(b) "Customer" means the owner of real property to which a [local] special district has
6618	provided a service for which the [local] special district charges a service fee.
6619	(c) "Damages" means an amount equal to the greater of:
6620	(i) \$100; and
6621	(ii) triple the past due service fees.
6622	(d) "Default date" means the date on which payment for service fees becomes past due.
6623	(e) "Past due service fees" means service fees that on or after the default date have not
6624	been paid.
6625	(f) "Prelitigation damages" means an amount that is equal to the greater of:
6626	(i) \$50; and
6627	(ii) triple the past due service fees.
6628	(g) "Service fee" means an amount charged by a [local] special district to a customer
6629	for a service, including furnishing water, providing sewer service, and providing garbage
6630	collection service, that the district provides to the customer's property.
6631	(2) A customer is liable to a [local] special district for past due service fees and
6632	collection costs if:
6633	(a) the customer has not paid service fees before the default date;
6634	(b) the [local] special district mails the customer notice as provided in Subsection (4);
6635	and
6636	(c) the past due service fees remain unpaid 15 days after the [local] special district has
6637	mailed notice.

6638	(3) If a customer has not paid the [local] special district the past due service fees and
6639	collection costs within 30 days after the [local] special district mails notice, the [local] special
6640	district may make an offer to the customer that the [local] special district will forego filing a
6641	civil action under Subsection (5) if the customer pays the [local] special district an amount that:
6642	(a) consists of the past due service fees, collection costs, prelitigation damages, and, if
6643	the [local] special district retains an attorney to recover the past due service fees, a reasonable
6644	attorney fee not to exceed \$50; and
6645	(b) if the customer's property is residential, may not exceed \$100.
6646	(4) (a) Each notice under Subsection (2)(b) shall:
6647	(i) be in writing;
6648	(ii) be mailed to the customer by the United States mail, postage prepaid;
6649	(iii) notify the customer that:
6650	(A) if the past due service fees are not paid within 15 days after the day on which the
6651	[local] special district mailed notice, the customer is liable for the past due service fees and
6652	collection costs; and
6653	(B) the [local] special district may file civil action if the customer does not pay to the
6654	[local] special district the past due service fees and collection costs within 30 calendar days
6655	from the day on which the [local] special district mailed notice; and
6656	(iv) be in substantially the following form:
6657	Date:
6658	То:
6659	Service address:
6660	Account or invoice number(s):
6661	Date(s) of service:
6662	Amount past due:
6663	
0005	You are hereby notified that water or sewer service fees (or both) owed by you are in
6664	You are hereby notified that water or sewer service fees (or both) owed by you are in default. In accordance with Section 17B-1-902, Utah Code Annotated, if you do not pay the

6666 liable for the past due amount together with collection costs of \$20.

You are further notified that if you do not pay the past due amount and the \$20
collection costs within 30 calendar days from the day on which this notice was mailed to you,
an appropriate civil legal action may be filed against you for the past due amount, interest,
court costs, attorney fees, and damages in an amount equal to the greater of \$100 or triple the
past due amounts, but the combined total of all these amounts may not exceed \$200 if your
property is residential.

(Signed) _____ 6673 Name of [local] special district _____ 6674 6675 Address of [local] special district Telephone number of [local] special district 6676 (b) Written notice under this section is conclusively presumed to have been given if the 6677 6678 notice is: (i) properly deposited in the United States mail, postage prepaid, by certified or 6679 registered mail, return receipt requested; and 6680 6681 (ii) addressed to the customer at the customer's: (A) address as it appears in the records of the [local] special district; or 6682 (B) last-known address. 6683 6684 (5) (a) A [local] special district may file a civil action against the customer if the customer fails to pay the past due service fees and collection costs within 30 calendar days 6685 6686 from the date on which the [local] special district mailed notice under Subsection (2)(b). 6687 (b) (i) In a civil action under this Subsection (5), a customer is liable to the [local] special district for an amount that: 6688 6689 (A) consists of past due service fees, collection costs, interest, court costs, a reasonable 6690 attorney fee, and damages; and

6691

(B) if the customer's property is residential, may not exceed \$200.

(ii) Notwithstanding Subsection (5)(b)(i), a court may, upon a finding of good cause,
waive interest, court costs, the attorney fee, and damages, or any combination of them.

6694	(c) If a [local] special district files a civil action under this Subsection (5) before 31
6695	calendar days after the day on which the [local] special district mailed notice under Subsection
6696	(2)(b), a customer may not be held liable for an amount in excess of past due service fees.
6697	(d) A [local] <u>special</u> district may not file a civil action under this Subsection (5) unless
6698	the customer has failed to pay the past due service fees and collection costs within 30 days
6699	from the day on which the [local] special district mailed notice under Subsection (2)(b).
6700	(6) (a) All amounts charged or collected as prelitigation damages or as damages shall
6701	be paid to and be the property of the [local] special district that furnished water or provided
6702	sewer service and may not be retained by a person who is not that [local] special district.
6703	(b) A [local] special district may not contract for a person to retain any amounts
6704	charged or collected as prelitigation damages or as damages.
6705	(7) This section may not be construed to limit a [local] special district from obtaining
6706	relief to which it may be entitled under other applicable statute or cause of action.
6707	Section 141. Section 17B-1-905 is amended to read:
6708	17B-1-905. Right of entry on premises of water user.
6708 6709	17B-1-905. Right of entry on premises of water user. A person authorized by a [local] <u>special</u> district that provides a service from a water
6709	A person authorized by a [local] special district that provides a service from a water
6709 6710	A person authorized by a [local] special district that provides a service from a water system or sewer system may enter upon a premise furnished with or provided that water service
6709 6710 6711	A person authorized by a [local] special district that provides a service from a water system or sewer system may enter upon a premise furnished with or provided that water service or sewer service to:
6709 6710 6711 6712	A person authorized by a [local] special district that provides a service from a water system or sewer system may enter upon a premise furnished with or provided that water service or sewer service to: (1) examine an apparatus related to or used by the water system or sewer system;
 6709 6710 6711 6712 6713 	A person authorized by a [local] special district that provides a service from a water system or sewer system may enter upon a premise furnished with or provided that water service or sewer service to: (1) examine an apparatus related to or used by the water system or sewer system; (2) examine the amount of water used or wastewater discharged by the water system or
 6709 6710 6711 6712 6713 6714 	A person authorized by a [local] special district that provides a service from a water system or sewer system may enter upon a premise furnished with or provided that water service or sewer service to: (1) examine an apparatus related to or used by the water system or sewer system; (2) examine the amount of water used or wastewater discharged by the water system or sewer system and the manner of use or discharge; or
 6709 6710 6711 6712 6713 6714 6715 	A person authorized by a [local] special district that provides a service from a water system or sewer system may enter upon a premise furnished with or provided that water service or sewer service to: (1) examine an apparatus related to or used by the water system or sewer system; (2) examine the amount of water used or wastewater discharged by the water system or sewer system and the manner of use or discharge; or (3) make a necessary shutoff for vacancy, delinquency, or a violation of a [local]
 6709 6710 6711 6712 6713 6714 6715 6716 	A person authorized by a [local] special district that provides a service from a water system or sewer system may enter upon a premise furnished with or provided that water service or sewer service to: (1) examine an apparatus related to or used by the water system or sewer system; (2) examine the amount of water used or wastewater discharged by the water system or sewer system and the manner of use or discharge; or (3) make a necessary shutoff for vacancy, delinquency, or a violation of a [local] special district rule or regulation relating to the water service or sewer service.
 6709 6710 6711 6712 6713 6714 6715 6716 6717 	A person authorized by a [local] <u>special</u> district that provides a service from a water system or sewer system may enter upon a premise furnished with or provided that water service or sewer service to: (1) examine an apparatus related to or used by the water system or sewer system; (2) examine the amount of water used or wastewater discharged by the water system or sewer system and the manner of use or discharge; or (3) make a necessary shutoff for vacancy, delinquency, or a violation of a [local] <u>special</u> district rule or regulation relating to the water service or sewer service. Section 142. Section 17B-1-906 is amended to read:
 6709 6710 6711 6712 6713 6714 6715 6716 6717 6718 	A person authorized by a [local] <u>special</u> district that provides a service from a water system or sewer system may enter upon a premise furnished with or provided that water service or sewer service to: (1) examine an apparatus related to or used by the water system or sewer system; (2) examine the amount of water used or wastewater discharged by the water system or sewer system and the manner of use or discharge; or (3) make a necessary shutoff for vacancy, delinquency, or a violation of a [local] <u>special</u> district rule or regulation relating to the water service or sewer service. Section 142. Section 17B-1-906 is amended to read: 17B-1-906. Extraterritorial supply of surplus.

6722	boundaries.
6723	Section 143. Section 17B-1-1001 is amended to read:
6724	Part 10. Special District Property Tax Levy
6725	17B-1-1001. Provisions applicable to property tax levy.
6726	(1) Each [local] special district that levies and collects property taxes shall levy and
6727	collect them according to the provisions of Title 59, Chapter 2, Property Tax Act.
6728	(2) As used in this section:
6729	(a) "Appointed board of trustees" means a board of trustees of a [local] special district
6730	that includes a member who is appointed to the board of trustees in accordance with Section
6731	17B-1-304, Subsection 17B-1-303(5), Subsection 17B-1-306(5)(h), or any of the applicable
6732	provisions in [Title 17B, Chapter 2a, Provisions Applicable to Different Types of Local
6733	Districts] Title 17B, Chapter 2a, Provisions Applicable to Different Types of Special Districts.
6734	(b) "Elected board of trustees" means a board of trustees of a [local] special district that
6735	consists entirely of members who are elected to the board of trustees in accordance with
6736	Subsection (4), Section 17B-1-306, or any of the applicable provisions in [Title 17B, Chapter
6737	2a, Provisions Applicable to Different Types of Local Districts] Title 17B, Chapter 2a,
6738	Provisions Applicable to Different Types of Special Districts.
6739	(3) (a) For a taxable year beginning on or after January 1, 2018, a [local] special district
6740	may not levy or collect property tax revenue that exceeds the certified tax rate unless:
6741	(i) to the extent that the revenue from the property tax was pledged before January 1,
6742	2018, the [local] special district pledges the property tax revenue to pay for bonds or other
6743	obligations of the [local] special district; or
6744	(ii) the proposed tax or increase in the property tax rate has been approved by:
6745	(A) an elected board of trustees;
6746	(B) subject to Subsection (3)(b), an appointed board of trustees;
6747	(C) a majority of the registered voters within the [local] special district who vote in an
6748	election held for that purpose on a date specified in Section 20A-1-204;
6749	(D) the legislative body of the appointing authority; or

H.B. 22 (E) the legislative body of: (I) a majority of the municipalities partially or completely included within the boundary of the specified [local] special district; or (II) the county in which the specified [local] special district is located, if the county has some or all of its unincorporated area included within the boundary of the specified [local] special district. (b) For a [local] special district with an appointed board of trustees, each appointed member of the board of trustees shall comply with the trustee reporting requirements described in Section 17B-1-1003 before the [local] special district may impose a property tax levy that exceeds the certified tax rate. (4) (a) Notwithstanding provisions to the contrary in [Title 17B, Chapter 2a, Provisions Applicable to Different Types of Local Districts] Title 17B, Chapter 2a, Provisions Applicable to Different Types of Special Districts, and subject to Subsection (4)(b), members of the board of trustees of a [local] special district shall be elected, if: (i) two-thirds of all members of the board of trustees of the [local] special district vote in favor of changing to an elected board of trustees; and (ii) the legislative body of each municipality or county that appoints a member to the board of trustees adopts a resolution approving the change to an elected board of trustees. (b) A change to an elected board of trustees under Subsection (4)(a) may not shorten the term of any member of the board of trustees serving at the time of the change. (5) Subsections (2), (3), and (4) do not apply to: (a) Title 17B. Chapter 2a. Part 6. Metropolitan Water District Act: (b) Title 17B, Chapter 2a, Part 10, Water Conservancy District Act; or (c) a [local] special district in which: (i) the board of trustees consists solely of: (A) land owners or the land owners' agents; or (B) as described in Subsection 17B-1-302(3), land owners or the land owners' agents or officers; and

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6778	(ii) there are no residents within the [local] special district at the time a property tax is
6779	levied.
6780	Section 144. Section 17B-1-1002 is amended to read:
6781	17B-1-1002. Limit on special district property tax levy Exclusions.
6782	(1) The rate at which a [local] special district levies a property tax for district operation
6783	and maintenance expenses on the taxable value of taxable property within the district may not
6784	exceed:
6785	(a) .0008, for a basic [local] special district;
6786	(b) .0004, for a cemetery maintenance district;
6787	(c) .0004, for a drainage district;
6788	(d) .0008, for a fire protection district;
6789	(e) .0008, for an improvement district;
6790	(f) .0005, for a metropolitan water district;
6791	(g) .0004, for a mosquito abatement district;
6792	(h) .0004, for a public transit district;
6793	(i) (i) .0023, for a service area that:
6794	(A) is located in a county of the first or second class; and
6795	(B) (I) provides fire protection, paramedic, and emergency services; or
6796	(II) subject to Subsection (3), provides law enforcement services; or
6797	(ii) .0014, for each other service area;
6798	(j) the rates provided in Section 17B-2a-1006, for a water conservancy district; or
6799	(k) .0008 for a municipal services district.
6800	(2) Property taxes levied by a [local] special district are excluded from the limit
6801	applicable to that district under Subsection (1) if the taxes are:
6802	(a) levied under Section 17B-1-1103 by a [local] special district, other than a water
6803	conservancy district, to pay principal of and interest on general obligation bonds issued by the
6804	district;
6805	(b) levied to pay debt and interest owed to the United States; or

6806	(c) levied to pay assessments or other amounts due to a water users association or other
6807	public cooperative or private entity from which the district procures water.
6808	(3) A service area described in Subsection (1)(i)(i)(B)(II) may not collect a tax
6809	described in Subsection (1)(i)(i) if a municipality or a county having a right to appoint a
6810	member to the board of trustees of the service area under Subsection 17B-2a-905(2) assesses
6811	on or after November 30 in the year in which the tax is first collected and each subsequent year
6812	that the tax is collected:
6813	(a) a generally assessed fee imposed under Section 17B-1-643 for law enforcement
6814	services; or
6815	(b) any other generally assessed fee for law enforcement services.
6816	Section 145. Section 17B-1-1003 is amended to read:
6817	17B-1-1003. Trustee reporting requirement.
6818	(1) As used in this section:
6819	(a) "Appointed board of trustees" means a board of trustees of a [local] special district
6820	that includes a member who is appointed to the board of trustees in accordance with Section
6821	17B-1-304, Subsection 17B-1-303(5), Subsection 17B-1-306(5)(h), or any of the applicable
6822	provisions in [Title 17B, Chapter 2a, Provisions Applicable to Different Types of Local
6823	Districts] Title 17B, Chapter 2a, Provisions Applicable to Different Types of Special Districts.
6824	(b) "Legislative entity" means:
6825	(i) the member's appointing authority, if the appointing authority is a legislative body;
6826	or
6827	(ii) the member's nominating entity, if the appointing authority is not a legislative body.
6828	(c) (i) "Member" means an individual who is appointed to a board of trustees for a
6829	[local] special district in accordance with Section 17B-1-304, Subsection 17B-1-303(5),
6830	Subsection 17B-1-306(5)(h), or any of the applicable provisions in [Title 17B, Chapter 2a,
6831	Provisions Applicable to Different Types of Local Districts] Title 17B, Chapter 2a, Provisions
6832	Applicable to Different Types of Special Districts.
6833	(ii) "Member" includes a member of the board of trustees who holds an elected

6834	position with a municipality, county, or another [local] special district that is partially or
6835	completely included within the boundaries of the [local] special district.
6836	(d) "Nominating entity" means the legislative body that submits nominees for
6837	appointment to the board of trustees to an appointing authority.
6838	(e) "Property tax increase" means a property tax levy that exceeds the certified tax rate
6839	for the taxable year.
6840	(2) (a) If a [local] special district board of trustees adopts a tentative budget that
6841	includes a property tax increase, each member shall report to the member's legislative entity on
6842	the property tax increase.
6843	(b) (i) The [local] special district shall request that each of the legislative entities that
6844	appoint or nominate a member to the [local] special district's board of trustees hear the report
6845	required by Subsection (2)(a) at a public meeting of each legislative entity.
6846	(ii) The request to make a report may be made by:
6847	(A) the member appointed or nominated by the legislative entity; or
6848	(B) another member of the board of trustees.
6849	(c) The member appointed or nominated by the legislative entity shall make the report
6850	required by Subsection (2)(a) at a public meeting that:
6851	(i) complies with Title 52, Chapter 4, Open and Public Meetings Act;
6852	(ii) includes the report as a separate agenda item; and
6853	(iii) is held within 40 days after the day on which the legislative entity receives a
6854	request to hear the report.
6855	(d) (i) If the legislative entity does not have a scheduled meeting within 40 days after
6856	the day on which the legislative entity receives a request to hear the report required by
6857	Subsection (2)(a), the legislative entity shall schedule a meeting for that purpose.
6858	(ii) If the legislative entity fails to hear the report at a public meeting that meets the
6859	criteria described in Subsection (2)(c), the trustee reporting requirements under this section
6860	shall be considered satisfied.
6861	(3) (a) A report on a property tax increase at a legislative entity's public meeting shall

6862	include:
6863	(i) a statement that the [local] special district intends to levy a property tax at a rate that
6864	exceeds the certified tax rate for the taxable year;
6865	(ii) the dollar amount of and purpose for additional ad valorem tax revenue that would
6866	be generated by the proposed increase in the certified tax rate;
6867	(iii) the approximate percentage increase in ad valorem tax revenue for the [local]
6868	special district based on the proposed property tax increase; and
6869	(iv) any other information requested by the legislative entity.
6870	(b) The legislative entity shall allow time during the meeting for comment from the
6871	legislative entity and members of the public on the property tax increase.
6872	(4) (a) If more than one member is appointed to the board of trustees by the same
6873	legislative entity, a majority of the members appointed or nominated by the legislative entity
6874	shall be present to provide the report required by Subsection (2) and described in Subsection
6875	(3).
6876	(b) The chair of the board of trustees shall appoint another member of the board of
6877	trustees to provide the report described in Subsection (3) to the legislative entity if:
6878	(i) the member appointed or nominated by the legislative entity is unable or unwilling
6879	to provide the report at a public meeting that meets the requirements of Subsection (3)(a); and
6880	(ii) the absence of the member appointed or nominated by the legislative entity results
6881	in:
6882	(A) no member who was appointed or nominated by the legislative entity being present
6883	to provide the report; or
6884	(B) an inability to comply with Subsection (4)(a).
6885	(5) A [local] special district board of trustees may approve a property tax increase only
6886	after the conditions of this section have been satisfied or considered satisfied for each member
6887	of the board of trustees.
6888	Section 146. Section 17B-1-1101 is amended to read:
6889	Part 11. Special District Bonds

6890	17B-1-1101. Provisions applicable to a special district's issuance of bonds.
6891	Subject to the provisions of this part:
6892	(1) each [local] special district that issues bonds shall:
6893	(a) issue them as provided in, as applicable:
6894	(i) Title 11, Chapter 14, Local Government Bonding Act; or
6895	(ii) Title 11, Chapter 42, Assessment Area Act; and
6896	(b) receive the benefits of Title 11, Chapter 30, Utah Bond Validation Act; and
6897	(2) each [local] special district that issues refunding bonds shall issue them as provided
6898	in Title 11, Chapter 27, Utah Refunding Bond Act.
6899	Section 147. Section 17B-1-1102 is amended to read:
6900	17B-1-1102. General obligation bonds.
6901	(1) Except as provided in Subsections (3) and (7), if a district intends to issue general
6902	obligation bonds, the district shall first obtain the approval of district voters for issuance of the
6903	bonds at an election held for that purpose as provided in Title 11, Chapter 14, Local
6904	Government Bonding Act.
6905	(2) General obligation bonds shall be secured by a pledge of the full faith and credit of
6906	the district, subject to, for a water conservancy district, the property tax levy limits of Section
6907	17B-2a-1006.
6908	(3) A district may issue refunding general obligation bonds, as provided in Title 11,
6909	Chapter 27, Utah Refunding Bond Act, without obtaining voter approval.
6910	(4) (a) A [local] special district may not issue general obligation bonds if the issuance
6911	of the bonds will cause the outstanding principal amount of all of the district's general
6912	obligation bonds to exceed the amount that results from multiplying the fair market value of
6913	the taxable property within the district, as determined under Subsection 11-14-301(3)(b), by a
6914	number that is:
6915	(i) .05, for a basic [local] special district, except as provided in Subsection (7);
6916	(ii) .004, for a cemetery maintenance district;
6917	(iii) .002, for a drainage district;

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6918	(iv) .004, for a fire protection district;
6919	(v) .024, for an improvement district;
6920	(vi) .1, for an irrigation district;
6921	(vii) .1, for a metropolitan water district;
6922	(viii) .0004, for a mosquito abatement district;
6923	(ix) .03, for a public transit district;
6924	(x) .12, for a service area; or
6925	(xi) .05 for a municipal services district.
6926	(b) Bonds or other obligations of a [local] special district that are not general obligation
6927	bonds are not included in the limit stated in Subsection (4)(a).
6928	(5) A district may not be considered to be a municipal corporation for purposes of the
6929	debt limitation of the Utah Constitution, Article XIV, Section 4.
6930	(6) Bonds issued by an administrative or legal entity created under Title 11, Chapter
6931	13, Interlocal Cooperation Act, may not be considered to be bonds of a [local] special district
6932	that participates in the agreement creating the administrative or legal entity.
6933	(7) (a) As used in this Subsection (7), "property owner district" means a [local] special
6934	district whose board members are elected by property owners, as provided in Subsection
6935	17B-1-1402(1)(b).
6936	(b) A property owner district may issue a general obligation bond with the consent of:
6937	(i) the owners of all property within the district; and
6938	(ii) all registered voters, if any, within the boundary of the district.
6939	(c) A property owner district may use proceeds from a bond issued under this
6940	Subsection (7) to fund:
6941	(i) the acquisition and construction of a system or improvement authorized in the
6942	district's creation resolution; and
6943	(ii) a connection outside the boundary of the district between systems or improvements
6944	within the boundary of the district.
6945	(d) The consent under Subsection (7)(b) is sufficient for any requirement necessary for

6946 the issuance of a general obligation bond. 6947 (e) A general obligation bond issued under this Subsection (7): (i) shall mature no later than 40 years after the date of issuance; and 6948 6949 (ii) is not subject to the limit under Subsection (4)(a)(i). 6950 (f) (i) A property owner district may not issue a general obligation bond under this 6951 Subsection (7) if the issuance will cause the outstanding principal amount of all the district's 6952 general obligation bonds to exceed one-half of the market value of all real property within the 6953 district. 6954 (ii) Market value under Subsection (7)(f)(i) shall: 6955 (A) be based on the value that the real property will have after all improvements 6956 financed by the general obligation bonds are constructed; and 6957 (B) be determined by appraisal by an appraiser who is a member of the Appraisal 6958 Institute. 6959 (g) With respect to a general obligation bond issued under this Subsection (7), the 6960 board of a property owner district may, by resolution, delegate to one or more officers of the 6961 district, the authority to: 6962 (i) approve the final interest rate, price, principal amount, maturity, redemption 6963 features, and other terms of the bond; 6964 (ii) approve and execute a document relating to the issuance of the bond; and (iii) approve a contract related to the acquisition and construction of an improvement. 6965 6966 facility, or property to be financed with proceeds from the bond. 6967 (h) (i) A person may commence a lawsuit or other proceeding to contest the legality of 6968 the issuance of a general obligation bond issued under this Subsection (7) or any provision 6969 relating to the security or payment of the bond if the lawsuit or other proceeding is commenced 6970 within 30 days after the publication of: 6971 (A) the resolution authorizing the issuance of the general obligation bond; or 6972 (B) a notice of the bond issuance containing substantially the items required under

6973 Subsection 11-14-316(2).

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6974 (ii) Following the period described in Subsection (7)(h)(i), no person may bring a
6975 lawsuit or other proceeding to contest for any reason the regularity, formality, or legality of a
6976 general obligation bond issued under this Subsection (7).

(i) (i) A property owner district that charges and collects an impact fee or other fee on
real property at the time the real property is sold may proportionally pay down a general
obligation bond issued under this Subsection (7) from the money collected from the impact fee
or other fee.

(ii) A property owner district that proportionally pays down a general obligation bond
under Subsection (7)(i)(i) shall reduce the property tax rate on the parcel of real property on
which the district charged and collected an impact fee or other charge, to reflect the amount of
outstanding principal of a general obligation bond issued under this Subsection (7) that was
paid down and is attributable to that parcel.

(j) If a property owner fails to pay a property tax that the property owner district
imposes in connection with a general obligation bond issued under this Subsection (7), the
district may impose a property tax penalty at an annual rate of .07, in addition to any other
penalty allowed by law.

6990 Section 148. Section 17B-1-1103 is amended to read:

6991 **17B-1-1103.** Levy to pay for general obligation bonds.

(1) (a) If a district has issued general obligation bonds, or expects to have debt service
payments due on general obligation bonds during the current year, the district's board of
trustees may make an annual levy of ad valorem property taxes in order to:

(i) pay the principal of and interest on the general obligation bonds;

6996 (ii) establish a sinking fund for defaults and future debt service on the general6997 obligation bonds; and

- 6998 (iii) establish a reserve to secure payment of the general obligation bonds.
- (b) A levy under Subsection (1)(a) is:
- (i) for a water conservancy district, subject to the limit stated in Section 17B-2a-1006;and

7002	(ii) for each other [local] special district, without limitation as to rate or amount.
7003	(2) (a) Each district that levies a tax under Subsection (1) shall:
7004	(i) levy the tax as a separate and special levy for the specific purposes stated in
7005	Subsection (1); and
7006	(ii) apply the proceeds from the levy solely for the purpose of paying the principal of
7007	and interest on the general obligation bonds, even though the proceeds may be used to establish
7008	or replenish a sinking fund under Subsection (1)(a)(ii) or a reserve under Subsection (1)(a)(iii).
7009	(b) A levy under Subsection (2)(a) is not subject to a priority in favor of a district
7010	obligation in existence at the time the bonds were issued.
7011	Section 149. Section 17B-1-1104 is amended to read:
7012	17B-1-1104. Pledge of revenues to pay for bonds.
7013	Bonds may be payable from and secured by the pledge of all or any specified part of:
7014	(1) the revenues to be derived by the <u>special</u> district from providing its services and
7015	from the operation of its facilities and other properties;
7016	(2) sales and use taxes, property taxes, and other taxes;
7017	(3) federal, state, or local grants;
7018	(4) in the case of special assessment bonds, the special assessments pledged to repay
7019	the special assessment bonds; and
7020	(5) other money legally available to the district.
7021	Section 150. Section 17B-1-1105 is amended to read:
7022	17B-1-1105. Revenue bonds Requirement to impose rates and charges to cover
7023	revenue bonds Authority to make agreements and covenants to provide for bond
7024	repayment.
7025	(1) A [local] special district intending to issue revenue bonds may, but is not required
7026	to, submit to district voters for their approval the issuance of the revenue bonds at an election
7027	held for that purpose as provided in Title 11, Chapter 14, Local Government Bonding Act.
7028	(2) Each [local] special district that has issued revenue bonds shall impose rates and
7029	charges for the services or commodities it provides fully sufficient, along with other sources of

7030	district revenues, to carry out all undertakings of the district with respect to its revenue bonds.
7031	(3) A [local] special district that issues revenue bonds may:
7032	(a) agree to pay operation and maintenance expenses of the district from the proceeds
7033	of the ad valorem taxes authorized in Subsection 17B-1-103(2)(g); and
7034	(b) for the benefit of bondholders, enter into covenants that:
7035	(i) are permitted by Title 11, Chapter 14, Local Government Bonding Act; and
7036	(ii) provide for other pertinent matters that the board of trustees considers proper to
7037	assure the marketability of the bonds.
7038	Section 151. Section 17B-1-1107 is amended to read:
7039	17B-1-1107. Ratification of previously issued bonds and previously entered
7040	contracts.
7041	All bonds issued or contracts entered into by a [local] special district before April 30,
7042	2007 are ratified, validated, and confirmed and declared to be valid and legally binding
7043	obligations of the district in accordance with their terms.
7044	
7044	Section 152. Section 17B-1-1201 is amended to read:
7044	Section 152. Section 17B-1-1201 is amended to read: Part 12. Special District Validation Proceedings
7045	Part 12. Special District Validation Proceedings
7045 7046	Part 12. Special District Validation Proceedings 17B-1-1201. Definitions.
7045 7046 7047	Part 12. Special District Validation Proceedings 17B-1-1201. Definitions. As used in this part:
7045 7046 7047 7048	Part 12. Special District Validation Proceedings 17B-1-1201. Definitions. As used in this part: (1) "Eligible function" means:
7045 7046 7047 7048 7049	Part 12. Special District Validation Proceedings 17B-1-1201. Definitions. As used in this part: (1) "Eligible function" means: (a) a power conferred on a [local] special district under this title;
7045 7046 7047 7048 7049 7050	Part 12. Special District Validation Proceedings 17B-1-1201. Definitions. As used in this part: (1) "Eligible function" means: (a) a power conferred on a [local] special district under this title; (b) a tax or assessment levied by a [local] special district;
7045 7046 7047 7048 7049 7050 7051	 Part 12. Special District Validation Proceedings 17B-1-1201. Definitions. As used in this part: "Eligible function" means: a power conferred on a [local] special district under this title; a tax or assessment levied by a [local] special district; an act or proceeding that a [local] special district:
7045 7046 7047 7048 7049 7050 7051 7052	 Part 12. Special District Validation Proceedings 17B-1-1201. Definitions. As used in this part: "Eligible function" means: a power conferred on a [local] special district under this title; a tax or assessment levied by a [local] special district; an act or proceeding that a [local] special district: has taken; or
7045 7046 7047 7048 7049 7050 7051 7052 7053	 Part 12. Special District Validation Proceedings J7B-1-1201. Definitions. As used in this part: (1) "Eligible function" means: (a) a power conferred on a [local] special district under this title; (b) a tax or assessment levied by a [local] special district; (c) an act or proceeding that a [local] special district; (i) has taken; or (ii) contemplates taking; or
7045 7046 7047 7048 7049 7050 7051 7052 7053 7054	Part 12. Special District Validation Proceedings JTB-1-1201. Definitions. As used in this part: (1) "Eligible function" means: (a) a power conferred on a [local] special district under this title; (b) a tax or assessment levied by a [local] special district; (c) an act or proceeding that a [local] special district; (i) has taken; or (ii) contemplates taking; or (d) a district contract, whether already executed or to be executed in the future,
7045 7046 7047 7048 7049 7050 7051 7052 7053 7054 7055	Part 12. Special District Validation Proceedings J7B-1-201. Definitions. As used in this part: (1) "Eligible function" means: (a) a power conferred on a [local] special district under this title; (b) a tax or assessment levied by a [local] special district; (c) an act or proceeding that a [local] special district; (i) has taken; or (ii) contemplates taking; or (d) a district contract, whether already executed or to be executed in the future, including a contract for the acquisition, construction, maintenance, or operation of works for

7058	function.
7059	(3) "Validation petition" means a petition requesting a validation order.
7060	(4) "Validation proceedings" means judicial proceedings occurring in district court
7061	pursuant to a validation petition.
7062	Section 153. Section 17B-1-1202 is amended to read:
7063	17B-1-1202. Authority to file a validation petition Petition requirements
7064	Amending or supplementing a validation petition.
7065	(1) The board of trustees of a [local] special district may at any time file a validation
7066	petition.
7067	(2) Each validation petition shall:
7068	(a) describe the eligible function for which a validation order is sought;
7069	(b) set forth:
7070	(i) the facts upon which the validity of the eligible function is founded; and
7071	(ii) any other information or allegations necessary to a determination of the validation
7072	petition;
7073	(c) be verified by the chair of the board of trustees; and
7074	(d) be filed in the district court of the county in which the district's principal office is
7075	located.
7076	(3) A [$\frac{10}{10}$ and $\frac{10}{10}$ district may amend or supplement a validation petition:
7077	(a) at any time before the hearing under Section 17B-1-1203; or
7078	(b) after the hearing under Section $17B-1-1203$, with permission of the court.
7079	Section 154. Section 17B-1-1204 is amended to read:
7080	17B-1-1204. Notice of the hearing on a validation petition Amended or
7081	supplemented validation petition.
7082	(1) Upon the entry of an order under Section 17B-1-1203 setting a hearing on a
7083	validation petition, the [local] special district that filed the petition shall post notice:
7084	(a) on the Utah Public Notice Website created in Section 63A-16-601, for three weeks
7085	immediately before the hearing; and

7086	(b) in the [local] special district's principal office at least 21 days before the date set for
7087	the hearing.
7088	(2) Each notice under Subsection (1) shall:
7089	(a) state the date, time, and place of the hearing on the validation petition;
7090	(b) include a general description of the contents of the validation petition; and
7091	(c) if applicable, state the location where a complete copy of a contract that is the
7092	subject of the validation petition may be examined.
7093	(3) If a district amends or supplements a validation petition under Subsection
7094	17B-1-1202(3) after publishing and posting notice as required under Subsection (1), the district
7095	is not required to publish or post notice again unless required by the court.
7096	Section 155. Section 17B-1-1207 is amended to read:
7097	17B-1-1207. Findings, conclusions, and judgment Costs Effect of judgment
7098	Appeal.
7099	(1) After the hearing under Section 17B-1-1203 on a validation petition, the district
7100	court shall:
7101	(a) make and enter written findings of fact and conclusions of law; and
7102	(b) render a judgment as warranted.
7103	(2) A district court may apportion costs among the parties as the court determines
7104	appropriate.
7105	(3) A district court judgment adjudicating matters raised by a validation petition:
7106	(a) is binding and conclusive as to the [local] special district and all other parties to the
7107	validation proceedings; and
7108	(b) constitutes a permanent injunction against any action or proceeding to contest any
7109	matter adjudicated in the validation proceedings.
7110	(4) (a) Each appeal of a final judgment in validation proceedings shall be filed with the
7111	Supreme Court.
7112	(b) An appeal of a final judgment in validation proceedings may be filed only by a
7113	party to the validation proceedings.

7114	(c) The appellate court hearing an appeal under this section shall expedite the hearing	
7115	of the appeal.	
7116	Section 156. Section 17B-1-1301 is amended to read:	
7117	Part 13. Dissolution of a Special District	
7118	17B-1-1301. Definitions.	
7119	For purposes of this part:	
7120	(1) "Active" means, with respect to a [local] special district, that the district is not	
7121	inactive.	
7122	(2) "Administrative body" means:	
7123	(a) if the [local] special district proposed to be dissolved has a duly constituted board	
7124	of trustees in sufficient numbers to form a quorum, the board of trustees; or	
7125	(b) except as provided in Subsection (2)(a):	
7126	(i) for a [local] special district located entirely within a single municipality, the	
7127	legislative body of that municipality;	
7128	(ii) for a [local] special district located in multiple municipalities within the same	
7129	county or at least partly within the unincorporated area of a county, the legislative body of that	
7130	county; or	
7131	(iii) for a [local] special district located within multiple counties, the legislative body	
7132	of the county whose boundaries include more of the [local] special district than is included	
7133	within the boundaries of any other county.	
7134	(3) "Clerk" means:	
7135	(a) the board of trustees if the board is also the administrative body under Subsection	
7136	(2)(a);	
7137	(b) the clerk or recorder of the municipality whose legislative body is the	
7138	administrative body under Subsection (2)(b)(i); or	
7139	(c) the clerk of the county whose legislative body is the administrative body under	
7140	Subsection (2)(b)(ii) or (iii).	
7141	(4) "Inactive" means, with respect to a [local] special district, that during the preceding	

7142	three years the district has not:
7143	(a) provided any service or otherwise operated;
7144	(b) received property taxes or user or other fees; and
7145	(c) expended any funds.
7146	Section 157. Section 17B-1-1302 is amended to read:
7147	17B-1-1302. Special district dissolution.
7148	A [local] special district may be dissolved as provided in this part.
7149	Section 158. Section 17B-1-1303 is amended to read:
7150	17B-1-1303. Initiation of dissolution process.
7151	The process to dissolve a [local] special district may be initiated by:
7152	(1) for an inactive [local] special district:
7153	(a) (i) for a [local] special district whose board of trustees is elected by electors based
7154	on the acre-feet of water allotted to the land owned by the elector, a petition signed by the
7155	owners of 25% of the acre-feet of water allotted to the land within the [local] special district; or
7156	(ii) for all other districts:
7157	(A) a petition signed by the owners of private real property that:
7158	(I) is located within the [local] special district proposed to be dissolved;
7159	(II) covers at least 25% of the private land area within the [local] special district; and
7160	(III) is equal in assessed value to at least 25% of the assessed value of all private real
7161	property within the [local] special district; or
7162	(B) a petition signed by registered voters residing within the [local] special district
7163	proposed to be dissolved equal in number to at least 25% of the number of votes cast in the
7164	district for the office of governor at the last regular general election before the filing of the
7165	petition; or
7166	(b) a resolution adopted by the administrative body; and
7167	(2) for an active [local] special district, a petition signed by:
7168	(a) for a [local] special district whose board of trustees is elected by electors based on
7169	the acre-feet of water allotted to the land owned by the elector, the owners of 33% of the

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acre-feet of water allotted to the land within the [local] special district;

- (b) for a [local] special district created to acquire or assess a groundwater right for the development and execution of a groundwater management plan in coordination with the state engineer in accordance with Section 73-5-15, the owners of groundwater rights that:
- (i) are diverted within the district; and
- (ii) cover at least 33% of the total amount of groundwater diverted in accordance withthe groundwater rights within the district as a whole; or
- 7177 (c) for all other districts:
- 7178 (i) the owners of private real property that:
- 7179 (A) is located within the [local] special district proposed to be dissolved;
- 7180 (B) covers at least 33% of the private land area within the [local] special district; and
- (C) is equal in assessed value to at least 25% of the assessed value of all private real
 property within the [local] special district; or
- (ii) 33% of registered voters residing within the [local] special district proposed to be
 dissolved.
- 7185 Section 159. Section **17B-1-1304** is amended to read:
- 7186 **17B-1-1304.** Petition requirements.
- 7187 (1) Each petition under Subsection 17B-1-1303(1)(a) or (2) shall:
- (a) indicate the typed or printed name and current residence address of each owner ofacre-feet of water, property owner, or registered voter signing the petition;
- (b) if it is a petition signed by the owners of acre-feet of water or property owners,
- 7191 indicate the address of the property as to which the owner is signing;
- (c) designate up to three signers of the petition as sponsors, one of whom shall bedesignated the contact sponsor, with the mailing address and telephone number of each; and
- 7194 (d) be filed with the clerk.
- (2) A signer of a petition to dissolve a [local] special district may withdraw, or, once
 withdrawn, reinstate the signer's signature at any time until 30 days after the public hearing
 under Section 17B-1-1306.

