	LOCAL DISTRICT AMENDMENTS
	2023 GENERAL SESSION
	STATE OF UTAH
	Chief Sponsor: Stewart E. Barlow
	Senate Sponsor: Curtis S. Bramble
LON	GTITLE
Comn	nittee Note:
	The Government Operations Interim Committee recommended this bill.
	Legislative Vote: 11 voting for 0 voting against 3 absent
Gener	al Description:
	This bill is the second of two bills that change the name of "local district" to "special
distric	t."
Highli	ghted Provisions:
	This bill:
	► replaces the term "local district" with the term "special district" throughout certain
titles o	of the Utah Code; and
	 makes technical changes.
Mone	y Appropriated in this Bill:
	None
Other	Special Clauses:
	None
Utah	Code Sections Affected:
AME	NDS:
	17-2-209, as last amended by Laws of Utah 2019, Chapter 42
	17-15-32, as enacted by Laws of Utah 2018, Chapter 257
	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-1104, as last amended by Laws of Utah 2022, Chapter 381
221	17B-2a-1106, as last amended by Laws of Utah 2019, Chapter 24
222	17C-1-102, as last amended by Laws of Utah 2021, Chapter 214
223	17C-1-409, as last amended by Laws of Utah 2022, Chapter 307
224	17D-1-102, as last amended by Laws of Utah 2014, Chapter 377
225	17D-1-103, as last amended by Laws of Utah 2020, Chapter 354
226	17D-1-106, as last amended by Laws of Utah 2020, Chapter 122
227	17D-1-202, as enacted by Laws of Utah 2008, Chapter 360
228	17D-1-303, as last amended by Laws of Utah 2014, Chapter 377
229	17D-1-305, as enacted by Laws of Utah 2008, Chapter 360
230	17D-1-401, as last amended by Laws of Utah 2015, Chapter 437
231	17D-1-601, as last amended by Laws of Utah 2013, Chapter 371
232	17D-1-603, as last amended by Laws of Utah 2013, Chapter 371
233	17D-1-604, as enacted by Laws of Utah 2013, Chapter 371
234	17D-2-102, as enacted by Laws of Utah 2008, Chapter 360
235	17D-2-108, as last amended by Laws of Utah 2012, Chapter 347
236	17D-3-105, as last amended by Laws of Utah 2020, Chapter 122
237	17D-4-102, as last amended by Laws of Utah 2022, Chapters 82, 237
238	17D-4-103, as renumbered and amended by Laws of Utah 2021, Chapter 314
239	17D-4-201, as renumbered and amended by Laws of Utah 2021, Chapter 314
240	17D-4-203, as last amended by Laws of Utah 2022, Chapter 82
241	17D-4-204, as renumbered and amended by Laws of Utah 2021, Chapter 314
242	17D-4-301, as last amended by Laws of Utah 2022, Chapter 207
243	20A-1-102, as last amended by Laws of Utah 2022, Chapters 18, 170
244	20A-1-201, as last amended by Laws of Utah 2014, Chapter 362

20A-1-202, as last amended by Laws of Utah 2014, Chapter 362
20A-1-206, as last amended by Laws of Utah 2022, Chapter 167
20A-1-512, as last amended by Laws of Utah 2021, Chapters 77, 84 and 345
20A-1-513, as last amended by Laws of Utah 2021, Chapter 93
20A-2-101, as last amended by Laws of Utah 2019, Chapter 433
20A-3a-102, as renumbered and amended by Laws of Utah 2020, Chapter 31
20A-3a-104, as renumbered and amended by Laws of Utah 2020, Chapter 31
20A-3a-501, as last amended by Laws of Utah 2020, Sixth Special Session, Chapter 17
20A-3a-605, as renumbered and amended by Laws of Utah 2020, Chapter 31
20A-4-301, as last amended by Laws of Utah 2014, Chapter 377
20A-4-304, as last amended by Laws of Utah 2022, Chapter 342
20A-4-305, as last amended by Laws of Utah 2008, Chapter 228
20A-4-401, as last amended by Laws of Utah 2020, Chapter 31
20A-5-302, as last amended by Laws of Utah 2020, Chapters 31, 49
20A-5-400.5, as last amended by Laws of Utah 2013, Chapter 415
20A-5-401, as last amended by Laws of Utah 2020, Chapter 31
20A-5-403, as last amended by Laws of Utah 2022, Chapter 18
20A-5-407, as last amended by Laws of Utah 2020, Chapter 31
20A-5-601, as last amended by Laws of Utah 2022, Chapter 18
20A-5-602, as last amended by Laws of Utah 2020, Chapter 31
20A-9-101, as last amended by Laws of Utah 2022, Chapters 13, 325
20A-9-503, as last amended by Laws of Utah 2022, Chapters 13, 18
20A-11-101, as last amended by Laws of Utah 2022, Chapter 126
20A-11-1202, as last amended by Laws of Utah 2020, Chapter 365
20A-17-103, as enacted by Laws of Utah 2015, Chapter 106
REPEALS:
17B-1-101, as enacted by Laws of Utah 2007, Chapter 329
17B-2a-101, as enacted by Laws of Utah 2007, Chapter 329

275 Section 1. Section **17-2-209** is amended to read:

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276	17-2-209. Minor adjustments to county boundaries authorized Public hearing
277	Joint resolution of county legislative bodies Notice and plat to lieutenant governor
278	Recording requirements Effective date.
279	(1) (a) Counties sharing a common boundary may, in accordance with the provisions of
280	Subsection (2) and Article XI, Section 3, of the Utah Constitution and for purposes of real
281	property tax assessment and county record keeping, adjust all or part of the common boundary
282	to move it, subject to Subsection (1)(b), a sufficient distance to reach to, and correspond with,
283	the closest existing property boundary of record.
284	(b) A boundary adjustment under Subsection (1)(a) may not create a boundary line that
285	divides or splits:
286	(i) an existing parcel;
287	(ii) an interest in the property; or
288	(iii) a claim of record in the office of recorder of either county sharing the common
289	boundary.
290	(2) The legislative bodies of both counties desiring to adjust a common boundary in
291	accordance with Subsection (1) shall:
292	(a) hold a joint public hearing on the proposed boundary adjustment;
293	(b) at least seven days before the public hearing described in Subsection (2)(a), provide
294	written notice of the proposed adjustment to:
295	(i) each owner of real property whose property, or a portion of whose property, may
296	change counties as the result of the proposed adjustment; and
297	(ii) any of the following whose territory, or a portion of whose territory, may change
298	counties as the result of the proposed boundary adjustment, or whose boundary is aligned with
299	any portion of the existing county boundary that is being proposed for adjustment:
300	(A) a city;
301	(B) a town;
302	(C) a metro township;
303	(D) a school district;
304	(E) a [local] special district governed by [Title 17B, Limited Purpose Local
305	Government Entities - Local Districts] Title 17B, Limited Purpose Local Government Entities -
306	Special Districts;

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

338	(b) A boundary adjustment under this section takes effect on the date the lieutenant
339	governor issues a certificate of boundary adjustment under Section 67-1a-6.5.
340	(c) (i) The effective date of a boundary adjustment for purposes of assessing property
341	within an affected area is governed by Section 59-2-305.5.
342	(ii) Until the documents listed in Subsection (3)(b) are recorded in the office of the
343	recorder of the county in which the property is located, a receiving county may not:
344	(A) levy or collect a property tax on property within an affected area;
345	(B) levy or collect an assessment on property within an affected area; or
346	(C) charge or collect a fee for service provided to property within an affected area.
347	(5) Upon the effective date of a boundary adjustment under this section:
348	(a) all territory designated to be adjusted into another county becomes the territory of
349	the other county; and
350	(b) the provisions of Sections 17-2-207 and 17-2-208 apply in the same manner as with
351	an annexation under this part.
352	Section 2. Section 17-15-32 is amended to read:
353	17-15-32. County website listing of local government entities.
354	(1) As used in this section:
355	(a) (i) "Limited purpose entity" means a legal entity that:
356	(A) performs a single governmental function or limited governmental functions; and
357	(B) is not a state executive branch agency, a state legislative office, or within the
358	judicial branch.
359	(ii) "Limited purpose entity" includes:
360	(A) area agencies, area agencies on aging, and area agencies on high risk adults, as
361	those terms are defined in Section 62A-3-101;
362	(B) charter schools created under Title 53G, Chapter 5, Charter Schools;
363	(C) community reinvestment agencies, as that term is defined in Section 17C-1-102;
364	(D) conservation districts, as that term is defined in Section 17D-3-102;
365	(E) governmental nonprofit corporations, as that term is defined in Section 11-13a-102;
366	(F) housing authorities, as that term is defined in Section 35A-8-401;
367	(G) independent entities and independent state agencies, as those terms are defined in
368	Section 63E-1-102;

369	(H) interlocal entities, as that term is defined in Section 11-13-103;
370	(I) local building authorities, as that term is defined in Section 17D-2-102;
371	(J) [local] special districts, as that term is defined in Section 17B-1-102;
372	(K) local health departments, as that term is defined in Section 26A-1-102;
373	(L) nonprofit corporations that receive an amount of money requiring an accounting
374	report under Section 51-2a-201.5;
375	(M) school districts under Title 53G, Chapter 3, School District Creation and Change;
376	and
377	(N) special service districts, as that term is defined in Section 17D-1-102.
378	(b) "Local government entity" means a municipality, as that term is defined in Section
379	10-1-104.
380	(2) Beginning on July 1, 2019, each county shall list on the county's website any of the
381	following information that the lieutenant governor publishes in a registry of local government
382	entities and limited purpose entities regarding each limited purpose entity and local
383	government entity that operates, either in whole or in part, within the county or has geographic
384	boundaries that overlap or are contained within the boundaries of the county:
385	(a) the entity's name;
386	(b) the entity's type of local government entity or limited purpose entity;
387	(c) the entity's governmental function;
388	(d) the entity's physical address and phone number, including the name and contact
389	information of an individual whom the entity designates as the primary contact for the entity;
390	(e) names of the members of the entity's governing board or commission, managing
391	officers, or other similar managers;
392	(f) the entity's sources of revenue; and
393	(g) if the entity has created an assessment area, as that term is defined in Section
394	11-42-102, information regarding the creation, purpose, and boundaries of the assessment area.
395	Section 3. Section 17-22-2 is amended to read:
396	17-22-2. Sheriff General duties.
397	(1) The sheriff shall:
398	(a) preserve the peace;
399	(b) make all lawful arrests;

400	(c) attend in person or by deputy the Supreme Court and the Court of Appeals when
401	required or when the court is held within his county, all courts of record, and court
402	commissioner and referee sessions held within his county, obey their lawful orders and
403	directions, and comply with the court security rule, Rule 3-414, of the Utah Code of Judicial
404	Administration;
405	(d) upon request of the juvenile court, aid the court in maintaining order during
406	hearings and transport a minor to and from youth corrections facilities, other institutions, or
407	other designated places;
408	(e) attend county justice courts if the judge finds that the matter before the court
409	requires the sheriff's attendance for security, transportation, and escort of jail prisoners in his
410	custody, or for the custody of jurors;
411	(f) command the aid of as many inhabitants of his county as he considers necessary in
412	the execution of these duties;
413	(g) take charge of and keep the county jail and the jail prisoners;
414	(h) receive and safely keep all persons committed to his custody, file and preserve the
415	commitments of those persons, and record the name, age, place of birth, and description of
416	each person committed;
417	(i) release on the record all attachments of real property when the attachment he
418	receives has been released or discharged;
419	(j) endorse on all process and notices the year, month, day, hour, and minute of
420	reception, and, upon payment of fees, issue a certificate to the person delivering process or
421	notice showing the names of the parties, title of paper, and the time of receipt;
422	(k) serve all process and notices as prescribed by law;
423	(1) if he makes service of process or notice, certify on the process or notices the
424	manner, time, and place of service, or, if he fails to make service, certify the reason upon the
425	process or notice, and return them without delay;
426	(m) extinguish fires occurring in the undergrowth, trees, or wooded areas on the public
427	land within his county;
428	(n) perform as required by any contracts between the county and private contractors for
429	management, maintenance, operation, and construction of county jails entered into under the
430	authority of Section 17-53-311;

431	(o) for the sheriff of a county of the second through sixth class that enters into an
432	interlocal agreement for law enforcement service under Title 11, Chapter 13, Interlocal
433	Cooperation Act, provide law enforcement service as provided in the interlocal agreement;
434	(p) manage search and rescue services in his county;
435	(q) obtain saliva DNA specimens as required under Section 53-10-404;
436	(r) on or before January 1, 2003, adopt a written policy that prohibits the stopping,
437	detention, or search of any person when the action is solely motivated by considerations of
438	race, color, ethnicity, age, or gender;
439	(s) as applicable, select a representative of law enforcement to serve as a member of a
440	child protection team, as defined in Section 80-1-102; and
441	(t) perform any other duties that are required by law.
442	(2) Violation of Subsection $(1)(j)$ is a class C misdemeanor. Violation of any other
443	subsection under Subsection (1) is a class A misdemeanor.
444	(3) (a) As used in this Subsection (3):
445	(i) "Police interlocal entity" has the same meaning as defined in Sections 17-30-3 and
446	17-30a-102.
447	(ii) "Police [local] special district" [has the same meaning as] means the same as that
448	term is defined in Section 17-30-3.
449	(b) Except as provided in Subsections (3)(c) and 11-13-202(4), a sheriff in a county
450	which includes within its boundary a police [local] special district or police interlocal entity, or
451	both:
452	(i) serves as the chief executive officer of each police [local] special district and police
453	interlocal entity within the county with respect to the provision of law enforcement service
454	within the boundary of the police [local] special district or police interlocal entity, respectively;
455	and
456	(ii) is subject to the direction of the police [local] special district board of trustees or
457	police interlocal entity governing body, as the case may be, as and to the extent provided by
458	agreement between the police [local] special district or police interlocal entity, respectively,
459	and the sheriff.
460	(c) Notwithstanding Subsection (3)(b), and except as provided in Subsection
461	11-13-202(4), if a police interlocal entity or police [local] special district enters an interlocal

462	agreement with a public agency, as defined in Section 11-13-103, for the provision of law
463	enforcement service, the sheriff:
464	(i) does not serve as the chief executive officer of any interlocal entity created under
465	that interlocal agreement, unless the agreement provides for the sheriff to serve as the chief
466	executive officer; and
467	(ii) shall provide law enforcement service under that interlocal agreement as provided
468	in the agreement.
469	Section 4. Section 17-23-17 is amended to read:
470	17-23-17. Map of boundary survey Procedure for filing Contents Marking
471	of monuments Record of corner changes Penalties.
472	(1) As used in this section:
473	(a) "Land surveyor" means a surveyor who is licensed to practice land surveying in this
474	state in accordance with Title 58, Chapter 22, Professional Engineers and Professional Land
475	Surveyors Licensing Act.
476	(b) (i) "Township" means a term used in the context of identifying a geographic area in
477	common surveyor practice.
478	(ii) "Township" does not mean a metro township as that term is defined in Section
479	10-2a-403.
480	(2) (a) (i) Each land surveyor making a boundary survey of lands within this state to
481	establish or reestablish a boundary line or to obtain data for constructing a map or plat showing
482	a boundary line shall file a map of the survey that meets the requirements of this section with
483	the county surveyor or designated office within 90 days of the establishment or reestablishment
484	of a boundary.
485	(ii) A land surveyor who fails to file a map of the survey as required by Subsection
486	(2)(a)(i) is guilty of an infraction.
487	(iii) Each failure to file a map of the survey as required by Subsection (2)(a)(i) is a
488	separate violation.
489	(b) The county surveyor or designated office shall file and index the map of the survey.
490	(c) The map shall be a public record in the office of the county surveyor or designated
491	office.
492	(3) This type of map shall show:

402	
493	(a) the location of survey by quarter section and township and range;
494	(b) the date of survey;
495	(c) the scale of drawing and north point;
496	(d) the distance and course of all lines traced or established, giving the basis of bearing
497	and the distance and course to two or more section corners or quarter corners, including
498	township and range, or to identified monuments within a recorded subdivision;
499	(e) all measured bearings, angles, and distances separately indicated from those of
500	record;
501	(f) a written boundary description of property surveyed;
502	(g) all monuments set and their relation to older monuments found;
503	(h) a detailed description of monuments found and monuments set, indicated
504	separately;
505	(i) the surveyor's seal or stamp; and
506	(j) the surveyor's business name and address.
507	(4) (a) The map shall contain a written narrative that explains and identifies:
508	(i) the purpose of the survey;
509	(ii) the basis on which the lines were established; and
510	(iii) the found monuments and deed elements that controlled the established or
511	reestablished lines.
512	(b) If the narrative is a separate document, it shall contain:
513	(i) the location of the survey by quarter section and by township and range;
514	(ii) the date of the survey;
515	(iii) the surveyor's stamp or seal; and
516	(iv) the surveyor's business name and address.
517	(c) The map and narrative shall be referenced to each other if they are separate
518	documents.
519	(5) The map and narrative shall be created on material of a permanent nature on stable
520	base reproducible material in the sizes required by the county surveyor.
521	(6) (a) Any monument set by a licensed professional land surveyor to mark or reference
522	a point on a property or land line shall be durably and visibly marked or tagged with the
523	registered business name or the letters "L.S." followed by the registration number of the

524 surveyor in charge.

- (b) If the monument is set by a licensed land surveyor who is a public officer, it shallbe marked with the official title of the office.
- 527 (7) (a) If, in the performance of a survey, a surveyor finds or makes any changes to the 528 section corner or quarter-section corner, or their accessories, the surveyor shall complete and 529 submit to the county surveyor or designated office a record of the changes made.
- (b) The record shall be submitted within 45 days of the corner visits and shall includethe surveyor's seal, business name, and address.
- (8) The Utah State Board of Engineers and Land Surveyors Examiners may revoke thelicense of any land surveyor who fails to comply with the requirements of this section,

according to the procedures set forth in Title 58, Chapter 1, Division of Occupational and

535 Professional Licensing Act.

- 536 (9) Each federal or state agency, board, or commission, [local] special district, special
 537 service district, or municipal corporation that makes a boundary survey of lands within this
 538 state shall comply with this section.
- 539 Section 5. Section 17-27a-103 is amended to read:
- 540 **17-27a-103. Definitions.**

541 As used in this chapter:

- 542 (1) "Accessory dwelling unit" means a habitable living unit added to, created within, or543 detached from a primary single-family dwelling and contained on one lot.
- 544 (2) "Adversely affected party" means a person other than a land use applicant who:
- 545 (a) owns real property adjoining the property that is the subject of a land use 546 application or land use decision; or
- 547 (b) will suffer a damage different in kind than, or an injury distinct from, that of the 548 general community as a result of the land use decision.
- (3) "Affected entity" means a county, municipality, [local] special district, special
 service district under Title 17D, Chapter 1, Special Service District Act, school district,
 interlocal cooperation entity established under Title 11, Chapter 13, Interlocal Cooperation Act,
- 552 specified property owner, property owner's association, public utility, or the Utah Department
- 553 of Transportation, if:
- (a) the entity's services or facilities are likely to require expansion or significant

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

586 private property so that compensation to the owner of the property is required by the: 587 (a) Fifth or Fourteenth Amendment of the Constitution of the United States; or 588 (b) Utah Constitution, Article I, Section 22. 589 (11) "County utility easement" means an easement that: 590 (a) a plat recorded in a county recorder's office described as a county utility easement 591 or otherwise as a utility easement; 592 (b) is not a protected utility easement or a public utility easement as defined in Section 593 54-3-27; 594 (c) the county or the county's affiliated governmental entity owns or creates; and 595 (d) (i) either: 596 (A) no person uses or occupies; or 597 (B) the county or the county's affiliated governmental entity uses and occupies to 598 provide a utility service, including sanitary sewer, culinary water, electrical, storm water, or 599 communications or data lines; or 600 (ii) a person uses or occupies with or without an authorized franchise or other 601 agreement with the county. 602 (12) "Culinary water authority" means the department, agency, or public entity with 603 responsibility to review and approve the feasibility of the culinary water system and sources for 604 the subject property. 605 (13) "Development activity" means: 606 (a) any construction or expansion of a building, structure, or use that creates additional 607 demand and need for public facilities; 608 (b) any change in use of a building or structure that creates additional demand and need 609 for public facilities; or 610 (c) any change in the use of land that creates additional demand and need for public 611 facilities. 612 (14) (a) "Development agreement" means a written agreement or amendment to a 613 written agreement between a county and one or more parties that regulates or controls the use 614 or development of a specific area of land. 615 (b) "Development agreement" does not include an improvement completion assurance. 616 (15) (a) "Disability" means a physical or mental impairment that substantially limits

617	one or more of a person's major life activities, including a person having a record of such an
618	impairment or being regarded as having such an impairment.
619	(b) "Disability" does not include current illegal use of, or addiction to, any federally
620	controlled substance, as defined in Section 102 of the Controlled Substances Act, 21 U.S.C.
621	Sec. 802.
622	(16) "Educational facility":
623	(a) means:
624	(i) a school district's building at which pupils assemble to receive instruction in a
625	program for any combination of grades from preschool through grade 12, including
626	kindergarten and a program for children with disabilities;
627	(ii) a structure or facility:
628	(A) located on the same property as a building described in Subsection (16)(a)(i); and
629	(B) used in support of the use of that building; and
630	(iii) a building to provide office and related space to a school district's administrative
631	personnel; and
632	(b) does not include:
633	(i) land or a structure, including land or a structure for inventory storage, equipment
634	storage, food processing or preparing, vehicle storage or maintenance, or similar use that is:
635	(A) not located on the same property as a building described in Subsection (16)(a)(i);
636	and
637	(B) used in support of the purposes of a building described in Subsection (16)(a)(i); or
638	(ii) a therapeutic school.
639	(17) "Fire authority" means the department, agency, or public entity with responsibility
640	to review and approve the feasibility of fire protection and suppression services for the subject
641	property.
642	(18) "Flood plain" means land that:
643	(a) is within the 100-year flood plain designated by the Federal Emergency
644	Management Agency; or
645	(b) has not been studied or designated by the Federal Emergency Management Agency
646	but presents a likelihood of experiencing chronic flooding or a catastrophic flood event because
647	the land has characteristics that are similar to those of a 100-year flood plain designated by the

648	Federal Emergency Management Agency.
649	(19) "Gas corporation" has the same meaning as defined in Section 54-2-1.
650	(20) "General plan" means a document that a county adopts that sets forth general
651	guidelines for proposed future development of:
652	(a) the unincorporated land within the county; or
653	(b) for a mountainous planning district, the land within the mountainous planning
654	district.
655	(21) "Geologic hazard" means:
656	(a) a surface fault rupture;
657	(b) shallow groundwater;
658	(c) liquefaction;
659	(d) a landslide;
660	(e) a debris flow;
661	(f) unstable soil;
662	(g) a rock fall; or
663	(h) any other geologic condition that presents a risk:
664	(i) to life;
665	(ii) of substantial loss of real property; or
666	(iii) of substantial damage to real property.
667	(22) "Hookup fee" means a fee for the installation and inspection of any pipe, line,
668	meter, or appurtenance to connect to a county water, sewer, storm water, power, or other utility
669	system.
670	(23) "Identical plans" means building plans submitted to a county that:
671	(a) are clearly marked as "identical plans";
672	(b) are substantially identical building plans that were previously submitted to and
673	reviewed and approved by the county; and
674	(c) describe a building that:
675	(i) is located on land zoned the same as the land on which the building described in the
676	previously approved plans is located;
677	(ii) is subject to the same geological and meteorological conditions and the same law
678	as the building described in the previously approved plans;

679 (iii) has a floor plan identical to the building plan previously submitted to and reviewed 680 and approved by the county; and 681 (iv) does not require any additional engineering or analysis. 682 (24) "Impact fee" means a payment of money imposed under Title 11, Chapter 36a, 683 Impact Fees Act. 684 (25) "Improvement completion assurance" means a surety bond, letter of credit, 685 financial institution bond, cash, assignment of rights, lien, or other equivalent security required 686 by a county to guaranty the proper completion of landscaping or an infrastructure improvement 687 required as a condition precedent to: 688 (a) recording a subdivision plat; or 689 (b) development of a commercial, industrial, mixed use, or multifamily project. 690 (26) "Improvement warranty" means an applicant's unconditional warranty that the 691 applicant's installed and accepted landscaping or infrastructure improvement: 692 (a) complies with the county's written standards for design, materials, and 693 workmanship; and 694 (b) will not fail in any material respect, as a result of poor workmanship or materials, 695 within the improvement warranty period. 696 (27) "Improvement warranty period" means a period: 697 (a) no later than one year after a county's acceptance of required landscaping; or 698 (b) no later than one year after a county's acceptance of required infrastructure, unless 699 the county: 700 (i) determines for good cause that a one-year period would be inadequate to protect the 701 public health, safety, and welfare; and (ii) has substantial evidence, on record: 702 703 (A) of prior poor performance by the applicant; or 704 (B) that the area upon which the infrastructure will be constructed contains suspect soil 705 and the county has not otherwise required the applicant to mitigate the suspect soil. 706 (28) "Infrastructure improvement" means permanent infrastructure that is essential for the public health and safety or that: 707 708 (a) is required for human consumption; and 709 (b) an applicant must install:

710	(i) in accordance with published installation and inspection specifications for public
711	improvements; and
712	(ii) as a condition of:
713	(A) recording a subdivision plat;
714	(B) obtaining a building permit; or
715	(C) developing a commercial, industrial, mixed use, condominium, or multifamily
716	project.
717	(29) "Internal lot restriction" means a platted note, platted demarcation, or platted
718	designation that:
719	(a) runs with the land; and
720	(b) (i) creates a restriction that is enclosed within the perimeter of a lot described on
721	the plat; or
722	(ii) designates a development condition that is enclosed within the perimeter of a lot
723	described on the plat.
724	(30) "Interstate pipeline company" means a person or entity engaged in natural gas
725	transportation subject to the jurisdiction of the Federal Energy Regulatory Commission under
726	the Natural Gas Act, 15 U.S.C. Sec. 717 et seq.
727	(31) "Intrastate pipeline company" means a person or entity engaged in natural gas
728	transportation that is not subject to the jurisdiction of the Federal Energy Regulatory
729	Commission under the Natural Gas Act, 15 U.S.C. Sec. 717 et seq.
730	(32) "Land use applicant" means a property owner, or the property owner's designee,
731	who submits a land use application regarding the property owner's land.
732	(33) "Land use application":
733	(a) means an application that is:
734	(i) required by a county; and
735	(ii) submitted by a land use applicant to obtain a land use decision; and
736	(b) does not mean an application to enact, amend, or repeal a land use regulation.
737	(34) "Land use authority" means:
738	(a) a person, board, commission, agency, or body, including the local legislative body,
739	designated by the local legislative body to act upon a land use application; or
740	(b) if the local legislative body has not designated a person, board, commission,

741	agency, or body, the local legislative body.
742	(35) "Land use decision" means an administrative decision of a land use authority or
743	appeal authority regarding:
744	(a) a land use permit;
745	(b) a land use application; or
746	(c) the enforcement of a land use regulation, land use permit, or development
747	agreement.
748	(36) "Land use permit" means a permit issued by a land use authority.
749	(37) "Land use regulation":
750	(a) means a legislative decision enacted by ordinance, law, code, map, resolution,
751	specification, fee, or rule that governs the use or development of land;
752	(b) includes the adoption or amendment of a zoning map or the text of the zoning code;
753	and
754	(c) does not include:
755	(i) a land use decision of the legislative body acting as the land use authority, even if
756	the decision is expressed in a resolution or ordinance; or
757	(ii) a temporary revision to an engineering specification that does not materially:
758	(A) increase a land use applicant's cost of development compared to the existing
759	specification; or
760	(B) impact a land use applicant's use of land.
761	(38) "Legislative body" means the county legislative body, or for a county that has
762	adopted an alternative form of government, the body exercising legislative powers.
763	[(39) "Local district" means any entity under Title 17B, Limited Purpose Local
764	Government Entities - Local Districts, and any other governmental or quasi-governmental
765	entity that is not a county, municipality, school district, or the state.]
766	[(40)] (39) "Lot" means a tract of land, regardless of any label, that is created by and
767	shown on a subdivision plat that has been recorded in the office of the county recorder.
768	[(41)] (40) (a) "Lot line adjustment" means a relocation of a lot line boundary between
769	adjoining lots or between a lot and adjoining parcels in accordance with Section 17-27a-608:
770	(i) whether or not the lots are located in the same subdivision; and
771	(ii) with the consent of the owners of record.