Section 160. Section 17B-1-1305 is amended to read:
17B-1-1305. Petition certification.
(1) Within 30 days after the filing of a petition under Subsection 17B-1-1303(1)(a) or
(2), the clerk shall:
(a) with the assistance of officers of the county in which the [local] special district is
located from whom the clerk requests assistance, determine whether the petition meets the
requirements of Section 17B-1-1303 and Subsection 17B-1-1304(1); and
(b) (i) if the clerk determines that the petition complies with the requirements, certify
the petition and mail or deliver written notification of the certification to the contact sponsor;
or
(ii) if the clerk determines that the petition fails to comply with any of the
requirements, reject the petition and mail or deliver written notification of the rejection and the
reasons for the rejection to the contact sponsor.
(2) (a) If the clerk rejects a petition under Subsection (1)(b)(ii), the petition may be
amended to correct the deficiencies for which it was rejected and then refiled.
(b) A valid signature on a petition that was rejected under Subsection (1)(b)(ii) may be
used toward fulfilling the applicable signature requirement of the petition as amended under
Subsection (2)(a).
(3) The clerk shall process an amended petition filed under Subsection (2)(a) in the
same manner as an original petition under Subsection (1).
Section 161. Section 17B-1-1306 is amended to read:
17B-1-1306. Public hearing.
(1) For each petition certified under Section 17B-1-1305 and each resolution that an
administrative body adopts under Subsection 17B-1-1303(1)(b), the administrative body shall
hold a public hearing on the proposed dissolution.
(2) The administrative body shall hold a public hearing under Subsection (1):
(a) no later than 45 days after certification of the petition under Section 17B-1-1305 or
adoption of a resolution under Subsection 17B-1-1303(1)(b), as the case may be;

7226	(b) within the [local] special district proposed to be dissolved;
7227	(c) on a weekday evening other than a holiday beginning no earlier than 6 p.m.; and
7228	(d) for the purpose of allowing:
7229	(i) the administrative body to explain the process the administrative body will follow to
7230	study and prepare the proposed dissolution;
7231	(ii) the public to ask questions and obtain further information about the proposed
7232	dissolution and issues raised by it; and
7233	(iii) any interested person to address the administrative body concerning the proposed
7234	dissolution.
7235	(3) A quorum of the administrative body shall be present throughout each public
7236	hearing under this section.
7237	Section 162. Section 17B-1-1307 is amended to read:
7238	17B-1-1307. Notice of public hearing and of dissolution.
7239	(1) Before holding a public hearing required under Section 17B-1-1306, the
7240	administrative body shall:
7241	(a) post notice of the public hearing and of the proposed dissolution:
7242	(i) on the Utah Public Notice Website created in Section 63A-16-601, for 30 days
7243	before the public hearing; and
7244	(ii) in at least four conspicuous places within the [local] special district proposed to be
7245	dissolved, no less than five and no more than 30 days before the public hearing; or
7246	(b) mail a notice to each owner of property located within the [local] special district
7247	and to each registered voter residing within the [local] special district.
7248	(2) Each notice required under Subsection (1) shall:
7249	(a) identify the [local] special district proposed to be dissolved and the service it was
7250	created to provide; and
7251	(b) state the date, time, and location of the public hearing.
7252	Section 163. Section 17B-1-1308 is amended to read:
7253	17B-1-1308. Second public hearing Dissolution resolution Limitations on

7254	dissolution.
7255	(1) (a) Within 180 days after the day on which the administrative body holds the public
7256	hearing described in Section 17B-1-1306, the administrative body shall hold a second public
7257	hearing to:
7258	(i) publicly explain the result of the study and preparation described in Subsection
7259	17B-1-1306(2)(d)(i);
7260	(ii) describe whether the proposed dissolution meets each criterion described in
7261	Subsection (2); and
7262	(iii) adopt a resolution in accordance with Subsection (1)(b) or (c).
7263	(b) Subject to Subsection (2), after a proposed dissolution petition has been certified
7264	under Section 17B-1-1305, the administrative body shall adopt a resolution:
7265	(i) certifying that the proposed dissolution satisfies the criteria described in Subsection
7266	(2); and
7267	(ii) (A) for an inactive [local] special district, approving the dissolution of the [local]
7268	special district; or
7269	(B) for an active [local] special district, initiating the dissolution election described in
7270	Section 17B-1-1309.
7271	(c) Subject to Subsection (2), for a proposed dissolution of an inactive district that an
7272	administrative body initiates by adopting a resolution under Subsection 17B-1-1303(1)(b), the
7273	administrative body may adopt a resolution:
7274	(i) certifying that the proposed dissolution satisfies the criteria described in Subsection
7275	(2); and
7276	(ii) approving the dissolution of the inactive [local] special district.
7277	(2) The administrative body may not adopt a resolution under Subsection (1) unless:
7278	(a) any outstanding debt of the [local] special district is:
7279	(i) satisfied and discharged in connection with the dissolution; or
7280	(ii) assumed by another governmental entity with the consent of all the holders of that
7281	debt and all the holders of other debts of the [local] special district;

7282	(b) for a [local] special district that has provided service during the preceding three
7283	years or undertaken planning or other activity preparatory to providing service:
7284	(i) another entity has committed to:
7285	(A) provide the same service to the area being served or proposed to be served by the
7286	[local] special district; and
7287	(B) purchase, at fair market value, the assets of the [local] special district that are
7288	required to provide the service; and
7289	(ii) all who are to receive the service have consented to the service being provided by
7290	the other entity; and
7291	(c) all outstanding contracts to which the [local] special district is a party are resolved
7292	through mutual termination or the assignment of the [local] special district's rights, duties,
7293	privileges, and responsibilities to another entity with the consent of the other parties to the
7294	contract.
7295	Section 164. Section 17B-1-1309 is amended to read:
7296	17B-1-1309. Election to dissolve an active special district.
7296 7297	17B-1-1309. Election to dissolve an active special district.(1) When an administrative body adopts a resolution to initiate a dissolution election
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7297	(1) When an administrative body adopts a resolution to initiate a dissolution election
7297 7298	(1) When an administrative body adopts a resolution to initiate a dissolution election under Subsection 17B-1-1308(1)(b)(ii), an election shall be held on the question of whether the
7297 7298 7299	(1) When an administrative body adopts a resolution to initiate a dissolution election under Subsection 17B-1-1308(1)(b)(ii), an election shall be held on the question of whether the [local] special district should be dissolved by:
7297 7298 7299 7300	 (1) When an administrative body adopts a resolution to initiate a dissolution election under Subsection 17B-1-1308(1)(b)(ii), an election shall be held on the question of whether the [local] special district should be dissolved by: (a) if the [local] special district proposed to be dissolved is located entirely within a
7297 7298 7299 7300 7301	 (1) When an administrative body adopts a resolution to initiate a dissolution election under Subsection 17B-1-1308(1)(b)(ii), an election shall be held on the question of whether the [local] special district should be dissolved by: (a) if the [local] special district proposed to be dissolved is located entirely within a single county, the [local] special district clerk, in cooperation with the county clerk; or
 7297 7298 7299 7300 7301 7302 	 (1) When an administrative body adopts a resolution to initiate a dissolution election under Subsection 17B-1-1308(1)(b)(ii), an election shall be held on the question of whether the [local] special district should be dissolved by: (a) if the [local] special district proposed to be dissolved is located entirely within a single county, the [local] special district clerk, in cooperation with the county clerk; or (b) if the [local] special district proposed to be dissolved is located within more than
 7297 7298 7299 7300 7301 7302 7303 	 (1) When an administrative body adopts a resolution to initiate a dissolution election under Subsection 17B-1-1308(1)(b)(ii), an election shall be held on the question of whether the [local] special district should be dissolved by: (a) if the [local] special district proposed to be dissolved is located entirely within a single county, the [local] special district clerk, in cooperation with the county clerk; or (b) if the [local] special district proposed to be dissolved is located within more than one county, in cooperation with the [local] special district clerk.
 7297 7298 7299 7300 7301 7302 7303 7304 	 (1) When an administrative body adopts a resolution to initiate a dissolution election under Subsection 17B-1-1308(1)(b)(ii), an election shall be held on the question of whether the [local] special district should be dissolved by: (a) if the [local] special district proposed to be dissolved is located entirely within a single county, the [local] special district clerk, in cooperation with the county clerk; or (b) if the [local] special district proposed to be dissolved is located within more than one county, in cooperation with the [local] special district clerk: (i) the clerk of each county where part of the [local] special district is located in more
 7297 7298 7299 7300 7301 7302 7303 7304 7305 	 (1) When an administrative body adopts a resolution to initiate a dissolution election under Subsection 17B-1-1308(1)(b)(ii), an election shall be held on the question of whether the [local] special district should be dissolved by: (a) if the [local] special district proposed to be dissolved is located entirely within a single county, the [local] special district clerk, in cooperation with the county clerk; or (b) if the [local] special district proposed to be dissolved is located within more than one county, in cooperation with the [local] special district clerk: (i) the clerk of each county where part of the [local] special district is located in more than one municipality or in an unincorporated area within the same county;
 7297 7298 7299 7300 7301 7302 7303 7304 7305 7306 	 (1) When an administrative body adopts a resolution to initiate a dissolution election under Subsection 17B-1-1308(1)(b)(ii), an election shall be held on the question of whether the [local] special district should be dissolved by: (a) if the [local] special district proposed to be dissolved is located entirely within a single county, the [local] special district clerk, in cooperation with the county clerk; or (b) if the [local] special district proposed to be dissolved is located within more than one county, in cooperation with the [local] special district clerk: (i) the clerk of each county where part of the [local] special district is located in more than one municipality or in an unincorporated area within the same county; (ii) the clerk or recorder of each municipality where part of the [local] special district is
 7297 7298 7299 7300 7301 7302 7303 7304 7305 7306 7307 	 (1) When an administrative body adopts a resolution to initiate a dissolution election under Subsection 17B-1-1308(1)(b)(ii), an election shall be held on the question of whether the [local] special district should be dissolved by: (a) if the [local] special district proposed to be dissolved is located entirely within a single county, the [local] special district clerk, in cooperation with the county clerk; or (b) if the [local] special district proposed to be dissolved is located within more than one county, in cooperation with the [local] special district clerk: (i) the clerk of each county where part of the [local] special district is located in more than one municipality or in an unincorporated area within the same county; (ii) the clerk or recorder of each municipality where part of the [local] special district is not located in another municipality or in an unincorporated area within the same county; and

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(2) Each election under Subsection (1) shall be held at the next special or regular
general election that is more than 60 days after the day on which the administrative body
adopts a resolution in accordance with Section 17B-1-1308.

(3) (a) If the [local] special district proposed to be dissolved is located in more than
one county, the [local] special district clerk shall coordinate with the officials described in
Subsection (1)(b) to ensure that the election is held on the same date and in a consistent manner
in each jurisdiction.

(b) The clerk of each county and the clerk or recorder of each municipality involved in
an election under Subsection (1) shall cooperate with the [local] special district clerk in holding
the election.

(4) If the [local] special district proposed to be dissolved is an irrigation district under
Title 17B, Chapter 2a, Part 5, Irrigation District Act:

(a) the electors shall consist of the landowners whose land has allotments of waterthrough the district; and

(b) each elector may cast one vote for each acre-foot or fraction of an acre-foot ofwater allotted to the land the elector owns within the district.

- (5) If the [local] special district proposed to be dissolved is a district created to acquire
 or assess a groundwater right for the development and execution of a groundwater management
 plan in accordance with Section 73-5-15:
- 7329

(a) the electors shall consist of the owners of groundwater rights within the district; and

(b) each elector may cast one vote for each acre-foot or fraction of an acre-foot ofgroundwater that is within the district and reflected in the elector's water right.

(6) If the [local] special district proposed to be dissolved is a basic [local] special
district, except for a district described in Subsection (5), and if the area of the basic [local]
special district contains less than one residential unit per 50 acres of land at the time of the
filing of a petition described in Subsection 17B-1-1303(2):

(a) the electors shall consist of the owners of privately owned real property within a
basic [local] special district under [Title 17B, Chapter 1, Part 14, Basic Local District] <u>Title</u>

7338	17B, Chapter 1, Part 14, Basic Special District; and
7339	(b) each elector may cast one vote for each acre or fraction of an acre of land that the
7340	elector owns within the district.
7341	(7) Except as otherwise provided in this part, Title 20A, Election Code, governs each
7342	election under Subsection (1).
7343	Section 165. Section 17B-1-1310 is amended to read:
7344	17B-1-1310. Notice to lieutenant governor Recording requirements
7345	Distribution of remaining assets.
7346	(1) The administrative body, shall file with the lieutenant governor a copy of a notice
7347	of an impending boundary action, as defined in Section 67-1a-6.5, that meets the requirements
7348	of Subsection 67-1a-6.5(3):
7349	(a) within 30 days after the day on which the administrative body adopts a resolution
7350	approving the dissolution of an inactive [local] special district; or
7351	(b) within 30 days after the day on which a majority of the voters within an active
7352	[local] special district approve the dissolution of the [local] special district in an election
7353	described in Subsection 17B-1-1309(2).
7354	(2) Upon the lieutenant governor's issuance of a certificate of dissolution under Section
7355	67-1a-6.5, the administrative body shall:
7356	(a) if the [local] special district was located within the boundary of a single county,
7357	submit to the recorder of that county:
7358	(i) the original:
7359	(A) notice of an impending boundary action; and
7360	(B) certificate of dissolution; and
7361	(ii) a certified copy of the resolution that the administrative body adopts under
7362	Subsection 17B-1-1308(1); or
7363	(b) if the [local] <u>special</u> district was located within the boundaries of more than a single
7364	county:
7265	(i) submit to the recorder of one of these counties.

(i) submit to the recorder of one of those counties:

7366 (A) the original notice of an impending boundary action and certificate of dissolution; 7367 and (B) if applicable, a certified copy of the resolution that the administrative body adopts 7368 7369 under Subsection 17B-1-1308(1); and 7370 (ii) submit to the recorder of each other county: (A) a certified copy of the notice of an impending boundary action and certificate of 7371 7372 dissolution: and 7373 (B) if applicable, a certified copy of the resolution that the administrative body adopts 7374 under Subsection 17B-1-1308(1). 7375 (3) Upon the lieutenant governor's issuance of the certificate of dissolution under Section 67-1a-6.5, the [local] special district is dissolved. 7376 7377 (4) (a) After the dissolution of a [local] special district under this part, the 7378 administrative body shall use any assets of the [local] special district remaining after paying all debts and other obligations of the [local] special district to pay costs associated with the 7379 7380 dissolution process. 7381 (b) If the administrative body is not the board of trustees of the dissolved [local] 7382 special district, the administrative body shall pay any costs of the dissolution process remaining 7383 after exhausting the remaining assets of the [local] special district as described in Subsection 7384 (4)(a). 7385 (c) If the administrative body is the board of trustees of the dissolved [local] special district, each entity that has committed to provide a service that the dissolved [local] special 7386 district previously provided, as described in Subsection 17B-1-1308(2)(b), shall pay, in the 7387 7388 same proportion that the services the entity commits to provide bear to all of the services the 7389 [local] special district provided, any costs of the dissolution process remaining after exhausting 7390 the remaining assets of the dissolved [local] special district described in Subsection (4)(a). (5) (a) The administrative body shall distribute any assets of the [local] special district 7391 that remain after the payment of debts, obligations, and costs under Subsection (4) in the 7392 7393 following order of priority:

7394	(i) if there is a readily identifiable connection between the remaining assets and a	
7395	financial burden borne by the real property owners in the dissolved [local] special district,	
7396	proportionately to those real property owners;	
7397	(ii) if there is a readily identifiable connection between the remaining assets and a	
7398	financial burden borne by the recipients of a service that the dissolved [local] special district	
7399	provided, proportionately to those recipients; and	
7400	(iii) subject to Subsection (6), to each entity that has committed to provide a service	
7401	that the dissolved [local] special district previously provided, as described in Subsection	
7402	17B-1-1309(1)(b)(ii), in the same proportion that the services the entity commits to provide	
7403	bear to all of the services the [local] special district provided.	
7404	(6) An entity that receives cash reserves of the dissolved [local] special district under	
7405	Subsection (5)(a)(iii) may not use the cash reserves:	
7406	(a) in any way other than for the purpose the [local] special district originally intended;	
7407	or	
7408	(b) in any area other than within the area that the dissolved [local] special district	
7409	previously served.	
7410	Section 166. Section 17B-1-1401 is amended to read:	
7411	Part 14. Basic Special District	
7412	17B-1-1401. Status of and provisions applicable to a basic special district.	
7413	A basic [local] special district:	
7414	(1) operates under, is subject to, and has the powers set forth in this chapter; and	
7415	(2) is not subject to [Chapter 2a, Provisions Applicable to Different Types of Local	
7416	Districts] Chapter 2a, Provisions Applicable to Different Types of Special Districts.	
7417	Section 167. Section 17B-1-1402 is amended to read:	
7418	17B-1-1402. Board of trustees of a basic special district.	
7419	(1) As specified in a petition under Subsection $17B-1-203(1)(a)$ or (b) or a resolution	
7420		
	under Subsection 17B-1-203(1)(d) or (e), and except as provided in Subsection (2), the	

7422	(a) (i) elected by registered voters; or
7423	(ii) appointed by the responsible body, as defined in Section 17B-1-201; or
7424	(b) if the area of the [local] special district contains less than one residential dwelling
7425	unit per 50 acres of land at the time the resolution is adopted or the petition is filed, elected by
7426	the owners of real property within the [local] special district based on:
7427	(i) the amount of acreage owned by property owners;
7428	(ii) the assessed value of property owned by property owners; or
7429	(iii) water rights:
7430	(A) relating to the real property within the [local] special district;
7431	(B) that the real property owner:
7432	(I) owns; or
7433	(II) has transferred to the [local] special district.
7434	(2) As specified in a groundwater right owner petition under Subsection
7435	17B-1-203(1)(c) or a resolution under Subsection 17B-1-203(1)(d) or (e), the members of a
7436	board of trustees of a basic [local] special district created to manage groundwater rights the
7437	district acquires or assesses under Section 17B-1-202 shall be:
7438	(a) subject to Section 17B-1-104.5, elected by the owners of groundwater rights that
7439	are diverted within the [local] special district;
7440	(b) appointed by the responsible body, as defined in Section 17B-1-201; or
7441	(c) elected or appointed as provided in Subsection (3).
7442	(3) A petition under Subsection $17B-1-203(1)(a)$ or (b) and a resolution under
7443	Subsection 17B-1-203(1)(d) or (e) may provide for a transition from one or more methods of
7444	election or appointment under Subsection (1) or (2) to one or more other methods of election or
7445	appointment based upon milestones or events that the petition or resolution identifies.
7446	Section 168. Section 17B-1-1403 is amended to read:
7447	17B-1-1403. Prohibition against creating new basic special districts.
7448	A person may not create a basic [local] special district on or after May 12, 2020.
7449	Section 169. Section 17B-2a-102 is amended to read:

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7450	CHAPTER 2a. PROVISIONS APPLICABLE TO DIFFERENT TYPES OF SPECIAL
7451	DISTRICTS
7452	17B-2a-102. Provisions applicable to cemetery maintenance districts.
7453	(1) Each cemetery maintenance district is governed by and has the powers stated in:
7454	(a) this part; and
7455	(b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions
7456	Applicable to All Special Districts.
7457	(2) This part applies only to cemetery maintenance districts.
7458	(3) A cemetery maintenance district is not subject to the provisions of any other part of
7459	this chapter.
7460	(4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
7461	Local Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in
7462	this part, the provision in this part governs.
7463	(5) A cemetery maintenance district shall comply with the applicable provisions of
7464	Title 8, Cemeteries.
7465	Section 170. Section 17B-2a-104 is amended to read:
7466	17B-2a-104. Cemetery maintenance district bonding authority.
7467	A cemetery maintenance district may issue bonds as provided in and subject to [Chapter
7468	1, Part 11, Local District Bonds] Chapter 1, Part 11, Special District Bonds, to carry out the
7469	purposes of the district.
7470	Section 171. Section 17B-2a-203 is amended to read:
7471	17B-2a-203. Provisions applicable to drainage districts.
7472	(1) Each drainage district is governed by and has the powers stated in:
7473	(a) this part; and
7474	(b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions
7475	Applicable to All Special Districts.
7476	(2) This part applies only to drainage districts.
7477	(3) A drainage district is not subject to the provisions of any other part of this chapter.

7478	(4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
7479	Local Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in
7480	this part, the provision in this part governs.
7481	Section 172. Section 17B-2a-205 is amended to read:
7482	17B-2a-205. Additional drainage district powers.
7483	In addition to the powers conferred on a drainage district under Section 17B-1-103, a
7484	drainage district may:
7485	(1) enter upon land for the purpose of examining the land or making a survey;
7486	(2) locate a necessary drainage canal with any necessary branches on land that the
7487	district's board of trustees considers best;
7488	(3) issue bonds as provided in and subject to [Chapter 1, Part 11, Local District Bonds]
7489	Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district;
7490	(4) after the payment or tender of compensation allowed, go upon land to construct
7491	proposed works, and thereafter enter upon that land to maintain or repair the works;
7492	(5) appropriate water for useful and beneficial purposes;
7493	(6) regulate and control, for the benefit of landholders within the district, all water
7494	developed, appropriated, or owned by the district;
7495	(7) appropriate, use, purchase, develop, sell, and convey water and water rights in the
7496	same manner and for the same use and purposes as a private person;
7497	(8) widen, straighten, deepen, enlarge, or remove any obstruction or rubbish from any
7498	watercourse, whether inside or outside the district; and
7499	(9) if necessary, straighten a watercourse by cutting a new channel upon land not
7500	already containing the watercourse, subject to the landowner receiving compensation for the
7501	land occupied by the new channel and for any damages, as provided under the law of eminent
7502	domain.
7503	Section 173. Section 17B-2a-209 is amended to read:
7504	17B-2a-209. State land treated the same as private land Consent needed to
7505	affect school and institutional trust land Owner of state land has same rights as owner

7506	of private land.
7507	(1) Subject to Subsection (2), a drainage district may treat state land the same as
7508	private land with respect to the drainage of land for agricultural purposes.
7509	(2) A drainage district may not affect school or institutional trust land under this part or
7510	[Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions Applicable to
7511	All Special Districts, without the consent of the director of the School and Institutional Trust
7512	Lands Administration acting in accordance with Sections 53C-1-102 and 53C-1-303.
7513	(3) The state and each person holding unpatented state land under entries or contracts
7514	of purchase from the state have all the rights, privileges, and benefits under this part and
7515	[Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions Applicable to
7516	All Special Districts, that a private owner of that land would have.
7517	Section 174. Section 17B-2a-303 is amended to read:
7518	17B-2a-303. Provisions applicable to fire protection districts.
7519	(1) Each fire protection district is governed by and has the powers stated in:
7520	(a) this part; and
7521	(b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions
7522	Applicable to All Special Districts.
7523	(2) This part applies only to fire protection districts.
7524	(3) A fire protection district is not subject to the provisions of any other part of this
7525	chapter.
7526	(4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
7527	Local Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in
7528	this part, the provision in this part governs.
7529	Section 175. Section 17B-2a-304 is amended to read:
7530	17B-2a-304. Additional fire protection district power.
7531	In addition to the powers conferred on a fire protection district under Section
7532	17B-1-103, a fire protection district may issue bonds as provided in and subject to [Chapter 1,
7533	Part 11, Local District Bonds] Chapter 1, Part 11, Special District Bonds, to carry out the

7534	purposes of the district.
7535	Section 176. Section 17B-2a-402 is amended to read:
7536	17B-2a-402. Provisions applicable to improvement districts.
7537	(1) Each improvement district is governed by and has the powers stated in:
7538	(a) this part; and
7539	(b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions
7540	Applicable to All Special Districts.
7541	(2) This part applies only to improvement districts.
7542	(3) An improvement district is not subject to the provisions of any other part of this
7543	chapter.
7544	(4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
7545	Local Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in
7546	this part, the provision in this part governs.
7547	Section 177. Section 17B-2a-403 is amended to read:
7548	17B-2a-403. Additional improvement district powers.
7549	(1) In addition to the powers conferred on an improvement district under Section
7550	17B-1-103, an improvement district may:
7551	(a) acquire through construction, purchase, gift, or condemnation, or any combination
7552	of these methods, and operate all or any part of a system for:
7553	(i) the supply, treatment, and distribution of water;
7554	(ii) the collection, treatment, and disposition of sewage;
7555	(iii) the collection, retention, and disposition of storm and flood waters;
7556	(iv) the generation, distribution, and sale of electricity, subject to Section 17B-2a-406;
7557	and
7558	(v) the transmission of natural or manufactured gas if:
7559	(A) the system is connected to a gas plant, as defined in Section 54-2-1, of a gas
7560	corporation, as defined in Section 54-2-1, that is regulated under Section 54-4-1;
7561	(B) the system is to be used to facilitate gas utility service within the district; and

7562	(C) the gas utility service was not available within the district before the acquisition of
7563	the system;
7564	(b) issue bonds in accordance with [Chapter 1, Part 11, Local District Bonds] Chapter
7565	1, Part 11, Special District Bonds, to carry out the purposes of the improvement district;
7566	(c) appropriate or acquire water or water rights inside or outside the improvement
7567	district's boundaries;
7568	(d) sell water or other services to consumers residing outside the improvement district's
7569	boundaries;
7570	(e) enter into a contract with a gas corporation that is regulated under Section 54-4-1
7571	to:
7572	(i) provide for the operation or maintenance of all or part of a system for the
7573	transmission of natural or manufactured gas; or
7574	(ii) lease or sell all or a portion of a system described in Subsection (1)(e)(i) to a gas
7575	corporation;
7576	(f) enter into a contract with a person for:
7577	(i) the purchase or sale of water or electricity;
7578	(ii) the use of any facility owned by the person; or
7579	(iii) the purpose of handling the person's industrial and commercial waste and sewage;
7580	(g) require pretreatment of industrial and commercial waste and sewage; and
7581	(h) impose a penalty or surcharge against a public entity or other person with which the
7582	improvement district has entered into a contract for the construction, acquisition, or operation
7583	of all or a part of a system for the collection, treatment, and disposal of sewage, if the public
7584	entity or other person fails to comply with the provisions of the contract.
7585	(2) The new gas utility service under Subsection $(1)(a)(v)(B)$ shall be provided by a gas
7586	corporation regulated under Section 54-4-1 and not by the district.
7587	(3) An improvement district may not begin to provide sewer service to an area where
7588	sewer service is already provided by an existing sewage collection system operated by a
7589	municipality or other political subdivision unless the municipality or other political subdivision

7590	gives its written consent.
7591	(4) An improvement district authorized to operate all or any part of a system for the
7592	collection, treatment, or disposition of sewage may acquire, construct, or operate a resource
7593	recovery project in accordance with Section 19-6-508.
7594	Section 178. Section 17B-2a-407 is enacted to read:
7595	<u>17B-2a-407.</u> Nonfunctioning improvement district Replacing board of trustees.
7596	(1) As used in this section:
7597	(a) "Applicable certificate" means the same as that term is defined in Subsection
7598	<u>67-1a-6.5(1)(a).</u>
7599	(b) (i) "Non-functioning improvement district" means an improvement district:
7600	(A) for which the lieutenant governor issues an applicable certificate on or after July 1,
7601	<u>2022, but before October 15, 2023;</u>
7602	(B) for which the legislative body of a county elected to be the board of trustees of the
7603	district under Subsection 17B-2a-404(3)(a); and
7604	(C) (I) for which the responsible body has not, within 100 days after the day on which
7605	the lieutenant governor issued the applicable certificate, complied with the recording
7606	requirements described in Subsection 17B-1-215(2); or
7607	(II) whose board of trustees has not, within 100 days after the day on which the
7608	lieutenant governor issued the applicable certificate, held a meeting as the board of trustees of
7609	the improvement district, that was noticed and held in accordance with the requirements of
7610	Title 52, Chapter 4, Open and Public Meetings Act.
7611	(ii) "Non-functioning improvement district" does not include an improvement district
7612	that has emerged from non-functioning status under Subsection (6)(c)(ii).
7613	(2) (a) The board of trustees of a non-functioning improvement district may not, after
7614	the 100-day period described in Subsection (1)(b)(i)(C)(I), take any action as the board of
7615	trustees or on behalf of the non-functioning improvement district.
7616	(b) Any action taken in violation of Subsection (2)(a) is void.
7617	(3) (a) An owner of land located within the boundaries of a non-functioning

7618	improvement district may file with the lieutenant governor a request to replace the board of
7619	trustees with a new board of trustees.
7620	(b) A new board of trustees described in Subsection (3)(a) shall comprise three
7621	individuals who are:
7622	(i) owners of land located within the boundaries of the improvement district; or
7623	(ii) agents of owners of land located within the boundaries of the improvement district.
7624	(4) A request described in Subsection (3) shall include:
7625	(a) the name and mailing address of the land owner who files the request;
7626	(b) the name of the improvement district;
7627	(c) a copy of the certificate of incorporation for the improvement district;
7628	(d) written consent to the request from each owner of land located within the
7629	boundaries of the improvement district; and
7630	(e) the names and mailing addresses of three individuals who will serve as the board of
7631	trustees of the improvement district until a new board of trustees is organized under Subsection
7632	<u>(9).</u>
7633	(5) Within 14 days after the day on which the lieutenant governor receives a request
7634	described in Subsections (3) and (4), the lieutenant governor shall:
7635	(a) determine whether:
7636	(i) the district is a non-functioning improvement district;
7637	(ii) the request complies with Subsection (4); and
7638	(b) if the lieutenant governor determines that the requirements described in Subsection
7639	(5)(a) are met, grant the request by issuing a certificate of replacement described in Subsection
7640	<u>(6).</u>
7641	(6) A certificate of replacement shall:
7642	(a) state the name of the improvement district;
7643	(b) reference the certificate of incorporation for the improvement district;
7644	(c) declare that, upon issuance of the certificate:
7645	(i) the existing board of trustees for the improvement district is dissolved and replaced

7646	by an interim board of trustees consisting of the three individuals described in Subsection
7647	(4)(e); and
7648	(ii) the improvement district is removed from nonfunctioning status and is, beginning
7649	at that point in time, a functioning improvement district.
7650	(7) The interim board of trustees described in Subsection (6)(c)(i) shall record, in the
7651	recorder's office for a county in which all or a portion of the improvement district exists:
7652	(a) the original of the certificate of replacement; and
7653	(b) the original or a copy of:
7654	(i) the items described in Subsections <u>17B-1-215(2)(a)(i)(A)</u> , (B), and (C); and
7655	(ii) if applicable, a copy of each resolution adopted under Subsection 17B-1-213(5).
7656	(8) Until a new board of trustees is organized under Subsection (9):
7657	(a) the interim board of trustees has the full authority of a board of trustees of an
7658	improvement district; and
7659	(b) a majority of the owners of land in the improvement district:
7660	(i) may appoint an individual described in Subsection (3)(b) to fill a vacancy on the
7661	interim board of trustees; and
7662	(ii) shall file written notification of the appointment of an individual described in
7663	Subsection (8)(b)(i) with the lieutenant governor.
7664	(9) Within 90 days after the day on which at least 20 persons own land within the
7665	improvement district, the interim board of trustees described in Subsection (6)(c)(i) shall
7666	dissolve and be replaced by a board of trustees described in Subsections 17B-1-302(1) through
7667	(3)(a), except that:
7668	(a) the board of trustees shall comprise three members, appointed by the lieutenant
7669	governor, who are owners of property in the district, agents of an owner of property in the
7670	district, or residents of the district;
7671	(b) Subsections <u>17B-1-302(3)(c)</u> through (6) and Section <u>17B-2a-404</u> do not apply to
7672	the improvement district; and
7673	(c) a member of the legislative body of the county may not serve as a member of the

7674	board of trustees.
7675	Section 179. Section 17B-2a-502 is amended to read:
7676	17B-2a-502. Provisions applicable to irrigation districts.
7677	(1) Each irrigation district is governed by and has the powers stated in:
7678	(a) this part; and
7679	(b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions
7680	Applicable to All Special Districts.
7681	(2) This part applies only to irrigation districts.
7682	(3) An irrigation district is not subject to the provisions of any other part of this
7683	chapter.
7684	(4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
7685	Local Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in
7686	this part, the provision in this part governs.
7687	Section 180. Section 17B-2a-503 is amended to read:
7688	17B-2a-503. Additional irrigation district powers No authority to levy property
7688 7689	17B-2a-503. Additional irrigation district powers No authority to levy property tax.
7689	tax.
7689 7690	tax. (1) In addition to the powers conferred on an irrigation district under Section
7689 7690 7691	 tax. (1) In addition to the powers conferred on an irrigation district under Section 17B-1-103, an irrigation district may:
7689 7690 7691 7692	 tax. (1) In addition to the powers conferred on an irrigation district under Section 17B-1-103, an irrigation district may: (a) issue bonds as provided in and subject to [Chapter 1, Part 11, Local District Bonds]
7689 7690 7691 7692 7693	 tax. (1) In addition to the powers conferred on an irrigation district under Section 17B-1-103, an irrigation district may: (a) issue bonds as provided in and subject to [Chapter 1, Part 11, Local District Bonds] Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district;
7689 7690 7691 7692 7693 7694	 tax. (1) In addition to the powers conferred on an irrigation district under Section 17B-1-103, an irrigation district may: (a) issue bonds as provided in and subject to [Chapter 1, Part 11, Local District Bonds] Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district; (b) purchase stock of an irrigation, canal, or reservoir company;
7689 7690 7691 7692 7693 7694 7695	 tax. (1) In addition to the powers conferred on an irrigation district under Section 17B-1-103, an irrigation district may: (a) issue bonds as provided in and subject to [Chapter 1, Part 11, Local District Bonds] Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district; (b) purchase stock of an irrigation, canal, or reservoir company; (c) enter upon any land in the district to make a survey and to locate and construct a
7689 7690 7691 7692 7693 7694 7695 7696	 tax. (1) In addition to the powers conferred on an irrigation district under Section 17B-1-103, an irrigation district may: (a) issue bonds as provided in and subject to [Chapter 1, Part 11, Local District Bonds] Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district; (b) purchase stock of an irrigation, canal, or reservoir company; (c) enter upon any land in the district to make a survey and to locate and construct a canal and any necessary lateral;
7689 7690 7691 7692 7693 7694 7695 7696 7697	 tax. (1) In addition to the powers conferred on an irrigation district under Section 17B-1-103, an irrigation district may: (a) issue bonds as provided in and subject to [Chapter 1, Part 11, Local District Bonds] Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district; (b) purchase stock of an irrigation, canal, or reservoir company; (c) enter upon any land in the district to make a survey and to locate and construct a canal and any necessary lateral; (d) convey water rights or other district property to the United States as partial or full
7689 7690 7691 7692 7693 7694 7695 7696 7697 7698	 tax. (1) In addition to the powers conferred on an irrigation district under Section 17B-1-103, an irrigation district may: (a) issue bonds as provided in and subject to [Chapter 1, Part 11, Local District Bonds] Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district; (b) purchase stock of an irrigation, canal, or reservoir company; (c) enter upon any land in the district to make a survey and to locate and construct a canal and any necessary lateral; (d) convey water rights or other district property to the United States as partial or full consideration under a contract with the United States;

7702	United States in connection with a federal reclamation project and assume the incident duties
7703	and liabilities;
7704	(g) acquire water from inside or outside the state;
7705	(h) subject to Subsection (2), lease, rent, or sell water not needed by the owners of land
7706	within the district:
7707	(i) to a municipality, corporation, association, or individual inside or outside the
7708	district;
7709	(ii) for irrigation or any other beneficial use; and
7710	(iii) at a price and on terms that the board considers appropriate; and
7711	(i) repair a break in a reservoir or canal or remedy any other district disaster.
7712	(2) (a) The term of a lease or rental agreement under Subsection (1)(h) may not exceed
7713	five years.
7714	(b) A vested or prescriptive right to the use of water may not attach to the land because
7715	of a lease or rental of water under Subsection (1)(h).
7716	(3) Notwithstanding Subsection 17B-1-103(2)(g), an irrigation district may not levy a
7717	property tax.
7718	Section 181. Section 17B-2a-602 is amended to read:
7719	17B-2a-602. Provisions applicable to metropolitan water districts.
7720	(1) Each metropolitan water district is governed by and has the powers stated in:
7721	(a) this part; and
7722	(b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions
7723	Applicable to All Special Districts.
7724	(2) This part applies only to metropolitan water districts.
7725	(3) A metropolitan water district is not subject to the provisions of any other part of
7726	this chapter.
7727	(4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
7728	Local Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in
7729	this part, the provision in this part governs.

(5) Before September 30, 2019, a metropolitan water district shall submit a written
report to the Revenue and Taxation Interim Committee that describes, for the metropolitan
water district's fiscal year that ended in 2018, the percentage and amount of revenue in the
metropolitan water district from:

- (a) property taxes;
- 7735 (b) water rates; and

(c) all other sources.

7737 Section 182. Section **17B-2a-603** is amended to read:

7738 **17B-2a-603.** Additional metropolitan water district powers.