772	(b) "Lot line adjustment" does not mean a new boundary line that:
773	(i) creates an additional lot; or
774	(ii) constitutes a subdivision.
775	(c) "Lot line adjustment" does not include a boundary line adjustment made by the
776	Department of Transportation.
777	[(42)] (41) "Major transit investment corridor" means public transit service that uses or
778	occupies:
779	(a) public transit rail right-of-way;
780	(b) dedicated road right-of-way for the use of public transit, such as bus rapid transit;
781	or
782	(c) fixed-route bus corridors subject to an interlocal agreement or contract between a
783	municipality or county and:
784	(i) a public transit district as defined in Section 17B-2a-802; or
785	(ii) an eligible political subdivision as defined in Section 59-12-2219.
786	[(43)] (42) "Moderate income housing" means housing occupied or reserved for
787	occupancy by households with a gross household income equal to or less than 80% of the
788	median gross income for households of the same size in the county in which the housing is
789	located.
790	[(44)] (43) "Mountainous planning district" means an area designated by a county
791	legislative body in accordance with Section 17-27a-901.
792	[(45)] (44) "Nominal fee" means a fee that reasonably reimburses a county only for
793	time spent and expenses incurred in:
794	(a) verifying that building plans are identical plans; and
795	(b) reviewing and approving those minor aspects of identical plans that differ from the
796	previously reviewed and approved building plans.
797	[(46)] (45) "Noncomplying structure" means a structure that:
798	(a) legally existed before the structure's current land use designation; and
799	(b) because of one or more subsequent land use ordinance changes, does not conform
800	to the setback, height restrictions, or other regulations, excluding those regulations that govern
801	the use of land.
802	[(47)] (46) "Nonconforming use" means a use of land that:

803 (a) legally existed before the current land use designation; 804 (b) has been maintained continuously since the time the land use ordinance regulation 805 governing the land changed; and 806 (c) because of one or more subsequent land use ordinance changes, does not conform 807 to the regulations that now govern the use of the land. 808 [(48)] (47) "Official map" means a map drawn by county authorities and recorded in 809 the county recorder's office that: 810 (a) shows actual and proposed rights-of-way, centerline alignments, and setbacks for 811 highways and other transportation facilities; 812 (b) provides a basis for restricting development in designated rights-of-way or between 813 designated setbacks to allow the government authorities time to purchase or otherwise reserve 814 the land; and 815 (c) has been adopted as an element of the county's general plan. 816 [(49)] (48) "Parcel" means any real property that is not a lot. 817 [(50)] (49) (a) "Parcel boundary adjustment" means a recorded agreement between 818 owners of adjoining parcels adjusting the mutual boundary, either by deed or by a boundary 819 line agreement in accordance with Section 17-27a-523, if no additional parcel is created and: 820 (i) none of the property identified in the agreement is a lot; or 821 (ii) the adjustment is to the boundaries of a single person's parcels. 822 (b) "Parcel boundary adjustment" does not mean an adjustment of a parcel boundary 823 line that: 824 (i) creates an additional parcel; or 825 (ii) constitutes a subdivision. 826 (c) "Parcel boundary adjustment" does not include a boundary line adjustment made by 827 the Department of Transportation. 828 [(51)] (50) "Person" means an individual, corporation, partnership, organization, 829 association, trust, governmental agency, or any other legal entity. 830 $\left[\frac{52}{52}\right]$ (51) "Plan for moderate income housing" means a written document adopted by 831 a county legislative body that includes: (a) an estimate of the existing supply of moderate income housing located within the 832 833 county;

834	(b) an estimate of the need for moderate income housing in the county for the next five
835	years;
836	(c) a survey of total residential land use;
837	(d) an evaluation of how existing land uses and zones affect opportunities for moderate
838	income housing; and
839	(e) a description of the county's program to encourage an adequate supply of moderate
840	income housing.
841	[(53)] (52) "Planning advisory area" means a contiguous, geographically defined
842	portion of the unincorporated area of a county established under this part with planning and
843	zoning functions as exercised through the planning advisory area planning commission, as
844	provided in this chapter, but with no legal or political identity separate from the county and no
845	taxing authority.
846	[(54)] (53) "Plat" means an instrument subdividing property into lots as depicted on a
847	map or other graphical representation of lands that a licensed professional land surveyor makes
848	and prepares in accordance with Section 17-27a-603 or 57-8-13.
849	[(55)] (54) "Potential geologic hazard area" means an area that:
850	(a) is designated by a Utah Geological Survey map, county geologist map, or other
851	relevant map or report as needing further study to determine the area's potential for geologic
852	hazard; or
853	(b) has not been studied by the Utah Geological Survey or a county geologist but
854	presents the potential of geologic hazard because the area has characteristics similar to those of
855	a designated geologic hazard area.
856	$\left[\frac{(56)}{(55)}\right]$ "Public agency" means:
857	(a) the federal government;
858	(b) the state;
859	(c) a county, municipality, school district, [local] special district, special service
860	district, or other political subdivision of the state; or
861	(d) a charter school.
862	[(57)] (56) "Public hearing" means a hearing at which members of the public are
863	provided a reasonable opportunity to comment on the subject of the hearing.
864	[(58)] (57) "Public meeting" means a meeting that is required to be open to the public

865 under Title 52, Chapter 4, Open and Public Meetings Act. 866 [(59)] (58) "Public street" means a public right-of-way, including a public highway, 867 public avenue, public boulevard, public parkway, public road, public lane, public alley, public 868 viaduct, public subway, public tunnel, public bridge, public byway, other public transportation 869 easement, or other public way. 870 [(60)] (59) "Receiving zone" means an unincorporated area of a county that the county 871 designates, by ordinance, as an area in which an owner of land may receive a transferable 872 development right. 873 [(61)] (60) "Record of survey map" means a map of a survey of land prepared in 874 accordance with Section 10-9a-603, 17-23-17, 17-27a-603, or 57-8-13. 875 [(62)] (61) "Residential facility for persons with a disability" means a residence: 876 (a) in which more than one person with a disability resides; and 877 (b) (i) which is licensed or certified by the Department of Human Services under Title 878 62A, Chapter 2, Licensure of Programs and Facilities; or 879 (ii) which is licensed or certified by the Department of Health under Title 26, Chapter 880 21, Health Care Facility Licensing and Inspection Act. 881 [(63)] (62) "Rules of order and procedure" means a set of rules that govern and 882 prescribe in a public meeting: 883 (a) parliamentary order and procedure; 884 (b) ethical behavior; and 885 (c) civil discourse. 886 [(64)] (63) "Sanitary sewer authority" means the department, agency, or public entity 887 with responsibility to review and approve the feasibility of sanitary sewer services or onsite 888 wastewater systems. 889 [(65)] (64) "Sending zone" means an unincorporated area of a county that the county 890 designates, by ordinance, as an area from which an owner of land may transfer a transferable 891 development right. 892 [(66)] (65) "Site plan" means a document or map that may be required by a county 893 during a preliminary review preceding the issuance of a building permit to demonstrate that an 894 owner's or developer's proposed development activity meets a land use requirement. 895 (66) (a) "Special district" means an entity under Title 17B, Limited Purpose Local

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

927	for the purpose of siting, on one or more of the resulting separate parcels:
928	(A) an electrical transmission line or a substation;
929	(B) a natural gas pipeline or a regulation station; or
930	(C) an unmanned telecommunications, microwave, fiber optic, electrical, or other
931	utility service regeneration, transformation, retransmission, or amplification facility;
932	(v) a boundary line agreement between owners of adjoining subdivided properties
933	adjusting the mutual lot line boundary in accordance with Sections 17-27a-523 and 17-27a-608
934	if:
935	(A) no new dwelling lot or housing unit will result from the adjustment; and
936	(B) the adjustment will not violate any applicable land use ordinance;
937	(vi) a bona fide division of land by deed or other instrument if the deed or other
938	instrument states in writing that the division:
939	(A) is in anticipation of future land use approvals on the parcel or parcels;
940	(B) does not confer any land use approvals; and
941	(C) has not been approved by the land use authority;
942	(vii) a parcel boundary adjustment;
943	(viii) a lot line adjustment;
944	(ix) a road, street, or highway dedication plat;
945	(x) a deed or easement for a road, street, or highway purpose; or
946	(xi) any other division of land authorized by law.
947	(71) "Subdivision amendment" means an amendment to a recorded subdivision in
948	accordance with Section 17-27a-608 that:
949	(a) vacates all or a portion of the subdivision;
950	(b) alters the outside boundary of the subdivision;
951	(c) changes the number of lots within the subdivision;
952	(d) alters a public right-of-way, a public easement, or public infrastructure within the
953	subdivision; or
954	(e) alters a common area or other common amenity within the subdivision.
955	(72) "Substantial evidence" means evidence that:
956	(a) is beyond a scintilla; and
957	(b) a reasonable mind would accept as adequate to support a conclusion.

958	(73) "Suspect soil" means soil that has:
959	(a) a high susceptibility for volumetric change, typically clay rich, having more than a
960	3% swell potential;
961	(b) bedrock units with high shrink or swell susceptibility; or
962	(c) gypsiferous silt and clay, gypsum, or bedrock units containing abundant gypsum
963	commonly associated with dissolution and collapse features.
964	(74) "Therapeutic school" means a residential group living facility:
965	(a) for four or more individuals who are not related to:
966	(i) the owner of the facility; or
967	(ii) the primary service provider of the facility;
968	(b) that serves students who have a history of failing to function:
969	(i) at home;
970	(ii) in a public school; or
971	(iii) in a nonresidential private school; and
972	(c) that offers:
973	(i) room and board; and
974	(ii) an academic education integrated with:
975	(A) specialized structure and supervision; or
976	(B) services or treatment related to a disability, an emotional development, a
977	behavioral development, a familial development, or a social development.
978	(75) "Transferable development right" means a right to develop and use land that
979	originates by an ordinance that authorizes a land owner in a designated sending zone to transfer
980	land use rights from a designated sending zone to a designated receiving zone.
981	(76) "Unincorporated" means the area outside of the incorporated area of a
982	municipality.
983	(77) "Water interest" means any right to the beneficial use of water, including:
984	(a) each of the rights listed in Section 73-1-11; and
985	(b) an ownership interest in the right to the beneficial use of water represented by:
986	(i) a contract; or
987	(ii) a share in a water company, as defined in Section 73-3-3.5.
988	(78) "Zoning map" means a map, adopted as part of a land use ordinance, that depicts

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989 land use zones, overlays, or districts.

990 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.

(1) (a) Each county, municipality, school district, charter school, [local] special district,
special service district, and political subdivision of the state shall conform to any applicable
land use ordinance of any county when installing, constructing, operating, or otherwise using
any area, land, or building situated within a mountainous planning district or the
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.

1003 (2) (a) Except as provided in Subsection (3), a school district or charter school is1004 subject to a county's land use ordinances.

1005

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

(A) subject a charter school to standards within each zone pertaining to setback, height,
bulk and massing regulations, off-site parking, curb cut, traffic circulation, and construction
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).

1011 (ii) The standards to which a county may subject a charter school under Subsection1012 (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).

1016 (iv) Nothing in Subsection (2)(b)(iii) may be construed to relieve a charter school of an
1017 obligation to comply with a requirement of an applicable building or safety code to which it is
1018 otherwise obligated to comply.

1019 (3) A county may not:

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(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;

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(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;

(e) require a school district or charter school to pay any impact fee for an improvement
 project unless the impact fee is imposed as provided in Title 11, Chapter 36a, Impact Fees Act;

(f) impose regulations upon the location of an educational facility except as necessaryto avoid unreasonable risks to health or safety; or

(g) for a land use or a structure owned or operated by a school district or charter school
that is not an educational facility but is used in support of providing instruction to pupils,
impose a regulation that:

(i) is not imposed on a similar land use or structure in the zone in which the land use orstructure is approved; or

1043 (ii) uses the tax exempt status of the school district or charter school as criteria for 1044 prohibiting or regulating the land use or location of the structure.

1045 (4) Subject to Section 53E-3-710, a school district or charter school shall coordinate 1046 the siting of a new school with the county in which the school is to be located, to:

1047 (a) avoid or mitigate existing and potential traffic hazards, including consideration of1048 the impacts between the new school and future highways; and

- 1049
- (b) maximize school, student, and site safety.
- 1050 (5) Notwithstanding Subsection (3)(d), a county may, at its discretion:

1051	(a) provide a walk-through of school construction at no cost and at a time convenient to
1052	the district or charter school; and
1053	(b) provide recommendations based upon the walk-through.
1054	(6) (a) Notwithstanding Subsection (3)(d), a school district or charter school shall use:
1055	(i) a county building inspector;
1056	(ii) (A) for a school district, a school district building inspector from that school
1057	district; or
1058	(B) for a charter school, a school district building inspector from the school district in
1059	which the charter school is located; or
1060	(iii) an independent, certified building inspector who is:
1061	(A) not an employee of the contractor;
1062	(B) approved by:
1063	(I) a county building inspector; or
1064	(II) (Aa) for a school district, a school district building inspector from that school
1065	district; or
1066	(Bb) for a charter school, a school district building inspector from the school district in
1067	which the charter school is located; and
1068	(C) licensed to perform the inspection that the inspector is requested to perform.
1069	(b) The approval under Subsection (6)(a)(iii)(B) may not be unreasonably withheld.
1070	(c) If a school district or charter school uses a school district or independent building
1071	inspector under Subsection (6)(a)(ii) or (iii), the school district or charter school shall submit to
1072	the state superintendent of public instruction and county building official, on a monthly basis
1073	during construction of the school building, a copy of each inspection certificate regarding the
1074	school building.
1075	(7) (a) A charter school shall be considered a permitted use in all zoning districts
1076	within a county.
1077	(b) Each land use application for any approval required for a charter school, including
1078	an application for a building permit, shall be processed on a first priority basis.
1079	(c) Parking requirements for a charter school may not exceed the minimum parking
1080	requirements for schools or other institutional public uses throughout the county.
1081	(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 otherwisedefeat the purpose for the zone unless the charter school provides a waiver.
- 1084 (e) (i) A school district or a charter school may seek a certificate authorizing permanent 1085 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
- 1089 (B) a county official with authority to issue the certificate, if the school district or 1090 charter school used a county building inspector for inspection of the school building.
- (ii) A school district may issue its own certificate authorizing permanent occupancy of
 a school building if it used its own building inspector for inspection of the school building,
 subject to the notification requirement of Subsection 53E-3-706(3)(a)(ii).
- (iii) A charter school may seek a certificate authorizing permanent occupancy of a
 school building from a school district official with authority to issue the certificate, if the
 charter school used a school district building inspector for inspection of the school building.
- (iv) A certificate authorizing permanent occupancy issued by the state superintendent
 of public instruction under Subsection 53E-3-706(3) or a school district official with authority
 to issue the certificate shall be considered to satisfy any county requirement for an inspection or
 a certificate of occupancy.
- (8) (a) A specified public agency intending to develop its land shall submit to the landuse authority a development plan and schedule:
- (i) as early as practicable in the development process, but no later than thecommencement of construction; and
- 1105 (ii) with sufficient detail to enable the land use authority to assess:
- 1106 (A) the specified public agency's compliance with applicable land use ordinances;
- 1107 (B) the demand for public facilities listed in Subsections 11-36a-102(17)(a), (b), (c),
- 1108 (d), (e), and (g) caused by the development;
- 1109 (C) the amount of any applicable fee described in Section 17-27a-509;
- 1110 (D) any credit against an impact fee; and
- 1111 (E) the potential for waiving an impact fee.
- 1112 (b) The land use authority shall respond to a specified public agency's submission

1113 under Subsection (8)(a) with reasonable promptness in order to allow the specified public

agency to consider information the municipality provides under Subsection (8)(a)(ii) in the

1115 process of preparing the budget for the development.

- 1116 (9) Nothing in this section may be construed to:
- 1117 (a) modify or supersede Section 17-27a-304; or
- 1118 (b) authorize a county to enforce an ordinance in a way, or enact an ordinance, that
- 1119 fails to comply with Title 57, Chapter 21, Utah Fair Housing Act, the federal Fair Housing
- 1120 Amendments Act of 1988, 42 U.S.C. Sec. 3601 et seq., the Americans with Disabilities Act of
- 1121 1990, 42 U.S.C. 12102, or any other provision of federal law.
- 1122 Section 7. Section **17-30-3** is amended to read:

1123 **17-30-3.** Establishment of merit system commission -- Appointment,

- 1124 qualifications, and compensation of members.
- (1) (a) Each county with a population of 20,000 or more shall establish a merit system
 commission consisting of three members appointed as provided in Subsection (1)(b).
- 1127 (b) (i) As used in this Subsection (1)(b):
- 1128 (A) "Police interlocal entity" means an interlocal entity, as defined in Section
- 1129 11-13-103, that is created:
- (I) under Title 11, Chapter 13, Interlocal Cooperation Act, by an agreement to which acounty of the first class is a party; and
- (II) to provide law enforcement service to an area that includes the unincorporated partof the county.
- (B) "Police [local] special district" means a [local] special district, as defined in
 Section 17B-1-102:
- (I) whose creation was initiated by the adoption of a resolution under Section
 17B-1-203 by the legislative body of a county of the first class, alone or with one or more other
 legislative bodies; and
- (II) that is created to provide law enforcement service to an area that includes theunincorporated part of the county.
- (ii) For a county in which a police interlocal entity is created, whether or not a police
 [local] special district is also created in the county:
- 1143 (A) two members shall be appointed by the legislative body of the county; and

1144 (B) one member shall be appointed by the governing body of the interlocal entity. 1145 (iii) For a county in which a police [local] special district is created but in which a 1146 police interlocal entity has not been created: 1147 (A) two members shall be appointed by the legislative body of the county; and 1148 (B) one member shall be appointed by the board of trustees of the police [local] special 1149 district. 1150 (iv) For each other county, all three members shall be appointed by the county 1151 legislative body. 1152 (c) Not more than two members of the commission shall be affiliated with or members 1153 of the same political party. 1154 (d) Of the original appointees, one member shall be appointed for a term ending 1155 February 1 of the first odd-numbered year after the date of appointment, and one each for terms 1156 ending two and four years thereafter. 1157 (e) Upon the expiration of any of the terms, a successor shall be appointed for a full 1158 term of six years. 1159 (f) Appointment to fill a vacancy resulting other than from expiration of term shall be 1160 for the unexpired portion of the term only. 1161 (2) Members of a commission shall be citizens of the state, shall have been residents of 1162 the area embraced by the governmental unit from which appointed not less than five years next 1163 preceding the date of appointment, and shall hold no other office or employment under the 1164 governmental unit for which appointed. 1165 (3) The county legislative body may compensate a member for service on the 1166 commission and reimburse the member for necessary expenses incurred in the performance of 1167 the member's duties. 1168 Section 8. Section 17-31-2 is amended to read: 1169 17-31-2. Purposes of transient room tax and expenditure of revenue -- Purchase 1170 or lease of facilities -- Mitigating impacts of recreation, tourism, or conventions --1171 Issuance of bonds. 1172 (1) As used in this section: (a) "Aircraft" means the same as that term is defined in Section 72-10-102. 1173 1174 (b) "Airport" means the same as that term is defined in Section 72-10-102.

1175	(c) "Airport authority" means the same as that term is defined in Section 72-10-102.
1176	(d) "Airport operator" means the same as that term is defined in Section 72-10-102.
1177	(e) "Base year revenue" means the amount of revenue generated by a transient room tax
1178	and collected by a county for fiscal year 2018-19.
1179	(f) "Base year promotion expenditure" means the amount of revenue generated by a
1180	transient room tax that a county spent for the purpose described in Subsection (2)(a) during
1181	fiscal year 2018-19.
1182	(g) "Economic diversification activity" means an economic development activity that is
1183	reasonably similar to, supplements, or expands any economic program as administered by the
1184	state or the Governor's Office of Economic Opportunity.
1185	(h) "Eligible town" means a town that:
1186	(i) is located within a county that has a national park within or partially within the
1187	county's boundaries; and
1188	(ii) imposes a resort communities tax authorized by Section 59-12-401.
1189	(i) "Emergency medical services provider" means an eligible town, a [local] special
1190	district, or a special service district.
1191	(j) "Tourism" means an activity to develop, encourage, solicit, or market tourism that
1192	attracts transient guests to the county, including planning, development, and advertising for the
1193	purpose described in Subsection (2)(a)(i).
1194	(k) "Town" means a municipality that is classified as a town in accordance with
1195	Section 10-2-301.
1196	(1) "Transient room tax" means a tax at a rate not to exceed 4.25% authorized by
1197	Section 59-12-301.
1198	(2) Subject to the requirements of this section, a county legislative body may impose
1199	the transient room tax for the purposes of:
1200	(a) establishing and promoting:
1201	(i) tourism;
1202	(ii) recreation, film production, and conventions; or
1203	(iii) an economic diversification activity if:
1204	(A) the county is a county of the fourth, fifth, or sixth class;
1205	(B) the county has more than one national park within or partially within the county's

1206	boundaries; and
1207	(C) the county has a base population of 9,000 or more according to current United
1208	States census data;
1209	(b) acquiring, leasing, constructing, furnishing, maintaining, or operating:
1210	(i) convention meeting rooms;
1211	(ii) exhibit halls;
1212	(iii) visitor information centers;
1213	(iv) museums;
1214	(v) sports and recreation facilities including practice fields, stadiums, and arenas;
1215	(vi) related facilities;
1216	(vii) if a national park is located within or partially within the county's boundaries, the
1217	following on any route designated by the county legislative body:
1218	(A) transit service, including shuttle service; and
1219	(B) parking infrastructure; and
1220	(viii) an airport, if:
1221	(A) the county is a county of the fourth, fifth, or sixth class; and
1222	(B) the county is the airport operator of the airport;
1223	(c) acquiring land, leasing land, or making payments for construction or infrastructure
1224	improvements required for or related to the purposes listed in Subsection (2)(b);
1225	(d) as required to mitigate the impacts of recreation, tourism, or conventions in
1226	counties of the fourth, fifth, and sixth class, paying for:
1227	(i) solid waste disposal operations;
1228	(ii) emergency medical services;
1229	(iii) search and rescue activities;
1230	(iv) law enforcement activities; and
1231	(v) road repair and upgrade of:
1232	(A) class B roads, as defined in Section 72-3-103;
1233	(B) class C roads, as defined in Section 72-3-104; or
1234	(C) class D roads, as defined in Section 72-3-105; and
1235	(e) making the annual payment of principal, interest, premiums, and necessary reserves
1236	for any of the aggregate of bonds authorized under Subsection (5).

(3) (a) The county legislative body of a county that imposes a transient room tax at a
rate of 3% or less may expend the revenue generated as provided in Subsection (4), after
making any reduction required by Subsection (6).

(b) The county legislative body of a county that imposes a transient room tax at a ratethat exceeds 3% or increases the rate of transient room tax above 3% may expend:

(i) the revenue generated from the transient room tax at a rate of 3% as provided inSubsection (4), after making any reduction required by Subsection (6); and

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(ii) the revenue generated from the portion of the rate that exceeds 3%:

1245 (A) for any combination of the purposes described in Subsections (2) and (5); and

1246 (B) regardless of the limitation on expenditures for the purposes described in1247 Subsection (4).

(4) Subject to Subsections (6) and (7), a county may not expend more than 1/3 of the
revenue generated by a rate of transient room tax that does not exceed 3%, for any combination
of the purposes described in Subsections (2)(b) through (2)(e).

(5) (a) The county legislative body may issue bonds or cause bonds to be issued, as
permitted by law, to pay all or part of any costs incurred for the purposes set forth in
Subsections (2)(b) through (2)(d) that are permitted to be paid from bond proceeds.

(b) If a county legislative body does not need the revenue generated by the transient
room tax for payment of principal, interest, premiums, and reserves on bonds issued as
provided in Subsection (2)(e), the county legislative body shall expend that revenue for the
purposes described in Subsection (2), subject to the limitation of Subsection (4).

(6) (a) In addition to the purposes described in Subsection (2), a county legislativebody:

(i) may expend up to 4% of the total revenue generated by a transient room tax to pay aprovider for emergency medical services in one or more eligible towns; and

(ii) may expend up to 10% of the total revenue generated by a transient room tax forvisitor management and destination development if:

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(A) a national park is located within or partially within the county's boundaries; and

(B) the county's tourism tax advisory board created under Subsection 17-31-8(1)(a) or
the substantially similar body as described in Subsection 17-31-8(1)(b) has prioritized and
recommended the use of the revenue in accordance with Subsection 17-31-8(4).

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1268 (b) A county legislative body shall reduce the amount that the county is authorized to 1269 expend for the purposes described in Subsection (4) by subtracting the amount of transient 1270 room tax revenue expended in accordance with Subsection (6)(a) from the amount of revenue 1271 described in Subsection (4). 1272 (7) (a) Except as provided in Subsection (7)(b), a county legislative body in a county of 1273 the fourth, fifth, or sixth class shall expend the revenue generated by a transient room tax as 1274 follows: 1275 (i) an amount equal to the county's base year promotion expenditure for the purpose 1276 described in Subsection (2)(a)(i); 1277 (ii) an amount equal to the difference between the county's base year revenue and the 1278 county's base year promotion expenditure in accordance with Subsections (3) through (6); and 1279 (iii) (A) 37% of the revenue that exceeds the county's base year revenue for the purpose 1280 described in Subsection (2)(a)(i); and 1281 (B) subject to Subsection (7)(c), 63% of the revenue that exceeds the county's base year 1282 revenue for any combination of the purposes described in Subsections (2)(a)(ii) through (e) or 1283 to pay an emergency medical services provider for emergency medical services in one or more 1284 eligible towns. 1285 (b) A county legislative body in a county of the fourth, fifth, or sixth class with one or 1286 more national recreation areas administered by the National Park Service or the Forest Service 1287 or national parks within or partially within the county's boundaries shall expend the revenue 1288 generated by a transient room tax as follows: 1289 (i) for a purpose described in Subsection (2)(a) and subject to the limitations described 1290 in Subsection (7)(d), the greater of: 1291 (A) an amount equal to the county's base year promotion expenditure; or

(B) 37% of the transient room tax revenue; and

- (ii) the remainder of the transient room tax not expended in accordance with
 Subsection (7)(b)(i) for any combination of the purposes described in Subsection (2) and,
 subject to the limitation described in Subsection (7)(c), Subsection (6).
- 1296

(c) A county legislative body in a county of the fourth, fifth, or sixth class may not:

(i) expend more than 4% of the revenue generated by a transient room tax to pay anemergency medical services provider for emergency medical services in one or more eligible

1299	towns; or
1300	(ii) expend revenue generated by a transient room tax for the purpose described in
1301	Subsection (2)(e) in an amount that exceeds the county's base year promotion expenditure.
1302	(d) A county legislative body may not expend:
1303	(i) more than 1/5 of the revenue described in Subsection (7)(b)(i) for a purpose
1304	described in Subsection (2)(a)(ii); and
1305	(ii) more than 1/3 of the revenue described in Subsection (7)(b)(i) for the purpose
1306	described in Subsection (2)(a)(iii).
1307	(e) The provisions of this Subsection (7) apply notwithstanding any other provision of
1308	this section.
1309	(f) If the total amount of revenue generated by a transient room tax in a county of the
1310	fourth, fifth, or sixth class is less than the county's base year promotion expenditure:
1311	(i) Subsections (7)(a) through (d) do not apply; and
1312	(ii) the county legislative body shall expend the revenue generated by the transient
1313	room tax in accordance with Subsections (3) through (6).
1314	Section 9. Section 17-34-3 is amended to read:
1315	17-34-3. Taxes or service charges.
1316	(1) (a) If a county furnishes the municipal-type services and functions described in
1317	Section 17-34-1 to areas of the county outside the limits of incorporated cities or towns, the
1318	entire cost of the services or functions so furnished shall be defrayed from funds that the county
1319	has derived from:
1320	(i) taxes that the county may lawfully levy or impose outside the limits of incorporated
1321	towns or cities;
1322	(ii) service charges or fees the county may impose upon the persons benefited in any
1323	way by the services or functions; or
1324	(iii) a combination of these sources.
1325	(b) As the taxes or service charges or fees are levied and collected, they shall be placed
1326	in a special revenue fund of the county and shall be disbursed only for the rendering of the
1327	services or functions established in Section 17-34-1 within the unincorporated areas of the
1328	county or as provided in Subsection 10-2a-219(2).
1329	(2) (a) For the purpose of levying taxes, service charges, or fees provided in this

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1330 section, the county legislative body may establish a district or districts in the unincorporated 1331 areas of the county. 1332 (b) A district established by a county as provided in Subsection (2)(a) may be 1333 reorganized as a [local] special district in accordance with the procedures set forth in Sections 1334 17D-1-601, 17D-1-603, and 17D-1-604. 1335 (3) Nothing contained in this chapter may be construed to authorize counties to impose 1336 or levy taxes not otherwise allowed by law. 1337 (4) Notwithstanding any other provision of this chapter, a county providing fire. 1338 paramedic, and police protection services in a designated recreational area, as provided in 1339 Subsection 17-34-1(5), may fund those services from the county general fund with revenues 1340 derived from both inside and outside the limits of cities and towns, and the funding of those 1341 services is not limited to unincorporated area revenues. 1342 Section 10. Section 17-36-9 is amended to read: 1343 17-36-9. Budget -- Financial plan -- Contents -- Municipal services and capital 1344 projects funds. 1345 (1) (a) The budget for each fund shall provide a complete financial plan for the budget 1346 period and shall contain in tabular form classified by the account titles as required by the uniform system of budgeting, accounting, and reporting: 1347 1348 (i) estimates of all anticipated revenues; 1349 (ii) all appropriations for expenditures; and 1350 (iii) any additional data required by Section 17-36-10 or by the uniform system of 1351 budgeting, accounting, and reporting. 1352 (b) The total of appropriated expenditures shall be equal to the total of anticipated 1353 revenues. 1354 (2) (a) Each first-, second-, and third-class county that provides municipal-type 1355 services under Section 17-34-1 shall: 1356 (i) establish a special revenue fund, "Municipal Services Fund," and a capital projects 1357 fund, "Municipal Capital Projects Fund," or establish a [local] special district or special service 1358 district to provide municipal services; and 1359 (ii) budget appropriations for municipal services and municipal capital projects from 1360 these funds.

1361	(b) The Municipal Services Fund is subject to the same budgetary requirements as the
1362	county general fund.
1363	(c) (i) Except as provided in Subsection (2)(c)(ii), the county may deposit revenue
1364	derived from any taxes otherwise authorized by law, income derived from the investment of
1365	money contained within the municipal services fund and the municipal capital projects fund,
1366	the appropriate portion of federal money, and fees collected into a municipal services fund and
1367	a municipal capital projects fund.
1368	(ii) The county may not deposit revenue derived from a fee, tax, or other source based
1369	upon a countywide assessment or from a countywide service or function into a municipal
1370	services fund or a municipal capital projects fund.
1371	(d) The maximum accumulated unappropriated surplus in the municipal services fund,
1372	as determined prior to adoption of the tentative budget, may not exceed an amount equal to the
1373	total estimated revenues of the current fiscal period.
1374	Section 11. Section 17-41-101 is amended to read:
1375	17-41-101. Definitions.
1376	As used in this chapter:
1377	(1) "Advisory board" means:
1378	(a) for an agriculture protection area, the agriculture protection area advisory board
1379	created as provided in Section 17-41-201;
1380	(b) for an industrial protection area, the industrial protection area advisory board
1381	created as provided in Section 17-41-201; and
1382	(c) for a critical infrastructure materials protection area, the critical infrastructure
1383	materials protection area advisory board created as provided in Section 17-41-201.
1384	(2) (a) "Agriculture production" means production for commercial purposes of crops,
1385	livestock, and livestock products.
1386	(b) "Agriculture production" includes the processing or retail marketing of any crops,
1387	livestock, and livestock products when more than 50% of the processed or merchandised
1388	products are produced by the farm operator.
1389	(3) "Agriculture protection area" means a geographic area created under the authority
1390	of this chapter that is granted the specific legal protections contained in this chapter.
1391	(4) "Applicable legislative body" means:

1392	(a) with respect to a proposed agriculture protection area, industrial protection area, or
1393	critical infrastructure materials protection area:
1394	(i) the legislative body of the county in which the land proposed to be included in the
1395	relevant protection area is located, if the land is within the unincorporated part of the county; or
1396	(ii) the legislative body of the city or town in which the land proposed to be included in
1397	the relevant protection area is located; and
1398	(b) with respect to an existing agriculture protection area, industrial protection area, or
1399	critical infrastructure materials protection area:
1400	(i) the legislative body of the county in which the relevant protection area is located, if
1401	the relevant protection area is within the unincorporated part of the county; or
1402	(ii) the legislative body of the city or town in which the relevant protection area is
1403	located.
1404	(5) "Board" means the Board of Oil, Gas, and Mining created in Section 40-6-4.
1405	(6) "Critical infrastructure materials" means sand, gravel, or rock aggregate.
1406	(7) "Critical infrastructure materials operations" means the extraction, excavation,
1407	processing, or reprocessing of critical infrastructure materials.
1408	(8) "Critical infrastructure materials operator" means a natural person, corporation,
1409	association, partnership, receiver, trustee, executor, administrator, guardian, fiduciary, agent, or
1410	other organization or representative, either public or private, including a successor, assign,
1411	affiliate, subsidiary, and related parent company, that:
1412	(a) owns, controls, or manages a critical infrastructure materials operation; and
1413	(b) has produced commercial quantities of critical infrastructure materials from the
1414	critical infrastructure materials operations.
1415	(9) "Critical infrastructure materials protection area" means a geographic area created
1416	under the authority of this chapter on or after May 14, 2019, that is granted the specific legal
1417	protections contained in this chapter.
1418	(10) "Crops, livestock, and livestock products" includes:
1419	(a) land devoted to the raising of useful plants and animals with a reasonable
1420	expectation of profit, including:
1421	(i) forages and sod crops;
1422	(ii) grains and feed crops;

1423	(iii) livestock as defined in Section 59-2-102;
1424	(iv) trees and fruits; or
1425	(v) vegetables, nursery, floral, and ornamental stock; or
1426	(b) land devoted to and meeting the requirements and qualifications for payments or
1427	other compensation under a crop-land retirement program with an agency of the state or federal
1428	government.
1429	(11) "Division" means the Division of Oil, Gas, and Mining created in Section
1430	40-6-15.
1431	(12) "Industrial protection area" means a geographic area created under the authority of
1432	this chapter that is granted the specific legal protections contained in this chapter.
1433	(13) "Mine operator" means a natural person, corporation, association, partnership,
1434	receiver, trustee, executor, administrator, guardian, fiduciary, agent, or other organization or
1435	representative, either public or private, including a successor, assign, affiliate, subsidiary, and
1436	related parent company, that, as of January 1, 2019:
1437	(a) owns, controls, or manages a mining use under a large mine permit issued by the
1438	division or the board; and
1439	(b) has produced commercial quantities of a mineral deposit from the mining use.
1440	(14) "Mineral deposit" means the same as that term is defined in Section $40-8-4$.
1441	(15) "Mining protection area" means land where a vested mining use occurs, including
1442	each surface or subsurface land or mineral estate that a mine operator with a vested mining use
1443	owns or controls.
1444	(16) "Mining use":
1445	(a) means:
1446	(i) the full range of activities, from prospecting and exploration to reclamation and
1447	closure, associated with the exploitation of a mineral deposit; and
1448	(ii) the use of the surface and subsurface and groundwater and surface water of an area
1449	in connection with the activities described in Subsection (16)(a)(i) that have been, are being, or
1450	will be conducted; and
1451	(b) includes, whether conducted on-site or off-site:
1452	(i) any sampling, staking, surveying, exploration, or development activity;
1453	(ii) any drilling, blasting, excavating, or tunneling;

1454	(iii) the removal, transport, treatment, deposition, and reclamation of overburden,
1455	development rock, tailings, and other waste material;
1456	(iv) any removal, transportation, extraction, beneficiation, or processing of ore;
1457	(v) any smelting, refining, autoclaving, or other primary or secondary processing
1458	operation;
1459	(vi) the recovery of any mineral left in residue from a previous extraction or processing
1460	operation;
1461	(vii) a mining activity that is identified in a work plan or permitting document;
1462	(viii) the use, operation, maintenance, repair, replacement, or alteration of a building,
1463	structure, facility, equipment, machine, tool, or other material or property that results from or is
1464	used in a surface or subsurface mining operation or activity;
1465	(ix) any accessory, incidental, or ancillary activity or use, both active and passive,
1466	including a utility, private way or road, pipeline, land excavation, working, embankment, pond,
1467	gravel excavation, mining waste, conveyor, power line, trackage, storage, reserve, passive use
1468	area, buffer zone, and power production facility;
1469	(x) the construction of a storage, factory, processing, or maintenance facility; and
1470	(xi) an activity described in Subsection $40-8-4(17)(a)$.
1471	(17) (a) "Municipal" means of or relating to a city or town.
1472	(b) "Municipality" means a city or town.
1473	(18) "New land" means surface or subsurface land or mineral estate that a mine
1474	operator gains ownership or control of, whether that land or mineral estate is included in the
1475	mine operator's large mine permit.
1476	(19) "Off-site" means the same as that term is defined in Section $40-8-4$.
1477	(20) "On-site" means the same as that term is defined in Section $40-8-4$.
1478	(21) "Planning commission" means:
1479	(a) a countywide planning commission if the land proposed to be included in the
1480	agriculture protection area, industrial protection area, or critical infrastructure materials
1481	protection area is within the unincorporated part of the county and not within a planning
1482	advisory area;
1483	(b) a planning advisory area planning commission if the land proposed to be included
1484	in the agriculture protection area, industrial protection area, or critical infrastructure materials

1485 protection area is within a planning advisory area; or 1486 (c) a planning commission of a city or town if the land proposed to be included in the 1487 agriculture protection area, industrial protection area, or critical infrastructure materials 1488 protection area is within a city or town. 1489 (22) "Political subdivision" means a county, city, town, school district, [local] special 1490 district, or special service district. 1491 (23) "Proposal sponsors" means the owners of land in agricultural production, 1492 industrial use, or critical infrastructure materials operations who are sponsoring the proposal 1493 for creating an agriculture protection area, industrial protection area, or critical infrastructure 1494 materials protection area. 1495 (24) "State agency" means each department, commission, board, council, agency, 1496 institution, officer, corporation, fund, division, office, committee, authority, laboratory, library, 1497 unit, bureau, panel, or other administrative unit of the state. 1498 (25) "Unincorporated" means not within a city or town. (26) "Vested mining use" means a mining use: 1499 1500 (a) by a mine operator; and 1501 (b) that existed or was conducted or otherwise engaged in before a political subdivision 1502 prohibits, restricts, or otherwise limits a mining use. 1503 Section 12. Section 17-43-201 is amended to read: 1504 17-43-201. Local substance abuse authorities -- Responsibilities. 1505 (1) (a) (i) In each county operating under a county executive-council form of government under Section 17-52a-203, the county legislative body is the local substance abuse 1506 1507 authority, provided however that any contract for plan services shall be administered by the 1508 county executive. 1509 (ii) In each county operating under a council-manager form of government under 1510 Section 17-52a-204, the county manager is the local substance abuse authority. 1511 (iii) In each county other than a county described in Subsection (1)(a)(i) or (ii), the 1512 county legislative body is the local substance abuse authority. 1513 (b) Within legislative appropriations and county matching funds required by this 1514 section, and under the direction of the division, each local substance abuse authority shall: 1515 (i) develop substance abuse prevention and treatment services plans;

1516	(ii) provide substance abuse services to residents of the county; and
1517	(iii) cooperate with efforts of the division to promote integrated programs that address
1518	an individual's substance abuse, mental health, and physical healthcare needs, as described in
1519	Section 62A-15-103.
1520	(c) Within legislative appropriations and county matching funds required by this
1521	section, each local substance abuse authority shall cooperate with the efforts of the department
1522	to promote a system of care, as defined in Section 26B-1-102, for minors with or at risk for
1523	complex emotional and behavioral needs, as described in Section 26B-1-202.
1524	(2) (a) By executing an interlocal agreement under Title 11, Chapter 13, Interlocal
1525	Cooperation Act, two or more counties may join to:
1526	(i) provide substance abuse prevention and treatment services; or
1527	(ii) create a united local health department that provides substance abuse treatment
1528	services, mental health services, and local health department services in accordance with
1529	Subsection (3).
1530	(b) The legislative bodies of counties joining to provide services may establish
1531	acceptable ways of apportioning the cost of substance abuse services.
1532	(c) Each agreement for joint substance abuse services shall:
1533	(i) (A) designate the treasurer of one of the participating counties or another person as
1534	the treasurer for the combined substance abuse authorities and as the custodian of money
1535	available for the joint services; and
1536	(B) provide that the designated treasurer, or other disbursing officer authorized by the
1537	treasurer, may make payments from the money for the joint services upon audit of the
1538	appropriate auditing officer or officers representing the participating counties;
1539	(ii) provide for the appointment of an independent auditor or a county auditor of one of
1540	the participating counties as the designated auditing officer for the combined substance abuse
1541	authorities;
1542	(iii) (A) provide for the appointment of the county or district attorney of one of the
1543	participating counties as the designated legal officer for the combined substance abuse
1544	authorities; and
1545	(B) authorize the designated legal officer to request and receive the assistance of the
1546	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
providing substance abuse programs and services. The department shall ensure that those
directives are not duplicative or conflicting, and shall consult and coordinate with local
substance abuse authorities with regard to programs and services.

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(5) Each local substance abuse authority shall:

(a) review and evaluate substance abuse prevention and treatment needs and services,
including substance abuse needs and services for individuals incarcerated in a county jail or
other county correctional facility;

(b) annually prepare and submit to the division a plan approved by the countylegislative body for funding and service delivery that includes:

(i) provisions for services, either directly by the substance abuse authority or bycontract, for adults, youth, and children, including those incarcerated in a county jail or other

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1578 county correctional facility; and 1579 (ii) primary prevention, targeted prevention, early intervention, and treatment services; 1580 (c) establish and maintain, either directly or by contract, programs licensed under Title 1581 62A, Chapter 2, Licensure of Programs and Facilities; 1582 (d) appoint directly or by contract a full or part time director for substance abuse 1583 programs, and prescribe the director's duties; 1584 (e) provide input and comment on new and revised rules established by the division; 1585 (f) establish and require contract providers to establish administrative, clinical, 1586 procurement, personnel, financial, and management policies regarding substance abuse services 1587 and facilities, in accordance with the rules of the division, and state and federal law; 1588 (g) establish mechanisms allowing for direct citizen input; 1589 (h) annually contract with the division to provide substance abuse programs and 1590 services in accordance with the provisions of Title 62A, Chapter 15, Substance Abuse and 1591 Mental Health Act; 1592 (i) comply with all applicable state and federal statutes, policies, audit requirements, 1593 contract requirements, and any directives resulting from those audits and contract requirements; 1594 (i) promote or establish programs for the prevention of substance abuse within the 1595 community setting through community-based prevention programs: 1596 (k) provide funding equal to at least 20% of the state funds that it receives to fund 1597 services described in the plan; 1598 (1) comply with the requirements and procedures of Title 11, Chapter 13, Interlocal 1599 Cooperation Act, [Title 17B, Chapter 1, Part 6, Fiscal Procedures for Local Districts] Title 1600 17B, Chapter 1, Part 6, Fiscal Procedures for Special Districts, and Title 51, Chapter 2a, 1601 Accounting Reports from Political Subdivisions, Interlocal Organizations, and Other Local 1602 Entities Act; 1603 (m) for persons convicted of driving under the influence in violation of Section 1604 41-6a-502 or 41-6a-517, conduct the following as defined in Section 41-6a-501: 1605 (i) a screening: 1606 (ii) an assessment; 1607 (iii) an educational series; and 1608 (iv) substance abuse treatment; and

1609	(n) utilize proceeds of the accounts described in Subsection 62A-15-503(1) to
1610	supplement the cost of providing the services described in Subsection (5)(m).
1611	(6) Before disbursing any public funds, each local substance abuse authority shall
1612	require that each entity that receives any public funds from the local substance abuse authority
1613	agrees in writing that:
1614	(a) the entity's financial records and other records relevant to the entity's performance
1615	of the services provided to the local substance abuse authority shall be subject to examination
1616	by:
1617	(i) the division;
1618	(ii) the local substance abuse authority director;
1619	(iii) (A) the county treasurer and county or district attorney; or
1620	(B) if two or more counties jointly provide substance abuse services under an
1621	agreement under Subsection (2), the designated treasurer and the designated legal officer;
1622	(iv) the county legislative body; and
1623	(v) in a county with a county executive that is separate from the county legislative
1624	body, the county executive;
1625	(b) the county auditor may examine and audit the entity's financial and other records
1626	relevant to the entity's performance of the services provided to the local substance abuse
1627	authority; and
1628	(c) the entity will comply with the provisions of Subsection (4)(b).
1629	(7) A local substance abuse authority may receive property, grants, gifts, supplies,
1630	materials, contributions, and any benefit derived therefrom, for substance abuse services. If
1631	those gifts are conditioned upon their use for a specified service or program, they shall be so
1632	used.
1633	(8) (a) As used in this section, "public funds" means the same as that term is defined in
1634	Section 17-43-203.
1635	(b) Public funds received for the provision of services pursuant to the local substance
1636	abuse plan may not be used for any other purpose except those authorized in the contract
1637	between the local substance abuse authority and the provider for the provision of plan services.
1638	(9) Subject to the requirements of the federal Substance Abuse Prevention and
1639	Treatment Block Grant, Pub. L. No. 102-321, a local substance abuse authority shall ensure

1640	that all substance abuse treatment programs that receive public funds:
1641	(a) accept and provide priority for admission to a pregnant woman or a pregnant minor;
1642	and
1643	(b) if admission of a pregnant woman or a pregnant minor is not possible within 24
1644	hours of the time that a request for admission is made, provide a comprehensive referral for
1645	interim services that:
1646	(i) are accessible to the pregnant woman or pregnant minor;
1647	(ii) are best suited to provide services to the pregnant woman or pregnant minor;
1648	(iii) may include:
1649	(A) counseling;
1650	(B) case management; or
1651	(C) a support group; and
1652	(iv) shall include a referral for:
1653	(A) prenatal care; and
1654	(B) counseling on the effects of alcohol and drug use during pregnancy.
1655	(10) If a substance abuse treatment program described in Subsection (9) is not able to
1656	accept and admit a pregnant woman or pregnant minor under Subsection (9) within 48 hours of
1657	the time that request for admission is made, the local substance abuse authority shall contact
1658	the Division of Integrated Healthcare for assistance in providing services to the pregnant
1659	woman or pregnant minor.
1660	Section 13. Section 17-43-301 is amended to read:
1661	17-43-301. Local mental health authorities Responsibilities.
1662	(1) As used in this section:
1663	(a) "Assisted outpatient treatment" means the same as that term is defined in Section
1664	62A-15-602.
1665	(b) "Crisis worker" means the same as that term is defined in Section 62A-15-1301.
1666	(c) "Local mental health crisis line" means the same as that term is defined in Section
1667	62A-15-1301.
1668	(d) "Mental health therapist" means the same as that term is defined in Section
1669	58-60-102.
1670	(e) "Public funds" means the same as that term is defined in Section 17-43-303.

1671 (f) "Statewide mental health crisis line" means the same as that term is defined in 1672 Section 62A-15-1301. 1673 (2) (a) (i) In each county operating under a county executive-council form of 1674 government under Section 17-52a-203, the county legislative body is the local mental health 1675 authority, provided however that any contract for plan services shall be administered by the 1676 county executive. 1677 (ii) In each county operating under a council-manager form of government under 1678 Section 17-52a-204, the county manager is the local mental health authority. 1679 (iii) In each county other than a county described in Subsection (2)(a)(i) or (ii), the 1680 county legislative body is the local mental health authority. 1681 (b) Within legislative appropriations and county matching funds required by this 1682 section, under the direction of the division, each local mental health authority shall: 1683 (i) provide mental health services to individuals within the county; and 1684 (ii) cooperate with efforts of the division to promote integrated programs that address 1685 an individual's substance abuse, mental health, and physical healthcare needs, as described in 1686 Section 62A-15-103. 1687 (c) Within legislative appropriations and county matching funds required by this 1688 section, each local mental health authority shall cooperate with the efforts of the department to 1689 promote a system of care, as defined in Section 26B-1-102, for minors with or at risk for complex emotional and behavioral needs, as described in Section 26B-1-202. 1690 1691 (3) (a) By executing an interlocal agreement under Title 11, Chapter 13, Interlocal 1692 Cooperation Act, two or more counties may join to: 1693 (i) provide mental health prevention and treatment services; or 1694 (ii) create a united local health department that combines substance abuse treatment 1695 services, mental health services, and local health department services in accordance with 1696 Subsection (4). 1697 (b) The legislative bodies of counties joining to provide services may establish 1698 acceptable ways of apportioning the cost of mental health services. 1699 (c) Each agreement for joint mental health services shall: 1700 (i) (A) designate the treasurer of one of the participating counties or another person as 1701 the treasurer for the combined mental health authorities and as the custodian of money

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1702 available for the joint services; and 1703 (B) provide that the designated treasurer, or other disbursing officer authorized by the 1704 treasurer, may make payments from the money available for the joint services upon audit of the 1705 appropriate auditing officer or officers representing the participating counties: 1706 (ii) provide for the appointment of an independent auditor or a county auditor of one of 1707 the participating counties as the designated auditing officer for the combined mental health 1708 authorities; 1709 (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 mental health 1710 1711 authorities; and 1712 (B) authorize the designated legal officer to request and receive the assistance of the 1713 county or district attorneys of the other participating counties in defending or prosecuting 1714 actions within their counties relating to the combined mental health authorities; and 1715 (iv) provide for the adoption of management, clinical, financial, procurement, 1716 personnel, and administrative policies as already established by one of the participating 1717 counties or as approved by the legislative body of each participating county or interlocal board. 1718 (d) An agreement for joint mental health services may provide for: 1719 (i) joint operation of services and facilities or for operation of services and facilities 1720 under contract by one participating local mental health authority for other participating local 1721 mental health authorities; and 1722 (ii) allocation of appointments of members of the mental health advisory council 1723 between or among participating counties. 1724 (4) A county governing body may elect to combine the local mental health authority 1725 with the local substance abuse authority created in Part 2, Local Substance Abuse Authorities, 1726 and the local health department created in Title 26A, Chapter 1, Part 1, Local Health 1727 Department Act, to create a united local health department under Section 26A-1-105.5. A local 1728 mental health authority that joins with a united local health department shall comply with this 1729 part. 1730 (5) (a) Each local mental health authority is accountable to the department and the state 1731 with regard to the use of state and federal funds received from those departments for mental 1732 health services, regardless of whether the services are provided by a private contract provider.