In addition to the powers conferred on a metropolitan water district under Section
17B-1-103, a metropolitan water district may:

(1) acquire or lease any real or personal property or acquire any interest in real or
personal property, as provided in Subsections 17B-1-103(2)(a) and (b), whether inside or
outside the district or inside or outside the state;

(2) encumber real or personal property or an interest in real or personal property thatthe district owns;

(3) acquire or construct works, facilities, and improvements, as provided in Subsection
17B-1-103(2)(d), whether inside or outside the district or inside or outside the state;

(4) acquire water, works, water rights, and sources of water necessary or convenient to
the full exercise of the district's powers, whether the water, works, water rights, or sources of
water are inside or outside the district or inside or outside the state, and encumber, transfer an
interest in, or dispose of water, works, water rights, and sources of water;

(5) develop, store, and transport water;

(6) provide, sell, lease, and deliver water inside or outside the district for any lawfulbeneficial use;

(7) issue bonds as provided in and subject to [Chapter 1, Part 11, Local District Bonds]
Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district; and

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(8) subscribe for, purchase, lease, or otherwise acquire stock in a canal company,

7758	irrigation company, water company, or water users association, for the purpose of acquiring the
7759	right to use water or water infrastructure.
7760	Section 183. Section 17B-2a-702 is amended to read:
7761	17B-2a-702. Provisions applicable to mosquito abatement districts.
7762	(1) Each mosquito abatement district is governed by and has the powers stated in:
7763	(a) this part; and
7764	(b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions
7765	Applicable to All Special Districts.
7766	(2) This part applies only to mosquito abatement districts.
7767	(3) A mosquito abatement district is not subject to the provisions of any other part of
7768	this chapter.
7769	(4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
7770	Local Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in
7771	this part, the provision in this part governs.
7772	Section 184. Section 17B-2a-703 is amended to read:
7773	17B-2a-703. Additional mosquito abatement district powers.
7774	In addition to the powers conferred on a mosquito abatement district under Section
7775	17B-1-103, a mosquito abatement district may:
7776	(1) take all necessary and proper steps for the extermination of mosquitos, flies,
7777	crickets, grasshoppers, and other insects:
7778	(a) within the district; or
7779	(b) outside the district, if lands inside the district are benefitted;
7780	(2) abate as nuisances all stagnant pools of water and other breeding places for
7781	mosquitos, flies, crickets, grasshoppers, or other insects anywhere inside or outside the state
7782	from which mosquitos migrate into the district;
7783	(3) enter upon territory referred to in Subsections (1) and (2) in order to inspect and
7784	examine the territory and to remove from the territory, without notice, stagnant water or other
7785	breeding places for mosquitos, flies, crickets, grasshoppers, or other insects;

7786	(4) issue bonds as provided in and subject to [Chapter 1, Part 11, Local District Bonds]
7787	Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district;
7788	(5) make a contract to indemnify or compensate an owner of land or other property for
7789	injury or damage that the exercise of district powers necessarily causes or arising out of the use,
7790	taking, or damage of property for a district purpose; and
7791	(6) in addition to the accumulated fund balance allowed under Section 17B-1-612,
7792	establish a reserve fund, not to exceed the greater of 25% of the district's annual operating
7793	budget or \$50,000, to pay for extraordinary abatement measures, including a vector-borne
7794	public health emergency.
7795	Section 185. Section 17B-2a-802 is amended to read:
7796	17B-2a-802. Definitions.
7797	As used in this part:
7798	(1) "Affordable housing" means housing occupied or reserved for occupancy by
7799	households that meet certain gross household income requirements based on the area median
7800	income for households of the same size.
7801	(a) "Affordable housing" may include housing occupied or reserved for occupancy by
7802	households that meet specific area median income targets or ranges of area median income
7803	targets.
7804	(b) "Affordable housing" does not include housing occupied or reserved for occupancy
7805	by households with gross household incomes that are more than 60% of the area median
7806	income for households of the same size.
7807	(2) "Appointing entity" means the person, county, unincorporated area of a county, or
7808	municipality appointing a member to a public transit district board of trustees.
7809	(3) (a) "Chief executive officer" means a person appointed by the board of trustees of a
7810	small public transit district to serve as chief executive officer.
7811	(b) "Chief executive officer" shall enjoy all the rights, duties, and responsibilities
7812	defined in Sections 17B-2a-810 and 17B-2a-811 and includes all rights, duties, and
7813	responsibilities assigned to the general manager but prescribed by the board of trustees to be

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7814 fulfilled by the chief executive officer.

7815 (4) "Council of governments" means a decision-making body in each county composed 7816 of membership including the county governing body and the mayors of each municipality in the 7817 county.

7818 (5) "Department" means the Department of Transportation created in Section 72-1-201.

7819 (6) "Executive director" means a person appointed by the board of trustees of a large 7820 public transit district to serve as executive director.

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(7) "Fixed guideway" means the same as that term is defined in Section 59-12-102.

7822 (8) "Fixed guideway capital development" means the same as that term is defined in 7823 Section 72-1-102.

7824 (9) (a) "General manager" means a person appointed by the board of trustees of a small 7825 public transit district to serve as general manager.

7826 (b) "General manager" shall enjoy all the rights, duties, and responsibilities defined in Sections 17B-2a-810 and 17B-2a-811 prescribed by the board of trustees of a small public 7827 transit district. 7828

7829 (10) "Large public transit district" means a public transit district that provides public 7830 transit to an area that includes:

(a) more than 65% of the population of the state based on the most recent official 7831 7832 census or census estimate of the United States Census Bureau; and

7833 (b) two or more counties.

7834 (11) (a) "Locally elected public official" means a person who holds an elected position 7835 with a county or municipality.

7836 (b) "Locally elected public official" does not include a person who holds an elected 7837 position if the elected position is not with a county or municipality.

7838 (12) "Metropolitan planning organization" means the same as that term is defined in Section 72-1-208.5. 7839

7840 (13) "Multicounty district" means a public transit district located in more than one 7841 county.

7842	(14) "Operator" means a public entity or other person engaged in the transportation of
7843	passengers for hire.
7844	(15) (a) "Public transit" means regular, continuing, shared-ride, surface transportation
7845	services that are open to the general public or open to a segment of the general public defined
7846	by age, disability, or low income.
7847	(b) "Public transit" does not include transportation services provided by:
7848	(i) chartered bus;
7849	(ii) sightseeing bus;
7850	(iii) taxi;
7851	(iv) school bus service;
7852	(v) courtesy shuttle service for patrons of one or more specific establishments; or
7853	(vi) intra-terminal or intra-facility shuttle services.
7854	(16) "Public transit district" means a [local] special district that provides public transit
7855	services.
7856	(17) "Small public transit district" means any public transit district that is not a large
7857	public transit district.
7858	(18) "Station area plan" means a plan developed and adopted by a municipality in
7859	accordance with Section 10-9a-403.1.
7860	(19) "Transit facility" means a transit vehicle, transit station, depot, passenger loading
7861	or unloading zone, parking lot, or other facility:
7862	(a) leased by or operated by or on behalf of a public transit district; and
7863	(b) related to the public transit services provided by the district, including:
7864	(i) railway or other right-of-way;
7865	(ii) railway line; and
7866	(iii) a reasonable area immediately adjacent to a designated stop on a route traveled by
7867	a transit vehicle.
7868	(20) "Transit vehicle" means a passenger bus, coach, railcar, van, or other vehicle
7869	operated as public transportation by a public transit district.

7870	(21) "Transit-oriented development" means a mixed use residential or commercial area
7871	that is designed to maximize access to public transit and includes the development of land
7872	owned by a large public transit district.
7873	(22) "Transit-supportive development" means a mixed use residential or commercial
7874	area that is designed to maximize access to public transit and does not include the development
7875	of land owned by a large public transit district.
7876	Section 186. Section 17B-2a-803 is amended to read:
7877	17B-2a-803. Provisions applicable to public transit districts.
7878	(1) (a) Each public transit district is governed by and has the powers stated in:
7879	(i) this part; and
7880	(ii) except as provided in Subsection (1)(b), [Chapter 1, Provisions Applicable to All
7881	Local Districts] Chapter 1, Provisions Applicable to All Special Districts.
7882	(b) (i) Except for Sections 17B-1-301, 17B-1-311, and 17B-1-313, the following
7883	provisions do not apply to public transit districts:
7884	(A) Chapter 1, Part 3, Board of Trustees; and
7885	(B) Section 17B-2a-905.
7886	(ii) A public transit district is not subject to [Chapter 1, Part 6, Fiscal Procedures for
7887	Local Districts] Chapter 1, Part 6, Fiscal Procedures for Special Districts.
7888	(2) This part applies only to public transit districts.
7889	(3) A public transit district is not subject to the provisions of any other part of this
7890	chapter.
7891	(4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
7892	Local Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in
7893	this part, the provision in this part governs.
7894	(5) The provisions of Subsection $53-3-202(3)(b)$ do not apply to a motor vehicle owned
7895	in whole or in part by a public transit district.
7896	Section 187. Section 17B-2a-804 is amended to read:
7897	17B-2a-804. Additional public transit district powers.

7898	(1) In addition to the powers conferred on a public transit district under Section
7899	17B-1-103, a public transit district may:
7900	(a) provide a public transit system for the transportation of passengers and their
7901	incidental baggage;
7902	(b) notwithstanding Subsection 17B-1-103(2)(g) and subject to Section 17B-2a-817,
7903	levy and collect property taxes only for the purpose of paying:
7904	(i) principal and interest of bonded indebtedness of the public transit district; or
7905	(ii) a final judgment against the public transit district if:
7906	(A) the amount of the judgment exceeds the amount of any collectable insurance or
7907	indemnity policy; and
7908	(B) the district is required by a final court order to levy a tax to pay the judgment;
7909	(c) insure against:
7910	(i) loss of revenues from damage to or destruction of some or all of a public transit
7911	system from any cause;
7912	(ii) public liability;
7913	(iii) property damage; or
7914	(iv) any other type of event, act, or omission;
7915	(d) subject to Section 72-1-202 pertaining to fixed guideway capital development
7916	within a large public transit district, acquire, contract for, lease, construct, own, operate,
7917	control, or use:
7918	(i) a right-of-way, rail line, monorail, bus line, station, platform, switchyard, terminal,
7919	parking lot, or any other facility necessary or convenient for public transit service; or
7920	(ii) any structure necessary for access by persons and vehicles;
7921	(e) (i) hire, lease, or contract for the supplying or management of a facility, operation,
7922	equipment, service, employee, or management staff of an operator; and
7923	(ii) provide for a sublease or subcontract by the operator upon terms that are in the
7924	public interest;
7925	(f) operate feeder bus lines and other feeder or ridesharing services as necessary;

7926	(g) accept a grant, contribution, or loan, directly through the sale of securities or
7927	equipment trust certificates or otherwise, from the United States, or from a department,
7928	instrumentality, or agency of the United States;
7929	(h) study and plan transit facilities in accordance with any legislation passed by
7930	Congress;
7931	(i) cooperate with and enter into an agreement with the state or an agency of the state
7932	or otherwise contract to finance to establish transit facilities and equipment or to study or plan
7933	transit facilities;
7934	(j) subject to Subsection 17B-2a-808.1(5), issue bonds as provided in and subject to
7935	[Chapter 1, Part 11, Local District Bonds] Chapter 1, Part 11, Special District Bonds, to carry
7936	out the purposes of the district;
7937	(k) from bond proceeds or any other available funds, reimburse the state or an agency
7938	of the state for an advance or contribution from the state or state agency;
7939	(1) do anything necessary to avail itself of any aid, assistance, or cooperation available
7940	under federal law, including complying with labor standards and making arrangements for
7941	employees required by the United States or a department, instrumentality, or agency of the
7942	United States;
7943	(m) sell or lease property;
7944	(n) except as provided in Subsection (2)(b), assist in or operate transit-oriented or
7945	transit-supportive developments;
7946	(o) subject to Subsections (2) and (3), establish, finance, participate as a limited partner
7947	or member in a development with limited liabilities in accordance with Subsection (1)(p),
7948	construct, improve, maintain, or operate transit facilities, equipment, and, in accordance with
7949	Subsection (3), transit-oriented developments or transit-supportive developments; and
7950	(p) subject to the restrictions and requirements in Subsections (2) and (3), assist in a
7951	transit-oriented development or a transit-supportive development in connection with project
7952	area development as defined in Section 17C-1-102 by:
7953	(i) investing in a project as a limited partner or a member, with limited liabilities; or

(ii) subordinating an ownership interest in real property owned by the public transitdistrict.

(2) (a) A public transit district may only assist in the development of areas under
Subsection (1)(p) that have been approved by the board of trustees, and in the manners
described in Subsection (1)(p).

(b) A public transit district may not invest in a transit-oriented development or
transit-supportive development as a limited partner or other limited liability entity under the
provisions of Subsection (1)(p)(i), unless the partners, developer, or other investor in the entity,
makes an equity contribution equal to no less than 25% of the appraised value of the property
to be contributed by the public transit district.

(c) (i) For transit-oriented development projects, a public transit district shall adopt
transit-oriented development policies and guidelines that include provisions on affordable
housing.

(ii) For transit-supportive development projects, a public transit district shall work with
the metropolitan planning organization and city and county governments where the project is
located to collaboratively seek to create joint plans for the areas within one-half mile of transit
stations, including plans for affordable housing.

(d) A current board member of a public transit district to which the board member is
appointed may not have any interest in the transactions engaged in by the public transit district
pursuant to Subsection (1)(p)(i) or (ii), except as may be required by the board member's
fiduciary duty as a board member.

7975 (3) For any transit-oriented development or transit-supportive development authorized7976 in this section, the public transit district shall:

(a) perform a cost-benefit analysis of the monetary investment and expenditures of thedevelopment, including effect on:

- (i) service and ridership;
- (ii) regional plans made by the metropolitan planning agency;
- 7981 (iii) the local economy;

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7982	(iv) the environment and air quality;
7983	(v) affordable housing; and
7984	(vi) integration with other modes of transportation;
7985	(b) provide evidence to the public of a quantifiable positive return on investment,
7986	including improvements to public transit service; and
7987	(c) coordinate with the Department of Transportation in accordance with Section
7988	72-1-202 pertaining to fixed guideway capital development and associated parking facilities
7989	within a station area plan for a transit oriented development within a large public transit
7990	district.
7991	(4) For any fixed guideway capital development project with oversight by the
7992	Department of Transportation as described in Section 72-1-202, a large public transit district
7993	shall coordinate with the Department of Transportation in all aspects of the project, including
7994	planning, project development, outreach, programming, environmental studies and impact
7995	statements, impacts on public transit operations, and construction.
7996	(5) A public transit district may participate in a transit-oriented development only if:
7997	(a) for a transit-oriented development involving a municipality:
7998	(i) the relevant municipality has developed and adopted a station area plan; and
7999	(ii) the municipality is in compliance with Sections 10-9a-403 and 10-9a-408 regarding
8000	the inclusion of moderate income housing in the general plan and the required reporting
8001	requirements; or
8002	(b) for a transit-oriented development involving property in an unincorporated area of a
8003	county, the county is in compliance with Sections 17-27a-403 and 17-27a-408 regarding
8004	inclusion of moderate income housing in the general plan and required reporting requirements.
8005	(6) A public transit district may be funded from any combination of federal, state,
8006	local, or private funds.
8007	(7) A public transit district may not acquire property by eminent domain.
8008	Section 188. Section 17B-2a-817 is amended to read:
8009	17B-2a-817. Voter approval required for property tax levy.

8010	Notwithstanding the provisions of Section 17B-1-1001 and in addition to a property tax
8011	under Section 17B-1-1103 to pay general obligation bonds of the district, a public transit
8012	district may levy a property tax, as provided in and subject to [Chapter 1, Part 10, Local
8013	District Property Tax Levy] Chapter 1, Part 10, Special District Property Tax Levy, if:
8014	(1) the district first submits the proposal to levy the property tax to voters within the
8015	district; and
8016	(2) a majority of voters within the district voting on the proposal vote in favor of the
8017	tax at an election held for that purpose on a date specified in Section 20A-1-204.
8018	Section 189. Section 17B-2a-902 is amended to read:
8019	17B-2a-902. Provisions applicable to service areas.
8020	(1) Each service area is governed by and has the powers stated in:
8021	(a) this part; and
8022	(b) except as provided in Subsection (5), [Chapter 1, Provisions Applicable to All
8023	Local Districts] Chapter 1, Provisions Applicable to All Special Districts.
8024	(2) This part applies only to service areas.
8025	(3) A service area is not subject to the provisions of any other part of this chapter.
8026	(4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
8027	Local Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in
8028	this part, the provision in this part governs.
8029	(5) (a) Except as provided in Subsection (5)(b), on or after December 31, 2012, a
8030	service area may not charge or collect a fee under Section 17B-1-643 for:
8031	(i) law enforcement services;
8032	(ii) fire protection services;
8033	(iii) 911 ambulance or paramedic services as defined in Section 26-8a-102 that are
8034	provided under a contract in accordance with Section 26-8a-405.2; or
8035	(iv) emergency services.
8036	(b) Subsection (5)(a) does not apply to:
8037	(i) a fee charged or collected on an individual basis rather than a general basis;

8038	(ii) a non-911 service as defined in Section 26-8a-102 that is provided under a contract
8039	in accordance with Section 26-8a-405.2;
8040	(iii) an impact fee charged or collected for a public safety facility as defined in Section
8041	11-36a-102; or
8042	(iv) a service area that includes within the boundary of the service area a county of the
8043	fifth or sixth class.
8044	Section 190. Section 17B-2a-903 is amended to read:
8045	17B-2a-903. Additional service area powers Property tax limitation for service
8046	area providing law enforcement service.
8047	(1) In addition to the powers conferred on a service area under Section 17B-1-103, a
8048	service area:
8049	(a) may issue bonds as provided in and subject to [Chapter 1, Part 11, Local District
8050	Bonds] Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district;
8051	(b) that, until April 30, 2007, was a regional service area, may provide park, recreation,
8052	or parkway services, or any combination of those services; and
8053	(c) may, with the consent of the county in which the service area is located, provide
8054	planning and zoning service.
8055	(2) A service area that provides law enforcement service may not levy a property tax or
8056	increase its certified tax rate, as defined in Section 59-2-924, without the prior approval of:
8057	(a) (i) the legislative body of each municipality that is partly or entirely within the
8058	boundary of the service area; and
8059	(ii) the legislative body of the county with an unincorporated area within the boundary
8060	of the service area; or
8061	(b) (i) a majority of the legislative bodies of all municipalities that are partly or entirely
8062	within the boundary of the service area; and
8063	(ii) two-thirds of the legislative body of the county with an unincorporated area within
8064	the boundary of the service area.
8065	Section 191. Section 17B-2a-904 is amended to read:

8066	17B-2a-904. Regional service areas to become service areas Change from
8067	regional service area to service area not to affect rights, obligations, board makeup, or
8068	property of former regional service area.
8069	(1) Each regional service area, created and operating under the law in effect before
8070	April 30, 2007, becomes on that date a service area, governed by and subject to [Chapter 1,
8071	Provisions Applicable to All Local Districts] Chapter 1, Provisions Applicable to All Special
8072	Districts, and this part.
8073	(2) The change of an entity from a regional service area to a service area under
8074	Subsection (1) does not affect:
8075	(a) the entity's basic structure and operations or its nature as a body corporate and
8076	politic and a political subdivision of the state;
8077	(b) the ability of the entity to provide the service that the entity:
8078	(i) was authorized to provide before the change; and
8079	(ii) provided before the change;
8080	(c) the validity of the actions taken, bonds issued, or contracts or other obligations
8081	entered into by the entity before the change;
8082	(d) the ability of the entity to continue to impose and collect taxes, fees, and other
8083	charges for the service it provides;
8084	(e) the makeup of the board of trustees;
8085	(f) the entity's ownership of property acquired before the change; or
8086	(g) any other powers, rights, or obligations that the entity had before the change, except
8087	as modified by this part.
8088	Section 192. Section 17B-2a-907 is amended to read:
8089	17B-2a-907. Adding a new service within a service area.
8090	A service area may begin to provide within the boundaries of the service area a service
8091	that it had not previously provided by using the procedures set forth in [Chapter 1, Part 2,
8092	Creation of a Local District] Chapter 1, Part 2, Creation of Special District, for the creation of a
8093	service area as though a new service area were being created to provide that service.

8094	Section 193. Section 17B-2a-1003 is amended to read:
8095	17B-2a-1003. Provisions applicable to water conservancy districts.
8096	(1) Each water conservancy district is governed by and has the powers stated in:
8097	(a) this part; and
8098	(b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions
8099	Applicable to All Special Districts.
8100	(2) This part applies only to water conservancy districts.
8101	(3) A water conservancy district is not subject to the provisions of any other part of this
8102	chapter.
8103	(4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
8104	Local Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in
8105	this part, the provision in this part governs.
8106	(5) Before September 30, 2019, a water conservancy district shall submit a written
8107	report to the Revenue and Taxation Interim Committee that describes, for the water
8108	conservancy district's fiscal year that ended in 2018, the percentage and amount of revenue in
8109	the water conservancy district from:
8110	(a) property taxes;
8111	(b) water rates; and
8112	(c) all other sources.
8113	Section 194. Section 17B-2a-1004 is amended to read:
8114	17B-2a-1004. Additional water conservancy district powers Limitations on
8115	water conservancy districts.
8116	(1) In addition to the powers conferred on a water conservancy district under Section
8117	17B-1-103, a water conservancy district may:
8118	(a) issue bonds as provided in and subject to [Chapter 1, Part 11, Local District Bonds]
8119	Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district;
8120	(b) acquire or lease any real or personal property or acquire any interest in real or
8121	personal property, as provided in Subsections 17B-1-103(2)(a) and (b), whether inside or

8122 outside the district; 8123 (c) acquire or construct works, facilities, or improvements, as provided in Subsection 8124 17B-1-103(2)(d), whether inside or outside the district; 8125 (d) acquire water, works, water rights, and sources of water necessary or convenient to 8126 the full exercise of the district's powers, whether the water, works, water rights, or sources of 8127 water are inside or outside the district, and encumber, sell, lease, transfer an interest in, or 8128 dispose of water, works, water rights, and sources of water; 8129 (e) fix rates and terms for the sale, lease, or other disposal of water; 8130 (f) acquire rights to the use of water from works constructed or operated by the district 8131 or constructed or operated pursuant to a contract to which the district is a party, and sell rights 8132 to the use of water from those works; 8133 (g) levy assessments against lands within the district to which water is allotted on the 8134 basis of: (i) a uniform district-wide value per acre foot of irrigation water; or 8135 8136 (ii) a uniform unit-wide value per acre foot of irrigation water, if the board divides the 8137 district into units and fixes a different value per acre foot of water in the respective units; 8138 (h) fix rates for the sale, lease, or other disposal of water, other than irrigation water, at 8139 rates that are equitable, though not necessarily equal or uniform, for like classes of service; 8140 (i) adopt and modify plans and specifications for the works for which the district was organized; 8141 8142 (i) investigate and promote water conservation and development; 8143 (k) appropriate and otherwise acquire water and water rights inside or outside the state: 8144 (1) develop, store, treat, and transport water; 8145 (m) acquire stock in canal companies, water companies, and water users associations; 8146 (n) acquire, construct, operate, or maintain works for the irrigation of land; (o) subject to Subsection (2), sell water and water services to individual customers and 8147 8148 charge sufficient rates for the water and water services supplied; 8149 (p) own property for district purposes within the boundaries of a municipality; and

8150	(q) coordinate water resource planning among public entities.
8151	(2) (a) A water conservancy district and another political subdivision of the state may
8152	contract with each other, and a water conservancy district may contract with one or more public
8153	entities and private persons, for:
8154	(i) the joint operation or use of works owned by any party to the contract; or
8155	(ii) the sale, purchase, lease, exchange, or loan of water, water rights, works, or related
8156	services.
8157	(b) An agreement under Subsection (2)(a) may provide for the joint use of works
8158	owned by one of the contracting parties if the agreement provides for reasonable compensation.
8159	(c) A statutory requirement that a district supply water to its own residents on a priority
8160	basis does not apply to a contract under Subsection (2)(a).
8161	(d) An agreement under Subsection (2)(a) may include terms that the parties determine,
8162	including:
8163	(i) a term of years specified by the contract;
8164	(ii) a requirement that the purchasing party make specified payments, without regard to
8165	actual taking or use;
8166	(iii) a requirement that the purchasing party pay user charges, charges for the
8167	availability of water or water facilities, or other charges for capital costs, debt service,
8168	operating and maintenance costs, and the maintenance of reasonable reserves, whether or not
8169	the related water, water rights, or facilities are acquired, completed, operable, or operating, and
8170	notwithstanding the suspension, interruption, interference, reduction, or curtailment of water or
8171	services for any reason;
8172	(iv) provisions for one or more parties to acquire an undivided ownership interest in, or
8173	a contractual right to the capacity, output, or services of, joint water facilities, and establishing:
8174	(A) the methods for financing the costs of acquisition, construction, and operation of
8175	the joint facilities;
8176	(B) the method for allocating the costs of acquisition, construction, and operation of
8177	the facilities among the parties consistent with their respective interests in or rights to the

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8178 facilities; 8179 (C) a management committee comprised of representatives of the parties, which may 8180 be responsible for the acquisition, construction, and operation of the facilities as the parties 8181 determine; and 8182 (D) the remedies upon a default by any party in the performance of its obligations 8183 under the contract, which may include a provision obligating or enabling the other parties to 8184 succeed to all or a portion of the ownership interest or contractual rights and obligations of the 8185 defaulting party; and 8186 (v) provisions that a purchasing party make payments from: 8187 (A) general or other funds of the purchasing party; 8188 (B) the proceeds of assessments levied under this part; 8189 (C) the proceeds of impact fees imposed by any party under Title 11, Chapter 36a, 8190 Impact Fees Act; 8191 (D) revenues from the operation of the water system of a party receiving water or 8192 services under the contract; 8193 (E) proceeds of any revenue-sharing arrangement between the parties, including 8194 amounts payable as a percentage of revenues or net revenues of the water system of a party 8195 receiving water or services under the contract; and 8196 (F) any combination of the sources of payment listed in Subsections (2)(d)(v)(A)8197 through (E). 8198 (3) (a) A water conservancy district may enter into a contract with another state or a 8199 political subdivision of another state for the joint construction, operation, or ownership of a 8200 water facility. 8201 (b) Water from any source in the state may be appropriated and used for beneficial 8202 purposes within another state only as provided in Title 73, Chapter 3a, Water Exports. (4) (a) Except as provided in Subsection (4)(b), a water conservancy district may not 8203 8204 sell water to a customer located within a municipality for domestic or culinary use without the 8205 consent of the municipality.

8206	(b) Subsection (4)(a) does not apply if:
8207	(i) the property of a customer to whom a water conservancy district sells water was, at
8208	the time the district began selling water to the customer, within an unincorporated area of a
8209	county; and
8210	(ii) after the district begins selling water to the customer, the property becomes part of
8211	a municipality through municipal incorporation or annexation.
8212	(5) A water conservancy district may not carry or transport water in transmountain
8213	diversion if title to the water was acquired by a municipality by eminent domain.
8214	(6) A water conservancy district may not be required to obtain a franchise for the
8215	acquisition, ownership, operation, or maintenance of property.
8216	(7) A water conservancy district may not acquire by eminent domain title to or
8217	beneficial use of vested water rights for transmountain diversion.
8218	Section 195. Section 17B-2a-1007 is amended to read:
8219	17B-2a-1007. Contract assessments.
8220	(1) As used in this section:
8221	(a) "Assessed land" means:
8222	(i) for a contract assessment under a water contract with a private water user, the land
8223	owned by the private water user that receives the beneficial use of water under the water
8224	contract; or
8225	(ii) for a contract assessment under a water contract with a public water user, the land
8226	within the boundaries of the public water user that is within the boundaries of the water
8227	conservancy district and that receives the beneficial use of water under the water contract.
8228	(b) "Contract assessment" means an assessment levied as provided in this section by a
8229	water conservancy district on assessed land.
8230	(c) "Governing body" means:
8231	(i) for a county, city, or town, the legislative body of the county, city, or town;
8232	(ii) for a [local] special district, the board of trustees of the [local] special district;
8233	(iii) for a special service district:

8234	(A) the legislative body of the county, city, or town that established the special service
8235	district, if no administrative control board has been appointed under Section 17D-1-301; or
8236	(B) the administrative control board of the special service district, if an administrative
8237	control board has been appointed under Section 17D-1-301; and
8238	(iv) for any other political subdivision of the state, the person or body with authority to
8239	govern the affairs of the political subdivision.
8240	(d) "Petitioner" means a private petitioner or a public petitioner.
8241	(e) "Private petitioner" means an owner of land within a water conservancy district
8242	who submits a petition to a water conservancy district under Subsection (3) to enter into a
8243	water contract with the district.
8244	(f) "Private water user" means an owner of land within a water conservancy district
8245	who enters into a water contract with the district.
8246	(g) "Public petitioner" means a political subdivision of the state:
8247	(i) whose territory is partly or entirely within the boundaries of a water conservancy
8248	district; and
8249	(ii) that submits a petition to a water conservancy district under Subsection (3) to enter
8250	into a water contract with the district.
8251	(h) "Public water user" means a political subdivision of the state:
8252	(i) whose territory is partly or entirely within the boundaries of a water conservancy
8253	district; and
8254	(ii) that enters into a water contract with the district.
8255	(i) "Water contract" means a contract between a water conservancy district and a
8256	private water user or a public water user under which the water user purchases, leases, or
8257	otherwise acquires the beneficial use of water from the water conservancy district for the
8258	benefit of:
8259	(i) land owned by the private water user; or
8260	(ii) land within the public water user's boundaries that is also within the boundaries of
8261	the water conservancy district.

8262	(j) "Water user" means a private water user or a public water user.
8263	(2) A water conservancy district may levy a contract assessment as provided in this
8264	section.
8265	(3) (a) The governing body of a public petitioner may authorize its chief executive
8266	officer to submit a written petition on behalf of the public petitioner to a water conservancy
8267	district requesting to enter into a water contract.
8268	(b) A private petitioner may submit a written petition to a water conservancy district
8269	requesting to enter into a water contract.
8270	(c) Each petition under this Subsection (3) shall include:
8271	(i) the petitioner's name;
8272	(ii) the quantity of water the petitioner desires to purchase or otherwise acquire;
8273	(iii) a description of the land upon which the water will be used;
8274	(iv) the price to be paid for the water;
8275	(v) the amount of any service, turnout, connection, distribution system, or other charge
8276	to be paid;
8277	(vi) whether payment will be made in cash or annual installments;
8278	(vii) a provision requiring the contract assessment to become a lien on the land for
8279	which the water is petitioned and is to be allotted; and
8280	(viii) an agreement that the petitioner is bound by the provisions of this part and the
8281	rules and regulations of the water conservancy district board of trustees.
8282	(4) (a) If the board of a water conservancy district desires to consider a petition
8283	submitted by a petitioner under Subsection (3), the board shall:
8284	(i) post notice of the petition and of the hearing required under Subsection (4)(a)(ii) on
8285	the Utah Public Notice Website, created in Section 63A-16-601, for at least two successive
8286	weeks immediately before the date of the hearing; and
8287	(ii) hold a public hearing on the petition.
8288	(b) Each notice under Subsection (4)(a)(i) shall:
8289	(i) state that a petition has been filed and that the district is considering levying a

8290	contract assessment; and
8291	(ii) give the date, time, and place of the hearing required under Subsection (4)(a)(ii).
8292	(c) (i) At each hearing required under Subsection (4)(a)(ii), the board of trustees of the
8293	water conservancy district shall:
8294	(A) allow any interested person to appear and explain why the petition should not be
8295	granted; and
8296	(B) consider each written objection to the granting of the petition that the board
8297	receives before or at the hearing.
8298	(ii) The board of trustees may adjourn and reconvene the hearing as the board
8299	considers appropriate.
8300	(d) (i) Any interested person may file with the board of the water conservancy district,
8301	at or before the hearing under Subsection (4)(a)(ii), a written objection to the district's granting
8302	a petition.
8303	(ii) Each person who fails to submit a written objection within the time provided under
8304	Subsection (4)(d)(i) is considered to have consented to the district's granting the petition and
8305	levying a contract assessment.
8306	(5) After holding a public hearing as required under Subsection $(4)(a)(ii)$, the board of
8307	trustees of a water conservancy district may:
8308	(a) deny the petition; or
8309	(b) grant the petition, if the board considers granting the petition to be in the best
8310	interests of the district.
8311	(6) The board of a water conservancy district that grants a petition under this section
8312	may:
8313	(a) make an allotment of water for the benefit of assessed land;
8314	(b) authorize any necessary construction to provide for the use of water upon the terms
8315	and conditions stated in the water contract;
8316	(c) divide the district into units and fix a different rate for water purchased or otherwise
8317	acquired and for other charges within each unit, if the rates and charges are equitable, although

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8318 not equal and uniform, for similar classes of services throughout the district; and 8319 (d) levy a contract assessment on assessed land. 8320 (7) (a) The board of trustees of each water conservancy district that levies a contract 8321 assessment under this section shall: 8322 (i) cause a certified copy of the resolution, ordinance, or order levying the assessment 8323 to be recorded in the office of the recorder of each county in which assessed land is located; 8324 and (ii) on or before July 1 of each year after levying the contract assessment, certify to the 8325 8326 auditor of each county in which assessed land is located the amount of the contract assessment. 8327 (b) Upon the recording of the resolution, ordinance, or order, in accordance with 8328 Subsection (7)(a)(i): 8329 (i) the contract assessment associated with allotting water to the assessed land under 8330 the water contract becomes a political subdivision lien, as that term is defined in Section 11-60-102, on the assessed land, in accordance with Title 11, Chapter 60, Political Subdivision 8331 8332 Lien Authority, as of the effective date of the resolution, ordinance, or order; and 8333 (ii) (A) the board of trustees of the water conservancy district shall certify the amount 8334 of the assessment to the county treasurer; and 8335 (B) the county treasurer shall include the certified amount on the property tax notice 8336 required by Section 59-2-1317 for that year. (c) (i) Each county in which assessed land is located shall collect the contract 8337 8338 assessment in the same manner as taxes levied by the county. 8339 (ii) If the amount of a contract assessment levied under this section is not paid in full in 8340 a given year: 8341 (A) by September 15, the governing body of the water conservancy district that levies 8342 the contract assessment shall certify any unpaid amount to the treasurer of the county in which 8343 the property is located; and 8344 (B) the county treasurer shall include the certified amount on the property tax notice 8345 required by Section 59-2-1317 for that year.