1733	(b) Each local mental health authority shall comply, and require compliance by its
1734	contract provider, with all directives issued by the department regarding the use and
1735	expenditure of state and federal funds received from those departments for the purpose of
1736	providing mental health programs and services. The department shall ensure that those
1737	directives are not duplicative or conflicting, and shall consult and coordinate with local mental
1738	health authorities with regard to programs and services.
1739	(6) (a) Each local mental health authority shall:
1740	(i) review and evaluate mental health needs and services, including mental health needs
1741	and services for:
1742	(A) an individual incarcerated in a county jail or other county correctional facility; and
1743	(B) an individual who is a resident of the county and who is court ordered to receive
1744	assisted outpatient treatment under Section 62A-15-630.5;
1745	(ii) in accordance with Subsection (6)(b), annually prepare and submit to the division a
1746	plan approved by the county legislative body for mental health funding and service delivery,
1747	either directly by the local mental health authority or by contract;
1748	(iii) establish and maintain, either directly or by contract, programs licensed under Title
1749	62A, Chapter 2, Licensure of Programs and Facilities;
1750	(iv) appoint, directly or by contract, a full-time or part-time director for mental health
1751	programs and prescribe the director's duties;
1752	(v) provide input and comment on new and revised rules established by the division;
1753	(vi) establish and require contract providers to establish administrative, clinical,
1754	personnel, financial, procurement, and management policies regarding mental health services
1755	and facilities, in accordance with the rules of the division, and state and federal law;
1756	(vii) establish mechanisms allowing for direct citizen input;
1757	(viii) annually contract with the division to provide mental health programs and
1758	services in accordance with the provisions of Title 62A, Chapter 15, Substance Abuse and
1759	Mental Health Act;
1760	(ix) comply with all applicable state and federal statutes, policies, audit requirements,
1761	contract requirements, and any directives resulting from those audits and contract requirements;
1762	(x) provide funding equal to at least 20% of the state funds that it receives to fund
1763	services described in the plan;

1764	(xi) comply with the requirements and procedures of Title 11, Chapter 13, Interlocal
1765	Cooperation Act, [Title 17B, Chapter 1, Part 6, Fiscal Procedures for Local Districts] Title
1766	17B, Chapter 1, Part 6, Fiscal Procedures for Special Districts, and Title 51, Chapter 2a,
1767	Accounting Reports from Political Subdivisions, Interlocal Organizations, and Other Local
1768	Entities Act; and
1769	(xii) take and retain physical custody of minors committed to the physical custody of
1770	local mental health authorities by a judicial proceeding under Title 62A, Chapter 15, Part 7,
1771	Commitment of Persons Under Age 18 to Division of Substance Abuse and Mental Health.
1772	(b) Each plan under Subsection (6)(a)(ii) shall include services for adults, youth, and
1773	children, which shall include:
1774	(i) inpatient care and services;
1775	(ii) residential care and services;
1776	(iii) outpatient care and services;
1777	(iv) 24-hour crisis care and services;
1778	(v) psychotropic medication management;
1779	(vi) psychosocial rehabilitation, including vocational training and skills development;
1780	(vii) case management;
1781	(viii) community supports, including in-home services, housing, family support
1782	services, and respite services;
1783	(ix) consultation and education services, including case consultation, collaboration
1784	with other county service agencies, public education, and public information; and
1785	(x) services to persons incarcerated in a county jail or other county correctional facility.
1786	(7) (a) If a local mental health authority provides for a local mental health crisis line
1787	under the plan for 24-hour crisis care and services described in Subsection (6)(b)(iv), the local
1788	mental health authority shall:
1789	(i) collaborate with the statewide mental health crisis line described in Section
1790	62A-15-1302;
1791	(ii) ensure that each individual who answers calls to the local mental health crisis line:
1792	(A) is a mental health therapist or a crisis worker; and
1793	(B) meets the standards of care and practice established by the Division of Integrated
1794	Healthcare, in accordance with Section 62A-15-1302; and

1795	(iii) ensure that when necessary, based on the local mental health crisis line's capacity,
1796	calls are immediately routed to the statewide mental health crisis line to ensure that when an
1797	individual calls the local mental health crisis line, regardless of the time, date, or number of
1798	individuals trying to simultaneously access the local mental health crisis line, a mental health
1799	therapist or a crisis worker answers the call without the caller first:
1800	(A) waiting on hold; or
1801	(B) being screened by an individual other than a mental health therapist or crisis
1802	worker.
1803	(b) If a local mental health authority does not provide for a local mental health crisis
1804	line under the plan for 24-hour crisis care and services described in Subsection (6)(b)(iv), the
1805	local mental health authority shall use the statewide mental health crisis line as a local crisis
1806	line resource.
1807	(8) Before disbursing any public funds, each local mental health authority shall require
1808	that each entity that receives any public funds from a local mental health authority agrees in
1809	writing that:
1810	(a) the entity's financial records and other records relevant to the entity's performance
1811	of the services provided to the mental health authority shall be subject to examination by:
1812	(i) the division;
1813	(ii) the local mental health authority director;
1814	(iii) (A) the county treasurer and county or district attorney; or
1815	(B) if two or more counties jointly provide mental health services under an agreement
1816	under Subsection (3), the designated treasurer and the designated legal officer;
1817	(iv) the county legislative body; and
1818	(v) in a county with a county executive that is separate from the county legislative
1819	body, the county executive;
1820	(b) the county auditor may examine and audit the entity's financial and other records
1821	relevant to the entity's performance of the services provided to the local mental health
1822	authority; and
1823	(c) the entity will comply with the provisions of Subsection (5)(b).
1824	(9) A local mental health authority may receive property, grants, gifts, supplies,
1825	materials, contributions, and any benefit derived therefrom, for mental health services. If those

1826	gifts are conditioned upon their use for a specified service or program, they shall be so used.
1827	(10) Public funds received for the provision of services pursuant to the local mental
1828	health plan may not be used for any other purpose except those authorized in the contract
1829	between the local mental health authority and the provider for the provision of plan services.
1830	(11) A local mental health authority shall provide assisted outpatient treatment
1831	services, as described in Section 62A-15-630.4, to a resident of the county who has been
1832	ordered under Section 62A-15-630.5 to receive assisted outpatient treatment.
1833	Section 14. Section 17-50-103 is amended to read:
1834	17-50-103. Use of "county" prohibited Legal action to compel compliance.
1835	(1) For purposes of this section:
1836	(a) (i) "Existing local entity" means a [local] special district, special service district, or
1837	other political subdivision of the state created before May 1, 2000.
1838	(ii) "Existing local entity" does not include a county, city, town, or school district.
1839	[(b) (i) "Local district" means a local district under Title 17B, Limited Purpose Local
1840	Government Entities - Local Districts, that:]
1841	[(A) by statute is a political and corporate entity separate from the county that created
1842	it; and]
1843	[(B) by statute is not subject to the direction and control of the county that created it.]
1844	[(ii) The county legislative body's statutory authority to appoint members to the
1845	governing body of a local district does not alone make the local district subject to the direction
1846	and control of that county.]
1847	[(c)] (b) (i) "New local entity" means a city, town, school district, [local] special
1848	district, special service district, or other political subdivision of the state created on or after
1849	May 1, 2000.
1850	(ii) "New local entity" does not include a county.
1851	(c) (i) "Special district" means a special district under Title 17B, Limited Purpose
1852	Local Government Entities - Special Districts, that:
1853	(A) by statute is a political and corporate entity separate from the county that created
1854	the special district; and
1855	(B) by statute is not subject to the direction and control of the county that created the
1856	special district.

1857	(ii) The county legislative body's statutory authority to appoint members to the
1858	governing body of a special district does not alone make the special district subject to the
1859	direction and control of that county.
1860	(2) (a) A new local entity may not use the word "county" in its name.
1861	(b) After January 1, 2005, an existing local entity may not use the word "county" in its
1862	name unless the county whose name is used by the existing local entity gives its written
1863	consent.
1864	(3) A county with a name similar to the name of a new local entity or existing local
1865	entity in violation of this section may bring legal action in district court to compel compliance
1866	with this section.
1867	Section 15. Section 17-52a-503 is amended to read:
1868	17-52a-503. Adoption of optional plan Election of new county officers Effect
1869	of adoption.
1870	(1) If a proposed optional plan is approved at an election held under Section
1871	17-52a-501:
1872	(a) on or before November 1 of the year immediately following the year of the election
1873	described in Section 17-52a-501 in which the optional plan is approved, the county legislative
1874	body shall:
1875	(i) if the proposed optional plan under Section 17-52a-404 specifies that one or more
1876	members of the county legislative body are elected from districts, adopt the geographic
1877	boundaries of each council or commission member district; and
1878	(ii) adopt the compensation, including benefits, for each member of the county
1879	legislative body;
1880	(b) the elected county officers specified in the plan shall be elected at the next regular
1881	general election following the election under Section 17-52a-501, according to the procedure
1882	and schedule established under Title 20A, Election Code, for the election of county officers;
1883	(c) the proposed optional plan:
1884	(i) becomes effective according to the optional plan's terms;
1885	(ii) subject to Subsection 17-52a-404(1)(c), at the time specified in the optional plan, is
1886	a public record open to inspection by the public; and
1887	(iii) is judicially noticeable by all courts;

- H.B. 22 1888 (d) the county clerk shall, within 10 days of the canvass of the election, file with the 1889 lieutenant governor a copy of the optional plan, certified by the clerk to be a true and correct 1890 copy; 1891 (e) all public officers and employees shall cooperate fully in making the transition 1892 between forms of county government; and 1893 (f) the county legislative body may enact and enforce necessary ordinances to bring 1894 about an orderly transition to the new form of government, including any transfer of power, 1895 records, documents, properties, assets, funds, liabilities, or personnel that are consistent with 1896 the approved optional plan and necessary or convenient to place it into full effect. 1897 (2) An action by the county legislative body under Subsection (1)(a) is not an 1898 amendment for purposes of Section 17-52a-504. 1899 (3) Adoption of an optional plan does not alter or affect the boundaries, organization, 1900 powers, duties, or functions of any: 1901 (a) school district; 1902 (b) justice court; 1903 (c) [local] special district under [Title 17B, Limited Purpose Local Government 1904 Entities - Local Districts] Title 17B, Limited Purpose Local Government Entities - Special 1905 Districts; 1906 (d) special service district under Title 17D, Chapter 1, Special Service District Act; 1907 (e) city or town; or 1908 (f) entity created by an interlocal agreement under Title 11, Chapter 13, Interlocal 1909 Cooperation Act. 1910 (4) (a) After adoption of the optional plan, the county legislative body may adopt a 1911 change to the geographic boundaries of a council or commission member's district. 1912 (b) An action by the county legislative body under Subsection (4)(a) is not an 1913 amendment for purposes of Section 17-52a-504. 1914 (5) After the adoption of an optional plan, the county remains vested with all powers
- 1915 and duties vested generally in counties by statute.
- 1916 Section 16. Section 17B-1-102 is amended to read:
- 1917 TITLE 17B. LIMITED PURPOSE LOCAL GOVERNMENT ENTITIES - SPECIAL 1918 DISTRICTS

1919	CHAPTER 1. PROVISIONS APPLICABLE TO ALL SPECIAL DISTRICTS
1920	17B-1-102. Definitions.
1921	As used in this title:
1922	(1) "Appointing authority" means the person or body authorized to make an
1923	appointment to the board of trustees.
1924	(2) "Basic [local] <u>special</u> district":
1925	(a) means a [local] <u>special</u> district that is not a specialized [local] <u>special</u> district; and
1926	(b) includes an entity that was, under the law in effect before April 30, 2007, created
1927	and operated as a [local] special district, as defined under the law in effect before April 30,
1928	2007.
1929	(3) "Bond" means:
1930	(a) a written obligation to repay borrowed money, whether denominated a bond, note,
1931	warrant, certificate of indebtedness, or otherwise; and
1932	(b) a lease agreement, installment purchase agreement, or other agreement that:
1933	(i) includes an obligation by the district to pay money; and
1934	(ii) the district's board of trustees, in its discretion, treats as a bond for purposes of Title
1935	11, Chapter 14, Local Government Bonding Act, or Title 11, Chapter 27, Utah Refunding Bond
1936	Act.
1937	(4) "Cemetery maintenance district" means a [local] special district that operates under
1938	and is subject to the provisions of this chapter and Chapter 2a, Part 1, Cemetery Maintenance
1939	District Act, including an entity that was created and operated as a cemetery maintenance
1940	district under the law in effect before April 30, 2007.
1941	(5) "Drainage district" means a [local] special district that operates under and is subject
1942	to the provisions of this chapter and Chapter 2a, Part 2, Drainage District Act, including an
1943	entity that was created and operated as a drainage district under the law in effect before April
1944	30, 2007.
1945	(6) "Facility" or "facilities" includes any structure, building, system, land, water right,
1946	water, or other real or personal property required to provide a service that a [local] special
1947	district is authorized to provide, including any related or appurtenant easement or right-of-way,
1948	improvement, utility, landscaping, sidewalk, road, curb, gutter, equipment, or furnishing.
1949	(7) "Fire protection district" means a [local] special district that operates under and is

1950	subject to the provisions of this chapter and Chapter 2a, Part 3, Fire Protection District Act,
1951	including an entity that was created and operated as a fire protection district under the law in
1952	effect before April 30, 2007.
1953	(8) "General obligation bond":
1954	(a) means a bond that is directly payable from and secured by ad valorem property
1955	taxes that are:
1956	(i) levied:
1957	(A) by the district that issues the bond; and
1958	(B) on taxable property within the district; and
1959	(ii) in excess of the ad valorem property taxes of the district for the current fiscal year;
1960	and
1961	(b) does not include:
1962	(i) a short-term bond;
1963	(ii) a tax and revenue anticipation bond; or
1964	(iii) a special assessment bond.
1965	(9) "Improvement assurance" means a surety bond, letter of credit, cash, or other
1966	security:
1967	(a) to guarantee the proper completion of an improvement;
1968	(b) that is required before a [local] special district may provide a service requested by a
1969	service applicant; and
1970	(c) that is offered to a [local] special district to induce the [local] special district before
1971	construction of an improvement begins to:
1972	(i) provide the requested service; or
1973	(ii) commit to provide the requested service.
1974	(10) "Improvement assurance warranty" means a promise that the materials and
1975	workmanship of an improvement:
1976	(a) comply with standards adopted by a [local] special district; and
1977	(b) will not fail in any material respect within an agreed warranty period.
1978	(11) "Improvement district" means a [local] special district that operates under and is
1979	subject to the provisions of this chapter and Chapter 2a, Part 4, Improvement District Act,
1980	including an entity that was created and operated as a county improvement district under the

law in effect before April 30, 2007.

- 1982 (12) "Irrigation district" means a [local] special district that operates under and is
- 1983 subject to the provisions of this chapter and Chapter 2a, Part 5, Irrigation District Act,
- 1984 including an entity that was created and operated as an irrigation district under the law in effect
- 1985 before April 30, 2007.

1986 [(13) "Local district" means a limited purpose local government entity, as described in

- 1987 Section 17B-1-103, that operates under, is subject to, and has the powers set forth in:]
- 1988 [(a) this chapter; or]
- 1989 [(b) (i) this chapter; and]
- 1990 [(ii) (A) Chapter 2a, Part 1, Cemetery Maintenance District Act;]
- 1991 [(B) Chapter 2a, Part 2, Drainage District Act;]
- 1992 [(C) Chapter 2a, Part 3, Fire Protection District Act;]
- 1993 [(D) Chapter 2a, Part 4, Improvement District Act;]
- 1994 [(E) Chapter 2a, Part 5, Irrigation District Act;]
- 1995 [(F) Chapter 2a, Part 6, Metropolitan Water District Act;]
- 1996 [(G) Chapter 2a, Part 7, Mosquito Abatement District Act;]
- 1997 [(II) Chapter 2a, Part 8, Public Transit District Act;]
- 1998 [(I) Chapter 2a, Part 9, Service Area Act;]
- 1999 [(J) Chapter 2a, Part 10, Water Conservancy District Act; or]
- 2000 [(K) Chapter 2a, Part 11, Municipal Services District Act.]
- 2001 [(14)] (13) "Metropolitan water district" means a [local] special district that operates
- 2002 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.
- [(15)] (14) "Mosquito abatement district" means a [local] special district that operates
 under and is subject to the provisions of this chapter and Chapter 2a, Part 7, Mosquito
 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.
- 2009 [(16)] (15) "Municipal" means of or relating to a municipality.
- 2010 [(17)] (16) "Municipality" means a city, town, or metro township.
- 2011 [(18)] (17) "Municipal services district" means a [local] special district that operates

H.B. 22 2012 under and is subject to the provisions of this chapter and Chapter 2a, Part 11, Municipal Services District Act. 2013 2014 [(19)] (18) "Person" means an individual, corporation, partnership, organization, association, trust, governmental agency, or other legal entity. 2015 2016 [(20)] (19) "Political subdivision" means a county, city, town, metro township, [local] 2017 special district under this title, special service district under Title 17D, Chapter 1, Special 2018 Service District Act, an entity created by interlocal cooperation agreement under Title 11, 2019 Chapter 13, Interlocal Cooperation Act, or any other governmental entity designated in statute 2020 as a political subdivision of the state. 2021 $\left[\frac{(21)}{(20)}\right]$ (20) "Private," with respect to real property, means not owned by the United 2022 States or any agency of the federal government, the state, a county, or a political subdivision. 2023 $\left[\frac{(22)}{(21)}\right]$ (21) "Public entity" means: 2024 (a) the United States or an agency of the United States; 2025 (b) the state or an agency of the state: 2026 (c) a political subdivision of the state or an agency of a political subdivision of the 2027 state; (d) another state or an agency of that state; or 2028 2029 (e) a political subdivision of another state or an agency of that political subdivision. 2030 [(23)] (22) "Public transit district" means a [local] special district that operates under 2031 and is subject to the provisions of this chapter and Chapter 2a, Part 8, Public Transit District 2032 Act, including an entity that was created and operated as a public transit district under the law 2033 in effect before April 30, 2007. 2034 [(24)] (23) "Revenue bond": 2035 (a) means a bond payable from designated taxes or other revenues other than the [local] special district's ad valorem property taxes; and 2036 2037 (b) does not include: 2038 (i) an obligation constituting an indebtedness within the meaning of an applicable 2039 constitutional or statutory debt limit: 2040 (ii) a tax and revenue anticipation bond; or 2041 (iii) a special assessment bond. 2042 [(25)] (24) "Rules of order and procedure" means a set of rules that govern and - 66 -

2043	prescribe in a public meeting:
2044	(a) parliamentary order and procedure;
2045	(b) ethical behavior; and
2046	(c) civil discourse.
2047	[(26)] (25) "Service applicant" means a person who requests that a [local] special
2048	district provide a service that the [local] special district is authorized to provide.
2049	[(27)] (26) "Service area" means a [local] special district that operates under and is
2050	subject to the provisions of this chapter and Chapter 2a, Part 9, Service Area Act, including an
2051	entity that was created and operated as a county service area or a regional service area under the
2052	law in effect before April 30, 2007.
2053	[(28)] (27) "Short-term bond" means a bond that is required to be repaid during the
2054	fiscal year in which the bond is issued.
2055	[(29)] (28) "Special assessment" means an assessment levied against property to pay all
2056	or a portion of the costs of making improvements that benefit the property.
2057	[(30)] (29) "Special assessment bond" means a bond payable from special assessments.
2058	(30) "Special district" means a limited purpose local government entity, as described in
2059	Section 17B-1-103, that operates under, is subject to, and has the powers described in:
2060	(a) this chapter; or
2061	(b) (i) this chapter; and
2062	(ii) (A) Chapter 2a, Part 1, Cemetery Maintenance District Act;
2063	(B) Chapter 2a, Part 2, Drainage District Act;
2064	(C) Chapter 2a, Part 3, Fire Protection District Act;
2065	(D) Chapter 2a, Part 4, Improvement District Act;
2066	(E) Chapter 2a, Part 5, Irrigation District Act;
2067	(F) Chapter 2a, Part 6, Metropolitan Water District Act;
2068	(G) Chapter 2a, Part 7, Mosquito Abatement District Act;
2069	(H) Chapter 2a, Part 8, Public Transit District Act;
2070	(I) Chapter 2a, Part 9, Service Area Act;
2071	(J) Chapter 2a, Part 10, Water Conservancy District Act; or
2072	(K) Chapter 2a, Part 11, Municipal Services District Act.
2073	(31) "Specialized [local] special district" means a [local] special district that is a

2074	cemetery maintenance district, a drainage district, a fire protection district, an improvement
2075	district, an irrigation district, a metropolitan water district, a mosquito abatement district, a
2076	public transit district, a service area, a water conservancy district, a municipal services district,
2077	or a public infrastructure district.
2078	(32) "Taxable value" means the taxable value of property as computed from the most
2079	recent equalized assessment roll for county purposes.
2080	(33) "Tax and revenue anticipation bond" means a bond:
2081	(a) issued in anticipation of the collection of taxes or other revenues or a combination
2082	of taxes and other revenues; and
2083	(b) that matures within the same fiscal year as the fiscal year in which the bond is
2084	issued.
2085	(34) "Unincorporated" means not included within a municipality.
2086	(35) "Water conservancy district" means a [local] special district that operates under
2087	and is subject to the provisions of this chapter and Chapter 2a, Part 10, Water Conservancy
2088	District Act, including an entity that was created and operated as a water conservancy district
2089	under the law in effect before April 30, 2007.
2090	(36) "Works" includes a dam, reservoir, well, canal, conduit, pipeline, drain, tunnel,
2091	power plant, and any facility, improvement, or property necessary or convenient for supplying
2092	or treating water for any beneficial use, and for otherwise accomplishing the purposes of a
2093	[local] special district.
2094	Section 17. Section 17B-1-103 is amended to read:
2095	17B-1-103. Special district status and powers Registration as a limited purpose
2096	entity.
2097	(1) A [local] special district:
2098	(a) is:
2099	(i) a body corporate and politic with perpetual succession;
2100	(ii) a quasi-municipal corporation; and
2101	(iii) a political subdivision of the state; and
2102	(b) may sue and be sued.
2103	(2) A [local] special district may:
2104	(a) acquire, by any lawful means, or lease any real property, personal property, or a

2105	groundwater right necessary or convenient to the full exercise of the district's powers;
2106	(b) acquire, by any lawful means, any interest in real property, personal property, or a
2107	groundwater right necessary or convenient to the full exercise of the district's powers;
2108	(c) transfer an interest in or dispose of any property or interest described in Subsections
2109	(2)(a) and (b);
2110	(d) acquire or construct works, facilities, and improvements necessary or convenient to
2111	the full exercise of the district's powers, and operate, control, maintain, and use those works,
2112	facilities, and improvements;
2113	(e) borrow money and incur indebtedness for any lawful district purpose;
2114	(f) issue bonds, including refunding bonds:
2115	(i) for any lawful district purpose; and
2116	(ii) as provided in and subject to [Part 11, Local District Bonds] Part 11, Special
2117	District Bonds;
2118	(g) levy and collect property taxes:
2119	(i) for any lawful district purpose or expenditure, including to cover a deficit resulting
2120	from tax delinquencies in a preceding year; and
2121	(ii) as provided in and subject to [Part 10, Local District Property Tax Levy] Part 10,
2122	Special District Property Tax Levy;
2123	(h) as provided in Title 78B, Chapter 6, Part 5, Eminent Domain, acquire by eminent
2124	domain property necessary to the exercise of the district's powers;
2125	(i) invest money as provided in Title 51, Chapter 7, State Money Management Act;
2126	(j) (i) impose fees or other charges for commodities, services, or facilities provided by
2127	the district, to pay some or all of the district's costs of providing the commodities, services, and
2128	facilities, including the costs of:
2129	(A) maintaining and operating the district;
2130	(B) acquiring, purchasing, constructing, improving, or enlarging district facilities;
2131	(C) issuing bonds and paying debt service on district bonds; and
2132	(D) providing a reserve established by the board of trustees; and
2133	(ii) take action the board of trustees considers appropriate and adopt regulations to
2134	assure the collection of all fees and charges that the district imposes;
2135	(k) if applicable, charge and collect a fee to pay for the cost of connecting a customer's

2136 property to district facilities in order for the district to provide service to the property; 2137 (1) enter into a contract that the [local] special district board of trustees considers 2138 necessary, convenient, or desirable to carry out the district's purposes, including a contract: 2139 (i) with the United States or any department or agency of the United States: 2140 (ii) to indemnify and save harmless; or 2141 (iii) to do any act to exercise district powers; 2142 (m) purchase supplies, equipment, and materials; 2143 (n) encumber district property upon terms and conditions that the board of trustees 2144 considers appropriate; 2145 (o) exercise other powers and perform other functions that are provided by law; 2146 (p) construct and maintain works and establish and maintain facilities, including works 2147 or facilities: 2148 (i) across or along any public street or highway, subject to Subsection (3) and if the 2149 district: (A) promptly restores the street or highway, as much as practicable, to its former state 2150 2151 of usefulness; and 2152 (B) does not use the street or highway in a manner that completely or unnecessarily 2153 impairs the usefulness of it: 2154 (ii) in, upon, or over any vacant public lands that are or become the property of the 2155 state, including school and institutional trust lands, as defined in Section 53C-1-103, if the 2156 director of the School and Institutional Trust Lands Administration, acting under Sections 2157 53C-1-102 and 53C-1-303, consents; or 2158 (iii) across any stream of water or watercourse, subject to Section 73-3-29; 2159 (q) perform any act or exercise any power reasonably necessary for the efficient 2160 operation of the [local] special district in carrying out its purposes; 2161 (r) (i) except for a [local] special district described in Subsection (2)(r)(ii), designate an 2162 assessment area and levy an assessment on land within the assessment area, as provided in 2163 Title 11. Chapter 42. Assessment Area Act: or 2164 (ii) for a [local] special district created to assess a groundwater right in a critical 2165 management area described in Subsection 17B-1-202(1), designate an assessment area and levy 2166 an assessment, as provided in Title 11, Chapter 42, Assessment Area Act, on a groundwater

2167	right to facilitate a groundwater management plan;
2168	(s) contract with another political subdivision of the state to allow the other political
2169	subdivision to use the district's surplus water or capacity or have an ownership interest in the
2170	district's works or facilities, upon the terms and for the consideration, whether monetary or
2171	nonmonetary consideration or no consideration, that the district's board of trustees considers to
2172	be in the best interests of the district and the public;
2173	(t) upon the terms and for the consideration, whether monetary or nonmonetary
2174	consideration or no consideration, that the district's board of trustees considers to be in the best
2175	interests of the district and the public, agree:
2176	(i) (A) with another political subdivision of the state; or
2177	(B) with a public or private owner of property on which the district has a right-of-way
2178	or adjacent to which the district owns fee title to property; and
2179	(ii) to allow the use of property:
2180	(A) owned by the district; or
2181	(B) on which the district has a right-of-way; and
2182	(u) if the [local] special district receives, as determined by the [local] special district
2183	board of trustees, adequate monetary or nonmonetary consideration in return:
2184	(i) provide services or nonmonetary assistance to a nonprofit entity;
2185	(ii) waive fees required to be paid by a nonprofit entity; or
2186	(iii) provide monetary assistance to a nonprofit entity, whether from the [local] special
2187	district's own funds or from funds the [local] special district receives from the state or any other
2188	source.
2189	(3) With respect to a [local] special district's use of a street or highway, as provided in
2190	Subsection (2)(p)(i):
2191	(a) the district shall comply with the reasonable rules and regulations of the
2192	governmental entity, whether state, county, or municipal, with jurisdiction over the street or
2193	highway, concerning:
2194	(i) an excavation and the refilling of an excavation;
2195	(ii) the relaying of pavement; and
2196	(iii) the protection of the public during a construction period; and
2197	(b) the governmental entity, whether state, county, or municipal, with jurisdiction over

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2198 the street or highway: 2199 (i) may not require the district to pay a license or permit fee or file a bond; and 2200 (ii) may require the district to pay a reasonable inspection fee. 2201 (4) (a) A [local] special district may: 2202 (i) acquire, lease, or construct and operate electrical generation, transmission, and 2203 distribution facilities, if: 2204 (A) the purpose of the facilities is to harness energy that results inherently from the 2205 district's operation of a project or facilities that the district is authorized to operate or from the 2206 district providing a service that the district is authorized to provide; 2207 (B) the generation of electricity from the facilities is incidental to the primary 2208 operations of the district; and 2209 (C) operation of the facilities will not hinder or interfere with the primary operations of 2210 the district: 2211 (ii) (A) use electricity generated by the facilities; or 2212 (B) subject to Subsection (4)(b), sell electricity generated by the facilities to an electric 2213 utility or municipality with an existing system for distributing electricity. 2214 (b) A district may not act as a retail distributor or seller of electricity. 2215 (c) Revenue that a district receives from the sale of electricity from electrical 2216 generation facilities it owns or operates under this section may be used for any lawful district 2217 purpose, including the payment of bonds issued to pay some or all of the cost of acquiring or 2218 constructing the facilities. 2219 (5) A [local] special district may adopt and, after adoption, alter a corporate seal. 2220 (6) (a) Each [local] special district shall register and maintain the [local] special 2221 district's registration as a limited purpose entity, in accordance with Section 67-1a-15. 2222 (b) A [local] special district that fails to comply with Subsection (6)(a) or Section 2223 67-1a-15 is subject to enforcement by the state auditor, in accordance with Section 67-3-1. 2224 (7) (a) As used in this Subsection (7), "knife" means a cutting instrument that includes 2225 a sharpened or pointed blade. 2226 (b) The authority to regulate a knife is reserved to the state except where the 2227 Legislature specifically delegates responsibility to a [local] special district. 2228 (c) Unless specifically authorized by the Legislature by statute, a [local] special district

2229	may not adopt or enforce a regulation or rule pertaining to a knife.
2230	Section 18. Section 17B-1-104 is amended to read:
2231	17B-1-104. Property owner provisions.
2232	(1) For purposes of this title:
2233	(a) the owner of real property shall be:
2234	(i) except as provided in Subsection (1)(a)(ii), the fee title owner according to the
2235	records of the county recorder on the date of the filing of the request or petition; or
2236	(ii) for a proposed annexation under Part 4, Annexation, the lessee of military land, as
2237	defined in Section 63H-1-102, if the area proposed for annexation includes military land that is
2238	within a project area described in a project area plan adopted by the military installation
2239	development authority under Title 63H, Chapter 1, Military Installation Development
2240	Authority Act; and
2241	(b) the value of private real property shall be determined according to the last
2242	assessment before the filing of the request or petition, as determined by:
2243	(i) the county under Title 59, Chapter 2, Part 3, County Assessment, for property
2244	subject to assessment by the county;
2245	(ii) the State Tax Commission under Title 59, Chapter 2, Part 2, Assessment of
2246	Property, for property subject to assessment by the State Tax Commission; or
2247	(iii) the county, for all other property.
2248	(2) For purposes of each provision of this title that requires the owners of private real
2249	property covering a percentage of the total private land area within the proposed [local] special
2250	district to sign a request, petition, or protest:
2251	(a) a parcel of real property may not be included in the calculation of the required
2252	percentage unless the request or petition is signed by:
2253	(i) except as provided in Subsection (2)(a)(ii), owners representing a majority
2254	ownership interest in that parcel; or
2255	(ii) if the parcel is owned by joint tenants or tenants by the entirety, 50% of the number
2256	of owners of that parcel;
2257	(b) the signature of a person signing a request or petition in a representative capacity on
2258	behalf of an owner is invalid unless:
2259	(i) the person's representative capacity and the name of the owner the person represents

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2260 are indicated on the request or petition with the person's signature; and 2261 (ii) the person provides documentation accompanying the request or petition that 2262 reasonably substantiates the person's representative capacity; and 2263 (c) subject to Subsection (2)(b), a duly appointed personal representative may sign a 2264 request or petition on behalf of a deceased owner. 2265 Section 19. Section 17B-1-104.5 is amended to read: 17B-1-104.5. Groundwater right owner provisions -- Vote. 2266 2267 (1) For purposes of this title, an owner of a groundwater right, is on the date of the 2268 filing of a groundwater right owner petition or groundwater right owner request, the owner 2269 according to: 2270 (a) a deed recorded with the county recorder in accordance with Section 73-1-10; or 2271 (b) a water right of record filed in the state engineer's office in accordance with Section 2272 73-1-10. 2273 (2) For purposes of each provision of this title that requires the owners of groundwater 2274 rights covering a percentage of the total groundwater rights within the proposed [local] special 2275 district to sign a request, petition, or protest: 2276 (a) a groundwater right may not be included in the calculation of the required 2277 percentage unless the request or petition is signed by: 2278 (i) except as provided in Subsection (2)(a)(ii), owners representing a majority 2279 ownership interest in that groundwater right; or 2280 (ii) if the groundwater right is owned by joint tenants or tenants by the entirety, 50% of 2281 the number of owners of that groundwater right; (b) the signature of a person signing a request or petition in a representative capacity on 2282 2283 behalf of an owner is invalid unless: 2284 (i) the person's representative capacity and the name of the owner the person represents 2285 are indicated on the request or petition with the person's signature: and 2286 (ii) the person provides documentation accompanying the request or petition that 2287 reasonably substantiates the person's representative capacity; and 2288 (c) subject to Subsection (2)(b), a duly appointed personal representative may sign a 2289 request or petition on behalf of the estate of a deceased owner. 2290 (3) For an election by groundwater right owners described in this title, each owner of a

2291	groundwater right is entitled to cast one vote.
2292	Section 20. Section 17B-1-105 is amended to read:
2293	17B-1-105. Name of special district Name change.
2294	(1) (a) The name of each [local] special district created on or after May 1, 2000 shall
2295	comply with Subsection 17-50-103(2)(a).
2296	(b) The board of each [local] special district affected by Subsection 17-50-103(2)(b)
2297	shall ensure that after January 1, 2005 the [local] special district name complies with the
2298	requirements of [that] Subsection <u>17-50-103(2)(b)</u> .
2299	(2) The name of a [local] special district created after April 30, 2007 may not include
2300	the name of a county or municipality.
2301	(3) The name of a [local] special district may include words descriptive of the type of
2302	service that the district provides.
2303	(4) (a) A [local] special district board may change the name of that [local] special
2304	district as provided in this Subsection (4).
2305	(b) To initiate a name change, the [local] special district board shall:
2306	(i) hold a public hearing on the proposed name change;
2307	(ii) adopt a resolution approving the name change; and
2308	(iii) file with the lieutenant governor a notice of an impending name change, as defined
2309	in Section 67-1a-6.7, that meets the requirements of Subsection 67-1a-6.7(3).
2310	(c) Upon the lieutenant governor's issuance of a certificate of name change under
2311	Section 67-1a-6.7, the [local] special district board shall:
2312	(i) if the [local] special district is located within the boundary of a single county,
2313	submit to the recorder of that county:
2314	(A) the original:
2315	(I) notice of an impending name change; and
2316	(II) certificate of name change; and
2317	(B) a certified copy of the resolution approving the name change; or
2318	(ii) if the [local] special district is located within the boundaries of more than a single
2319	county:
2320	(A) submit to the recorder of one of those counties:
2321	(I) the original of the documents listed in Subsections (4)(c)(i)(A)(I) and (II); and

- 2322 (II) a certified copy of the resolution approving the name change; and 2323 (B) submit to the recorder of each other county: 2324 (I) a certified copy 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. 2326 (d) (i) A name change under this Subsection (4) becomes effective upon the lieutenant 2327 governor's issuance of a certificate of name change under Section 67-1a-6.7. (ii) Notwithstanding Subsection (4)(d)(i), the [local] special district may not operate 2328 2329 under the new name until the documents listed in Subsection (4)(c) are recorded in the office of 2330 the recorder of each county in which the [local] special district is located. 2331 Section 21. Section **17B-1-106** is amended to read: 2332 **17B-1-106.** Notice before preparing or amending a long-range plan or acquiring 2333 certain property. 2334 (1) As used in this section: (a) (i) "Affected entity" means each county, municipality, [local] special district under 2335 2336 this title, special service district, school district, interlocal cooperation entity established under 2337 Title 11, Chapter 13, Interlocal Cooperation Act, and specified public utility: 2338 (A) whose services or facilities are likely to require expansion or significant 2339 modification because of an intended use of land; or 2340 (B) that has filed with the [local] special district a copy of the general or long-range plan of the county, municipality, [local] special district, school district, interlocal cooperation 2341 2342 entity, or specified public utility. (ii) "Affected entity" does not include the [local] special district that is required under 2343 2344 this section to provide notice. (b) "Specified public utility" means an electrical corporation, gas corporation, or 2345 2346 telephone corporation, as those terms are defined in Section 54-2-1. 2347 (2) (a) If a [local] special district under this title located in a county of the first or 2348 second class prepares a long-range plan regarding the [local] special district's facilities 2349 proposed for the future or amends an already existing long-range plan, the [local] special 2350 district shall, before preparing a long-range plan or amendments to an existing long-range plan, provide written notice, as provided in this section, of the [local] special district's intent to 2351 2352 prepare a long-range plan or to amend an existing long-range plan.
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2353 (b) Each notice under Subsection (2)(a) shall: (i) indicate that the [local] special district intends to prepare a long-range plan or to 2354 amend a long-range plan, as the case may be: 2355 (ii) describe or provide a map of the geographic area that will be affected by the 2356 2357 long-range plan or amendments to a long-range plan; 2358 (iii) be: 2359 (A) sent to each county in whose unincorporated area and each municipality in whose 2360 boundaries is located the land on which the proposed long-range plan or amendments to a 2361 long-range plan are expected to indicate that the proposed facilities will be located; 2362 (B) sent to each affected entity; 2363 (C) sent to the Utah Geospatial Resource Center created in Section 63A-16-505: 2364 (D) sent to each association of governments, established pursuant to an interlocal 2365 agreement under Title 11, Chapter 13, Interlocal Cooperation Act, of which a county or 2366 municipality described in Subsection (2)(b)(iii)(A) is a member; and 2367 (E) (I) placed on the Utah Public Notice Website created under Section 63A-16-601, if 2368 the [local] special district: 2369 (Aa) is required under Subsection 52-4-203(3) to use that website to provide public 2370 notice of a meeting: or 2371 (Bb) voluntarily chooses to place notice on that website despite not being required to 2372 do so under Subsection (2)(b)(iii)(E)(I)(Aa); or 2373 (II) the state planning coordinator appointed under Section 63J-4-401, if the [local] 2374 special district does not provide notice on the Utah Public Notice Website under Subsection 2375 (2)(b)(iii)(E)(I);2376 (iv) with respect to the notice to counties and municipalities described in Subsection 2377 (2)(b)(iii)(A) and affected entities, invite them to provide information for the [local] special 2378 district to consider in the process of preparing, adopting, and implementing the long-range plan 2379 or amendments to a long-range plan concerning: 2380 (A) impacts that the use of land proposed in the proposed long-range plan or 2381 amendments to a long-range plan may have on the county, municipality, or affected entity; and 2382 (B) uses of land that the county, municipality, or affected entity is planning or considering that may conflict with the proposed long-range plan or amendments to a long-range 2383

2384	plan; and
2385	(v) include the address of an Internet website, if the [local] special district has one, and
2386	the name and telephone number of an individual where more information can be obtained
2387	concerning the [local] special district's proposed long-range plan or amendments to a
2388	long-range plan.
2389	(3) (a) Except as provided in Subsection (3)(d), each [local] special district intending to
2390	acquire real property in a county of the first or second class for the purpose of expanding the
2391	[local] special district's infrastructure or other facilities used for providing the services that the
2392	[local] <u>special</u> district is authorized to provide shall provide written notice, as provided in this
2393	Subsection (3), of the[-local] special district's intent to acquire the property if the intended use
2394	of the property is contrary to:
2395	(i) the anticipated use of the property under the county or municipality's general plan;
2396	or
2397	(ii) the property's current zoning designation.
2398	(b) Each notice under Subsection (3)(a) shall:
2399	(i) indicate that the [local] special district intends to acquire real property;
2400	(ii) identify the real property; and
2401	(iii) be sent to:
2402	(A) each county in whose unincorporated area and each municipality in whose
2403	boundaries the property is located; and
2404	(B) each affected entity.
2405	(c) A notice under this Subsection (3) is a protected record as provided in Subsection
2406	63G-2-305(8).
2407	(d) (i) The notice requirement of Subsection (3)(a) does not apply if the [local] special
2408	district previously provided notice under Subsection (2) identifying the general location within
2409	the municipality or unincorporated part of the county where the property to be acquired is
2410	located.
2411	(ii) If a [local] special district is not required to comply with the notice requirement of
2412	Subsection (3)(a) because of application of Subsection (3)(d)(i), the [local] special district shall
2413	provide the notice specified in Subsection (3)(a) as soon as practicable after the [local] special
2414	district's acquisition of the real property.

2415	Section 22. Section 17B-1-107 is amended to read:
2416	17B-1-107. Recording a release of lien.
2417	If a [local] special district records a lien upon real property or a groundwater right for
2418	an unpaid assessment by the owner and the owner then pays the assessment in full, including,
2419	subject to Section 17B-1-902.1, any interest and administrative costs, the [local] special district
2420	recording the lien shall record the release of the lien.
2421	Section 23. Section 17B-1-110 is amended to read:
2422	17B-1-110. Compliance with nepotism requirements.
2423	Each [local] special district shall comply with Title 52, Chapter 3, Prohibiting
2424	Employment of Relatives.
2425	Section 24. Section 17B-1-111 is amended to read:
2426	17B-1-111. Impact fee resolution Notice and hearing requirements.
2427	(1) (a) If a [local] special district wishes to impose impact fees, the board of trustees of
2428	the [local] special district shall:
2429	(i) prepare a proposed impact fee resolution that meets the requirements of Title 11,
2430	Chapter 36a, Impact Fees Act;
2431	(ii) make a copy of the impact fee resolution available to the public at least 14 days
2432	before the date of the public hearing and hold a public hearing on the proposed impact fee
2433	resolution; and
2434	(iii) provide reasonable notice of the public hearing at least 14 days before the date of
2435	the hearing.
2436	(b) After the public hearing, the board of trustees may:
2437	(i) adopt the impact fee resolution as proposed;
2438	(ii) amend the impact fee resolution and adopt or reject it as amended; or
2439	(iii) reject the resolution.
2440	(2) A [local] special district meets the requirements of reasonable notice required by
2441	this section if it:
2442	(a) posts notice of the hearing or meeting in at least three public places within the
2443	jurisdiction; or
2444	(b) gives actual notice of the hearing or meeting.
2445	(3) The [local] special district's board of trustees may enact a resolution establishing

stricter notice requirements than those required by this section.

2447 (4) (a) Proof that one of the two forms of notice required by this section was given is2448 prima facie evidence that notice was properly given.

(b) If notice given under authority of this section is not challenged within 30 days from
the date of the meeting for which the notice was given, the notice is considered adequate and
proper.

2452 Section 25. Section 17B-1-113 is amended to read:

2453

17B-1-113. Liability insurance.

2454 (1) Each [local] special district with an annual operating budget of \$50,000 or more
2455 shall obtain liability insurance as considered appropriate by the [local] special district board.

2456 (2) Each [local] special district with an annual operating budget of less than \$50,000 is
2457 not required to obtain liability insurance, but liability insurance is encouraged, as considered
2458 appropriate by the [local] special district board.

2459

Section 26. Section **17B-1-114** is amended to read:

2460 **17B-1-114.** Special district property taxes on a parity with general taxes.

Unless otherwise specifically provided by statute, property taxes levied by a [local]
 special district shall constitute a lien on the property on a parity with and collectible at the same
 time and in the same manner as general county taxes that are a lien on the property.

2464

Section 27. Section **17B-1-115** is amended to read:

2465 17B-1-115. Validation of previously created special districts -- Continuation of
 2466 certain special districts under this chapter -- Providing a previously authorized service.

(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.

(2) An entity created and operating under the law in effect before April 30, 2007 as a
[local] special district but not as a cemetery maintenance district, drainage district, fire
protection district, improvement district, irrigation district, metropolitan water district,
mosquito abatement district, public transit district, service area, or water conservancy district
shall continue on and after April 30, 2007 as a [local] special district subject to the provisions
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

2476 <u>Special Districts</u>.

2477	(3) Nothing in this title may be construed to prohibit or limit a [local] special district
2478	from providing on or after April 30, 2007 a service that it was authorized before that date to
2479	provide.
2480	Section 28. Section 17B-1-116 is amended to read:
2481	17B-1-116. Property exempt from taxation and execution.
2482	All property and assets of a [local] special district are exempt from taxation and exempt
2483	from execution.
2484	Section 29. Section 17B-1-118 is amended to read:
2485	17B-1-118. Special district hookup fee Preliminary design or site plan from a
2486	specified public agency.
2487	(1) As used in this section:
2488	(a) "Hookup fee" means a fee for the installation and inspection of any pipe, line,
2489	meter, or appurtenance to connect to a [local] special district water, sewer, storm water, power,
2490	or other utility system.
2491	(b) "Impact fee" has the same meaning as defined in Section 11-36a-102.
2492	(c) "Specified public agency" means:
2493	(i) the state;
2494	(ii) a school district; or
2495	(iii) a charter school.
2496	(d) "State" includes any department, division, or agency of the state.
2497	(2) A [local] special district may not impose or collect a hookup fee that exceeds the
2498	reasonable cost of installing and inspecting the pipe, line, meter, or appurtenance to connect to
2499	the [local] special district water, sewer, storm water, power, or other utility system.
2500	(3) (a) A specified public agency intending to develop its land shall submit a
2501	development plan and schedule to each [local] special district from which the specified public
2502	agency anticipates the development will receive service:
2503	(i) as early as practicable in the development process, but no later than the
2504	commencement of construction; and
2505	(ii) with sufficient detail to enable the [local] special district to assess:
2506	(A) the demand for public facilities listed in Subsections 11-36a-102(17)(a), (b), (c),
2507	(d), (e), and (g) caused by the development;

- 2508 (B) the amount of any hookup fees, or impact fees or substantive equivalent; 2509 (C) any credit against an impact fee; and 2510 (D) the potential for waiving an impact fee. 2511 (b) The [local] special district shall respond to a specified public agency's submission 2512 under Subsection (3)(a) with reasonable promptness in order to allow the specified public 2513 agency to consider information the [local] special district provides under Subsection (3)(a)(ii) 2514 in the process of preparing the budget for the development. 2515 (4) Upon a specified public agency's submission of a development plan and schedule as 2516 required in Subsection (3) that complies with the requirements of that subsection, the specified 2517 public agency vests in the [local] special district's hookup fees and impact fees in effect on the 2518 date of submission. 2519 Section 30. Section 17B-1-119 is amended to read: 2520 17B-1-119. Duty to comply with local land use provisions. 2521 A [local] special district shall comply with Title 10, Chapter 9a, Municipal Land Use, 2522 Development, and Management Act, and Title 17, Chapter 27a, County Land Use, 2523 Development, and Management Act, as applicable, if a land use authority consults with or 2524 allows the [local] special district to participate in any way in a land use authority's land use 2525 development review or approval process. 2526 Section 31. Section 17B-1-120 is amended to read: 2527 **17B-1-120.** Exactions -- Exaction for water interest -- Requirement to offer to 2528 original owner property acquired by exaction. 2529 (1) A [local] special district may impose an exaction on a service received by an 2530 applicant, including, subject to Subsection (2), an exaction for a water interest if: 2531 (a) the [local] special district establishes that a legitimate [local] special district interest 2532 makes the exaction essential; and 2533 (b) the exaction is roughly proportionate, both in nature and extent, to the impact of the 2534 proposed service on the [local] special district. 2535 (2) (a) (i) A [local] special district shall base an exaction for a water interest on the 2536 culinary water authority's established calculations of projected water interest requirements. 2537 (ii) If requested by a service applicant, the culinary authority shall provide the basis for 2538 the culinary water authority's calculations described in Subsection (2)(a)(i).