8346	(8) (a) The board of trustees of each water conservancy district that levies a contract
8347	assessment under this section shall:
8348	(i) hold a public hearing, before August 8 of each year in which a contract assessment
8349	is levied, to hear and consider objections filed under Subsection (8)(b); and
8350	(ii) post a notice:
8351	(A) on the Utah Public Notice Website, created in Section 63A-16-601, for at least the
8352	two consecutive weeks before the public hearing; and
8353	(B) that contains a general description of the assessed land, the amount of the contract
8354	assessment, and the time and place of the public hearing under Subsection (8)(a)(i).
8355	(b) An owner of assessed land within the water conservancy district who believes that
8356	the contract assessment on the owner's land is excessive, erroneous, or illegal may, before the
8357	hearing under Subsection (8)(a)(i), file with the board of trustees a verified, written objection to
8358	the assessment, stating the grounds for the objection.
8359	(c) (i) At each hearing under Subsection (8)(a)(i), the board of trustees shall hear and
8360	consider the evidence and arguments supporting each objection.
8361	(ii) After hearing and considering the evidence and arguments supporting an objection,
8362	the board of trustees:
8363	(A) shall enter a written order, stating its decision; and
8364	(B) may modify the assessment.
8365	(d) (i) An owner of assessed land may file a petition in district court seeking review of
8366	a board of trustees' order under Subsection (8)(c)(ii)(A).
8367	(ii) Each petition under Subsection (8)(d)(i) shall:
8368	(A) be filed within 30 days after the board enters its written order;
8369	(B) state specifically the part of the board's order for which review is sought; and
8370	(C) be accompanied by a bond with good and sufficient security in an amount not
8371	exceeding \$200, as determined by the court clerk.
8372	(iii) If more than one owner of assessed land seeks review, the court may, upon a
8373	showing that the reviews may be consolidated without injury to anyone's interests, consolidate

8374	the reviews and hear them together.
8375	(iv) The court shall act as quickly as possible after a petition is filed.
8376	(v) A court may not disturb a board of trustees' order unless the court finds that the
8377	contract assessment on the petitioner's assessed land is manifestly disproportionate to
8378	assessments imposed upon other land in the district.
8379	(e) If no petition under Subsection (8)(d) is timely filed, the contract assessment is
8380	conclusively considered to have been made in proportion to the benefits conferred on the land
8381	in the district.
8382	(9) Each resolution, ordinance, or order under which a water conservancy district
8383	levied a Class B, Class C, or Class D assessment before April 30, 2007, under the law in effect
8384	at the time of the levy is validated, ratified, and confirmed, and a water conservancy district
8385	may continue to levy the assessment according to the terms of the resolution, ordinance, or
8386	order.
8387	(10) A contract assessment is not a levy of an ad valorem property tax and is not
8388	subject to the limits stated in Section 17B-2a-1006.
8389	Section 196. Section 17B-2a-1102 is amended to read:
8390	17B-2a-1102. Definitions.
8391	As used in this part:
8392	(1) "Municipal services" means one or more of the services identified in Section
8393	17-34-1, 17-36-3, or 17B-1-202.
8394	(2) "Metro township" means:
8395	(a) a metro township for which the electors at an election under Section 10-2a-404
8396	chose a metro township that is included in a municipal services district; or
8397	(b) a metro township that subsequently joins a municipal services district.
8398	Section 197. Section 17B-2a-1104 is amended to read:
8399	17B-2a-1104. Additional municipal services district powers.
8400	In addition to the powers conferred on a municipal services district under Section
8401	17B-1-103, a municipal services district may:

8402	(1) notwithstanding Subsection 17B-1-202(3), provide no more than six municipal
8403	services;
8404	(2) assist a municipality or a county located within a municipal services district by
8405	providing staffing and administrative services, including:
8406	(a) human resources staffing and services;
8407	(b) finance and budgeting staffing and services; and
8408	(c) information technology staffing and services; and
8409	(3) issue bonds as provided in and subject to [Chapter 1, Part 11, Local District Bonds]
8410	Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district.
8411	Section 198. Section 17B-2a-1106 is amended to read:
8412	17B-2a-1106. Municipal services district board of trustees Governance.
8413	(1) Notwithstanding any other provision of law regarding the membership of a [local]
8414	special district board of trustees, the initial board of trustees of a municipal services district
8415	shall consist of the county legislative body.
8416	(2) (a) If, after the initial creation of a municipal services district, an area within the
8417	district is incorporated as a municipality as defined in Section 10-1-104 and the area is not
8418	withdrawn from the district in accordance with Section 17B-1-502 or 17B-1-505, or an area
8419	within the municipality is annexed into the municipal services district in accordance with
8420	Section 17B-2a-1103, the district's board of trustees shall be as follows:
8421	(i) subject to Subsection (2)(b), a member of that municipality's governing body;
8422	(ii) one member of the county council of the county in which the municipal services
8423	district is located; and
8424	(iii) the total number of board members is not required to be an odd number.
8425	(b) A member described in Subsection (2)(a)(i) shall be:
8426	(i) for a municipality other than a metro township, designated by the municipal
8427	legislative body; and
8428	(ii) for a metro township, the mayor of the metro township or, during any period of
8429	time when the mayor is absent, unable, or refuses to act, the mayor pro tempore that the metro

8430	township council elects in accordance with Subsection $10-3b-503(4)$.
8431	(3) For a board of trustees described in Subsection (2), each board member's vote is
8432	weighted using the proportion of the municipal services district population that resides:
8433	(a) for each member described in Subsection (2)(a)(i), within that member's
8434	municipality; and
8435	(b) for the member described in Subsection (2)(a)(ii), within the unincorporated
8436	county.
8437	(4) The board may adopt a resolution providing for future board members to be
8438	appointed, as provided in Section 17B-1-304, or elected, as provided in Section 17B-1-306.
8439	(5) Notwithstanding Subsections 17B-1-309(1) or 17B-1-310(1), the board of trustees
8440	may adopt a resolution to determine the internal governance of the board.
8441	(6) The municipal services district and the county may enter into an agreement for the
8442	provision of legal services to the municipal services district.
8443	Section 199. Section 17C-1-102 is amended to read:
8444	17C-1-102. Definitions.
8445	As used in this title:
8446	(1) "Active project area" means a project area that has not been dissolved in accordance
8447	with Section 17C-1-702.
8448	
	(2) "Adjusted tax increment" means the percentage of tax increment, if less than
8449	(2) "Adjusted tax increment" means the percentage of tax increment, if less than 100%, that an agency is authorized to receive:
8449 8450	
	100%, that an agency is authorized to receive:
8450	100%, that an agency is authorized to receive:(a) for a pre-July 1, 1993, project area plan, under Section 17C-1-403, excluding tax
8450 8451	 100%, that an agency is authorized to receive: (a) for a pre-July 1, 1993, project area plan, under Section 17C-1-403, excluding tax increment under Subsection 17C-1-403(3);
8450 8451 8452	 100%, that an agency is authorized to receive: (a) for a pre-July 1, 1993, project area plan, under Section 17C-1-403, excluding tax increment under Subsection 17C-1-403(3); (b) for a post-June 30, 1993, project area plan, under Section 17C-1-404, excluding tax
8450 8451 8452 8453	 100%, that an agency is authorized to receive: (a) for a pre-July 1, 1993, project area plan, under Section 17C-1-403, excluding tax increment under Subsection 17C-1-403(3); (b) for a post-June 30, 1993, project area plan, under Section 17C-1-404, excluding tax increment under Section 17C-1-406;
8450 8451 8452 8453 8454	 100%, that an agency is authorized to receive: (a) for a pre-July 1, 1993, project area plan, under Section 17C-1-403, excluding tax increment under Subsection 17C-1-403(3); (b) for a post-June 30, 1993, project area plan, under Section 17C-1-404, excluding tax increment under Section 17C-1-406; (c) under a project area budget approved by a taxing entity committee; or

8458 income family, as determined by resolution of the agency. 8459 (4) "Agency" or "community reinvestment agency" means a separate body corporate and politic, created under Section 17C-1-201.5 or as a redevelopment agency or community 8460 8461 development and renewal agency under previous law: 8462 (a) that is a political subdivision of the state: 8463 (b) that is created to undertake or promote project area development as provided in this 8464 title: and 8465 (c) whose geographic boundaries are coterminous with: 8466 (i) for an agency created by a county, the unincorporated area of the county; and 8467 (ii) for an agency created by a municipality, the boundaries of the municipality. (5) "Agency funds" means money that an agency collects or receives for agency 8468 8469 operations, implementing a project area plan or an implementation plan as defined in Section 17C-1-1001, or other agency purposes, including: 8470 (a) project area funds: 8471 8472 (b) income, proceeds, revenue, or property derived from or held in connection with the 8473 agency's undertaking and implementation of project area development or agency-wide project 8474 development as defined in Section 17C-1-1001; (c) a contribution, loan, grant, or other financial assistance from any public or private 8475 8476 source; (d) project area incremental revenue as defined in Section 17C-1-1001; or 8477 (e) property tax revenue as defined in Section 17C-1-1001. 8478 (6) "Annual income" means the same as that term is defined in regulations of the 8479 8480 United States Department of Housing and Urban Development, 24 C.F.R. Sec. 5.609, as 8481 amended or as superseded by replacement regulations. 8482 (7) "Assessment roll" means the same as that term is defined in Section 59-2-102. (8) "Base taxable value" means, unless otherwise adjusted in accordance with 8483 8484 provisions of this title, a property's taxable value as shown upon the assessment roll last 8485 equalized during the base year.

8486	(9) "Base year" means, except as provided in Subsection $17C-1-402(4)(c)$, the year
8487	during which the assessment roll is last equalized:
8488	(a) for a pre-July 1, 1993, urban renewal or economic development project area plan,
8489	before the project area plan's effective date;
8490	(b) for a post-June 30, 1993, urban renewal or economic development project area
8491	plan, or a community reinvestment project area plan that is subject to a taxing entity
8492	committee:
8493	(i) before the date on which the taxing entity committee approves the project area
8494	budget; or
8495	(ii) if taxing entity committee approval is not required for the project area budget,
8496	before the date on which the community legislative body adopts the project area plan;
8497	(c) for a project on an inactive airport site, after the later of:
8498	(i) the date on which the inactive airport site is sold for remediation and development;
8499	or
8500	(ii) the date on which the airport that operated on the inactive airport site ceased
8501	operations; or
8502	(d) for a community development project area plan or a community reinvestment
8503	project area plan that is subject to an interlocal agreement, as described in the interlocal
8504	agreement.
8505	(10) "Basic levy" means the portion of a school district's tax levy constituting the
8506	minimum basic levy under Section 59-2-902.
8507	(11) "Board" means the governing body of an agency, as described in Section
8508	17C-1-203.
8509	(12) "Budget hearing" means the public hearing on a proposed project area budget
8510	required under Subsection 17C-2-201(2)(d) for an urban renewal project area budget,
8511	Subsection 17C-3-201(2)(d) for an economic development project area budget, or Subsection
8512	17C-5-302(2)(e) for a community reinvestment project area budget.
8513	(13) "Closed military base" means land within a former military base that the Defense

8514 Base Closure and Realignment Commission has voted to close or realign when that action has 8515 been sustained by the president of the United States and Congress. (14) "Combined incremental value" means the combined total of all incremental values 8516 8517 from all project areas, except project areas that contain some or all of a military installation or inactive industrial site, within the agency's boundaries under project area plans and project area 8518 budgets at the time that a project area budget for a new project area is being considered. 8519 (15) "Community" means a county or municipality. 8520 8521 (16) "Community development project area plan" means a project area plan adopted 8522 under Chapter 4, Part 1, Community Development Project Area Plan. 8523 (17) "Community legislative body" means the legislative body of the community that created the agency. 8524 8525 (18) "Community reinvestment project area plan" means a project area plan adopted 8526 under Chapter 5, Part 1, Community Reinvestment Project Area Plan. (19) "Contest" means to file a written complaint in the district court of the county in 8527 which the agency is located. 8528 8529 (20) "Development impediment" means a condition of an area that meets the requirements described in Section 17C-2-303 for an urban renewal project area or Section 8530 8531 17C-5-405 for a community reinvestment project area. (21) "Development impediment hearing" means a public hearing regarding whether a 8532 development impediment exists within a proposed: 8533 (a) urban renewal project area under Subsection 17C-2-102(1)(a)(i)(C) and Section 8534 17C-2-302; or 8535 8536 (b) community reinvestment project area under Section 17C-5-404. (22) "Development impediment study" means a study to determine whether a 8537 8538 development impediment exists within a survey area as described in Section 17C-2-301 for an urban renewal project area or Section 17C-5-403 for a community reinvestment project area. 8539 (23) "Economic development project area plan" means a project area plan adopted 8540 under Chapter 3, Part 1, Economic Development Project Area Plan. 8541

8542	(24) "Fair share ratio" means the ratio derived by:
8543	(a) for a municipality, comparing the percentage of all housing units within the
8544	municipality that are publicly subsidized income targeted housing units to the percentage of all
8545	housing units within the county in which the municipality is located that are publicly
8546	subsidized income targeted housing units; or
8547	(b) for the unincorporated part of a county, comparing the percentage of all housing
8548	units within the unincorporated county that are publicly subsidized income targeted housing
8549	units to the percentage of all housing units within the whole county that are publicly subsidized
8550	income targeted housing units.
8551	(25) "Family" means the same as that term is defined in regulations of the United
8552	States Department of Housing and Urban Development, 24 C.F.R. Section 5.403, as amended
8553	or as superseded by replacement regulations.
8554	(26) "Greenfield" means land not developed beyond agricultural, range, or forestry use.
8555	(27) "Hazardous waste" means any substance defined, regulated, or listed as a
8556	hazardous substance, hazardous material, hazardous waste, toxic waste, pollutant, contaminant,
8557	or toxic substance, or identified as hazardous to human health or the environment, under state
8558	or federal law or regulation.
8559	(28) "Housing allocation" means project area funds allocated for housing under Section
8560	17C-2-203, 17C-3-202, or 17C-5-307 for the purposes described in Section 17C-1-412.
8561	(29) "Housing fund" means a fund created by an agency for purposes described in
8562	Section 17C-1-411 or 17C-1-412 that is comprised of:
8563	(a) project area funds, project area incremental revenue as defined in Section
8564	17C-1-1001, or property tax revenue as defined in Section 17C-1-1001 allocated for the
8565	purposes described in Section 17C-1-411; or
8566	(b) an agency's housing allocation.
8567	(30) (a) "Inactive airport site" means land that:
8568	(i) consists of at least 100 acres;
8569	(ii) is occupied by an airport:

8570	(A) (I) that is no longer in operation as an airport; or
8571	(II) (Aa) that is scheduled to be decommissioned; and
8572	(Bb) for which a replacement commercial service airport is under construction; and
8573	(B) that is owned or was formerly owned and operated by a public entity; and
8574	(iii) requires remediation because:
8575	(A) of the presence of hazardous waste or solid waste; or
8576	(B) the site lacks sufficient public infrastructure and facilities, including public roads,
8577	electric service, water system, and sewer system, needed to support development of the site.
8578	(b) "Inactive airport site" includes a perimeter of up to 2,500 feet around the land
8579	described in Subsection (30)(a).
8580	(31) (a) "Inactive industrial site" means land that:
8581	(i) consists of at least 1,000 acres;
8582	(ii) is occupied by an inactive or abandoned factory, smelter, or other heavy industrial
8583	facility; and
8584	(iii) requires remediation because of the presence of hazardous waste or solid waste.
8585	(b) "Inactive industrial site" includes a perimeter of up to 1,500 feet around the land
8586	described in Subsection (31)(a).
8587	(32) "Income targeted housing" means housing that is owned or occupied by a family
8588	whose annual income is at or below 80% of the median annual income for a family within the
8589	county in which the housing is located.
8590	(33) "Incremental value" means a figure derived by multiplying the marginal value of
8591	the property located within a project area on which tax increment is collected by a number that
8592	represents the adjusted tax increment from that project area that is paid to the agency.
8593	(34) "Loan fund board" means the Olene Walker Housing Loan Fund Board,
8594	established under Title 35A, Chapter 8, Part 5, Olene Walker Housing Loan Fund.
8595	(35) (a) "Local government building" means a building owned and operated by a
8596	community for the primary purpose of providing one or more primary community functions,
8597	including:

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8598	(i) a fire station;
8599	(ii) a police station;
8600	(iii) a city hall; or
8601	(iv) a court or other judicial building.
8602	(b) "Local government building" does not include a building the primary purpose of
8603	which is cultural or recreational in nature.
8604	(36) "Major transit investment corridor" means the same as that term is defined in
8605	Section 10-9a-103.
8606	(37) "Marginal value" means the difference between actual taxable value and base
8607	taxable value.
8608	(38) "Military installation project area" means a project area or a portion of a project
8609	area located within a federal military installation ordered closed by the federal Defense Base
8610	Realignment and Closure Commission.
8611	(39) "Municipality" means a city, town, or metro township as defined in Section
8612	10-2a-403.
8613	(40) "Participant" means one or more persons that enter into a participation agreement
8614	with an agency.
8615	(41) "Participation agreement" means a written agreement between a person and an
8616	agency that:
8617	(a) includes a description of:
8618	(i) the project area development that the person will undertake;
8619	(ii) the amount of project area funds the person may receive; and
8620	(iii) the terms and conditions under which the person may receive project area funds;
8621	and
8622	(b) is approved by resolution of the board.
8623	(42) "Plan hearing" means the public hearing on a proposed project area plan required
8624	under Subsection 17C-2-102(1)(a)(vi) for an urban renewal project area plan, Subsection
8625	17C-3-102(1)(d) for an economic development project area plan, Subsection 17C-4-102(1)(d)

8626 for a community development project area plan, or Subsection 17C-5-104(3)(e) for a 8627 community reinvestment project area plan. (43) "Post-June 30, 1993, project area plan" means a project area plan adopted on or 8628 8629 after July 1, 1993, and before May 10, 2016, whether or not amended subsequent to the project 8630 area plan's adoption. 8631 (44) "Pre-July 1, 1993, project area plan" means a project area plan adopted before July 8632 1, 1993, whether or not amended subsequent to the project area plan's adoption. (45) "Private," with respect to real property, means property not owned by a public 8633 8634 entity or any other governmental entity. 8635 (46) "Project area" means the geographic area described in a project area plan within 8636 which the project area development described in the project area plan takes place or is 8637 proposed to take place. 8638 (47) "Project area budget" means a multiyear projection of annual or cumulative revenues and expenses and other fiscal matters pertaining to a project area prepared in 8639 8640 accordance with: 8641 (a) for an urban renewal project area, Section 17C-2-201; (b) for an economic development project area, Section 17C-3-201; 8642 8643 (c) for a community development project area, Section 17C-4-204; or 8644 (d) for a community reinvestment project area. Section 17C-5-302. (48) "Project area development" means activity within a project area that, as 8645 determined by the board, encourages, promotes, or provides development or redevelopment for 8646 8647 the purpose of implementing a project area plan, including: 8648 (a) promoting, creating, or retaining public or private jobs within the state or a 8649 community; 8650 (b) providing office, manufacturing, warehousing, distribution, parking, or other 8651 facilities or improvements; (c) planning, designing, demolishing, clearing, constructing, rehabilitating, or 8652 8653 remediating environmental issues:

8654	(d) providing residential, commercial, industrial, public, or other structures or spaces,
8655	including recreational and other facilities incidental or appurtenant to the structures or spaces;
8656	(e) altering, improving, modernizing, demolishing, reconstructing, or rehabilitating
8657	existing structures;
8658	(f) providing open space, including streets or other public grounds or space around
8659	buildings;
8660	(g) providing public or private buildings, infrastructure, structures, or improvements;
8661	(h) relocating a business;
8662	(i) improving public or private recreation areas or other public grounds;
8663	(j) eliminating a development impediment or the causes of a development impediment;
8664	(k) redevelopment as defined under the law in effect before May 1, 2006; or
8665	(1) any activity described in this Subsection (48) outside of a project area that the board
8666	determines to be a benefit to the project area.
8667	(49) "Project area funds" means tax increment or sales and use tax revenue that an
8668	agency receives under a project area budget adopted by a taxing entity committee or an
8669	interlocal agreement.
8670	(50) "Project area funds collection period" means the period of time that:
8671	(a) begins the day on which the first payment of project area funds is distributed to an
8672	agency under a project area budget approved by a taxing entity committee or an interlocal
8673	agreement; and
8674	(b) ends the day on which the last payment of project area funds is distributed to an
8675	agency under a project area budget approved by a taxing entity committee or an interlocal
8676	agreement.
8677	(51) "Project area plan" means an urban renewal project area plan, an economic
8678	development project area plan, a community development project area plan, or a community
8679	reinvestment project area plan that, after the project area plan's effective date, guides and
8680	controls the project area development.
8681	(52) (a) "Property tax" means each levy on an ad valorem basis on tangible or

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8682 intangible personal or real property.

8683 (b) "Property tax" includes a privilege tax imposed under Title 59, Chapter 4, Privilege8684 Tax.

8685 (53) "Public entity" means:

8686 (a) the United States, including an agency of the United States;

(b) the state, including any of the state's departments or agencies; or

8688 (c) a political subdivision of the state, including a county, municipality, school district,
8689 [local] special district, special service district, community reinvestment agency, or interlocal
8690 cooperation entity.

(54) "Publicly owned infrastructure and improvements" means water, sewer, storm
drainage, electrical, natural gas, telecommunication, or other similar systems and lines, streets,
roads, curb, gutter, sidewalk, walkways, parking facilities, public transportation facilities, or
other facilities, infrastructure, and improvements benefitting the public and to be publicly
owned or publicly maintained or operated.

8696 (55) "Record property owner" or "record owner of property" means the owner of real
8697 property, as shown on the records of the county in which the property is located, to whom the
8698 property's tax notice is sent.

8699 (56) "Sales and use tax revenue" means revenue that is:

8700 (a) generated from a tax imposed under Title 59, Chapter 12, Sales and Use Tax Act;8701 and

(b) distributed to a taxing entity in accordance with Sections 59-12-204 and 59-12-205.
(57) "Superfund site":

(a) means an area included in the National Priorities List under the Comprehensive
Environmental Response, Compensation, and Liability Act of 1980, 42 U.S.C. Sec. 9605; and

(b) includes an area formerly included in the National Priorities List, as described in
Subsection (57)(a), but removed from the list following remediation that leaves on site the
waste that caused the area to be included in the National Priorities List.

8709 (58) "Survey area" means a geographic area designated for study by a survey area

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8710 resolution to determine whether: 8711 (a) one or more project areas within the survey area are feasible; or 8712 (b) a development impediment exists within the survey area. 8713 (59) "Survey area resolution" means a resolution adopted by a board that designates a 8714 survey area. 8715 (60) "Taxable value" means: 8716 (a) the taxable value of all real property a county assessor assesses in accordance with Title 59, Chapter 2, Part 3, County Assessment, for the current year: 8717 8718 (b) the taxable value of all real and personal property the commission assesses in 8719 accordance with Title 59, Chapter 2, Part 2, Assessment of Property, for the current year; and 8720 (c) the year end taxable value of all personal property a county assessor assesses in 8721 accordance with Title 59, Chapter 2, Part 3, County Assessment, contained on the prior year's 8722 tax rolls of the taxing entity. (61) (a) "Tax increment" means the difference between: 8723 (i) the amount of property tax revenue generated each tax year by a taxing entity from 8724 8725 the area within a project area designated in the project area plan as the area from which tax 8726 increment is to be collected, using the current assessed value of the property and each taxing 8727 entity's current certified tax rate as defined in Section 59-2-924; and 8728 (ii) the amount of property tax revenue that would be generated from that same area using the base taxable value of the property and each taxing entity's current certified tax rate as 8729 8730 defined in Section 59-2-924. 8731 (b) "Tax increment" does not include taxes levied and collected under Section 59-2-1602 on or after January 1, 1994, upon the taxable property in the project area unless: 8732 8733 (i) the project area plan was adopted before May 4, 1993, whether or not the project 8734 area plan was subsequently amended; and (ii) the taxes were pledged to support bond indebtedness or other contractual 8735 8736 obligations of the agency. 8737 (62) "Taxing entity" means a public entity that:

8738	(a) levies a tax on property located within a project area; or
8739	(b) imposes a sales and use tax under Title 59, Chapter 12, Sales and Use Tax Act.
8740	(63) "Taxing entity committee" means a committee representing the interests of taxing
8741	entities, created in accordance with Section 17C-1-402.
8742	(64) "Unincorporated" means not within a municipality.
8743	(65) "Urban renewal project area plan" means a project area plan adopted under
8744	Chapter 2, Part 1, Urban Renewal Project Area Plan.
8745	Section 200. Section 17C-1-409 is amended to read:
8746	17C-1-409. Allowable uses of agency funds.
8747	(1) (a) An agency may use agency funds:
8748	(i) for any purpose authorized under this title;
8749	(ii) for administrative, overhead, legal, or other operating expenses of the agency,
8750	including consultant fees and expenses under Subsection 17C-2-102(1)(b)(ii)(B) or funding for
8751	a business resource center;
8752	(iii) subject to Section 11-41-103, to pay for, including financing or refinancing, all or
8753	part of:
8754	(A) project area development in a project area, including environmental remediation
8755	activities occurring before or after adoption of the project area plan;
8756	(B) housing-related expenditures, projects, or programs as described in Section
8757	17C-1-411 or 17C-1-412;
8758	(C) an incentive or other consideration paid to a participant under a participation
8759	agreement;
8760	(D) subject to Subsections (1)(c) and (4), the value of the land for and the cost of the
8761	installation and construction of any publicly owned building, facility, structure, landscaping, or
8762	other improvement within the project area from which the project area funds are collected; or
8763	(E) the cost of the installation of publicly owned infrastructure and improvements
8764	outside the project area from which the project area funds are collected if the board and the
8765	community legislative body determine by resolution that the publicly owned infrastructure and

8766	improvements benefit the project area;
8767	(iv) in an urban renewal project area that includes some or all of an inactive industrial
8768	site and subject to Subsection (1)(e), to reimburse the Department of Transportation created
8769	under Section 72-1-201, or a public transit district created under [Title 17B, Chapter 2a, Part 8,
8770	Public Transit District Act] Title 17B, Chapter 1, Part 6, Fiscal Procedures for Special
8771	Districts, for the cost of:
8772	(A) construction of a public road, bridge, or overpass;
8773	(B) relocation of a railroad track within the urban renewal project area; or
8774	(C) relocation of a railroad facility within the urban renewal project area;
8775	(v) subject to Subsection (5), to transfer funds to a community that created the agency;
8776	or
8777	(vi) subject to Subsection (1)(f), for agency-wide project development under Part 10,
8778	Agency Taxing Authority.
8779	(b) The determination of the board and the community legislative body under
8780	Subsection (1)(a)(iii)(E) regarding benefit to the project area shall be final and conclusive.
8781	(c) An agency may not use project area funds received from a taxing entity for the
8782	purposes stated in Subsection (1)(a)(iii)(D) under an urban renewal project area plan, an
8783	economic development project area plan, or a community reinvestment project area plan
8784	without the community legislative body's consent.
8785	(d) (i) Subject to Subsection (1)(d)(ii), an agency may loan project area funds from a
8786	project area fund to another project area fund if:
8787	(A) the board approves; and
8788	(B) the community legislative body approves.
8789	(ii) An agency may not loan project area funds under Subsection (1)(d)(i) unless the
8790	projections for agency funds are sufficient to repay the loan amount.
8791	(iii) A loan described in Subsection (1)(d) is not subject to Title 10, Chapter 5,
8792	Uniform Fiscal Procedures Act for Utah Towns, Title 10, Chapter 6, Uniform Fiscal
8793	Procedures Act for Utah Cities, Title 17, Chapter 36, Uniform Fiscal Procedures Act for

8794 Counties, or Title 17B, Chapter 1, Part 6, Fiscal Procedures for [Local] Special Districts.

(e) Before an agency may pay any tax increment or sales tax revenue under Subsection
(1)(a)(iv), the agency shall enter into an interlocal agreement defining the terms of the

8797 reimbursement with:

(i) the Department of Transportation; or

8799 (ii) a public transit district.

(f) Before an agency may use project area funds for agency-wide project development,
as defined in Section 17C-1-1001, the agency shall obtain the consent of the taxing entity
committee or each taxing entity party to an interlocal agreement with the agency.

(2) (a) Sales and use tax revenue that an agency receives from a taxing entity is not
subject to the prohibition or limitations of Title 11, Chapter 41, Prohibition on Retail Facility
Incentive Payments Act.

(b) An agency may use sales and use tax revenue that the agency receives under an
interlocal agreement under Section 17C-4-201 or 17C-5-204 for the uses authorized in the
interlocal agreement.

(3) (a) An agency may contract with the community that created the agency or another
public entity to use agency funds to reimburse the cost of items authorized by this title to be
paid by the agency that are paid by the community or other public entity.

(b) If land is acquired or the cost of an improvement is paid by another public entity
and the land or improvement is leased to the community, an agency may contract with and
make reimbursement from agency funds to the community.

(4) Notwithstanding any other provision of this title, an agency may not use project
area funds, project area incremental revenue as defined in Section 17C-1-1001, or property tax
revenue as defined in Section 17C-1-1001, to construct a local government building unless the
taxing entity committee or each taxing entity party to an interlocal agreement with the agency
consents.

(5) For the purpose of offsetting the community's annual local contribution to theHomeless Shelter Cities Mitigation Restricted Account, the total amount an agency transfers in

- a calendar year to a community under Subsections (1)(a)(v), 17C-1-411(1)(d), and
- 8823 17C-1-412(1)(a)(x) may not exceed the community's annual local contribution as defined in
- 8824 Subsection 59-12-205(5).
- 8825 Section 201. Section **17D-1-102** is amended to read:
- 8826 **17D-1-102. Definitions.**

As used in this chapter:

- 8828 (1) "Adequate protests" means written protests timely filed by:
- (a) the owners of private real property that:
- (i) is located within the applicable area;
- (ii) covers at least 25% of the total private land area within the applicable area; and
- (iii) is equal in value to at least 15% of the value of all private real property within theapplicable area; or
- (b) registered voters residing within the applicable area equal in number to at least 25%
 of the number of votes cast in the applicable area for the office of president of the United States
 at the most recent election prior to the adoption of the resolution or filing of the petition.
- 8837 (2) "Applicable area" means:
- (a) for a proposal to create a special service district, the area included within theproposed special service district;
- (b) for a proposal to annex an area to an existing special service district, the areaproposed to be annexed;
- (c) for a proposal to add a service to the service or services provided by a specialservice district, the area included within the special service district; and
- (d) for a proposal to consolidate special service districts, the area included within eachspecial service district proposed to be consolidated.
- (3) "Facility" or "facilities" includes any structure, building, system, land, water right,
 water, or other real or personal property required to provide a service that a special service
- 8848 district is authorized to provide, including any related or appurtenant easement or right-of-way,
- 8849 improvement, utility, landscaping, sidewalk, road, curb, gutter, equipment, or furnishing.

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8850	(4) "General obligation bond":
8851	(a) means a bond that is directly payable from and secured by ad valorem property
8852	taxes that are:
8853	(i) levied:
8854	(A) by the county or municipality that created the special service district that issues the
8855	bond; and
8856	(B) on taxable property within the special service district; and
8857	(ii) in excess of the ad valorem property taxes for the current fiscal year; and
8858	(b) does not include:
8859	(i) a short-term bond;
8860	(ii) a tax and revenue anticipation bond; or
8861	(iii) a special assessment bond.
8862	(5) "Governing body" means:
8863	(a) the legislative body of the county or municipality that creates the special service
8864	district, to the extent that the county or municipal legislative body has not delegated authority
8865	to an administrative control board created under Section 17D-1-301; or
8866	(b) the administrative control board of the special service district, to the extent that the
8867	county or municipal legislative body has delegated authority to an administrative control board
8868	created under Section 17D-1-301.
8869	(6) "Guaranteed bonds" means bonds:
8870	(a) issued by a special service district; and
8871	(b) the debt service of which is guaranteed by one or more taxpayers owning property
8872	within the special service district.
8873	[(7) "Local district" has the same meaning as defined in Section 17B-1-102.]
8874	[(8)] <u>(7)</u> "Revenue bond":
8875	(a) means a bond payable from designated taxes or other revenues other than the ad
8876	valorem property taxes of the county or municipality that created the special service district;
8877	and

	-
8878	(b) does not include:
8879	(i) an obligation constituting an indebtedness within the meaning of an applicable
8880	constitutional or statutory debt limit;
8881	(ii) a tax and revenue anticipation bond; or
8882	(iii) a special assessment bond.
8883	[(9)] (8) "Special assessment" means an assessment levied against property to pay all
8884	or a portion of the costs of making improvements that benefit the property.
8885	[(10)] (9) "Special assessment bond" means a bond payable from special assessments.
8886	(10) "Special district" has the same meaning as that term is defined in Section
8887	<u>17B-1-102.</u>
8888	(11) "Special service district" means a limited purpose local government entity, as
8889	described in Section 17D-1-103, that:
8890	(a) is created under authority of the Utah Constitution Article XI, Section 7; and
8891	(b) operates under, is subject to, and has the powers set forth in this chapter.
8892	(12) "Tax and revenue anticipation bond" means a bond:
8893	(a) issued in anticipation of the collection of taxes or other revenues or a combination
8894	of taxes and other revenues; and
8895	(b) that matures within the same fiscal year as the fiscal year in which the bond is
8896	issued.
8897	Section 202. Section 17D-1-103 is amended to read:
8898	17D-1-103. Special service district status, powers, and duties Registration as a
8899	limited purpose entity Limitation on districts providing jail service.
8900	(1) A special service district:
8901	(a) is:
8902	(i) a body corporate and politic with perpetual succession, separate and distinct from
8903	the county or municipality that creates it;
8904	(ii) a quasi-municipal corporation; and
8905	(iii) a political subdivision of the state; and

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8906 (b) may sue and be sued. 8907 (2) A special service district may: 8908 (a) exercise the power of eminent domain possessed by the county or municipality that 8909 creates the special service district; 8910 (b) enter into a contract that the governing authority considers desirable to carry out 8911 special service district functions, including a contract: 8912 (i) with the United States or an agency of the United States, the state, an institution of 8913 higher education, a county, a municipality, a school district, a [local] special district, another 8914 special service district, or any other political subdivision of the state; or 8915 (ii) that includes provisions concerning the use, operation, and maintenance of special 8916 service district facilities and the collection of fees or charges with respect to commodities, 8917 services, or facilities that the district provides; 8918 (c) acquire or construct facilities; 8919 (d) acquire real or personal property, or an interest in real or personal property, 8920 including water and water rights, whether by purchase, lease, gift, devise, bequest, or 8921 otherwise, and whether the property is located inside or outside the special service district, and 8922 own, hold, improve, use, finance, or otherwise deal in and with the property or property right; 8923 (e) sell, convey, lease, exchange, transfer, or otherwise dispose of all or any part of the 8924 special service district's property or assets, including water and water rights: 8925 (f) mortgage, pledge, or otherwise encumber all or any part of the special service 8926 district's property or assets, including water and water rights; 8927 (g) enter into a contract with respect to the use, operation, or maintenance of all or any 8928 part of the special service district's property or assets, including water and water rights; 8929 (h) accept a government grant or loan and comply with the conditions of the grant or 8930 loan; 8931 (i) use an officer, employee, property, equipment, office, or facility of the county or 8932 municipality that created the special service district, subject to reimbursement as provided in 8933 Subsection (4);

8934	(j) employ one or more officers, employees, or agents, including one or more
8935	engineers, accountants, attorneys, or financial consultants, and establish their compensation;
8936	(k) designate an assessment area and levy an assessment as provided in Title 11,
8937	Chapter 42, Assessment Area Act;
8938	(l) contract with a franchised, certificated public utility for the construction and
8939	operation of an electrical service distribution system within the special service district;
8940	(m) borrow money and incur indebtedness;
8941	(n) as provided in Part 5, Special Service District Bonds, issue bonds for the purpose of
8942	acquiring, constructing, and equipping any of the facilities required for the services the special
8943	service district is authorized to provide, including:
8944	(i) bonds payable in whole or in part from taxes levied on the taxable property in the
8945	special service district;
8946	(ii) bonds payable from revenues derived from the operation of revenue-producing
8947	facilities of the special service district;
8948	(iii) bonds payable from both taxes and revenues;
8949	(iv) guaranteed bonds, payable in whole or in part from taxes levied on the taxable
8950	property in the special service district;
8951	(v) tax anticipation notes;
8952	(vi) bond anticipation notes;
8953	(vii) refunding bonds;
8954	(viii) special assessment bonds; and
8955	(ix) bonds payable in whole or in part from mineral lease payments as provided in
8956	Section 11-14-308;
8957	(o) except as provided in Subsection (5), impose fees or charges or both for
8958	commodities, services, or facilities that the special service district provides;
8959	(p) provide to an area outside the special service district's boundary, whether inside or
8960	outside the state, a service that the special service district is authorized to provide within its
8961	boundary, if the governing body makes a finding that there is a public benefit to providing the

service to the area outside the special service district's boundary;

- (q) provide other services that the governing body determines will more effectivelycarry out the purposes of the special service district; and
- 8965 (r) adopt an official seal for the special service district.
- 8966 (3) (a) Each special service district shall register and maintain the special service
 8967 district's registration as a limited purpose entity, in accordance with Section 67-1a-15.
- (b) A special service district that fails to comply with Subsection (3)(a) or Section
 67-1a-15 is subject to enforcement by the state auditor, in accordance with Section 67-3-1.
- (4) Each special service district that uses an officer, employee, property, equipment,
 office, or facility of the county or municipality that created the special service district shall
 reimburse the county or municipality a reasonable amount for what the special service district
 uses.
- 8974 (5) (a) A special service district that provides jail service as provided in Subsection
 8975 17D-1-201(10) may not impose a fee or charge for the service it provides.
- (b) Subsection (5)(a) may not be construed to limit a special service district thatprovides jail service from:
- 8978 (i) entering into a contract with the federal government, the state, or a political8979 subdivision of the state to provide jail service for compensation; or
- 8980 (ii) receiving compensation for jail service it provides under a contract described in8981 Subsection (5)(b)(i).
- 8982 Section 203. Section **17D-1-106** is amended to read:

8983 **17D-1-106.** Special service districts subject to other provisions.

- 8984 (1) A special service district is, to the same extent as if it were a [local] special district,
 8985 subject to and governed by:
- 8986 (a) (i) Sections 17B-1-105, 17B-1-107, 17B-1-108, 17B-1-110, 17B-1-111, 17B-1-113,
- 8987 17B-1-116, 17B-1-118, 17B-1-119, 17B-1-120, 17B-1-121, 17B-1-304, 17B-1-307,
- 8988 17B-1-310, 17B-1-311, 17B-1-312, 17B-1-313, and 17B-1-314; and
- (ii) Sections 17B-1-305 and 17B-1-306, to the extent that a county legislative body or a

8990 municipal legislative body, as applicable, has delegated authority to an administrative control 8991 board with elected members, under Section 17D-1-301. 8992 (b) Subsections: 8993 (i) 17B-1-301(3) and (4); and 8994 (ii) 17B-1-303(1), (2)(a) and (b), (3), (4), (5), (6), (7), and (9); 8995 (c) Section 20A-1-512; 8996 (d) [Title 17B, Chapter 1, Part 6, Fiscal Procedures for Local Districts] Title 17B, 8997 Chapter 1, Part 6, Fiscal Procedures for Special Districts; 8998 (e) [Title 17B, Chapter 1, Part 7, Local District Budgets and Audit Reports] Title 17B, 8999 Chapter 1, Part 7, Special District Budgets and Audit Reports; 9000 (f) [Title 17B, Chapter 1, Part 8, Local District Personnel Management] Title 17B, 9001 Chapter 1, Part 8, Special District Personnel Management; and 9002 (g) Title 17B, Chapter 1, Part 9, Collection of Service Fees and Charges. 9003 (2) For purposes of applying the provisions listed in Subsection (1) to a special service 9004 district, each reference in those provisions to the [local] special district board of trustees means 9005 the governing body. 9006 Section 204. Section 17D-1-202 is amended to read: 9007 17D-1-202. Limitations on the creation of a special service district. 9008 (1) Subject to Subsection (2), the boundary of a proposed special service district may 9009 include all or part of the area within the boundary of the county or municipality that creates the 9010 special service district. 9011 (2) (a) The boundary of a proposed special service district may not include an area 9012 included within the boundary of an existing special service district that provides the same 9013 service that the proposed special service district is proposed to provide. 9014 (b) The boundary of a proposed special service district may not include an area included within the boundary of an existing [local] special district that provides the same 9015 9016 service that the proposed special service district is proposed to provide, unless the [local] 9017 special district consents.

9018 (c) A proposed special service district may not include land that will not be benefitted 9019 by the service that the special service district is proposed to provide, unless the owner of the 9020 nonbenefitted land consents to the inclusion.

9021 (d) A county may not create a special service district that includes some or all of the area within a municipality unless the legislative body of that municipality adopts a resolution or 9022 9023 ordinance consenting to the inclusion.

9024

(3) All areas included within a special service district need not be contiguous.

9025 Section 205. Section 17D-1-303 is amended to read:

9026 17D-1-303. Election or appointment of administrative control board members.

9027 (1) Except as provided in Subsection (5), a county or municipal legislative body that 9028 creates an administrative control board may provide for board members to be elected or 9029 appointed, or for some members to be elected and some appointed.