2539	(b) A [local] <u>special</u> district may not impose an exaction for a water interest if the
2540	culinary water authority's existing available water interests exceed the water interests needed to
2541	meet the reasonable future water requirement of the public, as determined in accordance with
2542	Section 73-1-4.
2543	(3) (a) If a [local] <u>special</u> district plans to dispose of surplus real property that was
2544	acquired under this section and has been owned by the [local] special district for less than 15
2545	years, the [local] special district shall offer to reconvey the surplus real property, without
2546	receiving additional consideration, first to a person who granted the real property to the [local]
2547	special district.
2548	(b) The person described in Subsection (3)(a) shall, within 90 days after the day on
2549	which a [local] special district makes an offer under Subsection (3)(a), accept or reject the
2550	offer.
2551	(c) If a person rejects an offer under Subsection (3)(b), the [local] special district may
2552	sell the real property.
2553	Section 32. Section 17B-1-121 is amended to read:
2554	17B-1-121. Limit on fees Requirement to itemize and account for fees
2555	Appeals.
2556	(1) A [local] special district may not impose or collect:
2557	(a) an application fee that exceeds the reasonable cost of processing the application; or
2558	
2330	(b) an inspection or review fee that exceeds the reasonable cost of performing an
2559	(b) an inspection or review fee that exceeds the reasonable cost of performing an inspection or review.
2559	inspection or review.
2559 2560	inspection or review. (2) (a) Upon request by a service applicant who is charged a fee or an owner of
2559 2560 2561	 inspection or review. (2) (a) Upon request by a service applicant who is charged a fee or an owner of residential property upon which a fee is imposed, a [local] special district shall provide a
2559 2560 2561 2562	 inspection or review. (2) (a) Upon request by a service applicant who is charged a fee or an owner of residential property upon which a fee is imposed, a [local] special district shall provide a statement of each itemized fee and calculation method for each fee.
2559 2560 2561 2562 2563	 inspection or review. (2) (a) Upon request by a service applicant who is charged a fee or an owner of residential property upon which a fee is imposed, a [local] special district shall provide a statement of each itemized fee and calculation method for each fee. (b) If an applicant who is charged a fee or an owner of residential property upon which
2559 2560 2561 2562 2563 2564	 inspection or review. (2) (a) Upon request by a service applicant who is charged a fee or an owner of residential property upon which a fee is imposed, a [local] special district shall provide a statement of each itemized fee and calculation method for each fee. (b) If an applicant who is charged a fee or an owner of residential property upon which a fee is imposed submits a request for a statement of each itemized fee no later than 30 days
2559 2560 2561 2562 2563 2564 2565	 inspection or review. (2) (a) Upon request by a service applicant who is charged a fee or an owner of residential property upon which a fee is imposed, a [local] special district shall provide a statement of each itemized fee and calculation method for each fee. (b) If an applicant who is charged a fee or an owner of residential property upon which a fee is imposed submits a request for a statement of each itemized fee no later than 30 days after the day on which the applicant or owner pays the fee, the [local] special district shall, no
2559 2560 2561 2562 2563 2564 2565 2566	 inspection or review. (2) (a) Upon request by a service applicant who is charged a fee or an owner of residential property upon which a fee is imposed, a [local] special district shall provide a statement of each itemized fee and calculation method for each fee. (b) If an applicant who is charged a fee or an owner of residential property upon which a fee is imposed submits a request for a statement of each itemized fee no later than 30 days after the day on which the applicant or owner pays the fee, the [local] special district shall, no later than 10 days after the day on which the request is received, provide or commit to provide
2559 2560 2561 2562 2563 2564 2565 2566 2566	 inspection or review. (2) (a) Upon request by a service applicant who is charged a fee or an owner of residential property upon which a fee is imposed, a [local] special district shall provide a statement of each itemized fee and calculation method for each fee. (b) If an applicant who is charged a fee or an owner of residential property upon which a fee is imposed submits a request for a statement of each itemized fee no later than 30 days after the day on which the applicant or owner pays the fee, the [local] special district shall, no later than 10 days after the day on which the request is received, provide or commit to provide within a specific time:

2570	(ii) an accounting of each fee paid;
2571	(iii) how each fee will be distributed by the [local] special district; and
2572	(iv) information on filing a fee appeal through the process described in Subsection
2573	(2)(c).
2574	(c) (i) A [local] special district shall establish an impartial fee appeal process to
2575	determine whether a fee reflects only the reasonable estimated cost of delivering the service for
2576	which the fee was paid.
2577	(ii) A party to a fee appeal described in Subsection (2)(c)(i) may petition for judicial
2578	review of the [local] special district's final decision.
2579	(3) A [local] <u>special</u> district may not impose on or collect from a public agency a fee
2580	associated with the public agency's development of the public agency's land other than:
2581	(a) subject to Subsection (1), a hookup fee; or
2582	(b) an impact fee, as defined in Section 11-36a-102 and subject to Section 11-36a-402,
2583	for a public facility listed in Subsection 11-36a-102(17)(a), (b), (c), (d), (e), or (g).
2584	Section 33. Section 17B-1-201 is amended to read:
2585	Part 2. Creation of a District
2585 2586	Part 2. Creation of a District 17B-1-201. Definitions.
2586	17B-1-201. Definitions.
2586 2587	17B-1-201. Definitions. As used in this part:
2586 2587 2588	17B-1-201. Definitions.As used in this part:(1) "Applicable area" means:
2586 2587 2588 2589	17B-1-201. Definitions.As used in this part:(1) "Applicable area" means:(a) for a county, the unincorporated area of the county that is included within the
2586 2587 2588 2589 2590	 17B-1-201. Definitions. As used in this part: (1) "Applicable area" means: (a) for a county, the unincorporated area of the county that is included within the proposed [local] special district; or
2586 2587 2588 2589 2590 2591	 17B-1-201. Definitions. As used in this part: (1) "Applicable area" means: (a) for a county, the unincorporated area of the county that is included within the proposed [local] special district; or (b) for a municipality, the area of the municipality that is included within the proposed
2586 2587 2588 2589 2590 2591 2592	 17B-1-201. Definitions. As used in this part: (1) "Applicable area" means: (a) for a county, the unincorporated area of the county that is included within the proposed [local] special district; or (b) for a municipality, the area of the municipality that is included within the proposed [local] special district.
2586 2587 2588 2589 2590 2591 2592 2593	 17B-1-201. Definitions. As used in this part: (1) "Applicable area" means: (a) for a county, the unincorporated area of the county that is included within the proposed [local] special district; or (b) for a municipality, the area of the municipality that is included within the proposed [local] special district; (2) "Governing body" means:
2586 2587 2588 2589 2590 2591 2592 2593 2594	 17B-1-201. Definitions. As used in this part: (1) "Applicable area" means: (a) for a county, the unincorporated area of the county that is included within the proposed [local] special district; or (b) for a municipality, the area of the municipality that is included within the proposed [local] special district. (2) "Governing body" means: (a) for a county or municipality, the legislative body of the county or municipality; and
2586 2587 2588 2589 2590 2591 2592 2593 2594 2595	 17B-1-201. Definitions. As used in this part: (1) "Applicable area" means: (a) for a county, the unincorporated area of the county that is included within the proposed [local] special district; or (b) for a municipality, the area of the municipality that is included within the proposed [local] special district. (2) "Governing body" means: (a) for a county or municipality, the legislative body of the county or municipality; and (b) for a [local] special district, the board of trustees of the [local] special district.
2586 2587 2588 2589 2590 2591 2592 2593 2594 2595 2596	 17B-1-201. Definitions. As used in this part: "Applicable area" means: for a county, the unincorporated area of the county that is included within the proposed [local] special district; or for a municipality, the area of the municipality that is included within the proposed [local] special district. "Governing body" means: for a county or municipality, the legislative body of the county or municipality; and b for a [local] special district, the board of trustees of the [local] special district. "Groundwater right owner petition" means a petition under Subsection
2586 2587 2588 2589 2590 2591 2592 2593 2594 2595 2596 2597	 17B-1-201. Definitions. As used in this part: "Applicable area" means: for a county, the unincorporated area of the county that is included within the proposed [local] special district; or (b) for a municipality, the area of the municipality that is included within the proposed [local] special district. "Governing body" means: for a county or municipality, the legislative body of the county or municipality; and (b) for a [local] special district, the board of trustees of the [local] special district. "Groundwater right owner petition" means a petition under Subsection 17B-1-203(1)(c).

2601	resolution proposing the creation of a [local] special district under Subsection 17B-1-203(1)(e).
2602	(6) "Petition" means a petition under Subsection 17B-1-203(1)(a), (b), or (c).
2603	(7) "Property owner petition" means a petition under Subsection $17B-1-203(1)(a)$.
2604	(8) "Property owner request" means a request under Section 17B-1-204 that is signed
2605	by owners of real property as provided in Subsection 17B-1-204(2)(b)(i).
2606	(9) "Registered voter request" means a request under Section 17B-1-204 that is signed
2607	by registered voters as provided in Subsection 17B-1-204(2)(b)(iii).
2608	(10) "Registered voter petition" means a petition under Subsection 17B-1-203(1)(b).
2609	(11) "Request" means a request as described in Section 17B-1-204.
2610	(12) "Responsible body" means the governing body of:
2611	(a) the municipality in which the proposed [local] special district is located, if the
2612	petition or resolution proposes the creation of a [local] special district located entirely within a
2613	single municipality;
2614	(b) the county in which the proposed [local] special district is located, if the petition or
2615	resolution proposes the creation of a [local] special district located entirely within a single
2616	county and all or part of the proposed [local] special district is located within:
2617	(i) the unincorporated part of the county; or
2618	(ii) more than one municipality within the county;
2619	(c) if the petition or resolution proposes the creation of a [local] special district located
2620	within more than one county, the county whose boundaries include more of the area of the
2621	proposed [local] special district than is included within the boundaries of any other county; or
2622	(d) the initiating [local] special district, if a resolution proposing the creation of a
2623	[local] special district is adopted under Subsection 17B-1-203(1)(e).
2624	(13) "Responsible clerk" means the clerk of the county or the clerk or recorder of the
2625	municipality whose legislative body is the responsible body.
2626	Section 34. Section 17B-1-202 is amended to read:
2627	17B-1-202. Special district may be created Services that may be provided
2628	Limitations.
2629	(1) (a) A [local] special district may be created as provided in this part to provide
2630	within its boundaries service consisting of:
2631	(i) the operation of an airport;

2632	(ii) the operation of a cemetery;
	(iii) fire protection, paramedic, and emergency services, including consolidated 911
2633	
2634	and emergency dispatch services;
2635	(iv) garbage collection and disposal;
2636	(v) health care, including health department or hospital service;
2637	(vi) the operation of a library;
2638	(vii) abatement or control of mosquitos and other insects;
2639	(viii) the operation of parks or recreation facilities or services;
2640	(ix) the operation of a sewage system;
2641	(x) the construction and maintenance of a right-of-way, including:
2642	(A) a curb;
2643	(B) a gutter;
2644	(C) a sidewalk;
2645	(D) a street;
2646	(E) a road;
2647	(F) a water line;
2648	(G) a sewage line;
2649	(H) a storm drain;
2650	(I) an electricity line;
2651	(J) a communications line;
2652	(K) a natural gas line; or
2653	(L) street lighting;
2654	(xi) transportation, including public transit and providing streets and roads;
2655	(xii) the operation of a system, or one or more components of a system, for the
2656	collection, storage, retention, control, conservation, treatment, supplying, distribution, or
2657	reclamation of water, including storm, flood, sewage, irrigation, and culinary water, whether
2658	the system is operated on a wholesale or retail level or both;
2659	(xiii) in accordance with Subsection (1)(c), the acquisition or assessment of a
2660	groundwater right for the development and execution of a groundwater management plan in
2661	cooperation with and approved by the state engineer in accordance with Section 73-5-15;
2662	(xiv) law enforcement service;

2663 (xv) subject to Subsection (1)(b), the underground installation of an electric utility line
2664 or the conversion to underground of an existing electric utility line;

2665 (xvi) the control or abatement of earth movement or a landslide;

2666 (xvii) the operation of animal control services and facilities; or

(xviii) an energy efficiency upgrade, a renewable energy system, or electric vehicle
charging infrastructure as defined in Section 11-42a-102, in accordance with Title 11, Chapter
42a, Commercial Property Assessed Clean Energy Act.

(b) Each [local] special district that provides the service of the underground installation
of an electric utility line or the conversion to underground of an existing electric utility line
shall, in installing or converting the line, provide advance notice to and coordinate with the
utility that owns the line.

(c) A groundwater management plan described in Subsection (1)(a)(xiii) may include
the banking of groundwater rights by a [local] special district in a critical management area as
defined in Section 73-5-15 following the adoption of a groundwater management plan by the
state engineer under Section 73-5-15.

2678 (i) A [local] special district may manage the groundwater rights it acquires under
2679 Subsection 17B-1-103(2)(a) or (b) consistent with the provisions of a groundwater
2680 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).

2686 (B) The groundwater right described in Subsection (1)(c)(iii)(A) is subject to Section
2687 73-1-4 beginning on the date of divestiture.

(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
district is subject to Section 73-1-4.

(v) A [local] <u>special</u> district created in accordance with Subsection (1)(a)(xiii) to
 develop and execute a groundwater management plan may hold or acquire a right to surface
 waters that are naturally tributary to the groundwater basin subject to the groundwater

management plan if the surface waters are appropriated in accordance with Title 73, Water and
Irrigation, and used in accordance with Title 73, Chapter 3b, Groundwater Recharge and
Recovery Act.

2697

(2) [For purposes of] <u>As used in</u> this section:

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

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

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

(b) Subsection (3)(a) may not be construed to prohibit a [local] special district from
providing more than four services if, before April 30, 2007, the [local] special district was
authorized to provide those services.

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

2713 (b) For purposes of Subsection (4)(a), a [local] <u>special</u> district does not provide the 2714 same service as another political subdivision if it operates a component of a system that is 2715 different from a component operated by another political subdivision but within the same:

(i) sewage system; or

(ii) water system.

(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
or part of the unincorporated area of one or more counties and all or part of one or more
municipalities.

(b) The area of a [local] special district need not be contiguous.

(6) For a [local] special district created before May 5, 2008, the authority to provide
fire protection service also includes the authority to provide:

2725	(a) paramedic service; and
2726	(b) emergency service, including hazardous materials response service.
2727	(7) A [local] special district created before May 11, 2010, authorized to provide the
2728	construction and maintenance of curb, gutter, or sidewalk may provide a service described in
2729	Subsection (1)(a)(x) on or after May 11, 2010.
2730	(8) A [local] special district created before May 10, 2011, authorized to provide
2731	culinary, irrigation, sewage, or storm water services may provide a service described in
2732	Subsection (1)(a)(xii) on or after May 10, 2011.
2733	(9) A [local] <u>special</u> district may not be created under this chapter for two years after
2734	the date on which a [local] special district is dissolved as provided in Section 17B-1-217 if the
2735	[local] special district proposed for creation:
2736	(a) provides the same or a substantially similar service as the dissolved [local] special
2737	district; and
2738	(b) is located in substantially the same area as the dissolved [local] special district.
2739	Section 35. Section 17B-1-203 is amended to read:
2740	17B-1-203. Process to initiate the creation of a special district Petition or
2741	resolution.
2742	(1) The process to create a [local] special district may be initiated by:
2743	(a) unless the proposed [local] special district is a [local] special district to acquire or
2744	assess a groundwater right under Section 17B-1-202, and subject to Section 17B-1-204, a
2745	petition signed by the owners of private real property that:
2746	(i) is located within the proposed [local] special district;
2747	(ii) covers at least 33% of the total private land area within the proposed [local] special
2748	district as a whole and within each applicable area;
2749	(iii) is equal in value to at least 25% of the value of all private real property within the
2750	proposed [local] special district as a whole and within each applicable area; and
2751	(iv) complies with the requirements of Subsection 17B-1-205(1) and Section
2752	17B-1-208;
2753	(b) subject to Section 17B-1-204, a petition that:
2754	(i) is signed by registered voters residing within the proposed [local] special district as
2755	a whole and within each applicable area, equal in number to at least 33% of the number of

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2756	votes cast in the proposed [local] special district as a whole and in each applicable area,
2757	respectively, for the office of governor at the last regular general election prior to the filing of
2758	the petition; and
2759	(ii) complies with the requirements of Subsection 17B-1-205(1) and Section
2760	17B-1-208;
2761	(c) if the proposed [local] special district is a [local] special district to acquire or assess
2762	a groundwater right under Section 17B-1-202, and subject to Section 17B-1-204, a petition
2763	signed by the owners of groundwater rights that:
2764	(i) are diverted within the proposed [local] special district;
2765	(ii) cover at least 33% of the total amount of groundwater diverted in accordance with
2766	groundwater rights within the proposed [local] special district as a whole and within each
2767	applicable area; and
2768	(iii) comply with the requirements of Subsection 17B-1-205(1) and Section 17B-1-208;
2769	(d) a resolution proposing the creation of a [local] special district, adopted by the
2770	legislative body of each county whose unincorporated area, whether in whole or in part,
2771	includes and each municipality whose boundaries include any of the proposed [local] special
2772	district; or
2773	(e) a resolution proposing the creation of a [local] special district, adopted by the board
2774	of trustees of an existing [local] special district whose boundaries completely encompass the
2775	proposed [local] special district, if:
2776	(i) the proposed [local] special district is being created to provide one or more
2777	components of the same service that the initiating [local] special district is authorized to
2778	provide; and
2779	(ii) the initiating [local] special district is not providing to the area of the proposed
2780	[local] special district any of the components that the proposed [local] special district is being
2781	created to provide.
2782	(2) (a) Each resolution under Subsection (1)(d) or (e) shall:
2783	(i) describe the area proposed to be included in the proposed [local] special district;
2784	(ii) be accompanied by a map that shows the boundaries of the proposed [local] special
2785	district;
2786	(iii) describe the service proposed to be provided by the proposed [local] special

2787	district;
2788	(iv) if the resolution proposes the creation of a specialized [local] special district,
2789	specify the type of specialized [local] special district proposed to be created;
2790	(v) explain the anticipated method of paying the costs of providing the proposed
2791	service;
2792	(vi) state the estimated average financial impact on a household within the proposed
2793	[local] <u>special</u> district;
2794	(vii) state the number of members that the board of trustees of the proposed [local]
2795	special district will have, consistent with the requirements of Subsection 17B-1-302(4);
2796	(viii) for a proposed basic [local] special district:
2797	(A) state whether the members of the board of trustees will be elected or appointed or
2798	whether some members will be elected and some appointed, as provided in Section
2799	17B-1-1402;
2800	(B) if one or more members will be elected, state the basis upon which each elected
2801	member will be elected; and
2802	(C) if applicable, explain how the election or appointment of board members will
2803	transition from one method to another based on stated milestones or events, as provided in
2804	Section 17B-1-1402;
2805	(ix) for a proposed improvement district whose remaining area members or county
2806	members, as those terms are defined in Section 17B-2a-404, are to be elected, state that those
2807	members will be elected; and
2808	(x) for a proposed service area that is entirely within the unincorporated area of a single
2809	county, state whether the initial board of trustees will be:
2810	(A) the county legislative body;
2811	(B) appointed as provided in Section 17B-1-304; or
2812	(C) elected as provided in Section 17B-1-306.
2813	(b) Each county or municipal legislative body adopting a resolution under Subsection
2814	(1)(d) shall, on or before the first public hearing under Section 17B-1-210, mail or deliver a
2815	copy of the resolution to the responsible body if the county or municipal legislative body's
2816	resolution is one of multiple resolutions adopted by multiple county or municipal legislative
2817	bodies proposing the creation of the same [local] special district.

2818	Section 36. Section 17B-1-204 is amended to read:
2819	17B-1-204. Request for service required before filing of petition Request
2820	requirements.
2821	(1) A petition may not be filed until after:
2822	(a) a request has been filed with:
2823	(i) the clerk of each county in whose unincorporated area any part of the proposed
2824	[local] special district is located; and
2825	(ii) the clerk or recorder of each municipality in which any part of the proposed [local]
2826	special district is located; and
2827	(b) each county and municipality with which a request under Subsection (1)(a) is filed:
2828	(i) has adopted a resolution under Subsection 17B-1-212(1) indicating whether it will
2829	provide the requested service; or
2830	(ii) is considered to have declined to provide the requested service under Subsection
2831	17B-1-212(2) or (3).
2832	(2) Each request under Subsection (1)(a) shall:
2833	(a) ask the county or municipality to provide the service proposed to be provided by the
2834	proposed [local] special district within the applicable area; and
2835	(b) be signed by:
2836	(i) unless the request is a request to create a [local] special district to acquire or assess a
2837	groundwater right under Section 17B-1-202, the owners of private real property that:
2838	(A) is located within the proposed [local] special district;
2839	(B) covers at least 10% of the total private land area within the applicable area; and
2840	(C) is equal in value to at least 7% of the value of all private real property within the
2841	applicable area;
2842	(ii) if the request is a request to create a [local] special district to acquire or assess a
2843	groundwater right under Section 17B-1-202, the owners of groundwater rights that:
2844	(A) are diverted within the proposed [local] special district; and
2845	(B) cover at least 10% of the amount of groundwater diverted in accordance with
2846	groundwater rights within the applicable area; or
2847	(iii) registered voters residing within the applicable area equal in number to at least
2848	10% of the number of votes cast in the applicable area for the office of governor at the last

2849	general election prior to the filing of the request.
2850	(3) For purposes of Subsections (1) and (2), an area proposed to be annexed to a
2851	municipality in a petition under Section 10-2-403 filed before and still pending at the time of
2852	filing of a petition shall be considered to be part of that municipality.
2853	Section 37. Section 17B-1-205 is amended to read:
2854	17B-1-205. Petition and request requirements Withdrawal of signature.
2855	(1) Each petition and request shall:
2856	(a) indicate the typed or printed name and current residence address of each property
2857	owner, groundwater right owner, or registered voter signing the petition;
2858	(b) (i) if it is a property owner request or petition, indicate the address of the property
2859	as to which the owner is signing the request or petition; or
2860	(ii) if it is a groundwater right owner request or petition, indicate the location of the
2861	diversion of the groundwater as to which the owner is signing the groundwater right owner
2862	request or petition;
2863	(c) describe the entire area of the proposed [local] special district;
2864	(d) be accompanied by a map showing the boundaries of the entire proposed [local]
2865	special district;
2866	(e) specify the service proposed to be provided by the proposed [local] special district;
2867	(f) if the petition or request proposes the creation of a specialized [local] special
2868	district, specify the type of specialized [local] special district proposed to be created;
2869	(g) for a proposed basic [local] special district:
2870	(i) state whether the members of the board of trustees will be elected or appointed or
2871	whether some members will be elected and some appointed, as provided in Section
2872	17B-1-1402;
2873	(ii) if one or more members will be elected, state the basis upon which each elected
2874	member will be elected; and
2875	(iii) if applicable, explain how the election or appointment of board members will
2876	transition from one method to another based on stated milestones or events, as provided in
2877	Section 17B-1-1402;
2878	(h) for a proposed improvement district whose remaining area members or county
2879	members, as those terms are defined in Section 17B-2a-404, are to be elected, state that those

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2880 members will be elected; and 2881 (i) for a proposed service area that is entirely within the unincorporated area of a single 2882 county, state whether the initial board of trustees will be: 2883 (i) the county legislative body; 2884 (ii) appointed as provided in Section 17B-1-304; or 2885 (iii) elected as provided in Section 17B-1-306; 2886 (j) designate up to five signers of the petition or request as sponsors, one of whom shall 2887 be designated as the contact sponsor, with the mailing address and telephone number of each: 2888 (k) if the petition or request is a groundwater right owner petition or request proposing 2889 the creation of a [local] special district to acquire a groundwater right under Section 2890 17B-1-202, explain the anticipated method: 2891 (i) of paying for the groundwater right acquisition; and 2892 (ii) of addressing blowing dust created by the reduced use of water: and 2893 (1) if the petition or request is a groundwater right owner petition or request proposing 2894 the creation of a [local] special district to assess a groundwater right under Section 17B-1-202, 2895 explain the anticipated method: 2896 (i) of assessing the groundwater right and securing payment of the assessment; and 2897 (ii) of addressing blowing dust created by the reduced use of water. 2898 (2) A signer of a request or petition may withdraw or, once withdrawn, reinstate the 2899 signer's signature at any time before the filing of the request or petition by filing a written 2900 withdrawal or reinstatement with: 2901 (a) in the case of a request: 2902 (i) the clerk of the county or the clerk or recorder of the municipality in whose 2903 applicable area the signer's property is located, if the request is a property owner request; 2904 (ii) the clerk of the county or the clerk or recorder of the municipality in whose 2905 applicable area the signer's groundwater diversion point is located, if the request is a 2906 groundwater right owner request; or 2907 (iii) the clerk of the county or the clerk or recorder of the municipality in whose applicable area the signer resides, if the request is a registered voter request; or 2908 2909 (b) in the case of a petition, the responsible clerk. 2910 Section 38. Section 17B-1-207 is amended to read:

2911	17B-1-207. Signature on request may be used on petition.
2912	A signature on a request may be used toward fulfilling the signature requirement of a
2913	petition:
2914	(1) if the request notifies the signer in conspicuous language that the signature, unless
2915	withdrawn, would also be used for purposes of a petition to create a [local] special district; and
2916	(2) unless the signer files a written withdrawal of the signature before the petition is
2917	filed.
2918	Section 39. Section 17B-1-208 is amended to read:
2919	17B-1-208. Additional petition requirements and limitations.
2920	(1) Each petition shall:
2921	(a) be filed with the responsible clerk;
2922	(b) separately group signatures by county and municipality, so that all signatures of the
2923	owners of real property located within or of registered voters residing within each county
2924	whose unincorporated area includes and each municipality whose boundaries include part of
2925	the proposed [local] special district are grouped separately; and
2926	(c) state the number of members that the board of trustees of the proposed [local]
2927	special district will have, consistent with the requirements of Subsection 17B-1-302(4).
2928	(2) (a) A petition may not propose the creation of a [local] special district that includes
2929	an area located within the unincorporated part of a county or within a municipality if the
2930	legislative body of that county or municipality has adopted a resolution under Subsection
2931	17B-1-212(1) indicating that the county or municipality will provide to that area the service
2932	proposed to be provided by the proposed [local] special district.
2933	(b) Subsection (2)(a) does not apply if the county or municipal legislative body is
2934	considered to have declined to provide the requested service under Subsection 17B-1-212(3).
2935	(c) Subsection (2)(a) may not be construed to prevent the filing of a petition that
2936	proposes the creation of a [local] special district whose area excludes that part of the
2937	unincorporated area of a county or that part of a municipality to which the county or
2938	municipality has indicated, in a resolution adopted under Section 17B-1-212, it will provide the
2939	requested service.
2940	(3) A petition may not propose the creation of a [local] special district whose area

2941 includes:

2942 (a) some or all of an area described in a previously filed petition that, subject to 2943 Subsection 17B-1-202(4)(b): 2944 (i) proposes the creation of a [local] special district to provide the same service as 2945 proposed by the later filed petition; and 2946 (ii) is still pending at the time the later petition is filed; or 2947 (b) some or all of an area within a political subdivision that provides in that area the 2948 same service proposed to be provided by the proposed [local] special district. 2949 (4) A petition may not be filed more than 12 months after a county or municipal 2950 legislative body declines to provide the requested service under Subsection 17B-1-212(1) or is 2951 considered to have declined to provide the requested service under Subsection 17B-1-212(2) or 2952 (3). 2953 Section 40. Section 17B-1-209 is amended to read: 2954 17B-1-209. Petition certification -- Amended petition. 2955 (1) No later than five days after the day on which a petition is filed, the responsible 2956 clerk shall mail a copy of the petition to the clerk of each other county and the clerk or recorder 2957 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 2958 2959 county whose unincorporated area includes and the clerk or recorder of each municipality 2960 whose boundaries include part of the proposed [local] special district shall: 2961 (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 2962 2963 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), 2964 2965 and (4); and 2966 (ii) notify the responsible clerk in writing of the clerk or recorder's determination under 2967 Subsection (2)(a)(i). 2968 (b) The responsible clerk may rely on the determinations of other county clerks or 2969 municipal clerks or recorders under Subsection (2)(a) in making the responsible clerk's 2970 determinations and certification or rejection under Subsection (3). (3) (a) Within 45 days after the filing of a petition, the responsible clerk shall: 2971 (i) determine whether the petition complies with Subsection 17B-1-203(1)(a), (b), or 2972

2973 (c), as the case may be, Subsection 17B-1-205(1), and Section 17B-1-208; and

2974 (ii) (A) if the responsible clerk determines that the petition complies with the2975 applicable requirements:

2976 (I) (Aa) certify the petition and deliver the certified petition to the responsible body;2977 and

2978 (Bb) mail or deliver written notification of the certification to the contact sponsor; or

(II) for each petition described in Subsection (3)(b)(i), deliver a copy of the petition to
the legislative body of each county whose unincorporated area includes and each municipality
whose boundaries include any of the proposed basic [local] special district, with a notice
indicating that the clerk has determined that the petition complies with applicable

2983 requirements; or

(B) if the responsible clerk determines that the petition fails to comply with any of the
applicable requirements, reject the petition and notify the contact sponsor in writing of the
rejection and the reasons for the rejection.

(b) (i) A petition for which an election is not required under Subsection 17B-1-214(3)
and that proposes the creation of a basic [local] special district that has within its boundaries
fewer than one residential dwelling unit per 10 acres of land may not be certified without the
approval, by resolution, of the legislative body of each county whose unincorporated area
includes and each municipality whose boundaries include any of the proposed [local] special
district.

(ii) Before adopting a resolution giving its approval under Subsection (3)(b)(i), a
county or municipal legislative body may hold one or more public hearings on the petition.

2995 (iii) If a petition described in Subsection (3)(b)(i) is approved as provided in that 2996 subsection, the responsible clerk shall, within 10 days after its approval:

2997 (A) certify the petition and deliver the certified petition to the responsible body; and

2998

(B) mail or deliver written notification of the certification to the contact sponsor.

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

3002 (5) The responsible clerk shall certify or reject petitions in the order in which they are3003 filed.

- 3004 (6) (a) If the responsible clerk rejects a petition under Subsection (3)(a)(ii)(B), the
 3005 petition may be amended to correct the deficiencies for which it was rejected and then refiled.
- 3006 (b) A valid signature on a petition that was rejected under Subsection (3)(a)(ii)(B) may
 3007 be used toward fulfilling the applicable signature requirement of the petition as amended under
 3008 Subsection (6)(a).
- 3009 (c) If a petition is amended and refiled under Subsection (6)(a) after having been
 3010 rejected by the responsible clerk under Subsection (3)(a)(ii)(B), the amended petition shall be
 3011 considered as newly filed, and its processing priority shall be determined by the date on which
 3012 it is refiled.
- 3013 (7) The responsible clerk and each county clerk and municipal clerk or recorder shall3014 act in good faith in making the determinations under this section.
- 3015 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] special 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] special district need travel an
 unreasonable distance to attend a public hearing.
- 3023 (2) Each public hearing under Subsection (1) shall be held:
- 3024 (a) no later than 45 days after:
- 3025 (i) for a public hearing on a request, certification of a request under Subsection
 3026 17B-1-206(1)(b)(i); or
- 3027 (ii) for a public hearing on a resolution, adoption of a resolution under Subsection
 3028 17B-1-203(1)(d) or (e);
- 3029 (b) within the proposed [local] special district;
- 3030 (c) except as provided in Subsections (6) and (7), within the applicable area; and
- 3031 (d) for the purpose of:
- 3032 (i) for a public hearing on a request, allowing public input on:
- 3033 (A) whether the requested service is needed in the area of the proposed [local] special
 3034 district;

3035 (B) whether the service should be provided by the county or municipality or the 3036 proposed [local] special district; and 3037 (C) all other matters relating to the request or the proposed [local] special district; or 3038 (ii) for a public hearing on a resolution, allowing the public to ask questions of and 3039 obtain further information from the governing body holding the hearing regarding the issues 3040 contained in or raised by the resolution. 3041 (3) A quorum of each governing body holding a public hearing under this section shall 3042 be present throughout each hearing held by that governing body. (4) Each hearing under this section shall be held on a weekday evening other than a 3043 3044 holiday beginning no earlier than 6 p.m. 3045 (5) At the beginning and end of each hearing concerning a resolution, the governing 3046 body shall announce the deadline for filing protests and generally explain the protest procedure 3047 and requirements. 3048 (6) Two or more county or municipal legislative bodies may jointly hold a hearing or 3049 set of hearings required under this section if all the requirements of this section, other than the 3050 requirements of Subsection (2)(c), are met as to each hearing. 3051 (7) Notwithstanding Subsection (2)(c), a governing body may hold a public hearing or 3052 set of public hearings outside the applicable area if: 3053 (a) there is no reasonable place to hold a public hearing within the applicable area; and 3054 (b) the public hearing or set of public hearings is held as close to the applicable area as 3055 reasonably possible. 3056 Section 42. Section 17B-1-211 is amended to read: 3057 **17B-1-211.** Notice of public hearings -- Publication of resolution. 3058 (1) Before holding a public hearing or set of public hearings under Section 17B-1-210, 3059 the legislative body of each county or municipality with which a request is filed or that adopts a 3060 resolution under Subsection 17B-1-203(1)(d) and the board of trustees of each [local] special 3061 district that adopts a resolution under Subsection 17B-1-203(1)(e) shall: 3062 (a) (i) in accordance with Subsection (2), post at least one notice per 1,000 population 3063 of the applicable area and at places within the area that are most likely to provide actual notice 3064 to residents of the area; and 3065

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3066 for two weeks before the hearing or the first of the set of hearings; or 3067 (b) mail a notice to each registered voter residing within and each owner of real 3068 property located within the proposed [local] special district. 3069 (2) Each notice required under Subsection (1) shall: 3070 (a) if the hearing or set of hearings is concerning a resolution: 3071 (i) contain the entire text or an accurate summary of the resolution; and 3072 (ii) state the deadline for filing a protest against the creation of the proposed [local] 3073 special district; 3074 (b) clearly identify each governing body involved in the hearing or set of hearings; 3075 (c) state the date, time, and place for the hearing or set of hearings and the purposes for 3076 the hearing or set of hearings; and 3077 (d) describe or include a map of the entire proposed [local] special district. 3078 (3) County or municipal legislative bodies may jointly provide the notice required 3079 under this section if all the requirements of this section are met as to each notice. 3080 Section 43. Section 17B-1-212 is amended to read: 3081 17B-1-212. Resolution indicating whether the requested service will be provided. 3082 (1) (a) Within 60 days after the last hearing required under Section 17B-1-210 3083 concerning a request, the legislative body of each county whose unincorporated area includes 3084 and the legislative body of each municipality whose boundaries include any part of the 3085 proposed [local] special district shall adopt a resolution indicating whether the county or 3086 municipality will provide to the area of the proposed [local] special district within its 3087 boundaries the service proposed to be provided by the proposed [local] special district. 3088 (b) If a county or municipality adopts a resolution indicating that the county or 3089 municipality will provide the service proposed to be provided by the proposed [local] special 3090 district under Subsection (1)(a), the resolution shall include a reasonable timeline for the 3091 county or municipality to begin providing the service. 3092 (2) If the legislative body of a county or municipality fails to adopt a resolution within 3093 the time provided under Subsection (1), the county or municipal legislative body shall be 3094 considered to have declined to provide the service requested and to have consented to the 3095 creation of the [local] special district. 3096 (3) If the county or municipality adopts a resolution under Subsection (1) indicating

3097	that it will provide the requested service but does not, within 120 days after the adoption of that
3098	resolution, take substantial measures to provide the requested service, the county or municipal
3099	legislative body shall be considered to have declined to provide the requested service.
3100	(4) Each county or municipality that adopts a resolution under Subsection (1)
3101	indicating that it will provide the requested service:
3102	(a) shall diligently proceed to take all measures necessary to provide the service; and
3103	(b) if the county or municipality fails to timely provide the requested service, the
3104	county will be considered to have declined to provide the service and the creation of the [local]
3105	special district may proceed accordingly.
3106	Section 44. Section 17B-1-213 is amended to read:
3107	17B-1-213. Protest after adoption of resolution Adoption of resolution
3108	approving creation for certain districts.
3109	(1) For purposes of this section, "adequate protests" means protests that are:
3110	(a) filed with the county clerk, municipal clerk or recorder, or [local] special district
3111	secretary or clerk, as the case may be, within 60 days after the last public hearing required
3112	under Section 17B-1-210; and
3113	(b) signed by:
3114	(i) the owners of private real property that:
3115	(A) is located within the proposed [local] special district;
3116	(B) covers at least 25% of the total private land area within the applicable area; and
3117	(C) is equal in value to at least 15% of the value of all private real property within the
3118	applicable area; or
3119	(ii) registered voters residing within the applicable area equal in number to at least 25%
3120	of the number of votes cast in the applicable area for the office of president of the United States
3121	at the most recent election prior to the adoption of the resolution.
3122	(2) An owner may withdraw a protest at any time before the expiration of the 60-day
3123	period described in Subsection (1)(a).
3124	(3) If adequate protests are filed, the governing body that adopted a resolution under
3125	Subsection 17B-1-203(1)(d) or (e):
3126	(a) may not:
3127	(i) hold or participate in an election under Subsection 17B-1-214(1) with respect to the

3128	applicable area;
3129	(ii) take any further action under the protested resolution to create a [local] special
3130	district or include the applicable area in a [local] special district; or
3131	(iii) for a period of two years, adopt a resolution under Subsection 17B-1-203(1)(d) or
3132	(e) proposing the creation of a [local] special district including substantially the same area as
3133	the applicable area and providing the same service as the proposed [local] special district in the
3134	protested resolution; and
3135	(b) shall, within five days after receiving adequate protests, mail or deliver written
3136	notification of the adequate protests to the responsible body.
3137	(4) Subsection (3)(a) may not be construed to prevent an election from being held for a
3138	proposed [local] special district whose boundaries do not include an applicable area that is the
3139	subject of adequate protests.
3140	(5) (a) If adequate protests are not filed with respect to a resolution proposing the
3141	creation of a [local] special district for which an election is not required under Subsection
3142	17B-1-214(3)(d), (e), (f), or (g), a resolution approving the creation of the [local] special
3143	district shall be adopted by:
3144	(i) (A) the legislative body of a county whose unincorporated area is included within
3145	the proposed [local] special district; and
3146	(B) the legislative body of a municipality whose area is included within the proposed
3147	[local] <u>special</u> district; or
3148	(ii) the board of trustees of the initiating [local] special district.
3149	(b) Each resolution adopted under Subsection (5)(a) shall:
3150	(i) describe the area included in the [local] special district;
3151	(ii) be accompanied by a map that shows the boundaries of the [local] special district;
3152	(iii) describe the service to be provided by the [local] special district;
3153	(iv) state the name of the [local] special district; and
3154	(v) provide a process for the appointment of the members of the initial board of
3155	trustees.
3156	Section 45. Section 17B-1-214 is amended to read:
3157	17B-1-214. Election Exceptions.
3158	(1) (a) Except as provided in Subsection (3) and in Subsection 17B-1-213(3)(a), an

3159	election on the question of whether the [local] special district should be created shall be held
3160	by:
3161	(i) if the proposed [local] special district is located entirely within a single county, the
3162	responsible clerk; or
3163	(ii) except as provided under Subsection (1)(b), if the proposed [local] special district
3164	is located within more than one county, the clerk of each county in which part of the proposed
3165	[local] special district is located, in cooperation with the responsible clerk.
3166	(b) Notwithstanding Subsection (1)(a)(ii), if the proposed [local] special district is
3167	located within more than one county and the only area of a county that is included within the
3168	proposed [local] special district is located within a single municipality, the election for that
3169	area shall be held by the municipal clerk or recorder, in cooperation with the responsible clerk.
3170	(2) Each election under Subsection (1) shall be held at the next special or regular
3171	general election date that is:
3172	(a) for an election pursuant to a property owner or registered voter petition, more than
3173	45 days after certification of the petition under Subsection 17B-1-209(3)(a); or
3174	(b) for an election pursuant to a resolution, more than 60 days after the latest hearing
3175	required under Section 17B-1-210.
3176	(3) The election requirement of Subsection (1) does not apply to:
3177	(a) a petition filed under Subsection 17B-1-203(1)(a) if it contains the signatures of the
3178	owners of private real property that:
3179	(i) is located within the proposed [local] special district;
3180	(ii) covers at least 67% of the total private land area within the proposed [local] special
3181	district as a whole and within each applicable area; and
3182	(iii) is equal in value to at least 50% of the value of all private real property within the
3183	proposed [local] special district as a whole and within each applicable area;
3184	(b) a petition filed under Subsection $17B-1-203(1)(b)$ if it contains the signatures of
3185	registered voters residing within the proposed [local] special district as a whole and within each
3186	applicable area, equal in number to at least 67% of the number of votes cast in the proposed
3187	[local] special district as a whole and in each applicable area, respectively, for the office of
3188	governor at the last general election prior to the filing of the petition;
3189	(c) a groundwater right owner petition filed under Subsection 17B-1-203(1)(c) if the

3190 petition contains the signatures of the owners of groundwater rights that: 3191 (i) are diverted within the proposed [local] special district; and 3192 (ii) cover at least 67% of the total amount of groundwater diverted in accordance with 3193 groundwater rights within the proposed [local] special district as a whole and within each 3194 applicable area; 3195 (d) a resolution adopted under Subsection 17B-1-203(1)(d) on or after May 5, 2003, 3196 that proposes the creation of a [local] special district to provide fire protection, paramedic, and 3197 emergency services or law enforcement service, if the proposed [local] special district: 3198 (i) includes the unincorporated area, whether in whole or in part, of one or more 3199 counties; or 3200 (ii) consists of an area that: 3201 (A) has a boundary that is the same as the boundary of the municipality whose 3202 legislative body adopts the resolution proposing the creation of the [local] special district; 3203 (B) previously received fire protection, paramedic, and emergency services or law 3204 enforcement service from another [local] special district; and 3205 (C) may be withdrawn from the other [local] special district under Section 17B-1-505 without an election because the withdrawal is pursuant to an agreement under Subsection 3206 3207 17B-1-505(5)(a)(ii)(A) or (5)(b); 3208 (e) a resolution adopted under Subsection 17B-1-203(1)(d) or (e) if the resolution 3209 proposes the creation of a [local] special district that has no registered voters within its 3210 boundaries; 3211 (f) a resolution adopted under Subsection 17B-1-203(1)(d) on or after May 11, 2010, 3212 that proposes the creation of a [local] special district described in Subsection 3213 17B-1-202(1)(a)(xiii); or 3214 (g) a resolution adopted under Section 17B-2a-1105 to create a municipal services 3215 district. 3216 (4) (a) If the proposed [local] special district is located in more than one county, the responsible clerk shall coordinate with the clerk of each other county and the clerk or recorder 3217 3218 of each municipality involved in an election under Subsection (1) so that the election is held on 3219 the same date and in a consistent manner in each jurisdiction. 3220 (b) The clerk of each county and the clerk or recorder of each municipality involved in

3221	an election under Subsection (1) shall cooperate with the responsible clerk in holding the
3222	election.
3223	(c) Except as otherwise provided in this part, each election under Subsection (1) shall
3224	be governed by Title 20A, Election Code.
3225	Section 46. Section 17B-1-215 is amended to read:
3226	17B-1-215. Notice and plat to lieutenant governor Recording requirements
3227	Certificate of incorporation Special district incorporated as specialized special district
3228	or basic special district Effective date.
3229	(1) (a) Within the time specified in Subsection (1)(b), the responsible body shall file
3230	with the lieutenant governor:
3231	(i) a copy of a notice of an impending boundary action, as defined in Section 67-1a-6.5,
3232	that meets the requirements of Subsection 67-1a-6.5(3); and
3233	(ii) a copy of an approved final local entity plat, as defined in Section 67-1a-6.5.
3234	(b) The responsible body shall file the documents listed in Subsection (1)(a) with the
3235	lieutenant governor within 10 days after:
3236	(i) the canvass of an election under Section 17B-1-214, if a majority of those voting at
3237	the election within the proposed [local] special district as a whole vote in favor of the creation
3238	of a [local] <u>special</u> district;
3239	(ii) certification of a petition as to which the election requirement of Subsection
3240	17B-1-214(1) does not apply because of Subsection 17B-1-214(3)(a), (b), or (c); or
3241	(iii) adoption of a resolution, under Subsection 17B-1-213(5) approving the creation of
3242	a [local] special district for which an election was not required under Subsection
3243	17B-1-214(3)(d), (e), (f), or (g) by the legislative body of each county whose unincorporated
3244	area is included within and the legislative body of each municipality whose area is included
3245	within the proposed [local] special district, or by the board of trustees of the initiating [local]
3246	special district.
3247	(2) Upon the lieutenant governor's issuance of a certificate of incorporation under
3248	Section 67-1a-6.5, the responsible body shall:
3249	(a) if the [local] special district is located within the boundary of a single county,
3250	submit to the recorder of that county:
3251	(i) the original:

3252	(A) notice of an impending boundary action;
3253	(B) certificate of incorporation; and
3254	(C) approved final local entity plat; and
3255	(ii) if applicable, a certified copy of each resolution adopted under Subsection
3256	17B-1-213(5); or
3257	(b) if the [local] special district is located within the boundaries of more than a single
3258	county:
3259	(i) submit to the recorder of one of those counties:
3260	(A) the original of the documents listed in Subsections (2)(a)(i)(A), (B), and (C); and
3261	(B) if applicable, a certified copy of each resolution adopted under Subsection
3262	17B-1-213(5); and
3263	(ii) submit to the recorder of each other county:
3264	(A) a certified copy of the documents listed in Subsection (2)(a)(i)(A), (B), and (C);
3265	and
3266	(B) if applicable, a certified copy of each resolution adopted under Subsection
3267	17B-1-213(5).
3268	(3) The area of each [local] special district consists of:
3269	(a) if an election was held under Section 17B-1-214, the area of the new [local] special
3270	district as approved at the election;
3271	(b) if an election was not required because of Subsection 17B-1-214(3)(a), (b), or (c),
3272	the area of the proposed [local] special district as described in the petition; or
3273	(c) if an election was not required because of Subsection 17B-1-214(3)(d), (e), (f), or
3274	(g), the area of the new [local] special district as described in the resolution adopted under
3275	Subsection 17B-1-213(5).
3276	(4) (a) Upon the lieutenant governor's issuance of the certificate of incorporation under
3277	Section 67-1a-6.5, the [local] special district is created and incorporated as:
3278	(i) the type of specialized [local] special district that was specified in the petition under
3279	Subsection 17B-1-203(1)(a), (b), or (c) or resolution under Subsection 17B-1-203(1)(d) or (e),
3280	if the petition or resolution proposed the creation of a specialized [local] special district; or
3281	(ii) a basic [local] special district, if the petition or resolution did not propose the
3282	creation of a specialized [local] special district.

3283	(b) (i) The effective date of a [local] special district's incorporation for purposes of
3284	assessing property within the [local] special district is governed by Section 59-2-305.5.
3285	(ii) Until the documents listed in Subsection (2) are recorded in the office of the
3286	recorder of each county in which the property is located, a newly incorporated [local] special
3287	district may not:
3288	(A) levy or collect a property tax on property within the [local] special district;
3289	(B) levy or collect an assessment on property within the [local] special district; or
3290	(C) charge or collect a fee for service provided to property within the [local] special
3291	district.
3292	Section 47. Section 17B-1-216 is amended to read:
3293	17B-1-216. Costs and expenses of creating a special district.
3294	(1) Except as provided in Subsection (2), each county whose unincorporated area
3295	includes and each municipality whose boundaries include some or all of the proposed [local]
3296	special district shall bear their respective costs and expenses associated with the procedure
3297	under this part for creating a [local] special district.
3298	(2) Within a year after its creation, each [local] special district shall reimburse the costs
3299	and expenses associated with the preparation, certification, and recording of the approved final
3300	local entity plat of the [local] special district and accompanying documents under Section
3301	17B-1-215.
3302	Section 48. Section 17B-1-217 is amended to read:
3303	17B-1-217. Activity required Dissolution Conclusive presumption regarding
3304	creation and existence.
3305	(1) A [local] special district that is not engaged in one or more of the following
3306	activities, services, or duties is subject to dissolution in accordance with Subsections (5) and
3307	(6):
3308	(a) levying and collecting a tax;
3309	(b) providing a commodity or service;
3310	(c) collecting a fee or charging an assessment for a commodity, service, facility, or
3311	improvement provided by the [local] special district;
3312	(d) undertaking planning necessary for the provision of a commodity, service, facility,
3313	or improvement as reflected in a written study or report;

3314	(e) acquiring or maintaining property or an easement necessary for a service, facility, or
3315	improvement to be provided by the [local] special district in accordance with a general or
3316	master plan adopted by the district;
3317	(f) constructing, installing, maintaining, owning, or operating infrastructure for the
3318	provision of a commodity, service, facility, or improvement; or
3319	(g) legally incurring debt, contracting, or otherwise being obligated to provide a
3320	commodity, service, facility, or improvement within a reasonable period of time.
3321	(2) For a [local] special district created after May 14, 2013, the [local] special district
3322	shall file with the state auditor a written certification:
3323	(a) declaring that the district is engaged in an activity, service, or duty described in
3324	Subsection (1);
3325	(b) identifying the activity in which the [local] special district is engaged; and
3326	(c) no later than five years after the date on which a [local] special district is created as
3327	reflected in the certificate of incorporation issued by the lieutenant governor under Section
3328	67-1a-6.5.
3329	(3) (a) The state auditor shall send a deficiency notice in accordance with Subsection
3330	(3)(c) if:
3331	(i) a [local] special district fails to deliver a certification in accordance with Subsection
3332	(2); or
3333	(ii) the state auditor determines that, subject to Subsection (3)(b), a [local] special
3334	district created after January 1, 2005, and before May 15, 2013, is not engaged in an activity,
3335	service, or duty required under Subsection (1) within five years after the date on which the
3336	[local] special district is created as reflected in the certificate of incorporation issued by the
3337	lieutenant governor under Section 67-1a-6.5 or thereafter.
3338	(b) The state auditor shall make a determination described in Subsection (3)(a)(ii)
3339	based on:
3340	(i) the [local] special district's failure to file a required annual financial report with the
3341	state auditor in accordance with Section 17B-1-639; or
3342	(ii) subject to Subsection (7), other credible information related to Subsection (1).
3343	(c) (i) The state auditor shall send the deficiency notice to the [local] special district
3344	and the Utah Association of Special Districts.

3345	(ii) The deficiency notice shall state that the [local] special district is required to file
3346	with the state auditor a written certification:
3347	(A) declaring that the district was and continues to be engaged in an activity, service,
3348	or duty described in Subsection (1) prior to the date of the deficiency notice; and
3349	(B) identifying the activity, service, or duty in which the [local] special district is
3350	engaged.
3351	(4) If within four months of receiving a deficiency notice, a [local] special district fails
3352	to file a written certification with the state auditor in accordance with Subsection (2) or
3353	(3)(c)(ii), the state auditor shall, in writing:
3354	(a) notify the lieutenant governor that the [local] special district has failed to meet the
3355	requirements of this section and specify the reason for the district's failure; and
3356	(b) request that the lieutenant governor dissolve the [local] special district in
3357	accordance with Subsections (5) and (6).
3358	(5) If the lieutenant governor receives a request to dissolve a [local] special district
3359	from the state auditor in accordance with Subsection (4), the lieutenant governor shall:
3360	(a) issue a certification of dissolution under Section 67-1a-6.5; and
3361	(b) send a copy of the certification of dissolution to:
3362	(i) the state auditor;
3363	(ii) the State Tax Commission;
3364	(iii) the recorder of the county in which the [local] special district is located, or, if the
3365	[local] special district is located in more than one county, the recorder of each county in which
3366	the [local] special district is located;
3367	(iv) the last known address of the [local] special district; and
3368	(v) the Utah Association of Special Districts.
3369	(6) A [local] special district identified in a certification of dissolution is dissolved:
3370	(a) upon recordation of the certification by the county recorder; or
3371	(b) if the [local] special district is located within more than one county, upon
3372	recordation of the certification by the county recorder of the last county to record.
3373	(7) Notwithstanding any other provision of law, a [local] special district shall be
3374	conclusively presumed to have been lawfully created, existing, and active if for two years
3375	following the district's creation under Subsection 17B-1-215(4):

3376	(a) the district has:
3377	(i) levied and collected a tax; or
3378	(ii) collected a fee, charge, or assessment for a commodity, service, facility, or
3379	improvement provided by the district; and
3380	(b) no challenge has been filed in court to the existence or creation of the district.
3381	Section 49. Section 17B-1-301 is amended to read:
3382	17B-1-301. Board of trustees duties and powers.
3383	(1) (a) Each [local] special district shall be governed by a board of trustees which shall
3384	manage and conduct the business and affairs of the district and shall determine all questions of
3385	district policy.
3386	(b) All powers of a [local] special district are exercised through the board of trustees.
3387	(2) The board of trustees may:
3388	(a) fix the location of the [local] special district's principal place of business and the
3389	location of all offices and departments, if any;
3390	(b) fix the times of meetings of the board of trustees;
3391	(c) select and use an official district seal;
3392	(d) subject to Subsections (3) and (4), employ employees and agents, or delegate to
3393	district officers power to employ employees and agents, for the operation of the [local] special
3394	district and its properties and prescribe or delegate to district officers the power to prescribe the
3395	duties, compensation, and terms and conditions of employment of those employees and agents;
3396	(e) require district officers and employees charged with the handling of district funds to
3397	provide surety bonds in an amount set by the board or provide a blanket surety bond to cover
3398	officers and employees;
3399	(f) contract for or employ professionals to perform work or services for the [local]
3400	special district that cannot satisfactorily be performed by the officers or employees of the
3401	district;
3402	(g) through counsel, prosecute on behalf of or defend the [local] special district in all
3403	court actions or other proceedings in which the district is a party or is otherwise involved;
3404	(h) adopt bylaws for the orderly functioning of the board;
3405	(i) adopt and enforce rules and regulations for the orderly operation of the [local]
3406	special district or for carrying out the district's purposes;

3407	(j) prescribe a system of civil service for district employees;
3408	(k) on behalf of the [local] special district, enter into contracts that the board considers
3409	to be for the benefit of the district;
3410	(l) acquire, construct or cause to be constructed, operate, occupy, control, and use
3411	buildings, works, or other facilities for carrying out the purposes of the [local] special district;
3412	(m) on behalf of the [local] special district, acquire, use, hold, manage, occupy, and
3413	possess property necessary to carry out the purposes of the district, dispose of property when
3414	the board considers it appropriate, and institute and maintain in the name of the district any
3415	action or proceeding to enforce, maintain, protect, or preserve rights or privileges associated
3416	with district property;
3417	(n) delegate to a district officer the exercise of a district duty; and
3418	(o) exercise all powers and perform all functions in the operation of the [local] special
3419	district and its properties as are ordinarily exercised by the governing body of a political
3420	subdivision of the state and as are necessary to accomplish the purposes of the district.
3421	(3) (a) As used in this Subsection (3), "interim vacancy period" means:
3422	(i) if any member of the [local] special district board is elected, the period of time that:
3423	(A) begins on the day on which an election is held to elect a [local] special district
3424	board member; and
3425	(B) ends on the day on which the [local] special district board member-elect begins the
3426	member's term; or
3427	(ii) if any member of the [local] special district board is appointed, the period of time
3428	that:
3429	(A) begins on the day on which an appointing authority posts a notice of vacancy in
3430	accordance with Section 17B-1-304; and
3431	(B) ends on the day on which the person who is appointed by the [local] special district
3432	board to fill the vacancy begins the person's term.
3433	(b) (i) The [local] special district may not hire during an interim vacancy period a
3434	manager, a chief executive officer, a chief administrative officer, an executive director, or a
3435	similar position to perform executive and administrative duties or functions.
3436	(ii) Notwithstanding Subsection (3)(b)(i):
3437	(A) the [local] special district may hire an interim manager, a chief executive officer, a

3438	chief administrative officer, an executive director, or a similar position during an interim
3439	vacancy period; and
3440	(B) the interim manager's, chief executive officer's, chief administrative officer's, or
3441	similar position's employment shall terminate once a new manager, chief executive officer,
3442	chief administrative officer, or similar position is hired by the new [local] special district board
3443	after the interim vacancy period has ended.
3444	(c) Subsection (3)(b) does not apply if:
3445	(i) all the elected [local] special district board members who held office on the day of
3446	the election for the [local] special district board members, whose term of office was vacant for
3447	the election are re-elected to the [local] special district board; and
3448	(ii) all the appointed [local] special district board members who were appointed whose
3449	term of appointment was expiring are re-appointed to the [local] special district board.
3450	(4) A [local] special district board that hires an interim manager, a chief executive
3451	officer, a chief administrative officer, an executive director, or a similar position in accordance
3452	with this section may not, on or after May 10, 2011, enter into an employment contract that
3453	contains an automatic renewal provision with the interim manager, chief executive officer,
3454	chief administrative officer, executive director, or similar position.
3455	Section 50. Section 17B-1-302 is amended to read:
3456	17B-1-302. Board member qualifications Number of board members.
3457	(1) Except as provided in Section 17B-2a-905, each member of a [local] special district
3458	board of trustees shall be:
3459	(a) a registered voter at the location of the member's residence; and
3460	(b) except as otherwise provided in Subsection (2) or (3), a resident within:
3461	(i) the boundaries of the [local] special district; and
3462	(ii) if applicable, the boundaries of the division of the [local] special district from
3463	which the member is elected or appointed.
3464	(2) (a) As used in this Subsection (2):
3465	(i) "Proportional number" means the number of members of a board of trustees that
3466	bears, as close as mathematically possible, the same proportion to all members of the board that
3467	the number of seasonally occupied homes bears to all residences within the district that receive
3468	service from the district.