9030 (2) Except as provided in Subsection (3), each member of an administrative control 9031 board shall be elected or appointed as provided for the election or appointment, respectively, of 9032 a member of a board of trustees of a [local] special district under Title 17B, Chapter 1, Part 3, 9033 Board of Trustees.

9034 (3) A municipality or improvement district under Title 17B, Chapter 2a, Part 4, 9035 Improvement District Act, may appoint one member to represent it on an administrative control board created for a special service district if: 9036

9037 (a) the special service district was created by a county;

(b) the municipality or improvement district: 9038

9039 (i) provides the same service as the special service district: or

9040 (ii) provided the same service as the special service district:

9041 (A) prior to the creation of the special service district, if all or part of the municipality or improvement district was then included in the special service district; or 9042

(B) prior to all or part of the municipality or improvement district being annexed into 9043

- 9044 the special service district; and
- 9045

(c) the special service district includes some or all of the area included within the

9046	municipality or improvement district.
9047	(4) An institution of higher education for which a special service district provides
9048	commodities, services, or facilities may appoint the number of members of an administrative
9049	control board of that special service district that are equal in number to at least 1/3 of the total
9050	number of board members.
9051	(5) With respect to an administrative control board created for a special service district
9052	created by a county of the first class to provide jail service as provided in Subsection
9053	17D-1-201(10), the county legislative body shall appoint:
9054	(a) three members from a list of at least six recommendations from the county sheriff;
9055	(b) three members from a list of at least six recommendations from municipalities
9056	within the county; and
9057	(c) three members from a list of at least six recommendations from the county
9058	executive.
9059	Section 206. Section 17D-1-305 is amended to read:
9060	17D-1-305. Compensation for administrative control board members.
9060 9061	17D-1-305. Compensation for administrative control board members. An administrative control board member may receive compensation and reimbursement
	-
9061	An administrative control board member may receive compensation and reimbursement
9061 9062	An administrative control board member may receive compensation and reimbursement of expenses as provided in Section 17B-1-307 to the same extent as if the member were a
9061 9062 9063	An administrative control board member may receive compensation and reimbursement of expenses as provided in Section 17B-1-307 to the same extent as if the member were a member of a board of trustees of a [local] special district.
9061 9062 9063 9064	An administrative control board member may receive compensation and reimbursement of expenses as provided in Section 17B-1-307 to the same extent as if the member were a member of a board of trustees of a [local] special district. Section 207. Section 17D-1-401 is amended to read:
9061 9062 9063 9064 9065	An administrative control board member may receive compensation and reimbursement of expenses as provided in Section 17B-1-307 to the same extent as if the member were a member of a board of trustees of a [local] special district. Section 207. Section 17D-1-401 is amended to read: 17D-1-401. Annexing an area or adding a service to an existing special service
9061 9062 9063 9064 9065 9066	An administrative control board member may receive compensation and reimbursement of expenses as provided in Section 17B-1-307 to the same extent as if the member were a member of a board of trustees of a [local] special district. Section 207. Section 17D-1-401 is amended to read: 17D-1-401. Annexing an area or adding a service to an existing special service district.
9061 9062 9063 9064 9065 9066 9067	An administrative control board member may receive compensation and reimbursement of expenses as provided in Section 17B-1-307 to the same extent as if the member were a member of a board of trustees of a [local] special district. Section 207. Section 17D-1-401 is amended to read: 17D-1-401. Annexing an area or adding a service to an existing special service district. (1) Except as provided in Subsections (3) and (4), a county or municipal legislative
9061 9062 9063 9064 9065 9066 9067 9068	An administrative control board member may receive compensation and reimbursement of expenses as provided in Section 17B-1-307 to the same extent as if the member were a member of a board of trustees of a [local] special district. Section 207. Section 17D-1-401 is amended to read: 17D-1-401. Annexing an area or adding a service to an existing special service district. (1) Except as provided in Subsections (3) and (4), a county or municipal legislative body acting as the governing body of the special service district may, as provided in this part:
9061 9062 9063 9064 9065 9066 9067 9068 9069	An administrative control board member may receive compensation and reimbursement of expenses as provided in Section 17B-1-307 to the same extent as if the member were a member of a board of trustees of a [local] <u>special</u> district. Section 207. Section 17D-1-401 is amended to read: 17D-1-401. Annexing an area or adding a service to an existing special service district. (1) Except as provided in Subsections (3) and (4), a county or municipal legislative body acting as the governing body of the special service district may, as provided in this part: (a) annex an area to an existing special service district to provide to that area a service
9061 9062 9063 9064 9065 9066 9067 9068 9069 9070	An administrative control board member may receive compensation and reimbursement of expenses as provided in Section 17B-1-307 to the same extent as if the member were a member of a board of trustees of a [local] <u>special</u> district. Section 207. Section 17D-1-401 is amended to read: 17D-1-401. Annexing an area or adding a service to an existing special service district. (1) Except as provided in Subsections (3) and (4), a county or municipal legislative body acting as the governing body of the special service district may, as provided in this part: (a) annex an area to an existing special service district to provide to that area a service that the special service district is authorized to provide;
9061 9062 9063 9064 9065 9066 9067 9068 9069 9070 9071	An administrative control board member may receive compensation and reimbursement of expenses as provided in Section 17B-1-307 to the same extent as if the member were a member of a board of trustees of a [local] special district. Section 207. Section 17D-1-401 is amended to read: 17D-1-401. Annexing an area or adding a service to an existing special service district. (1) Except as provided in Subsections (3) and (4), a county or municipal legislative body acting as the governing body of the special service district may, as provided in this part: (a) annex an area to an existing special service district to provide to that area a service that the special service district is authorized to provide; (b) add a service under Section 17D-1-201 within the area of an existing special service

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9074 (1)(b).

9075 (2) Except for Section 17D-1-209, the provisions of Part 2, Creating a Special Service
9076 District, apply to and govern the process of annexing an area to an existing special service
9077 district or adding a service that the special service district is not already authorized to provide,
9078 to the same extent as if the annexation or addition were the creation of a special service district.

9079

(3) A county or municipal legislative body may not:

9080 (a) annex an area to an existing special service district if a [local] special district
9081 provides to that area the same service that the special service district is proposed to provide to
9082 the area, unless the [local] special district consents to the annexation; or

9083 (b) add a service within the area of an existing special service district if a [local]
9084 <u>special</u> district provides to that area the same service that is proposed to be added, unless the
9085 [local] <u>special</u> district consents to the addition.

9086 (4) A county or municipal legislative body may not annex an area to an existing special
9087 service district or add a service within the area of an existing special service district if the
9088 creation of a special service district including that area or providing that service would not be
9089 allowed under Part 2, Creating a Special Service District.

9090 (5) A county or municipal legislative body may not annex an area to an existing special
9091 service district or add a service within the area of an existing special service district if the area
9092 is located within a project area described in a project area plan adopted by the military
9093 installation development authority under Title 63H, Chapter 1, Military Installation
9094 Development Authority Act, unless the county or municipal legislative body has first obtained

9095 the authority's approval.

9096 Section 208. Section **17D-1-601** is amended to read:

9097 **17D-1-601.** Adoption of a resolution to approve withdrawal, dissolution,

- 9098 discontinuance of a service, or reorganization.
- 9099 Subject to and as provided in this part, the legislative body of the county or
- 9100 municipality that created a special service district may by resolution:
- 9101 (1) approve the withdrawal of an area from the special service district if the legislative

9102	body determines that the area should not or cannot be provided the service that the special
9103	service district provides;
9104	(2) approve the dissolution of the special service district if the legislative body
9105	determines that the special service district is no longer needed for the purposes for which it was
9106	created;
9107	(3) discontinue a service that the special service district provides; or
9108	(4) reorganize the special service district as a [local] special district.
9109	Section 209. Section 17D-1-603 is amended to read:
9110	17D-1-603. Notice and plat to lieutenant governor Recording requirements.
9111	(1) If a county or municipal legislative body adopts a resolution approving the
9112	withdrawal of an area from a special service district, the dissolution of a special service district,
9113	or the reorganization of a special service district as a [local] special district, the county or
9114	municipal legislative body, as the case may be, shall:
9115	(a) within 30 days after adopting the resolution, file with the lieutenant governor:
9116	(i) a copy of a notice of an impending boundary action, as defined in Section 67-1a-6.5,
9117	that meets the requirements of Subsection 67-1a-6.5(3); and
9118	(ii) in the case of a withdrawal, a copy of an approved final local entity plat, as defined
9119	in Section 67-1a-6.5; and
9120	(b) upon the lieutenant governor's issuance of a certificate of withdrawal, dissolution,
9121	or incorporation, as the case may be, under Section 67-1a-6.5, submit to the recorder of the
9122	county in which the special service district is located:
9123	(i) the original notice of an impending boundary action;
9124	(ii) the original certificate of withdrawal or dissolution, as the case may be;
9125	(iii) in the case of a withdrawal, the original approved final local entity plat; and
9126	(iv) a certified copy of the resolution approving the withdrawal, dissolution, or
9127	incorporation.
9128	(2) (a) Upon the lieutenant governor's issuance of the certificate of withdrawal under
0100	

9129 Section 67-1a-6.5, the area to be withdrawn that is the subject of the legislative body's

- 9130 resolution is withdrawn from the special service district.
- 9131 (b) Upon the lieutenant governor's issuance of the certificate of dissolution under
- 9132 Section 67-1a-6.5, the special service district is dissolved.
- 9133 (3) (a) Upon the lieutenant governor's issuance of a certificate of incorporation as
 9134 provided in Section 67-1a-6.5, the special service district is:
- 9135 (i) reorganized and incorporated as a [local] special district subject to the provisions of
- 9136 [Title 17B, Chapter 1, Provisions Applicable to All Local Districts] Title 17B, Chapter 1,
- 9137 <u>Provisions Applicable to All Special Districts;</u>
- 9138 (ii) subject to Subsection (3)(b), if the special service district is reorganized as a [local]
- 9139 special district described in and subject to [Title 17B, Chapter 2a, Provisions Applicable to

9140 Different Types of Local Districts] <u>Title 17B, Chapter 2a, Provisions Applicable to Different</u>

- 9141 <u>Types of Special Districts</u>, the applicable part of that chapter; and
- 9142 (iii) no longer a special service district.
- 9143 (b) A special service district reorganized as a [local] special district is a basic [local]
- 9144 <u>special</u> district as provided in [Title 17B, Chapter 1, Part 14, Basic Local District] <u>Title 17B</u>,
- 9145 <u>Chapter 1, Part 14, Basic Special District</u>, unless the resolution adopted in accordance with
- 9146 Subsection 17D-1-604(5):
- 9147 (i) specifies that the reorganized [local] special district is a different type of [local] 9148 special district other than a basic [local] special district; and
- 9149 (ii) states the type of that [local] special district, including the governing part in [Title
- 9150 17B, Chapter 2a, Provisions Applicable to Different Types of Local Districts] <u>Title 17B</u>,
- 9151 Chapter 2a, Provisions Applicable to Different Types of Special Districts.
- 9152 Section 210. Section **17D-1-604** is amended to read:
- 9153 **17D-1-604.** Reorganization as a special district.
- 9154 (1) The legislative body of a county or municipality that has created a special service
- 9155 district may reorganize the special service district as a [local] special district in accordance
- 9156 with this section.
- 9157 (2) The process to reorganize a special service district as a [local] special district is

9158	initiated if the legislative body of the county or municipality that originally created the special
9159	service district adopts a resolution that:
9160	(a) indicates the legislative body's intent to reorganize the special service district as a
9161	[local] <u>special</u> district; and
9162	(b) complies with the requirements of Subsection (3).
9163	(3) A resolution to initiate reorganization described in Subsection (2) shall:
9164	(a) state the name of the special service district that is proposed to be reorganized as a
9165	[local] <u>special</u> district;
9166	(b) generally describe the boundaries of the special service district, whether or not
9167	those boundaries coincide with the boundaries of the creating county or municipality; and
9168	(c) specify each service that the special service district is authorized to provide.
9169	(4) After adopting the resolution described in Subsection (3), the legislative body of the
9170	county or municipality that created the special service district shall hold a public hearing
9171	following the notice requirements of Section 17D-1-205 applicable to the creation of a special
9172	service district, with changes as appropriate for the reorganization of the special service district
9173	as a [local] <u>special</u> district.
9174	(5) (a) At or following the public hearing, the county or municipal legislative body
9175	shall:
9176	(i) subject to Subsection (5)(b), adopt a resolution approving the reorganization of the
9177	special service district as a [local] special district; or
9178	(ii) abandon the reorganization.
9179	(b) A resolution approving reorganization shall:
9180	(i) state the name of the special service district that is being reorganized as a [local]
9181	special district;
9182	(ii) state the name of the [local] special district in accordance with Subsection (7);
9183	(iii) subject to Subsection (5)(c), describe the boundaries of the [local] special district;
9184	(iv) subject to Subsection (8)(a), specify the service or services to be provided by the
9185	[local] <u>special</u> district;

9186	(v) state:
9187	(A) whether the [local] special district is a different type of [local] special district other
9188	than a basic [local] special district; and
9189	(B) if the reorganized [local] special district is not a basic [local] special district, the
9190	type of [local] special district, including the governing part in [Title 17B, Chapter 2a,
9191	Provisions Applicable to Different Types of Local Districts] Title 17B, Chapter 2a, Provisions
9192	Applicable to Different Types of Special Districts;
9193	(vi) state whether the [local] special district is to be governed by an appointed or an
9194	elected board of trustees, or a combination of appointed and elected trustees, in accordance
9195	with Title 17B, Chapter 1, Part 3, Board of Trustees;
9196	(vii) state whether an administrative control board established for the special service
9197	district that is being reorganized as a [local] special district will serve as the first board of
9198	trustees of the [local] special district; and
9199	(viii) contain additional provisions as necessary.
9200	(c) The boundaries of the [local] special district shall reflect the boundaries of the
9201	reorganized special service district.
9202	(6) A county may not reorganize a special service district as a [local] special district to
9203	include some or all of the area within a municipality unless the legislative body of the
9204	municipality adopts a resolution or ordinance consenting to the reorganization.
9205	(7) The name of the [local] special district:
9206	(a) shall comply with Subsection 17-50-103(2)(a); and
9207	(b) may not include the phrase "special service district."
9208	(8) A [local] special district created under this section may not provide:
9209	(a) (i) at the time of reorganization, a service that it could not have provided as the
9210	special service district prior to reorganization; or
9211	(ii) after reorganization, an additional service listed in Section 17B-1-202, unless the
9212	[local] special district adds the service in accordance with the provisions of [Title 17B, Chapter
9213	1, Provisions Applicable to All Local Districts] Title 17B, Chapter 1, Provisions Applicable to

9214	All Special Districts; and
9215	(b) more than four of the services listed in Section 17B-1-202 at any time.
9216	(9) After the lieutenant governor issues, in accordance with Section 67-1a-6.5, a
9217	certificate of incorporation for a [local] special district created under this section, the [local]
9218	special district:
9219	(a) is:
9220	(i) a body corporate and politic with perpetual succession;
9221	(ii) a quasi-municipal corporation; and
9222	(iii) a political subdivision of the state as provided in Section 17B-1-103; and
9223	(b) may, subject to Subsection (8), provide a service that:
9224	(i) the special service district was authorized to provide before reorganization; and
9225	(ii) the [local] special district is authorized to provide under the resolution adopted in
9226	accordance with Subsection (5).
9227	(10) An action taken, a bond issued, or a contract or other obligation entered into by
9228	the reorganized special service district before reorganization is a valid action, bond issuance,
9229	contract, or other obligation of the [local] special district.
9230	(11) A [local] special district created under this section:
9231	(a) may impose and collect taxes, fees, and other charges for services provided in
9232	accordance with applicable law;
9233	(b) shall own all property acquired by the special service district before reorganization;
9234	and
9235	(c) shall have a power, right, or obligation that the reorganized special service district
9236	had before the reorganization, unless otherwise provided by law.
9237	Section 211. Section 17D-2-102 is amended to read:
9238	17D-2-102. Definitions.
9239	As used in this chapter:
9240	(1) "Authority board" means the board of directors of a local building authority, as
9241	described in Section 17D-2-203.

9242	(2) "Bond" includes a bond, note, or other instrument issued under this chapter
9243	evidencing an indebtedness of a local building authority.
9244	(3) "Creating local entity" means the local entity that creates or created the local
9245	building authority.
9246	(4) "Governing body" means:
9247	(a) for a county, city, or town, the legislative body of the county, city, or town;
9248	(b) for a school district, the local school board for the school district;
9249	(c) for a [local] special district, the [local] special district's board of trustees; and
9250	(d) for a special service district, the special service district's governing body, as defined
9251	in Section 17D-1-102.
9252	(5) "Local building authority":
9253	(a) means a nonprofit corporation that is:
9254	(i) created as provided in Section 17D-2-201;
9255	(ii) described in Section 17D-2-103; and
9256	(iii) subject to and governed by the provisions of this chapter; and
9257	(b) includes a nonprofit corporation created as a municipal building authority before
9258	May 5, 2008 under the law then in effect.
9259	[(6) "Local district" has the same meaning as provided in Section 17B-1-102.]
9260	[(7)] (6) "Local entity" means a county, city, town, school district, [local] special
9261	district, or special service district.
9262	[(8)] (7) "Mortgage" means any instrument under which property may be encumbered
9263	as security for an obligation, including a mortgage, trust deed, indenture, pledge, assignment,
9264	security agreement, and financing statement.
9265	[(9)] (8) "Project" means an improvement, facility, property, or appurtenance to
9266	property that a local entity is permitted under law to own or acquire, whether located inside or
9267	outside the local entity's boundary, including:
9268	(a) a public building or other structure of any kind; and
9269	(b) a joint or partial interest in the improvement, facility, property, or appurtenance to

9270	property.
9271	[(10)] (9) "Project costs":
9272	(a) means all costs incurred in the development of a project; and
9273	(b) includes:
9274	(i) organizational and incorporation fees, including filing, legal, and financial advisor
9275	fees;
9276	(ii) the cost of a site for the project;
9277	(iii) the cost of equipment and furnishings for the project;
9278	(iv) the cost of planning and designing the project, including architectural, planning,
9279	engineering, legal, and fiscal advisor fees;
9280	(v) contractor fees associated with the project;
9281	(vi) the cost of issuing local building authority bonds to finance the project, including
9282	printing costs, document preparation costs, filing fees, recording fees, legal and other
9283	professional fees, underwriting costs, bond discount costs, any premium on the bonds, and any
9284	fees required to be paid to retire outstanding bonds;
9285	(vii) interest on local building authority bonds issued to finance the project;
9286	(viii) carrying costs;
9287	(ix) interest estimated to accrue on local building authority bonds during the period of
9288	construction of the project and for 12 months after;
9289	(x) any amount the governing body finds necessary to establish one or more reserve
9290	funds;
9291	(xi) any amount the governing body finds necessary to provide working capital for the
9292	project;
9293	(xii) all costs of transferring title of the project to the creating local entity;
9294	(xiii) all costs of dissolving the local building authority; and
9295	(xiv) all other reasonable costs associated with the project.
9296	(10) "Special district" means the same as that term is defined in Section 17B-1-102.
9297	(11) "Special service district" [has the same meaning as provided] means the same as

9298	that term is defined in Section 17D-1-102.
9299	Section 212. Section 17D-2-108 is amended to read:
9300	17D-2-108. Other statutory provisions.
9301	(1) This chapter is supplemental to existing laws relating to a local entity's acquisition,
9302	use, maintenance, management, or operation of a project.
9303	(2) Except as provided in this chapter, a local entity or local building authority that
9304	complies with the provisions of this chapter need not comply with any other statutory provision
9305	concerning the acquisition, construction, use, or maintenance of a project, including:
9306	(a) a statute relating to public bidding; and
9307	(b) Title 63G, Chapter 6a, Utah Procurement Code.
9308	(3) A local building authority is, to the same extent as if it were a [local] special
9309	district, subject to and governed by:
9310	(a) [Title 17B, Chapter 1, Part 6, Fiscal Procedures for Local Districts] Title 17B,
9311	Chapter 1, Part 6, Fiscal Procedures for Special Districts;
9312	(b) [Title 17B, Chapter 1, Part 8, Local District Personnel Management] Title 17B,
9313	Chapter 1, Part 8, Special District Personnel Management; and
9314	(c) Section 17B-1-108.
9315	Section 213. Section 17D-3-105 is amended to read:
9316	17D-3-105. Conservation districts subject to other provisions.
9317	(1) Subject to Subsection (3), a conservation district is, to the same extent as if it were
9318	a [local] special district, subject to and governed by:
9319	(a) Sections 17B-1-105, 17B-1-107, 17B-1-108, 17B-1-110, 17B-1-113, 17B-1-116,
9320	17B-1-121, 17B-1-307, 17B-1-311, 17B-1-313, and 17B-1-314;
9321	(b) [Title 17B, Chapter 1, Part 6, Fiscal Procedures for Local Districts] Title 17B,
9322	Chapter 1, Part 6, Fiscal Procedures for Special Districts;
9323	(c) [Title 17B, Chapter 1, Part 7, Local District Budgets and Audit Reports] Title 17B,
9324	Chapter 1, Part 7, Special District Budgets and Audit Reports;
9325	(d) [Title 17B, Chapter 1, Part 8, Local District Personnel Management] Title 17B,

9326	Chapter 1, Part 8, Special District Personnel Management; and
9327	(e) Title 17B, Chapter 1, Part 9, Collection of Service Fees and Charges.
9328	(2) For purposes of applying the provisions listed in Subsection (1) to a conservation
9329	district, each reference in those provisions to the [local] special district board of trustees means
9330	the board of supervisors described in Section 17D-3-301.
9331	(3) A conservation district may not exercise taxing authority.
9332	Section 214. Section 17D-4-102 is amended to read:
9333	17D-4-102. Definitions.
9334	As used in this chapter:
9335	(1) "Board" means the board of trustees of a public infrastructure district.
9336	(2) "Creating entity" means the county, municipality, or development authority that
9337	approves the creation of a public infrastructure district.
9338	(3) "Development authority" means:
9339	(a) the Utah Inland Port Authority created in Section 11-58-201;
9340	(b) the Point of the Mountain State Land Authority created in Section 11-59-201; or
9341	(c) the military installation development authority created in Section 63H-1-201.
9342	(4) "District applicant" means the person proposing the creation of a public
9343	infrastructure district.
9344	(5) "Division" means a division of a public infrastructure district:
9345	(a) that is relatively equal in number of eligible voters or potential eligible voters to all
9346	other divisions within the public infrastructure district, taking into account existing or potential
9347	developments which, when completed, would increase or decrease the population within the
9348	public infrastructure district; and
9349	(b) which a member of the board represents.
9350	(6) "Governing document" means the document governing a public infrastructure
9351	district to which the creating entity agrees before the creation of the public infrastructure
9352	district, as amended from time to time, and subject to the limitations of [Title 17B, Chapter 1,
9353	Provisions Applicable to All Local Districts] Title 17B, Chapter 1, Provisions Applicable to

9354	All Special Districts, and this chapter.
9355	(7) (a) "Limited tax bond" means a bond:
9356	(i) that is directly payable from and secured by ad valorem property taxes that are
9357	levied:
9358	(A) by a public infrastructure district that issues the bond; and
9359	(B) on taxable property within the district;
9360	(ii) that is a general obligation of the public infrastructure district; and
9361	(iii) for which the ad valorem property tax levy for repayment of the bond does not
9362	exceed the property tax levy rate limit established under Section 17D-4-303 for any fiscal year,
9363	except as provided in Subsection 17D-4-301(8).
9364	(b) "Limited tax bond" does not include:
9365	(i) a short-term bond;
9366	(ii) a tax and revenue anticipation bond; or
9367	(iii) a special assessment bond.
9368	(8) "Public infrastructure and improvements" means:
9369	(a) the same as that term is defined in Section 11-58-102, for a public infrastructure
9370	district created by the Utah Inland Port Authority created in Section 11-58-201; and
9371	(b) the same as that term is defined in Section $63H-1-102$, for a public infrastructure
9372	district created by the military installation development authority created in Section 63H-1-201.
9373	Section 215. Section 17D-4-103 is amended to read:
9374	17D-4-103. Provisions applicable to public infrastructure districts.
9375	(1) Each public infrastructure district is governed by and has the powers stated in:
9376	(a) this chapter; and
9377	(b) [Title 17B, Chapter 1, Provisions Applicable to All Local Districts] Title 17B,
9378	Chapter 1, Provisions Applicable to All Special Districts.
9379	(2) This chapter applies only to a public infrastructure district.
9380	(3) Except as modified or exempted by this chapter, a public infrastructure district is,
9381	to the same extent as if the public infrastructure district were a [local] special district, subject to

9382	the provisions in:
9383	(a) [Title 17B, Chapter 1, Provisions Applicable to All Local Districts] Title 17B,
9384	Chapter 1, Provisions Applicable to All Special Districts; and
9385	(b) Title 20A, Election Code.
9386	(4) If there is a conflict between a provision in [Title 17B, Chapter 1, Provisions
9387	Applicable to All Local Districts] Title 17B, Chapter 1, Provisions Applicable to All Special
9388	Districts, and a provision in this chapter, the provision in this chapter supersedes the
9389	conflicting provision in [Title 17B, Chapter 1, Provisions Applicable to All Local Districts]
9390	Title 17B, Chapter 1, Provisions Applicable to All Special Districts.
9391	(5) The annexation of an unincorporated area by a municipality or the adjustment of a
9392	boundary shared by more than one municipality does not affect the boundaries of a public
9393	infrastructure district.
9394	Section 216. Section 17D-4-201 is amended to read:
9395	17D-4-201. Creation Annexation or withdrawal of property.
9396	(1) (a) Except as provided in Subsection (1)(b), Subsection (2), and in addition to the
9397	provisions regarding creation of a [local] special district in [Title 17B, Chapter 1, Provisions
9398	Applicable to All Local Districts] Title 17B, Chapter 1, Provisions Applicable to All Special
9399	Districts, a public infrastructure district may not be created unless:
9400	(i) if there are any registered voters within the applicable area, a petition is filed with
9401	the creating entity that contains the signatures of 100% of registered voters within the
9402	applicable area approving the creation of the public infrastructure district; and
9403	(ii) a petition is filed with the creating entity that contains the signatures of 100% of
9404	surface property owners within the applicable area consenting to the creation of the public
9405	infrastructure district.
9406	(b) Notwithstanding [Title 17B, Chapter 1, Part 2, Creation of a Local District] <u>Title</u>
9407	17B, Chapter 1, Part 2, Creation of a Special District, and any other provision of this chapter,
9408	the development authority may adopt a resolution creating a public infrastructure district as a
9409	subsidiary of the development authority if all owners of surface property proposed to be

- 9410 included within the public infrastructure district consent in writing to the creation of the public9411 infrastructure district.
- 9412 (2) (a) The following do not apply to the creation of a public infrastructure district:
- 9413 (i) Section 17B-1-203;
- 9414 (ii) Section 17B-1-204;
- 9415 (iii) Subsection 17B-1-208(2);
- 9416 (iv) Section 17B-1-212; or
- 9417 (v) Section 17B-1-214.
- 9418 (b) The protest period described in Section 17B-1-213 may be waived in whole or in 9419 part with the consent of:
- 9420 (i) 100% of registered voters within the applicable area approving the creation of the 9421 public infrastructure district; and
- 9422 (ii) 100% of the surface property owners within the applicable area approving the 9423 creation of the public infrastructure district.
- 9424 (c) If the protest period is waived under Subsection (2)(b), a resolution approving the
 9425 creation of the public infrastructure district may be adopted in accordance with Subsection
 9426 17B-1-213(5).
- 9427 (d) A petition meeting the requirements of Subsection (1):
- 9428 (i) may be certified under Section 17B-1-209; and
- 9429 (ii) shall be filed with the lieutenant governor in accordance with Subsection
- 9430 17B-1-215(1)(b)(iii).
- 9431 (3) (a) Notwithstanding Title 17B, Chapter 1, Part 4, Annexation, an area outside of the
 9432 boundaries of a public infrastructure district may be annexed into the public infrastructure
 9433 district if the following requirements are met:
- 9434 (i) (A) adoption of resolutions of the board and the creating entity, each approving of9435 the annexation; or
- 9436 (B) adoption of a resolution of the board to annex the area, provided that the governing 9437 document or creation resolution for the public infrastructure district authorizes the board to

9438 annex an area outside of the boundaries of the public infrastructure district without future 9439 consent of the creating entity; 9440 (ii) if there are any registered voters within the area proposed to be annexed, a petition

9441 is filed with the creating entity that contains the signatures of 100% of registered voters within 9442 the area, demonstrating that the registered voters approve of the annexation into the public 9443 infrastructure district; and

9444 (iii) a petition is filed with the creating entity that contains the signatures of 100% of 9445 surface property owners within the area proposed to be annexed, demonstrating the surface 9446 property owners' consent to the annexation into the public infrastructure district.

9447 (b) Within 30 days of meeting the requirements of Subsection (3)(a), the board shall file with the lieutenant governor: 9448

9449 (i) a copy of a notice of impending boundary action, as defined in Section 67-1a-6.5, 9450 that meets the requirements of Subsection 67-1a-6.5(3); and

9451

(ii) a copy of an approved final local entity plat, as defined in Section 67-1a-6.5.

(4) (a) Notwithstanding Title 17B, Chapter 1, Part 5, Withdrawal, property may be 9452 9453 withdrawn from a public infrastructure district if the following requirements are met:

9454 (i) (A) adoption of resolutions of the board and the creating entity, each approving of 9455 the withdrawal; or

9456 (B) adoption of a resolution of the board to withdraw the property, provided that the 9457 governing document or creation resolution for the public infrastructure district authorizes the board to withdraw property from the public infrastructure district without further consent from 9458 9459 the creating entity:

9460 (ii) if there are any registered voters within the area proposed to be withdrawn, a 9461 petition is filed with the creating entity that contains the signatures of 100% of registered voters 9462 within the area, demonstrating that the registered voters approve of the withdrawal from the public infrastructure district; and 9463

9464 (iii) a petition is filed with the creating entity that contains the signatures of 100% of 9465 surface property owners within the area proposed to be withdrawn, demonstrating that the

9466 surface property owners consent to the withdrawal from the public infrastructure district. 9467 (b) If any bonds that the public infrastructure district issues are allocable to the area to be withdrawn remain unpaid at the time of the proposed withdrawal, the property remains 9468 9469 subject to any taxes, fees, or assessments that the public infrastructure district imposes until the 9470 bonds or any associated refunding bonds are paid. 9471 (c) Upon meeting the requirements of Subsections (4)(a) and (b), the board shall 9472 comply with the requirements of Section 17B-1-512. 9473 (5) A creating entity may impose limitations on the powers of a public infrastructure 9474 district through the governing document. 9475 (6) (a) A public infrastructure district is separate and distinct from the creating entity. 9476 (b) (i) Except as provided in Subsection (6)(b)(ii), any financial burden of a public infrastructure district: 9477 9478 (A) is borne solely by the public infrastructure district; and 9479 (B) is not borne by the creating entity, by the state, or by any municipality, county, or 9480 other political subdivision. 9481 (ii) Notwithstanding Subsection (6)(b)(i) and Section 17B-1-216, the governing document may require: 9482 9483 (A) the district applicant to bear the initial costs of the public infrastructure district; 9484 and 9485 (B) the public infrastructure district to reimburse the district applicant for the initial 9486 costs the creating entity bears. 9487 (c) Any liability, judgment, or claim against a public infrastructure district: 9488 (i) is the sole responsibility of the public infrastructure district; and 9489 (ii) does not constitute a liability, judgment, or claim against the creating entity, the 9490 state, or any municipality, county, or other political subdivision. 9491 (d) (i) (A) The public infrastructure district solely bears the responsibility of any collection, enforcement, or foreclosure proceeding with regard to any tax, fee, or assessment 9492 9493 the public infrastructure district imposes.

9494	(B) The creating entity does not bear the responsibility described in Subsection
9495	(6)(d)(i)(A).
9496	(ii) A public infrastructure district, and not the creating entity, shall undertake the
9497	enforcement responsibility described in, as applicable, Subsection (6)(d)(i) in accordance with
9498	Title 59, Chapter 2, Property Tax Act, or Title 11, Chapter 42, Assessment Area Act.
9499	(7) A creating entity may establish criteria in determining whether to approve or
9500	disapprove of the creation of a public infrastructure district, including:
9501	(a) historical performance of the district applicant;
9502	(b) compliance with the creating entity's master plan;
9503	(c) credit worthiness of the district applicant;
9504	(d) plan of finance of the public infrastructure district; and
9505	(e) proposed development within the public infrastructure district.
9506	(8) (a) The creation of a public infrastructure district is subject to the sole discretion of
9507	the creating entity responsible for approving or rejecting the creation of the public
9508	infrastructure district.
9509	(b) The proposed creating entity bears no liability for rejecting the proposed creation of
9510	a public infrastructure district.
9511	Section 217. Section 17D-4-203 is amended to read:
9512	17D-4-203. Public infrastructure district powers.
9513	A public infrastructure district shall have all of the authority conferred upon a [local]
9514	special district under Section 17B-1-103, and in addition a public infrastructure district may:
9515	(1) issue negotiable bonds to pay:
9516	(a) all or part of the costs of acquiring, acquiring an interest in, improving, or extending
9517	any of the improvements, facilities, or property allowed under Section 11-14-103;
9518	(b) capital costs of improvements in an energy assessment area, as defined in Section
9519	11-42a-102, and other related costs, against the funds that the public infrastructure district will
9520	receive because of an assessment in an energy assessment area, as defined in Section
9521	11-42a-102;

9522	(c) public improvements related to the provision of housing;
9523	(d) capital costs related to public transportation; and
9524	(e) for a public infrastructure district created by a development authority, the cost of
9525	acquiring or financing public infrastructure and improvements;
9526	(2) enter into an interlocal agreement in accordance with Title 11, Chapter 13,
9527	Interlocal Cooperation Act, provided that the interlocal agreement may not expand the powers
9528	of the public infrastructure district, within the limitations of Title 11, Chapter 13, Interlocal
9529	Cooperation Act, without the consent of the creating entity;
9530	(3) acquire completed or partially completed improvements for fair market value as
9531	reasonably determined by:
9532	(a) the board;
9533	(b) the creating entity, if required in the governing document; or
9534	(c) a surveyor or engineer that a public infrastructure district employs or engages to
9535	perform the necessary engineering services for and to supervise the construction or installation
9536	of the improvements;
9537	(4) contract with the creating entity for the creating entity to provide administrative
9538	services on behalf of the public infrastructure district, when agreed to by both parties, in order
9539	to achieve cost savings and economic efficiencies, at the discretion of the creating entity; and
9540	(5) for a public infrastructure district created by a development authority:
9541	(a) (i) operate and maintain public infrastructure and improvements the district
9542	acquires or finances; and
9543	(ii) use fees, assessments, or taxes to pay for the operation and maintenance of those
9544	public infrastructure and improvements; and
9545	(b) issue bonds under Title 11, Chapter 42, Assessment Area Act.
9546	Section 218. Section 17D-4-204 is amended to read:
9547	17D-4-204. Relation to other local entities.
9548	(1) Notwithstanding the creation of a public infrastructure district, the creating entity
9549	and any other public entity, as applicable, retains all of the entity's authority over all zoning,

9550	planning, design specifications and approvals, and permitting within the public infrastructure
9551	district.
9552	(2) The inclusion of property within the boundaries of a public infrastructure district
9553	does not preclude the inclusion of the property within any other [local] special district.
9554	(3) (a) All infrastructure that is connected to another public entity's system:
9555	(i) belongs to that public entity, regardless of inclusion within the boundaries of a
9556	public infrastructure district, unless the public infrastructure district and the public entity
9557	otherwise agree; and
9558	(ii) shall comply with the design, inspection requirements, and other standards of the
9559	public entity.
9560	(b) A public infrastructure district shall convey or transfer the infrastructure described
9561	in Subsection (3)(a) free of liens or financial encumbrances to the public entity at no cost to the
9562	public entity.
9563	Section 219. Section 17D-4-301 is amended to read:
9564	17D-4-301. Public infrastructure district bonds.
9564 9565	17D-4-301. Public infrastructure district bonds.(1) (a) Subject to Subsection (1)(b), a public infrastructure district may issue negotiable
9565	(1) (a) Subject to Subsection (1)(b), a public infrastructure district may issue negotiable
9565 9566	(1) (a) Subject to Subsection (1)(b), a public infrastructure district may issue negotiable bonds for the purposes described in Section 17D-4-203, as provided in, as applicable:
9565 9566 9567	 (1) (a) Subject to Subsection (1)(b), a public infrastructure district may issue negotiable bonds for the purposes described in Section 17D-4-203, as provided in, as applicable: (i) Title 11, Chapter 14, Local Government Bonding Act;
9565 9566 9567 9568	 (1) (a) Subject to Subsection (1)(b), a public infrastructure district may issue negotiable bonds for the purposes described in Section 17D-4-203, as provided in, as applicable: (i) Title 11, Chapter 14, Local Government Bonding Act; (ii) Title 11, Chapter 27, Utah Refunding Bond Act;
9565 9566 9567 9568 9569	 (1) (a) Subject to Subsection (1)(b), a public infrastructure district may issue negotiable bonds for the purposes described in Section 17D-4-203, as provided in, as applicable: (i) Title 11, Chapter 14, Local Government Bonding Act; (ii) Title 11, Chapter 27, Utah Refunding Bond Act; (iii) Title 11, Chapter 42, Assessment Area Act; and
9565 9566 9567 9568 9569 9570	 (1) (a) Subject to Subsection (1)(b), a public infrastructure district may issue negotiable bonds for the purposes described in Section 17D-4-203, as provided in, as applicable: (i) Title 11, Chapter 14, Local Government Bonding Act; (ii) Title 11, Chapter 27, Utah Refunding Bond Act; (iii) Title 11, Chapter 42, Assessment Area Act; and (iv) this section.
9565 9566 9567 9568 9569 9570 9571	 (1) (a) Subject to Subsection (1)(b), a public infrastructure district may issue negotiable bonds for the purposes described in Section 17D-4-203, as provided in, as applicable: (i) Title 11, Chapter 14, Local Government Bonding Act; (ii) Title 11, Chapter 27, Utah Refunding Bond Act; (iii) Title 11, Chapter 42, Assessment Area Act; and (iv) this section. (b) A public infrastructure district created by a bonding political subdivision, as
9565 9566 9567 9568 9569 9570 9571 9572	 (1) (a) Subject to Subsection (1)(b), a public infrastructure district may issue negotiable bonds for the purposes described in Section 17D-4-203, as provided in, as applicable: (i) Title 11, Chapter 14, Local Government Bonding Act; (ii) Title 11, Chapter 27, Utah Refunding Bond Act; (iii) Title 11, Chapter 42, Assessment Area Act; and (iv) this section. (b) A public infrastructure district created by a bonding political subdivision, as defined in Section 63C-25-101, may not issue bonds under this part unless the board first:
9565 9566 9567 9568 9569 9570 9571 9572 9573	 (1) (a) Subject to Subsection (1)(b), a public infrastructure district may issue negotiable bonds for the purposes described in Section 17D-4-203, as provided in, as applicable: (i) Title 11, Chapter 14, Local Government Bonding Act; (ii) Title 11, Chapter 27, Utah Refunding Bond Act; (iii) Title 11, Chapter 42, Assessment Area Act; and (iv) this section. (b) A public infrastructure district created by a bonding political subdivision, as defined in Section 63C-25-101, may not issue bonds under this part unless the board first: (i) adopts a parameters resolution for the bonds that sets forth:
9565 9566 9567 9568 9569 9570 9571 9572 9573 9574	 (1) (a) Subject to Subsection (1)(b), a public infrastructure district may issue negotiable bonds for the purposes described in Section 17D-4-203, as provided in, as applicable: (i) Title 11, Chapter 14, Local Government Bonding Act; (ii) Title 11, Chapter 27, Utah Refunding Bond Act; (iii) Title 11, Chapter 42, Assessment Area Act; and (iv) this section. (b) A public infrastructure district created by a bonding political subdivision, as defined in Section 63C-25-101, may not issue bonds under this part unless the board first: (i) adopts a parameters resolution for the bonds that sets forth: (A) the maximum:

9578	(B) the expected security for the bonds; and
9579	(ii) submits the parameters resolution for review and recommendation to the State
9580	Finance Review Commission created in Section 63C-25-201.
9581	(2) A public infrastructure district bond:
9582	(a) shall mature within 40 years of the date of issuance; and
9583	(b) may not be secured by any improvement or facility paid for by the public
9584	infrastructure district.
9585	(3) (a) A public infrastructure district may issue a limited tax bond, in the same manner
9586	as a general obligation bond:
9587	(i) with the consent of 100% of surface property owners within the boundaries of the
9588	public infrastructure district and 100% of the registered voters, if any, within the boundaries of
9589	the proposed public infrastructure district; or
9590	(ii) upon approval of a majority of the registered voters within the boundaries of the
9591	public infrastructure district voting in an election held for that purpose under Title 11, Chapter
9592	14, Local Government Bonding Act.
9593	(b) A limited tax bond described in Subsection (3)(a):
9594	(i) is not subject to the limitation on a general obligation bond described in Subsection
9595	$\left[\frac{17B-1-1102(4)(a)(xii)}{17B-1-1102(4)}\right]$; and
9596	(ii) is subject to a limitation, if any, on the principal amount of indebtedness as
9597	described in the governing document.
9598	(c) Unless limited tax bonds are initially purchased exclusively by one or more
9599	qualified institutional buyers as defined in Rule 144A, 17 C.F.R. Sec. 230.144A, the public
9600	infrastructure district may only issue limited tax bonds in denominations of not less than
9601	\$500,000, and in integral multiples above \$500,000 of not less than \$1,000 each.
9602	(d) (i) Without any further election or consent of property owners or registered voters,
9603	a public infrastructure district may convert a limited tax bond described in Subsection (3)(a) to
9604	a general obligation bond if the principal amount of the related limited tax bond together with
9605	the principal amount of other related outstanding general obligation bonds of the public

- 9606 infrastructure district does not exceed 15% of the fair market value of taxable property in the9607 public infrastructure district securing the general obligation bonds, determined by:
- 9608 (A) an appraisal from an appraiser who is a member of the Appraisal Institute that is 9609 addressed to the public infrastructure district or a financial institution; or
- 9610 (B) the most recent market value of the property from the assessor of the county in9611 which the property is located.
- (ii) The consent to the issuance of a limited tax bond described in Subsection (3)(a) is
 sufficient to meet any statutory or constitutional election requirement necessary for the
 issuance of the limited tax bond and any general obligation bond to be issued in place of the
 limited tax bond upon meeting the requirements of this Subsection (3)(d).
- 9616 (iii) A general obligation bond resulting from a conversion of a limited tax bond under
 9617 this Subsection (3)(d) is not subject to the limitation on general obligation bonds described in
 9618 Subsection 17B-1-1102(4)(a)(xii).
- 9619 (e) A public infrastructure district that levies a property tax for payment of debt service
 9620 on a limited tax bond issued under this section is not required to comply with the notice and
 9621 hearing requirements of Section 59-2-919 unless the rate exceeds the rate established in:
- 9622 (i) Section 17D-4-303, except as provided in Subsection (8);
- 9623 (ii) the governing document; or
- 9624 (iii) the documents relating to the issuance of the limited tax bond.
- 9625 (4) There is no limitation on the duration of revenues that a public infrastructure
 9626 district may receive to cover any shortfall in the payment of principal of and interest on a bond
 9627 that the public infrastructure district issues.
- 9628 (5) A public infrastructure district is not a municipal corporation for purposes of the9629 debt limitation of Utah Constitution, Article XIV, Section 4.
- 9630 (6) The board may, by resolution, delegate to one or more officers of the public9631 infrastructure district the authority to:
- 9632 (a) in accordance and within the parameters set forth in a resolution adopted in
 9633 accordance with Section 11-14-302, approve the final interest rate, price, principal amount,

9634 maturity, redemption features, and other terms of the bond;

- 9635 (b) approve and execute any document relating to the issuance of a bond; and
- 9636 (c) approve any contract related to the acquisition and construction of the 9637 improvements, facilities, or property to be financed with a bond.
- 9638 (7) (a) Any person may contest the legality of the issuance of a public infrastructure
 9639 district bond or any provisions for the security and payment of the bond for a period of 30 days
 9640 after:
- 9641 (i) publication of the resolution authorizing the bond; or
- 9642 (ii) publication of a notice of bond containing substantially the items required under9643 Subsection 11-14-316(2).
- (b) After the 30-day period described in Subsection (7)(a), no person may bring a
 lawsuit or other proceeding contesting the regularity, formality, or legality of the bond for any
 reason.
- 9647 (8) (a) In the event of any statutory change in the methodology of assessment or
 9648 collection of property taxes in a manner that reduces the amounts which are devoted or pledged
 9649 to the repayment of limited tax bonds, a public infrastructure district may charge a rate
 9650 sufficient to receive the amount of property taxes or assessment the public infrastructure
 9651 district would have received before the statutory change in order to pay the debt service on
 9652 outstanding limited tax bonds.
- 9653 (b) The rate increase described in Subsection (8)(a) may exceed the limit described in9654 Section 17D-4-303.
- 9655 (c) The public infrastructure district may charge the rate increase described in
 9656 Subsection (8)(a) until the bonds, including any associated refunding bonds, or other securities,
 9657 together with applicable interest, are fully met and discharged.
- 9658 (9) No later than 60 days after the closing of any bonds by a public infrastructure
 9659 district created by a bonding political subdivision, as defined in Section 63C-25-101, the public
 9660 infrastructure district shall report the bond issuance, including the amount of the bonds, terms,
 9661 interest rate, and security, to:

9662	(a) the Executive Appropriations Committee; and
9663	(b) the State Finance Review Commission created in Section 63C-25-101.
9664	Section 220. Section 20A-1-102 is amended to read:
9665	20A-1-102. Definitions.
9666	As used in this title:
9667	(1) "Active voter" means a registered voter who has not been classified as an inactive
9668	voter by the county clerk.
9669	(2) "Automatic tabulating equipment" means apparatus that automatically examines
9670	and counts votes recorded on ballots and tabulates the results.
9671	(3) (a) "Ballot" means the storage medium, including a paper, mechanical, or electronic
9672	storage medium, that records an individual voter's vote.
9673	(b) "Ballot" does not include a record to tally multiple votes.
9674	(4) "Ballot proposition" means a question, issue, or proposal that is submitted to voters
9675	on the ballot for their approval or rejection including:
9676	(a) an opinion question specifically authorized by the Legislature;
9677	(b) a constitutional amendment;
9678	(c) an initiative;
9679	(d) a referendum;
9680	(e) a bond proposition;
9681	(f) a judicial retention question;
9682	(g) an incorporation of a city or town; or
9683	(h) any other ballot question specifically authorized by the Legislature.
9684	(5) "Bind," "binding," or "bound" means securing more than one piece of paper
9685	together using staples or another means in at least three places across the top of the paper in the
9686	blank space reserved for securing the paper.
9687	(6) "Board of canvassers" means the entities established by Sections 20A-4-301 and
9688	20A-4-306 to canvass election returns.
9689	(7) "Bond election" means an election held for the purpose of approving or rejecting

9690 the proposed issuance of bonds by a government entity. 9691 (8) "Business reply mail envelope" means an envelope that may be mailed free of 9692 charge by the sender. 9693 (9) "Canvass" means the review of election returns and the official declaration of 9694 election results by the board of canvassers. 9695 (10) "Canvassing judge" means a poll worker designated to assist in counting ballots at 9696 the canvass. 9697 (11) "Contracting election officer" means an election officer who enters into a contract 9698 or interlocal agreement with a provider election officer. 9699 (12) "Convention" means the political party convention at which party officers and 9700 delegates are selected. 9701 (13) "Counting center" means one or more locations selected by the election officer in 9702 charge of the election for the automatic counting of ballots. 9703 (14) "Counting judge" means a poll worker designated to count the ballots during 9704 election day. 9705 (15) "Counting room" means a suitable and convenient private place or room for use 9706 by the poll workers and counting judges to count ballots. (16) "County officers" means those county officers that are required by law to be 9707 9708 elected. 9709 (17) "Date of the election" or "election day" or "day of the election": 9710 (a) means the day that is specified in the calendar year as the day that the election 9711 occurs: and 9712 (b) does not include: 9713 (i) deadlines established for voting by mail, military-overseas voting, or emergency 9714 voting; or (ii) any early voting or early voting period as provided under Chapter 3a, Part 6, Early 9715 9716 Voting.

9717 (18) "Elected official" means:

9718	(a) a person elected to an office under Section 20A-1-303 or Chapter 4, Part 6,
9719	Municipal Alternate Voting Methods Pilot Project;
9720	(b) a person who is considered to be elected to a municipal office in accordance with
9721	Subsection 20A-1-206(1)(c)(ii); or
9722	(c) a person who is considered to be elected to a [local] special district office in
9723	accordance with Subsection 20A-1-206(3)(b)(ii).
9724	(19) "Election" means a regular general election, a municipal general election, a
9725	statewide special election, a local special election, a regular primary election, a municipal
9726	primary election, and a [local] special district election.
9727	(20) "Election Assistance Commission" means the commission established by the Help
9728	America Vote Act of 2002, Pub. L. No. 107-252.
9729	(21) "Election cycle" means the period beginning on the first day persons are eligible to
9730	file declarations of candidacy and ending when the canvass is completed.
9731	(22) "Election judge" means a poll worker that is assigned to:
9732	(a) preside over other poll workers at a polling place;
9733	(b) act as the presiding election judge; or
9734	(c) serve as a canvassing judge, counting judge, or receiving judge.
9735	(23) "Election officer" means:
9736	(a) the lieutenant governor, for all statewide ballots and elections;
9737	(b) the county clerk for:
9738	(i) a county ballot and election; and
9739	(ii) a ballot and election as a provider election officer as provided in Section
9740	20A-5-400.1 or 20A-5-400.5;
9741	(c) the municipal clerk for:
9742	(i) a municipal ballot and election; and
9743	(ii) a ballot and election as a provider election officer as provided in Section
9744	20A-5-400.1 or 20A-5-400.5;
9745	(d) the [local] special district clerk or chief executive officer for:

9746	(i) a [local] special district ballot and election; and
9747	(ii) a ballot and election as a provider election officer as provided in Section
9748	20A-5-400.1 or 20A-5-400.5; or
9749	(e) the business administrator or superintendent of a school district for:
9750	(i) a school district ballot and election; and
9751	(ii) a ballot and election as a provider election officer as provided in Section
9752	20A-5-400.1 or 20A-5-400.5.
9753	(24) "Election official" means any election officer, election judge, or poll worker.
9754	(25) "Election results" means:
9755	(a) for an election other than a bond election, the count of votes cast in the election and
9756	the election returns requested by the board of canvassers; or
9757	(b) for bond elections, the count of those votes cast for and against the bond
9758	proposition plus any or all of the election returns that the board of canvassers may request.
9759	(26) "Election returns" includes the pollbook, the military and overseas absentee voter
9760	registration and voting certificates, one of the tally sheets, any unprocessed ballots, all counted
9761	ballots, all excess ballots, all unused ballots, all spoiled ballots, the ballot disposition form, and
9762	the total votes cast form.
9763	(27) "Electronic signature" means an electronic sound, symbol, or process attached to
9764	or logically associated with a record and executed or adopted by a person with the intent to sign
9765	the record.
9766	(28) "Inactive voter" means a registered voter who is listed as inactive by a county
9767	clerk under Subsection 20A-2-306(4)(c)(i) or (ii).
9768	(29) "Judicial office" means the office filled by any judicial officer.
9769	(30) "Judicial officer" means any justice or judge of a court of record or any county
9770	court judge.
9771	[(31) "Local district" means a local government entity under Title 17B, Limited
9772	Purpose Local Government Entities - Local Districts, and includes a special service district
9773	under Title 17D, Chapter 1, Special Service District Act.]

9774	[(32) "Local district officers" means those local district board members that are
9775	required by law to be elected.]
9776	[(33)] (31) "Local election" means a regular county election, a regular municipal
9777	election, a municipal primary election, a local special election, a [local] special district election,
9778	and a bond election.
9779	[(34)] (32) "Local political subdivision" means a county, a municipality, a [local]
9780	special district, or a local school district.
9781	[(35)] (33) "Local special election" means a special election called by the governing
9782	body of a local political subdivision in which all registered voters of the local political
9783	subdivision may vote.
9784	[(36)] (34) "Manual ballot" means a paper document produced by an election officer on
9785	which an individual records an individual's vote by directly placing a mark on the paper
9786	document using a pen or other marking instrument.
9787	[(37)] (35) "Mechanical ballot" means a record, including a paper record, electronic
9788	record, or mechanical record, that:
9789	(a) is created via electronic or mechanical means; and
9790	(b) records an individual voter's vote cast via a method other than an individual directly
9791	placing a mark, using a pen or other marking instrument, to record an individual voter's vote.
9792	[(38)] (36) "Municipal executive" means:
9793	(a) the mayor in the council-mayor form of government defined in Section 10-3b-102;
9794	(b) the mayor in the council-manager form of government defined in Subsection
9795	10-3b-103(7); or
9796	(c) the chair of a metro township form of government defined in Section $10-3b-102$.
9797	[(39)] (37) "Municipal general election" means the election held in municipalities and,
9798	as applicable, [local] special districts on the first Tuesday after the first Monday in November
9799	of each odd-numbered year for the purposes established in Section 20A-1-202.
9800	[(40)] (38) "Municipal legislative body" means:
9801	(a) the council of the city or town in any form of municipal government; or

9802	(b) the council of a metro township.
9803	[(41)] (39) "Municipal office" means an elective office in a municipality.
9804	[(42)] (40) "Municipal officers" means those municipal officers that are required by
9805	law to be elected.
9806	[(43)] (41) "Municipal primary election" means an election held to nominate
9807	candidates for municipal office.
9808	[(44)] (42) "Municipality" means a city, town, or metro township.
9809	[(45)] (43) "Official ballot" means the ballots distributed by the election officer for
9810	voters to record their votes.
9811	[(46)] (44) "Official endorsement" means the information on the ballot that identifies:
9812	(a) the ballot as an official ballot;
9813	(b) the date of the election; and
9814	(c) (i) for a ballot prepared by an election officer other than a county clerk, the
9815	facsimile signature required by Subsection 20A-6-401(1)(a)(iii); or
9816	(ii) for a ballot prepared by a county clerk, the words required by Subsection
9817	20A-6-301(1)(b)(iii).
9818	[(47)] (45) "Official register" means the official record furnished to election officials
9819	by the election officer that contains the information required by Section 20A-5-401.
9820	[(48)] (46) "Political party" means an organization of registered voters that has
9821	qualified to participate in an election by meeting the requirements of Chapter 8, Political Party
9822	Formation and Procedures.
9823	[(49)] (47) (a) "Poll worker" means a person assigned by an election official to assist
9824	with an election, voting, or counting votes.
9825	(b) "Poll worker" includes election judges.
9826	(c) "Poll worker" does not include a watcher.
9827	[(50)] (48) "Pollbook" means a record of the names of voters in the order that they
9828	appear to cast votes.
9829	[(51)] (49) "Polling place" means a building where voting is conducted.

9830 [(52)] (50) "Position" means a square, circle, rectangle, or other geometric shape on a 9831 ballot in which the voter marks the voter's choice. 9832 [(53)] (51) "Presidential Primary Election" means the election established in Chapter 9, 9833 Part 8, Presidential Primary Election. 9834 [(54)] (52) "Primary convention" means the political party conventions held during the 9835 year of the regular general election. 9836 [(55)] (53) "Protective counter" means a separate counter, which cannot be reset, that: 9837 (a) is built into a voting machine; and 9838 (b) records the total number of movements of the operating lever. 9839 [(56)] (54) "Provider election officer" means an election officer who enters into a contract or interlocal agreement with a contracting election officer to conduct an election for 9840 9841 the contracting election officer's local political subdivision in accordance with Section 9842 20A-5-400.1. 9843 $\left[\frac{(57)}{(55)}\right]$ (55) "Provisional ballot" means a ballot voted provisionally by a person: 9844 (a) whose name is not listed on the official register at the polling place: 9845 (b) whose legal right to vote is challenged as provided in this title; or 9846 (c) whose identity was not sufficiently established by a poll worker. 9847 [(58)] (56) "Provisional ballot envelope" means an envelope printed in the form 9848 required by Section 20A-6-105 that is used to identify provisional ballots and to provide information to verify a person's legal right to vote. 9849 9850 [(59)] (57) (a) "Public figure" means an individual who, due to the individual being considered for, holding, or having held a position of prominence in a public or private capacity, 9851 9852 or due to the individual's celebrity status, has an increased risk to the individual's safety. 9853 (b) "Public figure" does not include an individual: 9854 (i) elected to public office; or 9855 (ii) appointed to fill a vacancy in an elected public office. [(60)] (58) "Qualify" or "qualified" means to take the oath of office and begin 9856 9857 performing the duties of the position for which the individual was elected.

9858	[(61)] (59) "Receiving judge" means the poll worker that checks the voter's name in the
9859	official register at a polling place and provides the voter with a ballot.
9860	[(62)] (60) "Registration form" means a form by which an individual may register to
9861	vote under this title.
9862	[(63)] (61) "Regular ballot" means a ballot that is not a provisional ballot.
9863	[(64)] (62) "Regular general election" means the election held throughout the state on
9864	the first Tuesday after the first Monday in November of each even-numbered year for the
9865	purposes established in Section 20A-1-201.
9866	[(65)] (63) "Regular primary election" means the election, held on the date specified in
9867	Section 20A-1-201.5, to nominate candidates of political parties and candidates for nonpartisan
9868	local school board positions to advance to the regular general election.
9869	[(66)] (64) "Resident" means a person who resides within a specific voting precinct in
9870	Utah.
9871	[(67)] (65) "Return envelope" means the envelope, described in Subsection
9872	20A-3a-202(4), provided to a voter with a manual ballot:
9873	(a) into which the voter places the manual ballot after the voter has voted the manual
9874	ballot in order to preserve the secrecy of the voter's vote; and
9875	(b) that includes the voter affidavit and a place for the voter's signature.
9876	[(68)] (66) "Sample ballot" means a mock ballot similar in form to the official ballot,
9877	published as provided in Section 20A-5-405.
9878	(67) "Special district" means a local government entity under Title 17B, Limited
9879	Purpose Local Government Entities - Special Districts, and includes a special service district
9880	under Title 17D, Chapter 1, Special Service District Act.
9881	(68) "Special district officers" means those special district board members who are
9882	required by law to be elected.
9883	(69) "Special election" means an election held as authorized by Section $20A-1-203$.
9884	(70) "Spoiled ballot" means each ballot that:

9885 (a) is spoiled by the voter;

9886	(b) is unable to be voted because it was spoiled by the printer or a poll worker; or
9887	(c) lacks the official endorsement.
9888	(71) "Statewide special election" means a special election called by the governor or the
9889	Legislature in which all registered voters in Utah may vote.
9890	(72) "Tabulation system" means a device or system designed for the sole purpose of
9891	tabulating votes cast by voters at an election.
9892	(73) "Ticket" means a list of:
9893	(a) political parties;
9894	(b) candidates for an office; or
9895	(c) ballot propositions.
9896	(74) "Transfer case" means the sealed box used to transport voted ballots to the
9897	counting center.
9898	(75) "Vacancy" means the absence of a person to serve in any position created by
9899	statute, whether that absence occurs because of death, disability, disqualification, resignation,
9900	or other cause.
9901	(76) "Valid voter identification" means:
9902	(a) a form of identification that bears the name and photograph of the voter which may
9903	include:
9904	(i) a currently valid Utah driver license;
9905	(ii) a currently valid identification card that is issued by:
9906	(A) the state; or
9907	(B) a branch, department, or agency of the United States;
9908	(iii) a currently valid Utah permit to carry a concealed weapon;
9909	(iv) a currently valid United States passport; or
9910	(v) a currently valid United States military identification card;
9911	(b) one of the following identification cards, whether or not the card includes a
9912	photograph of the voter:
9913	(i) a valid tribal identification card;

9914	(ii) a Bureau of Indian Affairs card; or
9915	(iii) a tribal treaty card; or
9916	(c) two forms of identification not listed under Subsection (76)(a) or (b) but that bear
9917	the name of the voter and provide evidence that the voter resides in the voting precinct, which
9918	may include:
9919	(i) a current utility bill or a legible copy thereof, dated within the 90 days before the
9920	election;
9921	(ii) a bank or other financial account statement, or a legible copy thereof;
9922	(iii) a certified birth certificate;
9923	(iv) a valid social security card;
9924	(v) a check issued by the state or the federal government or a legible copy thereof;
9925	(vi) a paycheck from the voter's employer, or a legible copy thereof;
9926	(vii) a currently valid Utah hunting or fishing license;
9927	(viii) certified naturalization documentation;
9928	(ix) a currently valid license issued by an authorized agency of the United States;
9929	(x) a certified copy of court records showing the voter's adoption or name change;
9930	(xi) a valid Medicaid card, Medicare card, or Electronic Benefits Transfer Card;
9931	(xii) a currently valid identification card issued by:
9932	(A) a local government within the state;
9933	(B) an employer for an employee; or
9934	(C) a college, university, technical school, or professional school located within the
9935	state; or
9936	(xiii) a current Utah vehicle registration.
9937	(77) "Valid write-in candidate" means a candidate who has qualified as a write-in
9938	candidate by following the procedures and requirements of this title.
9939	(78) "Vote by mail" means to vote, using a manual ballot that is mailed to the voter, by:
9940	(a) mailing the ballot to the location designated in the mailing; or
9941	(b) depositing the ballot in a ballot drop box designated by the election officer.

9942	(79) "Voter" means an individual who:
9943	(a) meets the requirements for voting in an election;
9944	(b) meets the requirements of election registration;
9945	(c) is registered to vote; and
9946	(d) is listed in the official register book.
9947	(80) "Voter registration deadline" means the registration deadline provided in Section
9948	20A-2-102.5.
9949	(81) "Voting area" means the area within six feet of the voting booths, voting
9950	machines, and ballot box.
9951	(82) "Voting booth" means:
9952	(a) the space or compartment within a polling place that is provided for the preparation
9953	of ballots, including the voting enclosure or curtain; or
9954	(b) a voting device that is free standing.
9955	(83) "Voting device" means any device provided by an election officer for a voter to
9956	vote a mechanical ballot.
9957	(84) "Voting precinct" means the smallest geographical voting unit, established under
9958	Chapter 5, Part 3, Duties of the County and Municipal Legislative Bodies.
9959	(85) "Watcher" means an individual who complies with the requirements described in
9960	Section 20A-3a-801 to become a watcher for an election.
9961	(86) "Write-in ballot" means a ballot containing any write-in votes.
9962	(87) "Write-in vote" means a vote cast for an individual, whose name is not printed on
9963	the ballot, in accordance with the procedures established in this title.
9964	Section 221. Section 20A-1-201 is amended to read:
9965	20A-1-201. Date and purpose of regular general elections.
9966	(1) A regular general election shall be held throughout the state on the first Tuesday
9967	after the first Monday in November of each even-numbered year.
9968	(2) At the regular general election, the voters shall:
9969	(a) choose persons to serve the terms established by law for the following offices:

9970	(i) electors of President and Vice President of the United States;
9971	(ii) United States Senators;
9972	(iii) Representatives to the United States Congress;
9973	(iv) governor, lieutenant governor, attorney general, state treasurer, and state auditor;
9974	(v) senators and representatives to the Utah Legislature;
9975	(vi) county officers;
9976	(vii) State School Board members;
9977	(viii) local school board members;
9978	(ix) except as provided in Subsection (3), [local] special district officers, as applicable;
9979	and
9980	(x) any elected judicial officers; and
9981	(b) approve or reject:
9982	(i) any proposed amendments to the Utah Constitution that have qualified for the ballot
9983	under procedures established in the Utah Code;
9984	(ii) any proposed initiatives or referenda that have qualified for the ballot under
9985	procedures established in the Utah Code; and
9986	(iii) any other ballot propositions submitted to the voters that are authorized by the
9987	Utah Code.
9988	(3) This section:
9989	(a) applies to a special service district for which the county legislative body or the
9990	municipal legislative body, as applicable, has delegated authority for the special service district
9991	to an administrative control board; and
9992	(b) does not apply to a special service district for which the county legislative body or
9993	the municipal legislative body, as applicable, has not delegated authority for the special service
9994	district to an administrative control board.
9995	Section 222. Section 20A-1-202 is amended to read:
9996	20A-1-202. Date and purpose of municipal general election.
9997	(1) Except as provided in Section 20A-1-206, a municipal general election shall be

9998	held in municipalities, and [local] special districts as applicable, on the first Tuesday after the
9999	first Monday in November of each odd-numbered year.
10000	(2) At the municipal general election, the voters shall:
10001	(a) (i) choose persons to serve as municipal officers; and
10002	(ii) for a [local] special district that holds an election during an odd-numbered year,
10003	choose persons to serve as [local] special district officers; and
10004	(b) approve or reject:
10005	(i) any proposed initiatives or referenda that have qualified for the ballot as provided
10006	by law; and
10007	(ii) any other ballot propositions submitted to the voters that are authorized by the Utah
10008	Code.
10009	Section 223. Section 20A-1-206 is amended to read:
10010	20A-1-206. Cancellation of local election or local race Municipalities Special
10011	districts Notice.
10012	(1) As used in this section:
10013	(a) "Contested race" means a race in a general election where the number of
10014	candidates, including any eligible write-in candidates, exceeds the number of offices to be
10015	filled in the race.
10016	(b) "Election" means an event, run by an election officer, that includes one or more
10017	races for public office or one or more ballot propositions.
10018	(c) (i) "Race" means a contest between candidates to obtain the number of votes
10019	necessary to take a particular public office.
10020	(ii) "Race," as the term relates to a contest for an at-large position, includes all open
10021	positions for the same at-large office.
10022	(iii) "Race," as the term relates to a contest for a municipal council position that is not
10023	an at-large position, includes only the contest to represent a particular district on the council.
10024	(2) A municipal legislative body may cancel a local election if:
10025	(a) the ballot for the local election will not include any contested races or ballot

10026	propositions; and
10027	(b) the municipal legislative body passes, no later than 20 days before the day of the
10028	scheduled election, a resolution that cancels the election and certifies that:
10029	(i) the ballot for the election would not include any contested races or ballot
10030	propositions; and
10031	(ii) the candidates who qualified for the ballot are considered elected.
10032	(3) A municipal legislative body may cancel a race in a local election if:
10033	(a) the ballot for the race will not include any contested races or ballot propositions;
10034	and
10035	(b) the municipal legislative body passes, no later than 20 days before the day of the
10036	scheduled election, a resolution that cancels the race and certifies that:
10037	(i) the ballot for the race would not include any contested races or ballot propositions;
10038	and
10039	(ii) the candidate for the race is considered elected.
10040	(4) A municipal legislative body that cancels a local election in accordance with
10041	Subsection (2) shall give notice that the election is cancelled by:
10042	(a) subject to Subsection (8), providing notice to the lieutenant governor's office to be
10043	posted on the Statewide Electronic Voter Information Website described in Section 20A-7-801,
10044	for 15 consecutive days before the day of the scheduled election;
10045	(b) if the municipality has a public website, posting notice on the municipality's public
10046	website for 15 days before the day of the scheduled election;
10047	(c) if the elected officials or departments of the municipality regularly publish a printed
10048	or electronic newsletter or other periodical, publishing notice in the next scheduled newsletter
10049	or other periodical published before the day of the scheduled election;
10050	(d) (i) publishing notice at least twice in a newspaper of general circulation in the
10051	municipality before the day of the scheduled election;
10052	(ii) at least 10 days before the day of the scheduled election, posting one notice, and at
10053	least one additional notice per 2,000 population within the municipality, in places within the

10054	municipality that are most likely to give notice to the voters in the municipality, subject to a
10055	maximum of 10 notices; or
10056	(iii) at least 10 days before the day of the scheduled election, mailing notice to each
10057	registered voter in the municipality; and
10058	(e) posting notice on the Utah Public Notice Website, created in Section 63A-16-601,
10059	for at least 10 days before the day of the scheduled election.
10060	(5) A [local] <u>special</u> district board may cancel a local election if:
10061	(a) the ballot for the local election will not include any contested races or ballot
10062	propositions; and
10063	(b) the [local] special district board passes, no later than 20 days before the day of the
10064	scheduled election, a resolution that cancels the election and certifies that:
10065	(i) the ballot for the election would not include any contested races or ballot
10066	propositions; and
10067	(ii) the candidates who qualified for the ballot are considered elected.
10068	(6) A [local] special district board may cancel a [local] special district race if:
10069	(a) the race is uncontested; and
10070	(b) the [local] special district board passes, no later than 20 days before the day of the
10071	scheduled election, a resolution that cancels the race and certifies that the candidate who
10072	qualified for the ballot for that race is considered elected.
10073	(7) A [local] special district that cancels a local election in accordance with Subsection
10074	(5) shall provide notice that the election is cancelled:
10075	(a) subject to Subsection (8), by posting notice on the Statewide Electronic Voter
10076	Information Website described in Section 20A-7-801, for 15 consecutive days before the day of
10077	the scheduled election;
10078	(b) if the [local] special district has a public website, by posting notice on the [local]
10079	special district's public website for 15 days before the day of the scheduled election;
10080	(c) if the [local] special district publishes a newsletter or other periodical, by
10081	publishing notice in the next scheduled newsletter or other periodical published before the day

- 10082 of the scheduled election; 10083 (d) (i) by publishing notice at least twice in a newspaper of general circulation in the [local] special district before the scheduled election; 10084 10085 (ii) at least 10 days before the day of the scheduled election, by posting one notice, and at least one additional notice per 2,000 population of the [local] special district, in places 10086 10087 within the [local] special district that are most likely to give notice to the voters in the [local] 10088 special district, subject to a maximum of 10 notices; or 10089 (iii) at least 10 days before the day of the scheduled election, by mailing notice to each 10090 registered voter in the [local] special district; and 10091 (e) by posting notice on the Utah Public Notice Website, created in Section 10092 63A-16-601, for at least 10 days before the day of the scheduled election. 10093 (8) A municipal legislative body that posts a notice in accordance with Subsection 10094 (4)(a) or a [local] special district that posts a notice in accordance with Subsection (7)(a) is not 10095 liable for a notice that fails to post due to technical or other error by the publisher of the 10096 Statewide Electronic Voter Information Website. 10097 Section 224. Section 20A-1-512 is amended to read: 10098 20A-1-512. Midterm vacancies on special district boards. 10099 (1) (a) When a vacancy occurs on any [local] special district board for any reason, the 10100 following shall appoint a replacement to serve out the unexpired term in accordance with this 10101 section: 10102 (i) the [local] special district board, if the person vacating the position was elected; or 10103 (ii) the appointing authority, as that term is defined in Section 17B-1-102, if the 10104 appointing authority appointed the person vacating the position. 10105 (b) Except as provided in Subsection (1)(c) or (d), before acting to fill the vacancy, the [local] special district board or appointing authority shall: 10106
- 10107 (i) give public notice of the vacancy at least two weeks before the [local] special
 10108 district board or appointing authority meets to fill the vacancy by:
- 10109 (A) if there is a newspaper of general circulation, as that term is defined in Section

10110	45-1-201, within the district, publishing the notice in the newspaper of general circulation;
10111	(B) posting the notice in three public places within the [local] special district; and
10112	(C) posting on the Utah Public Notice Website created under Section 63A-16-601; and
10113	(ii) identify, in the notice:
10114	(A) the date, time, and place of the meeting where the vacancy will be filled;
10115	(B) the individual to whom an individual who is interested in an appointment to fill the
10116	vacancy may submit the individual's name for consideration; and
10117	(C) any submission deadline.
10118	(c) An appointing authority is not subject to Subsection (1)(b) if:
10119	(i) the appointing authority appoints one of the appointing authority's own members;
10120	and
10121	(ii) that member meets all applicable statutory board member qualifications.
10122	(d) When a vacancy occurs on the board of a water conservancy district located in
10123	more than one county:
10124	(i) the board shall give notice of the vacancy to the county legislative bodies that
10125	nominated the vacating trustee as provided in Section 17B-2a-1005;
10126	(ii) the county legislative bodies described in Subsection (1)(d)(i) shall collectively
10127	compile a list of three nominees to fill the vacancy; and
10128	(iii) the governor shall, with the advice and consent of the Senate, appoint an
10129	individual to fill the vacancy from nominees submitted as provided in Subsection
10130	17B-2a-1005(2)(c).
10131	(2) If the [local] special district board fails to appoint an individual to complete an
10132	elected board member's term within 90 days, the legislative body of the county or municipality
10133	that created the [local] special district shall fill the vacancy in accordance with the procedure
10134	for a [local] special district described in Subsection (1)(b).
10135	Section 225. Section 20A-1-513 is amended to read:
10136	20A-1-513. Temporary absence in elected office of a political subdivision for
10137	military service.

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10138	(1) As used in this section:
10139	(a) "Armed forces" means the same as that term is defined in Section 68-3-12.5, and
10140	includes:
10141	(i) the National Guard; and
10142	(ii) the national guard and armed forces reserves.
10143	(b) (i) "Elected official" is a person who holds an office of a political subdivision that
10144	is required by law to be filled by an election.
10145	(ii) "Elected official" includes a person who is appointed to fill a vacancy in an office
10146	described in Subsection (1)(b)(i).
10147	(c) (i) "Military leave" means the temporary absence from an office:
10148	(A) by an elected official called to active, full-time duty in the armed forces; and
10149	(B) for a period of time that exceeds 30 days and does not exceed 400 days.
10150	(ii) "Military leave" includes the time a person on leave, as described in Subsection
10151	(1)(c)(i), spends for:
10152	(A) out processing;
10153	(B) an administrative delay;
10154	(C) accrued leave; and
10155	(D) on rest and recuperation leave program of the armed forces.
10156	(d) "Political subdivision's governing body" means:
10157	(i) for a county, city, or town, the legislative body of the county, city, or town;
10158	(ii) for a [local] special district, the board of trustees of the [local] special district;
10159	(iii) for a local school district, the local school board;
10160	(iv) for a special service district:
10161	(A) the legislative body of the county, city, or town that established the special service
10162	district, if no administrative control board has been appointed under Section 17D-1-301; or
10163	(B) the administrative control board of the special service district, if an administrative
10164	control board has been appointed under Section 17D-1-301; and
10165	(v) for a political subdivision not listed in Subsections $(1)(d)(i)$ through (iv), the body

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10166 that governs the affairs of the political subdivision. 10167 (e) "Temporary replacement" means the person appointed by the political subdivision's governing body in accordance with this section to exercise the powers and duties of the office 10168 10169 of the elected official who takes military leave. 10170 (2) An elected official creates a vacancy in the elected official's office if the elected 10171 official is called to active, full-time duty in the armed forces in accordance with Title 10, 10172 U.S.C.A. unless the elected official takes military leave as provided by this section. 10173 (3) (a) An elected official who is called to active, full-time duty in the armed forces in 10174 a status other than in accordance with Title 10, U.S.C.A. shall notify the political subdivision's 10175 governing body of the elected official's orders not later than five days after receipt of orders. 10176 (b) The elected official described in Subsection (3)(a) may: 10177 (i) continue to carry out the official's duties if possible while on active, full-time duty; 10178 or 10179 (ii) take military leave if the elected official submits to the political subdivision's 10180 governing body written notice of the intent to take military leave and the expected duration of 10181 the military leave. 10182 (4) (a) An elected official who chooses to continue to carry out the official's duties 10183 while on active, full-time duty shall, within 10 days after arrival at the official's place of 10184 deployment, confirm in writing to the political subdivision's governing body that the official 10185 has the ability to carry out the official's duties. 10186 (b) If no confirmation is received by the political subdivision within the time period 10187 described in Subsection (4)(a), the elected official shall be placed in a military leave status and 10188 a temporary replacement appointed in accordance with Subsection (6). 10189 (5) An elected official's military leave: 10190 (a) begins the later of: 10191 (i) the day after the day on which the elected official notifies the political subdivision's governing body of the intent to take military leave; 10192 10193 (ii) day 11 after the elected official's deployment if no confirmation is received in

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10194 accordance with Subsection (4)(a); or

10195 (iii) the day on which the elected official begins active, full-time duty in the armed

10196 forces; and

10197 (b) ends the sooner of:

- 10198 (i) the expiration of the elected official's term of office; or
- 10199 (ii) the day on which the elected official ends active, full-time duty in the armed forces.
- 10200 (6) A temporary replacement shall:
- 10201 (a) meet the qualifications required to hold the office; and
- 10202 (b) be appointed:

(i) in the same manner as provided by this part for a midterm vacancy if a registered
political party nominated the elected official who takes military leave as a candidate for the
office; or

(ii) by the political subdivision's governing body after submitting an application in
accordance with Subsection (8)(b) if a registered political party did not nominate the elected
official who takes military leave as a candidate for office.

10209 (7) (a) A temporary replacement shall exercise the powers and duties of the office for 10210 which the temporary replacement is appointed for the duration of the elected official's military 10211 leave.

10212 (b) An elected official may not exercise the powers or duties of the office while on10213 military leave.

10214 (c) If a temporary replacement is not appointed as required by Subsection (6)(b), no 10215 person may exercise the powers and duties of the elected official's office during the elected 10216 official's military leave.

10217

(8) The political subdivision's governing body shall establish:

(a) the distribution of the emoluments of the office between the elected official and thetemporary replacement; and

10220 (b) an application form and the date and time before which a person shall submit the 10221 application to be considered by the political subdivision's governing body for appointment as a

10222	temporary replacement.
10223	Section 226. Section 20A-2-101 is amended to read:
10224	20A-2-101. Eligibility for registration.
10225	(1) Except as provided in Subsection (2), an individual may register to vote in an
10226	election who:
10227	(a) is a citizen of the United States;
10228	(b) has been a resident of Utah for at least the 30 days immediately before the election;
10229	(c) will be:
10230	(i) at least 18 years of age on the day of the election; or
10231	(ii) if the election is a regular primary election, a municipal primary election, or a
10232	presidential primary election:
10233	(A) 17 years of age on or before the day of the regular primary election, municipal
10234	primary election, or presidential primary election; and
10235	(B) 18 years of age on or before the day of the general election that immediately
10236	follows the regular primary election, municipal primary election, or presidential primary
10237	election; and
10238	(d) currently resides within the voting district or precinct in which the individual
10239	applies to register to vote.
10240	(2) (a) (i) An individual who is involuntarily confined or incarcerated in a jail, prison,
10241	or other facility within a voting precinct is not a resident of that voting precinct and may not
10242	register to vote in that voting precinct unless the individual was a resident of that voting
10243	precinct before the confinement or incarceration.
10244	(ii) An individual who is involuntarily confined or incarcerated in a jail or prison is a
10245	resident of the voting precinct in which the individual resided before the confinement or
10246	incarceration.
10247	(b) An individual who has been convicted of a felony or a misdemeanor for an offense
10248	under this title may not register to vote or remain registered to vote unless the individual's right
10249	to vote has been restored as provided in Section 20A-2-101.3 or 20A-2-101.5.

10250	(c) An individual whose right to vote has been restored, as provided in Section
10251	20A-2-101.3 or 20A-2-101.5, is eligible to register to vote.
10252	(3) An individual who is eligible to vote and who resides within the geographic
10253	boundaries of the entity in which the election is held may register to vote in a:
10254	(a) regular general election;
10255	(b) regular primary election;
10256	(c) municipal general election;
10257	(d) municipal primary election;
10258	(e) statewide special election;
10259	(f) local special election;
10260	(g) [local] <u>special</u> district election;
10261	(h) bond election; and
10262	(i) presidential primary election.
10263	Section 227. Section 20A-3a-102 is amended to read:
10264	20A-3a-102. Residency and age requirements of voters.
10204	2017-5a-102. Residency and age requirements of voters.
10265	(1) An individual may vote in any regular general election or statewide special election
10265	(1) An individual may vote in any regular general election or statewide special election
10265 10266	(1) An individual may vote in any regular general election or statewide special election if that individual has registered to vote in accordance with Chapter 2, Voter Registration.
10265 10266 10267	 (1) An individual may vote in any regular general election or statewide special election if that individual has registered to vote in accordance with Chapter 2, Voter Registration. (2) An individual may vote in the presidential primary election or a regular primary
10265 10266 10267 10268	 (1) An individual may vote in any regular general election or statewide special election if that individual has registered to vote in accordance with Chapter 2, Voter Registration. (2) An individual may vote in the presidential primary election or a regular primary election if:
10265 10266 10267 10268 10269	 (1) An individual may vote in any regular general election or statewide special election if that individual has registered to vote in accordance with Chapter 2, Voter Registration. (2) An individual may vote in the presidential primary election or a regular primary election if: (a) that individual has registered to vote in accordance with Chapter 2, Voter
10265 10266 10267 10268 10269 10270	 (1) An individual may vote in any regular general election or statewide special election if that individual has registered to vote in accordance with Chapter 2, Voter Registration. (2) An individual may vote in the presidential primary election or a regular primary election if: (a) that individual has registered to vote in accordance with Chapter 2, Voter Registration; and
10265 10266 10267 10268 10269 10270 10271	 (1) An individual may vote in any regular general election or statewide special election if that individual has registered to vote in accordance with Chapter 2, Voter Registration. (2) An individual may vote in the presidential primary election or a regular primary election if: (a) that individual has registered to vote in accordance with Chapter 2, Voter Registration; and (b) that individual's political party affiliation, or unaffiliated status, allows the person
10265 10266 10267 10268 10269 10270 10271 10272	 (1) An individual may vote in any regular general election or statewide special election if that individual has registered to vote in accordance with Chapter 2, Voter Registration. (2) An individual may vote in the presidential primary election or a regular primary election if: (a) that individual has registered to vote in accordance with Chapter 2, Voter Registration; and (b) that individual's political party affiliation, or unaffiliated status, allows the person to vote in the election.
10265 10266 10267 10268 10269 10270 10271 10272 10273	 (1) An individual may vote in any regular general election or statewide special election if that individual has registered to vote in accordance with Chapter 2, Voter Registration. (2) An individual may vote in the presidential primary election or a regular primary election if: (a) that individual has registered to vote in accordance with Chapter 2, Voter Registration; and (b) that individual's political party affiliation, or unaffiliated status, allows the person to vote in the election. (3) An individual may vote in a municipal general election, municipal primary election,
10265 10266 10267 10268 10269 10270 10271 10272 10273 10274	 (1) An individual may vote in any regular general election or statewide special election if that individual has registered to vote in accordance with Chapter 2, Voter Registration. (2) An individual may vote in the presidential primary election or a regular primary election if: (a) that individual has registered to vote in accordance with Chapter 2, Voter Registration; and (b) that individual's political party affiliation, or unaffiliated status, allows the person to vote in the election. (3) An individual may vote in a municipal general election, municipal primary election, local special election, [local] special district election, and bond election if that individual:

10278	Section 228. Section 20A-3a-104 is amended to read:
10279	20A-3a-104. Voting by secret ballot.
10280	All voting at each regular and municipal general election, at each statewide or local
10281	special election, at each primary election, at each [local] special district election, and at each
10282	bond election shall be by secret ballot.
10283	Section 229. Section 20A-3a-501 is amended to read:
10284	20A-3a-501. Prohibited conduct at polling place Other prohibited activities.
10285	(1) As used in this section:
10286	(a) "electioneering" includes any oral, printed, or written attempt to persuade persons to
10287	refrain from voting or to vote for or vote against any candidate or issue; and
10288	(b) "polling place" means the physical place where ballots are cast and includes the
10289	physical place where a ballot drop box is located.
10290	(2) (a) An individual may not, within a polling place or in any public area within 150
10291	feet of the building where a polling place is located:
10292	(i) do any electioneering;
10293	(ii) circulate cards or handbills of any kind;
10294	(iii) solicit signatures to any kind of petition; or
10295	(iv) engage in any practice that interferes with the freedom of voters to vote or disrupts
10296	the administration of the polling place.
10297	(b) A county, municipality, school district, or [local] special district may not prohibit
10298	electioneering that occurs more than 150 feet from the building where a polling place is
10299	located, but may regulate the place and manner of that electioneering to protect the public
10300	safety.
10301	(3) (a) An individual may not obstruct the doors or entries to a building in which a
10302	polling place is located or prevent free access to and from any polling place.
10303	(b) A sheriff, deputy sheriff, or municipal law enforcement officer shall prevent the
10304	obstruction of the entrance to a polling place and may arrest an individual creating an
10305	obstruction.

10306 (4) An individual may not solicit any voter to show the voter's ballot. 10307 (5) (a) An individual may not knowingly possess or control another individual's voted 10308 manual ballot, unless: 10309 (i) the individual is an election official or postal worker acting in the capacity of an 10310 election official or postal worker; 10311 (ii) the individual possesses or controls the voted ballot in accordance with Section 10312 20A-3a-301, relating to emergency ballots; 10313 (iii) the possession or control is authorized in order to deliver a military-overseas ballot 10314 in accordance with Chapter 16, Uniform Military and Overseas Voters Act; 10315 (iv) subject to Section 20A-3a-208, the individual is authorized by a voter to possess or control the voter's voted ballot if the voter needs assistance delivering the ballot due to the 10316 10317 voter's age, illness, or disability; or 10318 (v) the individual resides in the same household as the voter. 10319 (b) A violation of Subsection (5)(a) does not invalidate the ballot. 10320 (6) An individual who violates any provision of this section is, in addition to the 10321 penalties described in Subsections 20A-1-609(2) and (3), guilty of a class A misdemeanor. 10322 (7) A political subdivision may not prohibit political signs that are located more than 10323 150 feet away from a polling place, but may regulate their placement to protect public safety. 10324 Section 230. Section **20A-3a-605** is amended to read: 10325 20A-3a-605. Exemptions from early voting. (1) (a) This part does not apply to an election of a board member of a [local] special 10326 10327 district. 10328 (b) Notwithstanding Subsection (1)(a), a [local] special district may, in the [local] 10329 special district's discretion, provide early voting in accordance with this part for election of a 10330 board member. 10331 (2) Notwithstanding the requirements of Section 20A-3a-601, a municipality of the 10332 fifth class or a town as described in Section 10-2-301 may provide early voting as provided 10333 under this part for:

10334	(a) a municipal primary election; or
10335	(b) a municipal general election.
10336	(3) A municipality is not required to conduct early voting for the election.
10337	Section 231. Section 20A-4-301 is amended to read:
10338	20A-4-301. Board of canvassers.
10339	(1) (a) Each county legislative body is the board of county canvassers for:
10340	(i) the county; and
10341	(ii) each [local] special district whose election is conducted by the county if:
10342	(A) the election relates to the creation of the [local] special district;
10343	(B) the county legislative body serves as the governing body of the [local] special
10344	district; or
10345	(C) there is no duly constituted governing body of the [local] special district.
10346	(b) The board of county canvassers shall meet to canvass the returns at the usual place
10347	of meeting of the county legislative body, at a date and time determined by the county clerk
10348	that is no sooner than seven days after the election and no later than 14 days after the election.
10349	(c) If one or more of the county legislative body fails to attend the meeting of the board
10350	of county canvassers, the remaining members shall replace the absent member by appointing in
10351	the order named:
10352	(i) the county treasurer;
10353	(ii) the county assessor; or
10354	(iii) the county sheriff.
10355	(d) Attendance of the number of persons equal to a simple majority of the county
10356	legislative body, but not less than three persons, shall constitute a quorum for conducting the
10357	canvass.
10358	(e) The county clerk is the clerk of the board of county canvassers.
10359	(2) (a) The mayor and the municipal legislative body are the board of municipal
10360	canvassers for the municipality.
10361	(b) The board of municipal canvassers shall meet to canvass the returns at the usual

10362	place of meeting of the municipal legislative body:
10363	(i) for canvassing of returns from a municipal general election, no sooner than seven
10364	days after the election and no later than 14 days after the election; or
10365	(ii) for canvassing of returns from a municipal primary election, no sooner than seven
10366	days after the election and no later than 14 days after the election.
10367	(c) Attendance of a simple majority of the municipal legislative body shall constitute a
10368	quorum for conducting the canvass.
10369	(3) (a) The legislative body of the entity authorizing a bond election is the board of
10370	canvassers for each bond election.
10371	(b) The board of canvassers for the bond election shall comply with the canvassing
10372	procedures and requirements of Section 11-14-207.
10373	(c) Attendance of a simple majority of the legislative body of the entity authorizing a
10374	bond election shall constitute a quorum for conducting the canvass.
10375	Section 232. Section 20A-4-304 is amended to read:
10376	20A-4-304. Declaration of results Canvassers' report.
10377	(1) Each board of canvassers shall:
10378	(a) except as provided in Part 6, Municipal Alternate Voting Methods Pilot Project,
10379	declare "elected" or "nominated" those persons who:
10380	(i) had the highest number of votes; and
10381	(ii) sought election or nomination to an office completely within the board's
10382	jurisdiction;
10383	(b) declare:
10384	(i) "approved" those ballot propositions that:
10385	(A) had more "yes" votes than "no" votes; and
10386	(B) were submitted only to the voters within the board's jurisdiction; or
10387	(ii) "rejected" those ballot propositions that:
10388	(A) had more "no" votes than "yes" votes or an equal number of "no" votes and "yes"
10200	

10389 votes; and

10390	(B) were submitted only to the voters within the board's jurisdiction;
10391	(c) certify the vote totals for persons and for and against ballot propositions that were
10392	submitted to voters within and beyond the board's jurisdiction and transmit those vote totals to
10393	the lieutenant governor; and
10394	(d) if applicable, certify the results of each [local] special district election to the [local]
10395	special district clerk.
10396	(2) As soon as the result is declared, the election officer shall prepare a report of the
10397	result, which shall contain:
10398	(a) the total number of votes cast in the board's jurisdiction;
10399	(b) the names of each candidate whose name appeared on the ballot;
10400	(c) the title of each ballot proposition that appeared on the ballot;
10401	(d) each office that appeared on the ballot;
10402	(e) from each voting precinct:
10403	(i) the number of votes for each candidate;
10404	(ii) for each race conducted by instant runoff voting under Part 6, Municipal Alternate
10405	Voting Methods Pilot Project, the number of valid votes cast for each candidate for each
10406	potential ballot-counting phase and the name of the candidate excluded in each ballot-counting
10407	phase; and
10408	(iii) the number of votes for and against each ballot proposition;
10409	(f) the total number of votes given in the board's jurisdiction to each candidate, and for
10410	and against each ballot proposition;
10411	(g) the number of ballots that were rejected; and
10412	(h) a statement certifying that the information contained in the report is accurate.
10413	(3) The election officer and the board of canvassers shall:
10414	(a) review the report to ensure that it is correct; and
10415	(b) sign the report.
10416	(4) The election officer shall:
10417	(a) record or file the certified report in a book kept for that purpose;

10418	(b) prepare and transmit a certificate of nomination or election under the officer's seal
10419	to each nominated or elected candidate;
10420	(c) publish a copy of the certified report in accordance with Subsection (5); and
10421	(d) file a copy of the certified report with the lieutenant governor.
10422	(5) Except as provided in Subsection (6), the election officer shall, no later than seven
10423	days after the day on which the board of canvassers declares the election results, publicize the
10424	certified report described in Subsection (2):
10425	(a) (i) by publishing notice at least once in a newspaper of general circulation within
10426	the jurisdiction;
10427	(ii) by posting one notice, and at least one additional notice per 2,000 population of the
10428	jurisdiction, in places within the jurisdiction that are most likely to give notice to the residents
10429	of the jurisdiction, subject to a maximum of 10 notices; or
10430	(iii) by mailing notice to each residence within the jurisdiction;
10431	(b) by posting notice on the Utah Public Notice Website, created in Section
10432	63A-16-601, for one week; and
10433	(c) if the jurisdiction has a website, by posting notice on the jurisdiction's website for
10434	one week.
10435	(6) Instead of including a copy of the entire certified report, a notice required under
10436	Subsection (5) may contain a statement that:
10437	(a) includes the following: "The Board of Canvassers for [indicate name of
10438	jurisdiction] has prepared a report of the election results for the [indicate type and date of
10439	election]."; and
10440	(b) specifies the following sources where an individual may view or obtain a copy of
10441	the entire certified report:
10442	(i) if the jurisdiction has a website, the jurisdiction's website;
10443	(ii) the physical address for the jurisdiction; and
10444	(iii) a mailing address and telephone number.
10445	(7) When there has been a regular general or a statewide special election for statewide

- 10446 officers, for officers that appear on the ballot in more than one county, or for a statewide or two10447 or more county ballot proposition, each board of canvassers shall:
- 10448 (a) prepare a separate report detailing the number of votes for each candidate and the 10449 number of votes for and against each ballot proposition; and
- 10450 (b) transmit the separate report by registered mail to the lieutenant governor.
- 10451(8) In each county election, municipal election, school election, [local] special district10452election, and local special election, the election officer shall transmit the reports to the
- 10453 lieutenant governor within 14 days after the date of the election.
- 10454 (9) In a regular primary election and in a presidential primary election, the board shall10455 transmit to the lieutenant governor:
- (a) the county totals for multi-county races, to be telephoned or faxed to the lieutenantgovernor not later than the second Tuesday after the election; and
- 10458 (b) a complete tabulation showing voting totals for all primary races, precinct by 10459 precinct, to be mailed to the lieutenant governor on or before the third Friday following the 10460 primary election.
- 10461 Section 233. Section **20A-4-305** is amended to read:
- 10462 **20A-4-305.** Delivery of checked official register to county clerk after canvass.
- 10463 Within 10 days after the canvass of a November municipal election, [local] special 10464 district election, bond election, or special election, the clerk or recorder shall transmit the 10465 checked official register to the county clerk.
- 10466 Section 234. Section **20A-4-401** is amended to read:
- **20A-4-401. Recounts -- Procedure.**
- 10468 (1) (a) This section does not apply to a race conducted by instant runoff voting under10469 Chapter 4, Part 6, Municipal Alternate Voting Methods Pilot Project.
- 10470 (b) Except as provided in Subsection (1)(c), for a race between candidates, if the 10471 difference between the number of votes cast for a winning candidate in the race and a losing 10472 candidate in the race is equal to or less than .25% of the total number of votes cast for all
- 10473 candidates in the race, that losing candidate may file a request for a recount in accordance with

10474	Subsection (1)(d).
10475	(c) For a race between candidates where the total of all votes cast in the race is 400 or
10476	less, if the difference between the number of votes cast for a winning candidate in the race and
10477	a losing candidate in the race is one vote, that losing candidate may file a request for a recount
10478	in accordance with Subsection (1)(d).
10479	(d) A candidate who files a request for a recount under Subsection (1) (b) or (c) shall
10480	file the request:
10481	(i) for a municipal primary election, with the municipal clerk, before 5 p.m. within
10482	three days after the canvass; or
10483	(ii) for all other elections, before 5 p.m. within seven days after the canvass with:
10484	(A) the municipal clerk, if the election is a municipal general election;
10485	(B) the [local] special district clerk, if the election is a [local] special district election;
10486	(C) the county clerk, for races voted on entirely within a single county; or
10487	(D) the lieutenant governor, for statewide races and multicounty races.
10488	(e) The election officer shall:
10489	(i) supervise the recount;
10490	(ii) recount all ballots cast for that race;
10491	(iii) reexamine all uncounted ballots to ensure compliance with Chapter 3a, Part 4,
10492	Disposition of Ballots;
10493	(iv) for a race where only one candidate may win, declare elected the candidate who
10494	receives the highest number of votes on the recount; and
10495	(v) for a race where multiple candidates may win, declare elected the applicable
10496	number of candidates who receive the highest number of votes on the recount.
10497	(2) (a) Except as provided in Subsection (2)(b), for a ballot proposition or a bond
10498	proposition, if the proposition passes or fails by a margin that is equal to or less than .25% of
10499	the total votes cast for or against the proposition, any 10 voters who voted in the election where
10500	the proposition was on the ballot may file a request for a recount before 5 p.m. within seven
10501	days after the day of the canvass with the person described in Subsection (2)(c).

10502	(b) For a ballot proposition or a bond proposition where the total of all votes cast for or
10503	against the proposition is 400 or less, if the difference between the number of votes cast for the
10504	proposition and the number of votes cast against the proposition is one vote, any 10 voters who
10505	voted in the election where the proposition was on the ballot may file a request for a recount
10506	before 5 p.m. within seven days after the day of the canvass with the person described in
10507	Subsection (2)(c).
10508	(c) The 10 voters who file a request for a recount under Subsection (2)(a) or (b) shall
10509	file the request with:
10510	(i) the municipal clerk, if the election is a municipal election;
10511	(ii) the [local] special district clerk, if the election is a [local] special district election;
10512	(iii) the county clerk, for propositions voted on entirely within a single county; or
10513	(iv) the lieutenant governor, for statewide propositions and multicounty propositions.
10514	(d) The election officer shall:
10515	(i) supervise the recount;
10516	(ii) recount all ballots cast for that ballot proposition or bond proposition;
10517	(iii) reexamine all uncounted ballots to ensure compliance with Chapter 3a, Part 4,
10518	Disposition of Ballots; and
10519	(iv) declare the ballot proposition or bond proposition to have "passed" or "failed"
10520	based upon the results of the recount.
10521	(e) Proponents and opponents of the ballot proposition or bond proposition may
10522	designate representatives to witness the recount.
10523	(f) The voters requesting the recount shall pay the costs of the recount.
10524	(3) Costs incurred by recount under Subsection (1) may not be assessed against the
10525	person requesting the recount.
10526	(4) (a) Upon completion of the recount, the election officer shall immediately convene
10527	the board of canvassers.
10528	(b) The board of canvassers shall:
10529	(i) canvass the election returns for the race or proposition that was the subject of the

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10530	recount; and
10531	(ii) with the assistance of the election officer, prepare and sign the report required by
10532	Section 20A-4-304 or 20A-4-306.
10533	(c) If the recount is for a statewide or multicounty race or for a statewide proposition,
10534	the board of county canvassers shall prepare and transmit a separate report to the lieutenant
10535	governor as required by Subsection 20A-4-304(7).
10536	(d) The canvassers' report prepared as provided in this Subsection (4) is the official
10537	result of the race or proposition that is the subject of the recount.
10538	Section 235. Section 20A-5-302 is amended to read:
10539	20A-5-302. Automated voting system.
10540	(1) (a) Any county or municipal legislative body or [local] special district board may:
10541	(i) adopt, experiment with, acquire by purchase, lease, or otherwise, or abandon any
10542	automated voting system that meets the requirements of this section; and
10543	(ii) use that system in any election, in all or a part of the voting precincts within its
10544	boundaries, or in combination with manual ballots.
10545	(b) Nothing in this title shall be construed to require the use of electronic voting
10546	devices in local special elections, municipal primary elections, or municipal general elections.
10547	(2) Each automated voting system shall:
10548	(a) provide for voting in secrecy, except in the case of voters who have received
10549	assistance as authorized by Section 20A-3a-208;
10550	(b) permit each voter at any election to:
10551	(i) vote for all persons and offices for whom and for which that voter is lawfully
10552	entitled to vote;
10553	(ii) vote for as many persons for an office as that voter is entitled to vote; and
10554	(iii) vote for or against any ballot proposition upon which that voter is entitled to vote;
10555	(c) permit each voter, at presidential elections, by one mark, to vote for the candidates
10556	of that party for president, vice president, and for their presidential electors;
10557	(d) at elections other than primary elections, permit each voter to vote for the nominees

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10558 of one or more parties and for independent candidates; 10559 (e) at primary elections: 10560 (i) permit each voter to vote for candidates of the political party of the voter's choice; 10561 and 10562 (ii) reject any votes cast for candidates of another party; 10563 (f) prevent the voter from voting for the same person more than once for the same 10564 office: 10565 (g) provide the opportunity for each voter to change the ballot and to correct any error 10566 before the voter casts the ballot in compliance with the Help America Vote Act of 2002, Pub. 10567 L. No. 107-252; 10568 (h) include automatic tabulating equipment that rejects choices recorded on a voter's 10569 ballot if the number of the voter's recorded choices is greater than the number which the voter 10570 is entitled to vote for the office or on the measure; 10571 (i) be of durable construction, suitably designed so that it may be used safely, 10572 efficiently, and accurately in the conduct of elections and counting ballots; 10573 (i) when properly operated, record correctly and count accurately each vote cast; (k) for voting equipment certified after January 1, 2005, produce a permanent paper 10574 10575 record that: 10576 (i) shall be available as an official record for any recount or election contest conducted 10577 with respect to an election where the voting equipment is used; (ii) (A) shall be available for the voter's inspection prior to the voter leaving the polling 10578 10579 place: and 10580 (B) shall permit the voter to inspect the record of the voter's selections independently 10581 only if reasonably practicable commercial methods permitting independent inspection are 10582 available at the time of certification of the voting equipment by the lieutenant governor; (iii) shall include, at a minimum, human readable printing that shows a record of the 10583 10584 voter's selections; 10585 (iv) may also include machine readable printing which may be the same as the human

10586 readable printing; and

10587 (v) allows a watcher to observe the election process to ensure the integrity of the 10588 election process; and

10589

(1) meet the requirements of Section 20A-5-802.

(3) For the purposes of a recount or an election contest, if the permanent paper record
contains a conflict or inconsistency between the human readable printing and the machine
readable printing, the human readable printing shall supercede the machine readable printing
when determining the intent of the voter.

(4) Notwithstanding any other provisions of this section, the election officers shall
ensure that the ballots to be counted by means of electronic or electromechanical devices are of
a size, layout, texture, and printed in a type of ink or combination of inks that will be suitable
for use in the counting devices in which they are intended to be placed.

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Section 236. Section **20A-5-400.5** is amended to read:

20A-5-400.5. Election officer for bond and leeway elections.

10600 (1) When a voted leeway or bond election is held on the regular general election date,10601 the county clerk shall serve as the provider election officer to conduct that election.

(2) (a) When a voted leeway or bond election is held on the municipal general election
date or any other election date permitted for special elections under Section 20A-1-204, and the
local political subdivision calling the election is entirely within the boundaries of the
unincorporated county, the county clerk shall serve as the provider election officer to conduct
that election subject to Subsection (3).

(b) When a voted leeway or bond election is held on the municipal general election
date or any other election date permitted for special elections under Section 20A-1-204, and the
local political subdivision calling the election is entirely within the boundaries of a
municipality, the municipal clerk for that municipality shall, except as provided in Subsection

- 10611 (3), serve as the provider election officer to conduct that election.
- (c) When a voted leeway or bond election is held on the municipal general election
 date or any other election date permitted for special elections under Section 20A-1-204, and the

10614 local political subdivision calling the election extends beyond the boundaries of a single10615 municipality:

(i) except as provided in Subsection (3), the municipal clerk shall serve as the provider
election officer to conduct the election for those portions of the local political subdivision
where the municipal general election or other election is being held; and

(ii) except as provided in Subsection (3), the county clerk shall serve as the provider
election officer to conduct the election for the unincorporated county and for those portions of
any municipality where no municipal general election or other election is being held.

(3) When a voted leeway or bond election is held on a date when no other election,
other than another voted leeway or bond election, is being held in the entire area comprising
the local political subdivision calling the voted leeway or bond election:

10625(a) the clerk or chief executive officer of a [local] special district or the business10626administrator or superintendent of the school district, as applicable, shall serve as the election10627officer to conduct the bond election for those portions of the local political subdivision in10628which no other election, other than another voted leeway or bond election, is being held, unless10629the [local] special district or school district has contracted with a provider election officer; and

(b) the county clerk, municipal clerk, or both, as determined by the local political
subdivision holding the bond election, shall serve as the provider election officer to conduct the
bond election for those portions of the local political subdivision in which another election,
other than another voted leeway or bond election, is being held.

10634 (4) A provider election officer required by this section to conduct an election for a local 10635 political subdivision shall comply with Section 20A-5-400.1.

10636 Section 237. Section **20A-5-401** is amended to read:

10637 **20A-5-401.** Official register -- Preparation -- Contents.

(1) (a) Before the registration days for each regular general, municipal general, regular
 primary, municipal primary, or presidential primary election, each county clerk shall prepare an
 official register of all voters that will participate in the election.

10641

(b) The county clerk shall ensure that the official register is prepared and contains the

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10642	following for each registered voter:
10643	(i) name;
10644	(ii) party affiliation;
10645	(iii) an entry field for a voter challenge, including the name of the individual making
10646	the challenge and the grounds for the challenge;
10647	(iv) election name and date;
10648	(v) date of birth;
10649	(vi) place of current residence;
10650	(vii) street address of current residence;
10651	(viii) zip code;
10652	(ix) identification and provisional ballot information as required under Subsection
10653	(1)(d); and
10654	(x) space for the voter to sign the voter's name for the election.
10655	(c) When preparing the official register for the presidential primary election, the county
10656	clerk shall include:
10657	(i) an entry field to record the name of the political party whose ballot the voter voted;
10658	and
10659	(ii) an entry field for the poll worker to record changes in the voter's party affiliation.
10660	(d) When preparing the official register for any regular general election, municipal
10661	general election, statewide special election, local special election, regular primary election,
10662	municipal primary election, [local] special district election, or election for federal office, the
10663	county clerk shall include:
10664	(i) an entry field for the poll worker to record the type of identification provided by the
10665	voter;
10666	(ii) a space for the poll worker to record the provisional envelope ballot number for
10667	voters who receive a provisional ballot; and
10668	(iii) a space for the poll worker to record the type of identification that was provided by
10669	voters who receive a provisional ballot.

10670	(2) (a) (i) For regular and municipal elections, primary elections, regular municipal
10671	elections, [local] special district elections, and bond elections, the county clerk shall make an
10672	official register only for voting precincts affected by the primary, municipal, [local] special
10673	district, or bond election.
10674	(ii) If a polling place to be used in a bond election serves both voters residing in the
10675	local political subdivision calling the bond election and voters residing outside of that local
10676	political subdivision, the official register shall designate whether each voter resides in or
10677	outside of the local political subdivision.
10678	(iii) Each county clerk, with the assistance of the clerk of each affected [local] special
10679	district, shall provide a detailed map or an indication on the registration list or other means to
10680	enable a poll worker to determine the voters entitled to vote at an election of [local] special
10681	district officers.
10682	(b) Municipalities shall pay the costs of making the official register for municipal
10683	elections.
10684	Section 238. Section 20A-5-403 is amended to read:
10685	20A-5-403. Polling places Booths Ballot boxes Inspections
10686	Arrangements.
10687	(1) Except as provided in Section 20A-7-609.5, each election officer shall:
10688	(a) designate polling places for each voting precinct in the jurisdiction; and
10689	(b) obtain the approval of the county or municipal legislative body or [local] special
10690	district governing board for those polling places.
10691	(2) (a) For each polling place, the election officer shall provide:
10692	(i) an American flag;
10693	
	(ii) a sufficient number of voting booths or compartments;
10694	(ii) a sufficient number of voting booths or compartments;(iii) the voting devices, voting booths, ballots, ballot boxes, and any other records and
10694 10695	
	(iii) the voting devices, voting booths, ballots, ballot boxes, and any other records and
10695	(iii) the voting devices, voting booths, ballots, ballot boxes, and any other records and supplies necessary to enable a voter to vote;

10698	(v) the instructions required by Section 20A-5-102; and
10699	(vi) a sign, to be prominently displayed in the polling place, indicating that valid voter
10700	identification is required for every voter before the voter may vote and listing the forms of
10701	identification that constitute valid voter identification.
10702	(b) Each election officer shall ensure that:
10703	(i) each voting booth is at a convenient height for writing, and is arranged so that the
10704	voter can prepare the voter's ballot screened from observation;
10705	(ii) there are a sufficient number of voting booths or voting devices to accommodate
10706	the voters at that polling place; and
10707	(iii) there is at least one voting booth or voting device that is configured to
10708	accommodate persons with disabilities.
10709	(c) Each county clerk shall provide a ballot box for each polling place that is large
10710	enough to properly receive and hold the ballots to be cast.
10711	(3) (a) All polling places shall be physically inspected by each county clerk to ensure
10712	access by a person with a disability.
10713	(b) Any issues concerning inaccessibility to polling places by a person with a disability
10714	discovered during the inspections referred to in Subsection (3)(a) or reported to the county
10715	clerk shall be:
10716	(i) forwarded to the Office of the Lieutenant Governor; and
10717	(ii) within six months of the time of the complaint, the issue of inaccessibility shall be
10718	either:
10719	(A) remedied at the particular location by the county clerk;
10720	(B) the county clerk shall designate an alternative accessible location for the particular
10721	precinct; or
10722	(C) if no practical solution can be identified, file with the Office of the Lieutenant
10723	Governor a written explanation identifying the reasons compliance cannot reasonably be met.
10724	(4) (a) The municipality in which the election is held shall pay the cost of conducting
10725	each municipal election, including the cost of printing and supplies.

- H.B. 22 10726 (b) (i) Costs assessed by a county clerk to a municipality under this section may not 10727 exceed the actual costs incurred by the county clerk. 10728 (ii) The actual costs shall include: 10729 (A) costs of or rental fees associated with the use of election equipment and supplies; 10730 and 10731 (B) reasonable and necessary administrative costs. 10732 (5) The county clerk shall make detailed entries of all proceedings had under this 10733 chapter. 10734 (6) (a) Each county clerk shall, to the extent possible, ensure that the amount of time 10735 that an individual waits in line before the individual can vote at a polling place in the county 10736 does not exceed 30 minutes. 10737 (b) The lieutenant governor may require a county clerk to submit a line management 10738 plan before the next election if an individual waits in line at a polling place in the county longer 10739 than 30 minutes before the individual can vote. 10740 (c) The lieutenant governor may consider extenuating circumstances in deciding 10741 whether to require the county clerk to submit a plan described in Subsection (6)(b). 10742 (d) The lieutenant governor shall review each plan submitted under Subsection (6)(b) 10743 and consult with the county clerk submitting the plan to ensure, to the extent possible, that the 10744 amount of time an individual waits in line before the individual can vote at a polling place in 10745 the county does not exceed 30 minutes. 10746 Section 239. Section 20A-5-407 is amended to read: 10747 20A-5-407. Election officer to provide ballot boxes. 10748 (1) Except as provided in Subsection (3), an election officer shall: 10749 (a) provide one ballot box with a lock and key for each polling place; and 10750 (b) deliver the ballot boxes, locks, and keys to the polling place before the polls open.
- (2) An election officer for a municipality or [local] special district may obtain ballot 10751 10752 boxes from the county clerk's office.
- 10753

(3) If locks and keys are unavailable, the election officer shall ensure that the ballot

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10754 box lid is secured by tape.

10755 Section 240. Section **20A-5-601** is amended to read:

10756 20A-5-601. Appointment of poll workers in elections where candidates are
 10757 distinguished by registered political parties.

10758 (1) (a) This section governs appointment of poll workers in elections where candidates 10759 are distinguished by registered political parties.

10760 (b) On or before March 1 of each even-numbered year, an election officer shall provide 10761 to the county chair of each registered political party a list of the number of poll workers that the 10762 party must nominate for each polling place.

10763 (c) On or before April 1 of each even-numbered year, the county chair and secretary of 10764 each registered political party shall file a list with the election officer containing the names of 10765 individuals in the county who are willing to serve as poll workers, who are qualified to serve as 10766 poll workers in accordance with this section, and who are competent and trustworthy.

10767 (d) The county chair and secretary shall submit names equal in number to the number10768 required by the election officer, plus one.

10769 (2) Each election officer shall provide for the appointment of individuals to serve as10770 poll workers at each election.

10771 (3) (a) For each election, each election officer shall provide for the appointment of at
10772 least three registered voters, or one individual who is 16 or 17 years old and two registered
10773 voters, one of whom is at least 21 years old, from the list to serve as poll workers.

10774

(b) An election officer may appoint additional poll workers, as needed.

10775 (4) For each set of three poll workers appointed for a polling place for an election, the10776 election officer shall ensure that:

10777 (a) two poll workers are appointed from the political party that cast the highest number
10778 of votes for governor, lieutenant governor, attorney general, state auditor, and state treasurer,
10779 excluding votes for unopposed candidates, in the jurisdiction holding the election at the last
10780 regular general election before the appointment of the poll workers; and

10781

(b) one poll worker is appointed from the political party that cast the second highest

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10782	number of votes for governor, lieutenant governor, attorney general, state auditor, and state
10783	treasurer, excluding votes for unopposed candidates, in the county, city, or [local] special
10784	district, as applicable, at the last regular general election before the appointment of the poll
10785	workers.
10786	(5) The election officer shall provide for the appointment of any qualified county voter
10787	as a poll worker when:
10788	(a) a political party fails to file the poll worker list by the filing deadline; or
10789	(b) the list is incomplete.
10790	(6) A registered voter of the county may serve as a poll worker at any polling place in
10791	the county, municipality, or district, as applicable.
10792	(7) An election officer may not appoint a candidate's parent, sibling, spouse, child,
10793	mother-in-law, father-in-law, sister-in-law, brother-in-law, daughter-in-law, or son-in-law to
10794	serve as a poll worker in a polling place where the candidate appears on the ballot.
10795	(8) The election officer shall fill all poll worker vacancies.
10796	(9) If a conflict arises over the right to certify the poll worker lists for any political
10797	party, the election officer may decide between conflicting lists, but may only select names from
10798	a properly submitted list.
10799	(10) The clerk shall establish compensation for poll workers.
10800	(11) The election officer may appoint additional poll workers to serve in the polling
10801	place as needed.
10802	Section 241. Section 20A-5-602 is amended to read:
10803	20A-5-602. Appointment of poll workers in elections where candidates are not
10804	distinguished by registered political parties.
10805	(1) (a) This section governs appointment of poll workers in elections where candidates
10806	are not distinguished by registered political parties.
10807	(b) An election officer shall appoint the poll worker at least 15 days before the date of
10808	the local election.
10809	(2) (a) The election officer shall appoint, or provide for the appointment of, at least

- 10810 three poll workers as follows: 10811 (i) three registered voters; or 10812 (ii) two registered voters, one of whom is at least 21 years old, and one individual who 10813 is 16 or 17 years old. 10814 (b) The election officer may appoint additional poll workers to serve in the polling 10815 place as needed. 10816 (3) The election officer may not appoint any candidate's parent, sibling, spouse, child, 10817 mother-in-law, father-in-law, sister-in-law, brother-in-law, daughter-in-law, or son-in-law to 10818 serve as a poll worker at a polling place where the candidate appears on the ballot.
 - 10819 (4) (a) The clerk shall compensate poll workers for their services.
 - 10820 (b) The clerk of a municipality or [local] special district may not compensate poll 10821 workers at a rate higher than that paid by the county to the county's poll workers.
 - 10822 Section 242. Section **20A-9-101** is amended to read:
 - **20A-9-101. Definitions.**
 - 10824 As used in this chapter:
 - 10825 (1) (a) "Candidates for elective office" means persons who file a declaration of
 - 10826 candidacy under Section 20A-9-202 to run in a regular general election for a federal office,
 - 10827 constitutional office, multicounty office, or county office.
 - 10828 (b) "Candidates for elective office" does not mean candidates for:
 - 10829 (i) justice or judge of court of record or not of record;
 - 10830 (ii) presidential elector;
 - 10831 (iii) any political party offices; and
 - 10832 (iv) municipal or [local] special district offices.
 - 10833 (2) "Constitutional office" means the state offices of governor, lieutenant governor, 10834 attorney general, state auditor, and state treasurer.
 - 10835 (3) "Continuing political party" means the same as that term is defined in Section 10836 20A-8-101.
 - 10837 (4) (a) "County office" means an elective office where the officeholder is selected by

10838	voters entirely within one county.
10839	(b) "County office" does not mean:
10840	(i) the office of justice or judge of any court of record or not of record;
10841	(ii) the office of presidential elector;
10842	(iii) any political party offices;
10843	(iv) any municipal or [local] special district offices; and
10844	(v) the office of United States Senator and United States Representative.
10845	(5) "Electronic candidate qualification process" means:
10846	(a) as it relates to a registered political party that is not a qualified political party, the
10847	process for gathering signatures electronically to seek the nomination of a registered political
10848	party, described in:
10849	(i) Section 20A-9-403;
10850	(ii) Section 20a-9-405, except Subsections 20A-9-405(3) and (5); and
10851	(iii) Section 20A-21-201; and
10852	(b) as it relates to a qualified political party, the process, for gathering signatures
10853	electronically to seek the nomination of a registered political party, described in:
10854	(i) Section 20A-9-405, except Subsections 20A-9-405(3) and (5);
10855	(ii) Section 20A-9-408; and
10856	(iii) Section 20A-21-201.
10857	(6) "Federal office" means an elective office for United States Senator and United
10858	States Representative.
10859	(7) "Filing officer" means:
10860	(a) the lieutenant governor, for:
10861	(i) the office of United States Senator and United States Representative; and
10862	(ii) all constitutional offices;
10863	(b) for the office of a state senator or state representative, the lieutenant governor or the
10864	applicable clerk described in Subsection (7)(c) or (d);
10865	(c) the county clerk, for county offices and local school district offices;

10866	(d) the county clerk in the filer's county of residence, for multicounty offices;
10867	(e) the city or town clerk, for municipal offices; or
10868	(f) the [local] special district clerk, for [local] special district offices.
10869	[(8) "Local district office" means an elected office in a local district.]
10870	[(9)] (8) "Local government office" includes county offices, municipal offices, and
10871	[local] special district offices and other elective offices selected by the voters from a political
10872	division entirely within one county.
10873	[(10)] (9) "Manual candidate qualification process" means the process for gathering
10874	signatures to seek the nomination of a registered political party, using paper signature packets
10875	that a signer physically signs.
10876	[(11)] (10) (a) "Multicounty office" means an elective office where the officeholder is
10877	selected by the voters from more than one county.
10878	(b) "Multicounty office" does not mean:
10879	(i) a county office;
10880	(ii) a federal office;
10881	(iii) the office of justice or judge of any court of record or not of record;
10882	(iv) the office of presidential elector;
10883	(v) any political party offices; or
10884	(vi) any municipal or [local] special district offices.
10885	[(12)] (11) "Municipal office" means an elective office in a municipality.
10886	[(13)] (12) (a) "Political division" means a geographic unit from which an officeholder
10887	is elected and that an officeholder represents.
10888	(b) "Political division" includes a county, a city, a town, a [local] special district, a
10889	school district, a legislative district, and a county prosecution district.
10890	[(14)] (13) "Qualified political party" means a registered political party that:
10891	(a) (i) permits a delegate for the registered political party to vote on a candidate
10892	nomination in the registered political party's convention remotely; or
10893	(ii) provides a procedure for designating an alternate delegate if a delegate is not

10894 present at the registered political party's convention;

- 10895 (b) does not hold the registered political party's convention before the fourth Saturday10896 in March of an even-numbered year;
- 10897 (c) permits a member of the registered political party to seek the registered political 10898 party's nomination for any elective office by the member choosing to seek the nomination by 10899 either or both of the following methods:
- (i) seeking the nomination through the registered political party's convention process,
 in accordance with the provisions of Section 20A-9-407; or
- (ii) seeking the nomination by collecting signatures, in accordance with the provisionsof Section 20A-9-408; and
- (d) (i) if the registered political party is a continuing political party, no later than 5 p.m.
 on the first Monday of October of an odd-numbered year, certifies to the lieutenant governor
 that, for the election in the following year, the registered political party intends to nominate the
 registered political party's candidates in accordance with the provisions of Section 20A-9-406;
 or
- (ii) if the registered political party is not a continuing political party, certifies at the
 time that the registered political party files the petition described in Section 20A-8-103 that, for
 the next election, the registered political party intends to nominate the registered political
 party's candidates in accordance with the provisions of Section 20A-9-406.
- 10913 [(15)] (14) "Signature," as it relates to a petition for a candidate to seek the nomination 10914 of a registered political party, means:
- 10915 (a) when using the manual candidate qualification process, a holographic signature 10916 collected physically on a nomination petition described in Subsection 20A-9-405(3); or
- 10917
- 10918 (i) an electronic signature collected under Subsection 20A-21-201(6)(c)(ii)(A); or

(b) when using the electronic candidate qualification process:

- 10919 (ii) a holographic signature collected electronically under Subsection
- 10920 20A-21-201(6)(c)(ii)(B).
- 10921 (15) "Special district office" means an elected office in a special district.

10922	Section 243. Section 20A-9-503 is amended to read:
10923	20A-9-503. Certificate of nomination Filing Fees.
10924	(1) Except as provided in Subsection (1)(b), after the certificate of nomination has been
10925	certified, executed, and acknowledged by the county clerk, the candidate shall:
10926	(a) (i) file the petition in person with the lieutenant governor, if the office the candidate
10927	seeks is a constitutional office or a federal office, or the county clerk, if the office the candidate
10928	seeks is a county office, during the declaration of candidacy filing period described in Section
10929	20A-9-201.5; and
10930	(ii) pay the filing fee; or
10931	(b) not later than the close of normal office hours on June 15 of any odd-numbered
10932	year:
10933	(i) file the petition in person with the municipal clerk, if the candidate seeks an office
10934	in a city or town, or the [local] special district clerk, if the candidate seeks an office in a [local]
10935	special district; and
10936	(ii) pay the filing fee.
10937	(2) (a) The provisions of this Subsection (2) do not apply to an individual who files a
10938	declaration of candidacy for president of the United States.
10939	(b) Subject to Subsections $(4)(c)$ and $20A-9-502(2)$, an individual may designate an
10940	agent to file a declaration of candidacy with the appropriate filing officer if:
10941	(i) the individual is located outside of the state during the entire filing period;
10942	(ii) the designated agent appears in person before the filing officer; and
10943	(iii) the individual communicates with the filing officer using an electronic device that
10944	allows the individual and filing officer to see and hear each other.
10945	(3) (a) At the time of filing, and before accepting the petition, the filing officer shall
10946	read the constitutional and statutory requirements for candidacy to the candidate.
10947	(b) If the candidate states that the candidate does not meet the requirements, the filing
10948	officer may not accept the petition.
10949	(4) (a) An individual filing a certificate of nomination for president or vice president of

10950 the United States under this section shall pay a filing fee of \$500. 10951 (b) Notwithstanding Subsection (1), an individual filing a certificate of nomination for 10952 president or vice president of the United States: 10953 (i) may file the certificate of nomination during the declaration of candidacy filing 10954 period described in Section 20A-9-201.5; and 10955 (ii) may use a designated agent to file the certificate of nomination. 10956 (c) An agent designated under Subsection (2) or described in Subsection (4)(b)(ii) may 10957 not sign the certificate of nomination form. 10958 Section 244. Section 20A-11-101 is amended to read: 10959 20A-11-101. Definitions. 10960 As used in this chapter: 10961 (1) (a) "Address" means the number and street where an individual resides or where a 10962 reporting entity has its principal office. 10963 (b) "Address" does not include a post office box. 10964 (2) "Agent of a reporting entity" means: 10965 (a) a person acting on behalf of a reporting entity at the direction of the reporting 10966 entity; 10967 (b) a person employed by a reporting entity in the reporting entity's capacity as a reporting entity; 10968 10969 (c) the personal campaign committee of a candidate or officeholder; (d) a member of the personal campaign committee of a candidate or officeholder in the 10970 10971 member's capacity as a member of the personal campaign committee of the candidate or 10972 officeholder; or 10973 (e) a political consultant of a reporting entity. 10974 (3) "Ballot proposition" includes initiatives, referenda, proposed constitutional 10975 amendments, and any other ballot propositions submitted to the voters that are authorized by 10976 the Utah Code Annotated 1953. 10977 (4) "Candidate" means any person who:

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10978 (a) files a declaration of candidacy for a public office; or 10979 (b) receives contributions, makes expenditures, or gives consent for any other person to 10980 receive contributions or make expenditures to bring about the person's nomination or election 10981 to a public office. 10982 (5) "Chief election officer" means: 10983 (a) the lieutenant governor for state office candidates, legislative office candidates, 10984 officeholders, political parties, political action committees, corporations, political issues 10985 committees, state school board candidates, judges, and labor organizations, as defined in 10986 Section 20A-11-1501; and 10987 (b) the county clerk for local school board candidates. 10988 (6) (a) "Contribution" means any of the following when done for political purposes: 10989 (i) a gift, subscription, donation, loan, advance, or deposit of money or anything of 10990 value given to the filing entity: 10991 (ii) an express, legally enforceable contract, promise, or agreement to make a gift, 10992 subscription, donation, unpaid or partially unpaid loan, advance, or deposit of money or 10993 anything of value to the filing entity; 10994 (iii) any transfer of funds from another reporting entity to the filing entity; 10995 (iv) compensation paid by any person or reporting entity other than the filing entity for 10996 personal services provided without charge to the filing entity; 10997 (v) remuneration from: 10998 (A) any organization or its directly affiliated organization that has a registered lobbyist; 10999 or 11000 (B) any agency or subdivision of the state, including school districts; 11001 (vi) a loan made by a candidate deposited to the candidate's own campaign; and 11002 (vii) in-kind contributions. (b) "Contribution" does not include: 11003 11004 (i) services provided by individuals volunteering a portion or all of their time on behalf 11005 of the filing entity if the services are provided without compensation by the filing entity or any

11006	other person;
11007	(ii) money lent to the filing entity by a financial institution in the ordinary course of
11008	business;
11009	(iii) goods or services provided for the benefit of a political entity at less than fair
11010	market value that are not authorized by or coordinated with the political entity; or
11011	(iv) data or information described in Subsection (24)(b).
11012	(7) "Coordinated with" means that goods or services provided for the benefit of a
11013	political entity are provided:
11014	(a) with the political entity's prior knowledge, if the political entity does not object;
11015	(b) by agreement with the political entity;
11016	(c) in coordination with the political entity; or
11017	(d) using official logos, slogans, and similar elements belonging to a political entity.
11018	(8) (a) "Corporation" means a domestic or foreign, profit or nonprofit, business
11019	organization that is registered as a corporation or is authorized to do business in a state and
11020	makes any expenditure from corporate funds for:
11021	(i) the purpose of expressly advocating for political purposes; or
11022	(ii) the purpose of expressly advocating the approval or the defeat of any ballot
11023	proposition.
11024	(b) "Corporation" does not mean:
11025	(i) a business organization's political action committee or political issues committee; or
11026	(ii) a business entity organized as a partnership or a sole proprietorship.
11027	(9) "County political party" means, for each registered political party, all of the persons
11028	within a single county who, under definitions established by the political party, are members of
11029	the registered political party.
11030	(10) "County political party officer" means a person whose name is required to be
11031	submitted by a county political party to the lieutenant governor in accordance with Section
11032	20A-8-402.

11033 (11) "Detailed listing" means:

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11034	(a) for each contribution or public service assistance:
11035	(i) the name and address of the individual or source making the contribution or public
11036	service assistance, except to the extent that the name or address of the individual or source is
11037	unknown;
11038	(ii) the amount or value of the contribution or public service assistance; and
11039	(iii) the date the contribution or public service assistance was made; and
11040	(b) for each expenditure:
11041	(i) the amount of the expenditure;
11042	(ii) the goods or services acquired by the expenditure; and
11043	(iii) the date the expenditure was made.
11044	(12) (a) "Donor" means a person that gives money, including a fee, due, or assessment
11045	for membership in the corporation, to a corporation without receiving full and adequate
11046	consideration for the money.
11047	(b) "Donor" does not include a person that signs a statement that the corporation may
11048	not use the money for an expenditure or political issues expenditure.
11049	(13) "Election" means each:
11050	(a) regular general election;
11051	(b) regular primary election; and
11052	(c) special election at which candidates are eliminated and selected.
11053	(14) "Electioneering communication" means a communication that:
11054	(a) has at least a value of \$10,000;
11055	(b) clearly identifies a candidate or judge; and
11056	(c) is disseminated through the Internet, newspaper, magazine, outdoor advertising
11057	facility, direct mailing, broadcast, cable, or satellite provider within 45 days of the clearly
11058	identified candidate's or judge's election date.
440.00	
11059	(15) (a) "Expenditure" means any of the following made by a reporting entity or an
11059 11060	(15) (a) "Expenditure" means any of the following made by a reporting entity or an agent of a reporting entity on behalf of the reporting entity:

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11062 required by this chapter; 11063 (ii) a purchase, payment, donation, distribution, loan, advance, deposit, gift of money, 11064 or anything of value made for political purposes; 11065 (iii) an express, legally enforceable contract, promise, or agreement to make any 11066 purchase, payment, donation, distribution, loan, advance, deposit, gift of money, or anything of 11067 value for political purposes; 11068 (iv) compensation paid by a filing entity for personal services rendered by a person 11069 without charge to a reporting entity; 11070 (v) a transfer of funds between the filing entity and a candidate's personal campaign 11071 committee; 11072 (vi) goods or services provided by the filing entity to or for the benefit of another 11073 reporting entity for political purposes at less than fair market value; or 11074 (vii) an independent expenditure, as defined in Section 20A-11-1702. 11075 (b) "Expenditure" does not include: 11076 (i) services provided without compensation by individuals volunteering a portion or all 11077 of their time on behalf of a reporting entity; 11078 (ii) money lent to a reporting entity by a financial institution in the ordinary course of 11079 business; or 11080 (iii) anything listed in Subsection (15)(a) that is given by a reporting entity to 11081 candidates for office or officeholders in states other than Utah. 11082 (16) "Federal office" means the office of president of the United States, United States Senator, or United States Representative. 11083 11084 (17) "Filing entity" means the reporting entity that is required to file a financial 11085 statement required by this chapter or Chapter 12, Part 2, Judicial Retention Elections. 11086 (18) "Financial statement" includes any summary report, interim report, verified financial statement, or other statement disclosing contributions, expenditures, receipts, 11087 11088 donations, or disbursements that is required by this chapter or Chapter 12, Part 2, Judicial 11089 Retention Elections.

- (19) "Governing board" means the individual or group of individuals that determine the
 candidates and committees that will receive expenditures from a political action committee,
 political party, or corporation.
- (20) "Incorporation" means the process established by Title 10, Chapter 2a, Municipal
 Incorporation, by which a geographical area becomes legally recognized as a city, town, or
 metro township.
- (21) "Incorporation election" means the election conducted under Section 10-2a-210 or10-2a-404.
- 11098 (22) "Incorporation petition" means a petition described in Section 10-2a-208.
- 11099 (23) "Individual" means a natural person.
- (24) (a) "In-kind contribution" means anything of value, other than money, that isaccepted by or coordinated with a filing entity.
- (b) "In-kind contribution" does not include survey results, voter lists, voter contactinformation, demographic data, voting trend data, or other information that:
- (i) is not commissioned for the benefit of a particular candidate or officeholder; and
- 11105 (ii) is offered at no cost to a candidate or officeholder.
- 11106 (25) "Interim report" means a report identifying the contributions received and 11107 expenditures made since the last report.
- (26) "Legislative office" means the office of state senator, state representative, speaker
 of the House of Representatives, president of the Senate, and the leader, whip, and assistant
 whip of any party caucus in either house of the Legislature.
- 11111 (27) "Legislative office candidate" means a person who:
- 11112 (a) files a declaration of candidacy for the office of state senator or state representative;
- (b) declares oneself to be a candidate for, or actively campaigns for, the position of
 speaker of the House of Representatives, president of the Senate, or the leader, whip, and
 assistant whip of any party caucus in either house of the Legislature; or
- 11116 (c) receives contributions, makes expenditures, or gives consent for any other person to 11117 receive contributions or make expenditures to bring about the person's nomination, election, or

11118	appointment to a legislative office.
11119	(28) "Loan" means any of the following provided by a person that benefits a filing
11120	entity if the person expects repayment or reimbursement:
11121	(a) an expenditure made using any form of payment;
11122	(b) money or funds received by the filing entity;
11123	(c) the provision of a good or service with an agreement or understanding that payment
11124	or reimbursement will be delayed; or
11125	(d) use of any line of credit.
11126	(29) "Major political party" means either of the two registered political parties that
11127	have the greatest number of members elected to the two houses of the Legislature.
11128	(30) "Officeholder" means a person who holds a public office.
11129	(31) "Party committee" means any committee organized by or authorized by the
11130	governing board of a registered political party.
11131	(32) "Person" means both natural and legal persons, including individuals, business
11132	organizations, personal campaign committees, party committees, political action committees,
11133	political issues committees, and labor organizations, as defined in Section 20A-11-1501.
11134	(33) "Personal campaign committee" means the committee appointed by a candidate to
11135	act for the candidate as provided in this chapter.
11136	(34) "Personal use expenditure" has the same meaning as provided under Section
11137	20A-11-104.
11138	(35) (a) "Political action committee" means an entity, or any group of individuals or
11139	entities within or outside this state, a major purpose of which is to:
11140	(i) solicit or receive contributions from any other person, group, or entity for political
11141	purposes; or
11142	(ii) make expenditures to expressly advocate for any person to refrain from voting or to
11143	vote for or against any candidate or person seeking election to a municipal or county office.
11144	(b) "Political action committee" includes groups affiliated with a registered political
11145	party but not authorized or organized by the governing board of the registered political party

11146 that receive contributions or makes expenditures for political purposes. 11147 (c) "Political action committee" does not mean: 11148 (i) a party committee; 11149 (ii) any entity that provides goods or services to a candidate or committee in the regular 11150 course of its business at the same price that would be provided to the general public; 11151 (iii) an individual; 11152 (iv) individuals who are related and who make contributions from a joint checking 11153 account; 11154 (v) a corporation, except a corporation a major purpose of which is to act as a political 11155 action committee; or 11156 (vi) a personal campaign committee. 11157 (36) (a) "Political consultant" means a person who is paid by a reporting entity, or paid 11158 by another person on behalf of and with the knowledge of the reporting entity, to provide 11159 political advice to the reporting entity. 11160 (b) "Political consultant" includes a circumstance described in Subsection (36)(a). 11161 where the person: 11162 (i) has already been paid, with money or other consideration; 11163 (ii) expects to be paid in the future, with money or other consideration; or 11164 (iii) understands that the person may, in the discretion of the reporting entity or another 11165 person on behalf of and with the knowledge of the reporting entity, be paid in the future, with 11166 money or other consideration. (37) "Political convention" means a county or state political convention held by a 11167 11168 registered political party to select candidates. (38) "Political entity" means a candidate, a political party, a political action committee, 11169 11170 or a political issues committee. (39) (a) "Political issues committee" means an entity, or any group of individuals or 11171 entities within or outside this state, a major purpose of which is to: 11172 11173 (i) solicit or receive donations from any other person, group, or entity to assist in

11174	placing a ballot proposition on the ballot, assist in keeping a ballot proposition off the ballot, or
11175	to advocate that a voter refrain from voting or vote for or vote against any ballot proposition;
11176	(ii) make expenditures to expressly advocate for any person to sign or refuse to sign a
11177	ballot proposition or incorporation petition or refrain from voting, vote for, or vote against any
11178	proposed ballot proposition or an incorporation in an incorporation election; or
11179	(iii) make expenditures to assist in qualifying or placing a ballot proposition on the
11180	ballot or to assist in keeping a ballot proposition off the ballot.
11181	(b) "Political issues committee" does not mean:
11182	(i) a registered political party or a party committee;
11183	(ii) any entity that provides goods or services to an individual or committee in the
11184	regular course of its business at the same price that would be provided to the general public;
11185	(iii) an individual;
11186	(iv) individuals who are related and who make contributions from a joint checking
11187	account;
11188	(v) a corporation, except a corporation a major purpose of which is to act as a political
11189	issues committee; or
11190	(vi) a group of individuals who:
11191	(A) associate together for the purpose of challenging or supporting a single ballot
11192	proposition, ordinance, or other governmental action by a county, city, town, [local] special
11193	district, special service district, or other local political subdivision of the state;
11194	(B) have a common liberty, property, or financial interest that is directly impacted by
11195	the ballot proposition, ordinance, or other governmental action;
11196	(C) do not associate together, for the purpose described in Subsection (39)(b)(vi)(A),
11197	via a legal entity;
11198	(D) do not receive funds for challenging or supporting the ballot proposition,
11199	ordinance, or other governmental action from a person other than an individual in the group;
11200	and
11201	(E) do not expend a total of more than \$5,000 for the purpose described in Subsection

11202	(39)(b)(vi)(A).
11203	(40) (a) "Political issues contribution" means any of the following:
11204	(i) a gift, subscription, unpaid or partially unpaid loan, advance, or deposit of money or
11205	anything of value given to a political issues committee;
11206	(ii) an express, legally enforceable contract, promise, or agreement to make a political
11207	issues donation to influence the approval or defeat of any ballot proposition;
11208	(iii) any transfer of funds received by a political issues committee from a reporting
11209	entity;
11210	(iv) compensation paid by another reporting entity for personal services rendered
11211	without charge to a political issues committee; and
11212	(v) goods or services provided to or for the benefit of a political issues committee at
11213	less than fair market value.
11214	(b) "Political issues contribution" does not include:
11215	(i) services provided without compensation by individuals volunteering a portion or all
11216	of their time on behalf of a political issues committee; or
11217	(ii) money lent to a political issues committee by a financial institution in the ordinary
11218	course of business.
11219	(41) (a) "Political issues expenditure" means any of the following when made by a
11220	political issues committee or on behalf of a political issues committee by an agent of the
11221	reporting entity:
11222	(i) any payment from political issues contributions made for the purpose of influencing
11223	the approval or the defeat of:
11224	(A) a ballot proposition; or
11225	(B) an incorporation petition or incorporation election;
11226	(ii) a purchase, payment, distribution, loan, advance, deposit, or gift of money made for
11227	the express purpose of influencing the approval or the defeat of:
11228	(A) a ballot proposition; or

(B) an incorporation petition or incorporation election;

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11230 (iii) an express, legally enforceable contract, promise, or agreement to make any 11231 political issues expenditure; (iv) compensation paid by a reporting entity for personal services rendered by a person 11232 11233 without charge to a political issues committee; or (v) goods or services provided to or for the benefit of another reporting entity at less 11234 11235 than fair market value. 11236 (b) "Political issues expenditure" does not include: 11237 (i) services provided without compensation by individuals volunteering a portion or all 11238 of their time on behalf of a political issues committee; or 11239 (ii) money lent to a political issues committee by a financial institution in the ordinary course of business. 11240 11241 (42) "Political purposes" means an act done with the intent or in a way to influence or 11242 tend to influence, directly or indirectly, any person to refrain from voting or to vote for or 11243 against any: 11244 (a) candidate or a person seeking a municipal or county office at any caucus, political 11245 convention, or election; or 11246 (b) judge standing for retention at any election. (43) (a) "Poll" means the survey of a person regarding the person's opinion or 11247 11248 knowledge of an individual who has filed a declaration of candidacy for public office, or of a 11249 ballot proposition that has legally qualified for placement on the ballot, which is conducted in person or by telephone, facsimile, Internet, postal mail, or email. 11250 (b) "Poll" does not include: 11251 11252 (i) a ballot; or (ii) an interview of a focus group that is conducted, in person, by one individual, if: 11253 11254 (A) the focus group consists of more than three, and less than thirteen, individuals; and (B) all individuals in the focus group are present during the interview. 11255 (44) "Primary election" means any regular primary election held under the election 11256 11257 laws.

11258 (45) "Publicly identified class of individuals" means a group of 50 or more individuals 11259 sharing a common occupation, interest, or association that contribute to a political action committee or political issues committee and whose names can be obtained by contacting the 11260 11261 political action committee or political issues committee upon whose financial statement the 11262 individuals are listed. (46) "Public office" means the office of governor, lieutenant governor, state auditor, 11263 11264 state treasurer, attorney general, state school board member, state senator, state representative, 11265 speaker of the House of Representatives, president of the Senate, and the leader, whip, and 11266 assistant whip of any party caucus in either house of the Legislature. 11267 (47) (a) "Public service assistance" means the following when given or provided to an officeholder to defray the costs of functioning in a public office or aid the officeholder to 11268 11269 communicate with the officeholder's constituents: 11270 (i) a gift, subscription, donation, unpaid or partially unpaid loan, advance, or deposit of money or anything of value to an officeholder; or 11271 11272 (ii) goods or services provided at less than fair market value to or for the benefit of the 11273 officeholder. (b) "Public service assistance" does not include: 11274 11275 (i) anything provided by the state; 11276 (ii) services provided without compensation by individuals volunteering a portion or all 11277 of their time on behalf of an officeholder: (iii) money lent to an officeholder by a financial institution in the ordinary course of 11278 11279 business:

(iv) news coverage or any publication by the news media; or

(v) any article, story, or other coverage as part of any regular publication of any
organization unless substantially all the publication is devoted to information about the
officeholder.

- 11284 (48) "Receipts" means contributions and public service assistance.
- 11285 (49) "Registered lobbyist" means a person licensed under Title 36, Chapter 11,

11286 Lobbyist Disclosure and Regulation Act.

(50) "Registered political action committee" means any political action committee that
is required by this chapter to file a statement of organization with the Office of the Lieutenant
Governor.

(51) "Registered political issues committee" means any political issues committee that
is required by this chapter to file a statement of organization with the Office of the Lieutenant
Governor.

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(52) "Registered political party" means an organization of voters that:

(a) participated in the last regular general election and polled a total vote equal to 2%
or more of the total votes cast for all candidates for the United States House of Representatives
for any of its candidates for any office; or

(b) has complied with the petition and organizing procedures of Chapter 8, PoliticalParty Formation and Procedures.

11299 (53) (a) "Remuneration" means a payment:

(i) made to a legislator for the period the Legislature is in session; and

(ii) that is approximately equivalent to an amount a legislator would have earned

11302 during the period the Legislature is in session in the legislator's ordinary course of business.

(b) "Remuneration" does not mean anything of economic value given to a legislator by:

- (i) the legislator's primary employer in the ordinary course of business; or
- (ii) a person or entity in the ordinary course of business:
- (A) because of the legislator's ownership interest in the entity; or
- (B) for services rendered by the legislator on behalf of the person or entity.
- 11308 (54) "Reporting entity" means a candidate, a candidate's personal campaign committee,

a judge, a judge's personal campaign committee, an officeholder, a party committee, a political

action committee, a political issues committee, a corporation, or a labor organization, as

11311 defined in Section 20A-11-1501.

- 11312 (55) "School board office" means the office of state school board.
- 11313 (56) (a) "Source" means the person or entity that is the legal owner of the tangible or

11314	intangible asset that comprises the contribution.
11315	(b) "Source" means, for political action committees and corporations, the political
11316	action committee and the corporation as entities, not the contributors to the political action
11317	committee or the owners or shareholders of the corporation.
11318	(57) "State office" means the offices of governor, lieutenant governor, attorney general,
11319	state auditor, and state treasurer.
11320	(58) "State office candidate" means a person who:
11321	(a) files a declaration of candidacy for a state office; or
11322	(b) receives contributions, makes expenditures, or gives consent for any other person to
11323	receive contributions or make expenditures to bring about the person's nomination, election, or
11324	appointment to a state office.
11325	(59) "Summary report" means the year end report containing the summary of a
11326	reporting entity's contributions and expenditures.
11327	(60) "Supervisory board" means the individual or group of individuals that allocate
11328	expenditures from a political issues committee.
11329	Section 245. Section 20A-11-1202 is amended to read:
11330	20A-11-1202. Definitions.
11331	As used in this part:
11332	(1) "Applicable election officer" means:
11333	(a) a county clerk, if the email relates only to a local election; or
11334	(b) the lieutenant governor, if the email relates to an election other than a local
11335	election.
11336	(2) "Ballot proposition" means constitutional amendments, initiatives, referenda,
11337	judicial retention questions, opinion questions, bond approvals, or other questions submitted to
11338	the voters for their approval or rejection.
11339	(3) "Campaign contribution" means any of the following when done for a political
11340	purpose or to advocate for or against a ballot proposition:
11341	(a) a gift, subscription, donation, loan, advance, deposit of money, or anything of value

11342	given to a filing entity;
11343	(b) an express, legally enforceable contract, promise, or agreement to make a gift,
11344	subscription, donation, unpaid or partially unpaid loan, advance, deposit of money, or anything
11345	of value to a filing entity;
11346	(c) any transfer of funds from another reporting entity to a filing entity;
11347	(d) compensation paid by any person or reporting entity other than the filing entity for
11348	personal services provided without charge to the filing entity;
11349	(e) remuneration from:
11350	(i) any organization or the organization's directly affiliated organization that has a
11351	registered lobbyist; or
11352	(ii) any agency or subdivision of the state, including a school district; or
11353	(f) an in-kind contribution.
11354	(4) (a) "Commercial interlocal cooperation agency" means an interlocal cooperation
11355	agency that receives its revenues from conduct of its commercial operations.
11356	(b) "Commercial interlocal cooperation agency" does not mean an interlocal
11357	cooperation agency that receives some or all of its revenues from:
11358	(i) government appropriations;
11359	(ii) taxes;
11360	(iii) government fees imposed for regulatory or revenue raising purposes; or
11361	(iv) interest earned on public funds or other returns on investment of public funds.
11362	(5) "Expenditure" means:
11363	(a) a purchase, payment, donation, distribution, loan, advance, deposit, gift of money,
11364	or anything of value;
11365	(b) an express, legally enforceable contract, promise, or agreement to make any
11366	purchase, payment, donation, distribution, loan, advance, deposit, gift of money, or anything of
11367	value;
11368	(c) a transfer of funds between a public entity and a candidate's personal campaign
11369	committee;

11370	(d) a transfer of funds between a public entity and a political issues committee; or
11371	(e) goods or services provided to or for the benefit of a candidate, a candidate's
11372	personal campaign committee, or a political issues committee for political purposes at less than
11373	fair market value.
11374	(6) "Filing entity" means the same as that term is defined in Section 20A-11-101.
11375	(7) "Governmental interlocal cooperation agency" means an interlocal cooperation
11376	agency that receives some or all of its revenues from:
11377	(a) government appropriations;
11378	(b) taxes;
11379	(c) government fees imposed for regulatory or revenue raising purposes; or
11380	(d) interest earned on public funds or other returns on investment of public funds.
11381	(8) "Influence" means to campaign or advocate for or against a ballot proposition.
11382	(9) "Interlocal cooperation agency" means an entity created by interlocal agreement
11383	under the authority of Title 11, Chapter 13, Interlocal Cooperation Act.
11384	[(10) "Local district" means an entity under Title 17B, Limited Purpose Local
11385	Government Entities - Local Districts, and includes a special service district under Title 17D,
11386	Chapter 1, Special Service District Act.]
11387	[(11)] (10) "Political purposes" means an act done with the intent or in a way to
11388	influence or intend to influence, directly or indirectly, any person to refrain from voting or to
11389	vote for or against any:
11390	(a) candidate for public office at any caucus, political convention, primary, or election;
11391	or
11392	(b) judge standing for retention at any election.
11393	[(12)] (11) "Proposed initiative" means an initiative proposed in an application filed
11394	under Section 20A-7-202 or 20A-7-502.
11395	[(13)] (12) "Proposed referendum" means a referendum proposed in an application
11396	filed under Section 20A-7-302 or 20A-7-602.

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[(14)] (13) (a) "Public entity" includes the state, each state agency, each county,

11398	municipality, school district, [local] special district, governmental interlocal cooperation
11399	agency, and each administrative subunit of each of them.
11400	(b) "Public entity" does not include a commercial interlocal cooperation agency.
11401	(c) "Public entity" includes local health departments created under Title 26, Chapter 1,
11402	Department of Health Organization.
11403	[(15)] (14) (a) "Public funds" means any money received by a public entity from
11404	appropriations, taxes, fees, interest, or other returns on investment.
11405	(b) "Public funds" does not include money donated to a public entity by a person or
11406	entity.
11407	[(16)] (15) (a) "Public official" means an elected or appointed member of government
11408	with authority to make or determine public policy.
11409	(b) "Public official" includes the person or group that:
11410	(i) has supervisory authority over the personnel and affairs of a public entity; and
11411	(ii) approves the expenditure of funds for the public entity.
11412	[(17)] (16) "Reporting entity" means the same as that term is defined in Section
11413	20A-11-101.
11414	(17) (a) "Special district" means an entity under Title 17B, Limited Purpose Local
11415	Government Entities - Special Districts.
11416	(b) "Special district" includes a special service district under Title 17D, Chapter 1,
11417	Special Service District Act.
11418	(18) (a) "State agency" means each department, commission, board, council, agency,
11419	institution, officer, corporation, fund, division, office, committee, authority, laboratory, library,
11420	unit, bureau, panel, or other administrative unit of the state.
11421	(b) "State agency" includes the legislative branch, the Utah Board of Higher Education,
11422	each institution of higher education board of trustees, and each higher education institution.
11423	Section 246. Section 20A-17-103 is amended to read:
11424	20A-17-103. Posting political signs on public property.
11425	(1) As used in this section:

11426	(a) "Local government entity" means:
11427	(i) a county, municipality, or other political subdivision;
11428	(ii) a [local] special district, as defined in Section 17B-1-102;
11429	(iii) a special service district, as defined in Section 17D-1-102;
11430	(iv) a local building authority, as defined in Section 17D-2-102;
11431	(v) a conservation district, as defined in Section 17D-3-102;
11432	(vi) an independent entity, as defined in Section 63E-1-102;
11433	(vii) a public corporation, as defined in Section 63E-1-102;
11434	(viii) a public transit district, organized under Title 17B, Chapter 2a, Part 8, Public
11435	Transit District Act;
11436	(ix) a school district;
11437	(x) a public school, including a charter school or other publicly funded school;
11438	(xi) a state institution of higher education;
11439	(xii) an entity that expends public funds; and
11440	(xiii) each office, agency, or other division of an entity described in Subsections
11441	(1)(a)(i) through (xii).
11442	(b) "Political sign" means any sign or document that advocates:
11443	(i) the election or defeat of a candidate for public office; or
11444	(ii) the approval or defeat of a ballot proposition.
11445	(c) (i) "Public property" means any real property, building, or structure owned or leased
11446	by a local government entity.
11447	(ii) "Public property" does not include any real property, building, or structure during a
11448	period of time that the real property, building, or structure is rented out by a government entity
11449	to a private party for a meeting, convention, or similar event.
11450	(2) A local government entity, a local government officer, a local government
11451	employee, or another person with authority or control over public property that posts or permits
11452	a person to post a political sign on public property:
11453	(a) shall permit any other person to post a political sign on the public property, subject

- 11454 to the same requirements and restrictions imposed on all other political signs permitted to be
- 11455 posted on the public property; and
- (b) may not impose a requirement or restriction on the posting of a political sign if therequirement or restriction is not politically neutral and content neutral.
- 11458 Section 247. Repealer.
- 11459 This bill repeals:
- 11460 Section **17B-1-101**, **Title**.
- 11461 Section **17B-2a-101**, **Title**.
- 11462 Section 248. Effective date -- Retrospective operation.
- 11463 (1) If approved by two-thirds of all the members elected to each house, this bill takes
- 11464 effect upon approval by the governor, or the day following the constitutional time limit of Utah
- 11465 <u>Constitution, Article VII, Section 8, without the governor's signature, or in the case of a veto,</u>
- 11466 <u>the date of veto override.</u>
- 11467 (2) Section 17B-1-218, enacted by this bill, has retrospective operation to January 1,
- 11468 <u>2023.</u>
- 11469Section 249. Revisor instructions.
- 11470 The Legislature intends that the Office of Legislative Research and General Counsel, in
- 11471 preparing the Utah Code database for publication, not enroll this bill if H.B. 77, Local District
- 11472 <u>Revisions, does not pass.</u>
- 11473 The Legislature intends that the Office of Legislative Research and General Counsel, in
- 11474 preparing the Utah Code database for publication, on May 3, 2023, replace "local district" with
- 11475 <u>"special district" in any new language added to the Utah Code by legislation passed during the</u>
- 11476 <u>2023 General Session.</u>