3469 (ii) "Seasonally occupied home" means a single-family residence:

- 3470 (A) that is located within the [local] special district;
- 3471 (B) that receives service from the [local] special district; and
- 3472 (C) whose owner does not reside permanently at the residence but may occupy the3473 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:

3479 (i) receives service from the district; and

3480 (ii) is located within the [local] special district and, if applicable, the division from
3481 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.

3493 (c) Notwithstanding Subsection (1)(b) and except as provided in Subsection (3)(d), the
3494 county legislative body may appoint to the [local] special district board one of the county
3495 legislative body's own members, regardless of whether the member resides within the
3496 boundaries described in Subsection (1)(b), if:

3497

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

- 3498 (A) for the appointment of a new board member, Subsections 17B-1-304(2) and (3); or
- 3499 (B) for an appointment to fill a midterm vacancy, Subsection 20A-1-512(1)(a)(ii) or

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- 3500 Subsection 20A-1-512(2);
- (ii) fewer qualified candidates timely file to be considered for appointment to the
 [local] special district board than are necessary to fill the board;
- (iii) the county legislative body appoints each of the qualified candidates who timelyfiled to be considered for appointment to the board; and
- (iv) the county legislative body appoints a member of the body to the [local] special
 district board, in accordance with Subsection 17B-1-304(6) or Subsection 20A-1-512(1)(c),
 who was:
- 3508

(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
- 3510 geographic area of the [local] special district; or

3511 (C) if the [local] special district is divided into divisions under Section 17B-1-306.5,
3512 elected from a division of the county that includes more than 50% of the geographic area of the
3513 division of the [local] special district in which there is a board vacancy.

3514 (d) If it is necessary to reconstitute the board of trustees of a [local] special district 3515 located solely within a county of the fourth, fifth, or sixth class because the term of a majority 3516 of the members of the board has expired without new trustees having been elected or appointed 3517 as required by law, even if sufficient qualified candidates timely file to be considered for a 3518 vacancy on the board, the county legislative body may appoint to the [local] special district 3519 board no more than one of the county legislative body's own members who does not satisfy the 3520 requirements of Subsection (1).

3521 (4) (a) Except as otherwise provided by statute, the number of members of each board
3522 of trustees of a [local] special district that has nine or fewer members shall have an odd number
3523 of members that is no fewer than three.

(b) If a board of trustees of a [local] special district has more than nine members, the
 number of members may be odd or even.

3526 (5) For a newly created [local] special district, the number of members of the initial
3527 board of trustees shall be the number specified:

- 3528 (a) for a [local] special district whose creation was initiated by a petition under
 3529 Subsection 17B-1-203(1)(a), (b), or (c), in the petition; or
- 3530 (b) for a [local] special district whose creation was initiated by a resolution under

3531	Subsection 17B-1-203(1)(d) or (e), in the resolution.
3532	(6) (a) For an existing [local] special district, the number of members of the board of
3533	trustees may be changed by a two-thirds vote of the board of trustees.
3534	(b) No change in the number of members of a board of trustees under Subsection (6)(a)
3535	may:
3536	(i) violate Subsection (4); or
3537	(ii) serve to shorten the term of any member of the board.
3538	Section 51. Section 17B-1-303 is amended to read:
3539	17B-1-303. Term of board of trustees members Oath of office Bond Notice
3540	of board member contact information.
3541	(1) (a) Except as provided in Subsections (1)(b), (c), (d), and (e), the term of each
3542	member of a board of trustees begins at noon on the January 1 following the member's election
3543	or appointment.
3544	(b) The term of each member of the initial board of trustees of a newly created [local]
3545	special district begins:
3546	(i) upon appointment, for an appointed member; and
3547	(ii) upon the member taking the oath of office after the canvass of the election at which
3548	the member is elected, for an elected member.
3549	(c) The term of each water conservancy district board member whom the governor
3550	appoints in accordance with Subsection 17B-2a-1005(2)(c):
3551	(i) begins on the later of the following:
3552	(A) the date on which the Senate consents to the appointment; or
3553	(B) the expiration date of the prior term; and
3554	(ii) ends on the February 1 that is approximately four years after the date described in
3555	Subsection (1)(c)(i)(A) or (B).
3556	(d) The term of a member of a board of trustees whom an appointing authority appoints
3557	in accordance with Subsection (5)(b) begins upon the member taking the oath of office.
3558	(e) If the member of the board of trustees fails to assume or qualify for office on
3559	January 1 for any reason, the term begins on the date the member assumes or qualifies for
3560	office.
3561	(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:

3570 (A) the requirement under Subsection (1)(a) for a term to begin on January 1 following3571 a member's election or appointment; and

3572

(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.

3578 (iv) An adjustment under Subsection (2)(a)(ii) may not add more than a year to or 3579 subtract more than a year from a member's term.

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

3583 (c) If a member of a board of trustees no longer meets the qualifications of Subsection 3584 17B-1-302(1), (2), or (3), or if the member's term expires without a duly elected or appointed 3585 successor:

(i) the member's position is considered vacant, subject to Subsection (2)(c)(ii); and

3587 (ii) the member may continue to serve until a successor is duly elected or appointed3588 and qualified.

3589 (3) (a) (i) Before entering upon the duties of office, each member of a board of trustees3590 shall take the oath of office specified in Utah Constitution, Article IV, Section 10.

3591 (ii) A judge, county clerk, notary public, or the [local] special district clerk may
3592 administer an oath of office.

3593	(b) The member of the board of trustees taking the oath of office shall file the oath of
3594	office with the clerk of the [local] special district.
3595	(c) The failure of a board of trustees member to take the oath under Subsection (3)(a)
3596	does not invalidate any official act of that member.
3597	(4) A board of trustees member may serve any number of terms.
3598	(5) (a) Except as provided in Subsection (6), each midterm vacancy in a board of
3599	trustees position is filled in accordance with Section 20A-1-512.
3600	(b) When the number of members of a board of trustees increases in accordance with
3601	Subsection 17B-1-302(6), the appointing authority may appoint an individual to fill a new
3602	board of trustees position in accordance with Section 17B-1-304 or 20A-1-512.
3603	(6) (a) [For purposes of] As used in this Subsection (6):
3604	(i) "Appointed official" means a person who:
3605	(A) is appointed as a member of a [local] special district board of trustees by a county
3606	or municipality that is entitled to appoint a member to the board; and
3607	(B) holds an elected position with the appointing county or municipality.
3608	(ii) "Appointing entity" means the county or municipality that appointed the appointed
3609	official to the board of trustees.
3610	(b) The board of trustees shall declare a midterm vacancy for the board position held
3611	by an appointed official if:
3612	(i) during the appointed official's term on the board of trustees, the appointed official
3613	ceases to hold the elected position with the appointing entity; and
3614	(ii) the appointing entity submits a written request to the board to declare the vacancy.
3615	(c) Upon the board's declaring a midterm vacancy under Subsection (6)(b), the
3616	appointing entity shall appoint another person to fill the remaining unexpired term on the board
3617	of trustees.
3618	(7) (a) A member of a board of trustees shall obtain a fidelity bond or obtain theft or
3619	crime insurance for the faithful performance of the member's duties, in the amount and with the
3620	sureties or with an insurance company that the board of trustees prescribes.
3621	(b) The [local] special district:
3622	(i) may assist the board of trustees in obtaining a fidelity bond or obtaining theft or
3623	crime insurance as a group or for members individually; and

3624	(ii) shall pay the cost of each fidelity bond or insurance coverage required under this
3625	Subsection (7).
3626	(8) (a) The lieutenant governor may extend the term of an elected district board
3627	member by one year in order to compensate for a change in the election year under Subsection
3628	17B-1-306(14).
3629	(b) When the number of members of a board of trustees increases in accordance with
3630	Subsection 17B-1-302(6), to ensure that the term of approximately half of the board members
3631	expires every two years in accordance with Subsection (2)(a):
3632	(i) the board shall set shorter terms for approximately half of the new board members,
3633	chosen by lot; and
3634	(ii) the initial term of a new board member position may be less than two or four years.
3635	(9) (a) A [local] special district shall:
3636	(i) post on the Utah Public Notice Website created in Section 63A-16-601 the name,
3637	phone number, and email address of each member of the [local] special district's board of
3638	trustees;
3639	(ii) update the information described in Subsection (9)(a)(i) when:
3640	(A) the membership of the board of trustees changes; or
3641	(B) a member of the board of trustees' phone number or email address changes; and
3642	(iii) post any update required under Subsection (9)(a)(ii) within 30 days after the date
3643	on which the change requiring the update occurs.
3644	(b) This Subsection (9) applies regardless of whether the county or municipal
3645	legislative body also serves as the board of trustees of the [local] special district.
3646	Section 52. Section 17B-1-304 is amended to read:
3647	17B-1-304. Appointment procedures for appointed members.
3648	(1) The appointing authority may, by resolution, appoint persons to serve as members
3649	of a [local] special district board by following the procedures established by this section.
3650	(2) (a) In any calendar year when appointment of a new [local] special district board
3651	member is required, the appointing authority shall prepare a notice of vacancy that contains:
3652	(i) the positions that are vacant that shall be filled by appointment;
3653	(ii) the qualifications required to be appointed to those positions;
3654	(iii) the procedures for appointment that the governing body will follow in making

3655	those appointments; and
3656	(iv) the person to be contacted and any deadlines that a person shall meet who wishes
3657	to be considered for appointment to those positions.
3658	(b) The appointing authority shall:
3659	(i) post the notice of vacancy in four public places within the [local] special district at
3660	least one month before the deadline for accepting nominees for appointment; and
3661	(ii) post the notice of vacancy on the Utah Public Notice Website, created in Section
3662	63A-16-601, for five days before the deadline for accepting nominees for appointment.
3663	(c) The appointing authority may bill the [local] special district for the cost of
3664	preparing, printing, and publishing the notice.
3665	(3) (a) After the appointing authority is notified of a vacancy and has satisfied the
3666	requirements described in Subsection (2), the appointing authority shall select a person to fill
3667	the vacancy from the applicants who meet the qualifications established by law.
3668	(b) The appointing authority shall:
3669	(i) comply with Title 52, Chapter 4, Open and Public Meetings Act, in making the
3670	appointment;
3671	(ii) allow any interested persons to be heard; and
3672	(iii) adopt a resolution appointing a person to the [local] special district board.
3673	(c) If no candidate for appointment to fill the vacancy receives a majority vote of the
3674	appointing authority, the appointing authority shall select the appointee from the two top
3675	candidates by lot.
3676	(4) Persons appointed to serve as members of the [local] special district board serve
3677	four-year terms, but may be removed for cause at any time after a hearing by two-thirds vote of
3678	the appointing body.
3679	(5) (a) At the end of each board member's term, the position is considered vacant, and,
3680	after following the appointment procedures established in this section, the appointing authority
3681	may either reappoint the incumbent board member or appoint a new member.
3682	(b) Notwithstanding Subsection (5)(a), a board member may continue to serve until a
3683	successor is elected or appointed and qualified in accordance with Subsection 17B-1-303(2)(b).
3684	(6) Notwithstanding any other provision of this section, if the appointing authority
3685	appoints one of its own members and that member meets all applicable statutory board member

3686 qualifications, the appointing authority need not comply with Subsection (2) or (3). 3687 Section 53. Section 17B-1-305 is amended to read: 3688 17B-1-305. Notice of offices to be filled. 3689 On or before February 1 of each election year in which board members of a [local] 3690 special district are elected, the board of each [local] special district required to participate in an 3691 election that year shall prepare and transmit to the clerk of each county in which any part of the 3692 district is located a written notice that: 3693 (1) designates the offices to be filled at that year's election; and 3694 (2) identifies the dates for filing a declaration of candidacy for those offices. 3695 Section 54. Section 17B-1-306 is amended to read: 3696 17B-1-306. Special district board -- Election procedures. 3697 (1) Except as provided in Subsection (12), each elected board member shall be selected 3698 as provided in this section. 3699 (2) (a) Each election of a [local] special district board member shall be held: 3700 (i) at the same time as the municipal general election or the regular general election, as applicable; and 3701 3702 (ii) at polling places designated by the [local] special district board in consultation with 3703 the county clerk for each county in which the [local] special district is located, which polling 3704 places shall coincide with municipal general election or regular general election polling places, 3705 as applicable, whenever feasible. 3706 (b) The [local] special district board, in consultation with the county clerk, may 3707 consolidate two or more polling places to enable voters from more than one district to vote at 3708 one consolidated polling place. 3709 (c) (i) Subject to Subsections (5)(h) and (i), the number of polling places under 3710 Subsection (2)(a)(ii) in an election of board members of an irrigation district shall be one 3711 polling place per division of the district, designated by the district board. 3712 (ii) Each polling place designated by an irrigation district board under Subsection 3713 (2)(c)(i) shall coincide with a polling place designated by the county clerk under Subsection 3714 (2)(a)(ii).3715 (3) The clerk of each [local] special district with a board member position to be filled 3716 at the next municipal general election or regular general election, as applicable, shall provide

3717	notice of:
3718	(a) each elective position of the [local] special district to be filled at the next municipal
3719	general election or regular general election, as applicable;
3720	(b) the constitutional and statutory qualifications for each position; and
3721	(c) the dates and times for filing a declaration of candidacy.
3722	(4) The clerk of the [local] special district shall publish the notice described in
3723	Subsection (3):
3724	(a) by posting the notice on the Utah Public Notice Website created in Section
3725	63A-16-601, for 10 days before the first day for filing a declaration of candidacy;
3726	(b) by posting the notice in at least five public places within the [local] special district
3727	at least 10 days before the first day for filing a declaration of candidacy; and
3728	(c) if the [local] special district has a website, on the [local] special district's website
3729	for 10 days before the first day for filing a declaration of candidacy.
3730	(5) (a) Except as provided in Subsection $(5)(c)$, to become a candidate for an elective
3731	[local] special district board position, an individual shall file a declaration of candidacy in
3732	person with an official designated by the [local] special district within the candidate filing
3733	period for the applicable election year in which the election for the [local] special district board
3734	is held and:
3735	(i) during the [local] special district's standard office hours, if the standard office hours
3736	provide at least three consecutive office hours each day during the candidate filing period that
3737	is not a holiday or weekend; or
3738	(ii) if the standard office hours of a [local] special district do not provide at least three
3739	consecutive office hours each day, a three-hour consecutive time period each day designated by
3740	the [local] special district during the candidate filing period that is not a holiday or weekend.
3741	(b) When the candidate filing deadline falls on a Saturday, Sunday, or holiday, the
3742	filing time shall be extended until the close of normal office hours on the following regular
3743	business day.
3744	(c) Subject to Subsection (5)(f), an individual may designate an agent to file a
3745	declaration of candidacy with the official designated by the [local] special district if:
3746	(i) the individual is located outside of the state during the entire filing period;
3747	(ii) the designated agent appears in person before the official designated by the [local]

3748	special district; and
3749	(iii) the individual communicates with the official designated by the [local] special
3750	district using an electronic device that allows the individual and official to see and hear each
3751	other.
3752	(d) (i) Before the filing officer may accept any declaration of candidacy from an
3753	individual, the filing officer shall:
3754	(A) read to the individual the constitutional and statutory qualification requirements for
3755	the office that the individual is seeking; and
3756	(B) require the individual to state whether the individual meets those requirements.
3757	(ii) If the individual does not meet the qualification requirements for the office, the
3758	filing officer may not accept the individual's declaration of candidacy.
3759	(iii) If it appears that the individual meets the requirements of candidacy, the filing
3760	officer shall accept the individual's declaration of candidacy.
3761	(e) The declaration of candidacy shall be in substantially the following form:
3762	"I, (print name), being first duly sworn, say that I reside at (Street)
3763	, City of, County of, state of Utah, (Zip
3764	Code), (Telephone Number, if any); that I meet the qualifications for the
3765	office of board of trustees member for (state the name of the
3766	[local] special district); that I am a candidate for that office to be voted upon at the next
3767	election; and that, if filing via a designated agent, I will be out of the state of Utah during the
3768	entire candidate filing period, and I hereby request that my name be printed upon the official
3769	ballot for that election.
3770	(Signed)
3771	Subscribed and sworn to (or affirmed) before me by on this day
3772	of,
3773	(Signed)
3774	(Clerk or Notary Public)".
3775	(f) An agent designated under Subsection (5)(c) may not sign the form described in
3776	Subsection (5)(e).
3777	(g) Each individual wishing to become a valid write-in candidate for an elective [local]
3778	special district board position is governed by Section 20A-9-601.

- (h) If at least one individual does not file a declaration of candidacy as required by this
 section, an individual shall be appointed to fill that board position in accordance with the
 appointment provisions of Section 20A-1-512.
- (i) If only one candidate files a declaration of candidacy and there is no write-in
 candidate who complies with Section 20A-9-601, the board, in accordance with Section
 20A-1-206, may:
- 3785 (i) consider the candidate to be elected to the position; and
- 3786 (ii) cancel the election.
- 3787 (6) (a) A primary election may be held if:
- 3788 (i) the election is authorized by the [local] special district board; and
- (ii) the number of candidates for a particular local board position or office exceedstwice the number of persons needed to fill that position or office.
- 3791 (b) The primary election shall be conducted:
- (i) on the same date as the municipal primary election or the regular primary election,as applicable; and
- (ii) according to the procedures for primary elections provided under Title 20A,Election Code.
- (7) (a) Except as provided in Subsection (7)(c), within one business day after the
 deadline for filing a declaration of candidacy, the [local] special district clerk shall certify the
 candidate names to the clerk of each county in which the [local] special district is located.
- (b) (i) Except as provided in Subsection (7)(c) and in accordance with Section
 20A-6-305, the clerk of each county in which the [local] special district is located and the
 [local] special district clerk shall coordinate the placement of the name of each candidate for
 [local] special district office in the nonpartisan section of the ballot with the appropriate
 election officer.
- (ii) If consolidation of the [local] special district election ballot with the municipal
 general election ballot or the regular general election ballot, as applicable, is not feasible, the
 [local] special district board of trustees, in consultation with the county clerk, shall provide for
 a separate [local] special district election ballot to be administered by poll workers at polling
 places designated under Subsection (2).
- 3809

(c) (i) Subsections (7)(a) and (b) do not apply to an election of a member of the board

3810	of an irrigation district established under Chapter 2a, Part 5, Irrigation District Act.
3811	(ii) (A) Subject to Subsection (7)(c)(ii)(B), the board of each irrigation district shall
3812	prescribe the form of the ballot for each board member election.
3813	(B) Each ballot for an election of an irrigation district board member shall be in a
3814	nonpartisan format.
3815	(C) The name of each candidate shall be placed on the ballot in the order specified
3816	under Section 20A-6-305.
3817	(8) (a) Each voter at an election for a board of trustees member of a [local] special
3818	district shall:
3819	(i) be a registered voter within the district, except for an election of:
3820	(A) an irrigation district board of trustees member; or
3821	(B) a basic [local] special district board of trustees member who is elected by property
3822	owners; and
3823	(ii) meet the requirements to vote established by the district.
3824	(b) Each voter may vote for as many candidates as there are offices to be filled.
3825	(c) The candidates who receive the highest number of votes are elected.
3826	(9) Except as otherwise provided by this section, the election of [local] special district
3827	board members is governed by Title 20A, Election Code.
3828	(10) (a) Except as provided in Subsection 17B-1-303(8), a person elected to serve on a
3829	[local] special district board shall serve a four-year term, beginning at noon on the January 1
3830	after the person's election.
3831	(b) A person elected shall be sworn in as soon as practical after January 1.
3832	(11) (a) Except as provided in Subsection (11)(b), each [local] special district shall
3833	reimburse the county or municipality holding an election under this section for the costs of the
3834	election attributable to that [local] special district.
3835	(b) Each irrigation district shall bear the district's own costs of each election the district
3836	holds under this section.
3837	(12) This section does not apply to an improvement district that provides electric or gas
3838	service.
3839	(13) Except as provided in Subsection $20A-3a-605(1)(b)$, the provisions of Title 20A,
3840	Chapter 3a, Part 6, Early Voting, do not apply to an election under this section.

3841	(14) (a) As used in this Subsection (14), "board" means:
3842	(i) a [local] special district board; or
3843	(ii) the administrative control board of a special service district that has elected
3844	members on the board.
3845	(b) A board may hold elections for membership on the board at a regular general
3846	election instead of a municipal general election if the board submits an application to the
3847	lieutenant governor that:
3848	(i) requests permission to hold elections for membership on the board at a regular
3849	general election instead of a municipal general election; and
3850	(ii) indicates that holding elections at the time of the regular general election is
3851	beneficial, based on potential cost savings, a potential increase in voter turnout, or another
3852	material reason.
3853	(c) Upon receipt of an application described in Subsection (14)(b), the lieutenant
3854	governor may approve the application if the lieutenant governor concludes that holding the
3855	elections at the regular general election is beneficial based on the criteria described in
3856	Subsection (14)(b)(ii).
3857	(d) If the lieutenant governor approves a board's application described in this section:
3858	(i) all future elections for membership on the board shall be held at the time of the
3859	regular general election; and
3860	(ii) the board may not hold elections at the time of a municipal general election unless
3861	the board receives permission from the lieutenant governor to hold all future elections for
3862	membership on the board at a municipal general election instead of a regular general election,
3863	under the same procedure, and by applying the same criteria, described in this Subsection (14).
3864	(15) (a) This Subsection (15) applies to a [local] special district if:
3865	(i) the [local] special district's board members are elected by the owners of real
3866	property, as provided in Subsection 17B-1-1402(1)(b); and
3867	(ii) the [local] special district was created before January 1, 2020.
3868	(b) The board of a [local] special district described in Subsection (15)(a) may conduct
3869	an election:
3870	(i) to fill a board member position that expires at the end of the term for that board
3871	member's position; and

3872	(ii) notwithstanding Subsection 20A-1-512(1)(a)(i), to fill a vacancy in an unexpired
3873	term of a board member.
3874	(c) An election under Subsection (15)(b) may be conducted as determined by the
3875	[local] special district board, subject to Subsection (15)(d).
3876	(d) (i) The [local] special district board shall provide to property owners eligible to
3877	vote at the [local] special district election:
3878	(A) notice of the election; and
3879	(B) a form to nominate an eligible individual to be elected as a board member.
3880	(ii) (A) The [local] special district board may establish a deadline for a property owner
3881	to submit a nomination form.
3882	(B) A deadline under Subsection (15)(d)(ii)(A) may not be earlier than 15 days after
3883	the board provides the notice and nomination form under Subsection (15)(d)(i).
3884	(iii) (A) After the deadline for submitting nomination forms, the [local] special district
3885	board shall provide a ballot to all property owners eligible to vote at the [local] special district
3886	election.
3887	(B) A [local] special district board shall allow at least five days for ballots to be
3888	returned.
3889	(iv) A [local] special district board shall certify the results of an election under this
3890	Subsection (15) during an open meeting of the board.
3891	Section 55. Section 17B-1-306.5 is amended to read:
3892	17B-1-306.5. Dividing a special district into divisions.
3893	(1) Subject to Subsection (3), the board of trustees of a [local] special district that has
3894	elected board members may, upon a vote of two-thirds of the members of the board, divide the
3895	[local] special district, or the portion of the [local] special district represented by elected board
3896	of trustees members, into divisions so that some or all of the elected members of the board of
3897	trustees may be elected by division rather than at large.
3898	(2) Subject to Subsection (3), the appointing authority of a [local] special district that
3899	has appointed board members may, upon a vote of two-thirds of the members of the appointing
3900	authority, divide the [local] special district, or the portion of the [local] special district
3901	represented by appointed board members, into divisions so that some or all of the appointed
3902	members of the board of trustees may be appointed by division rather than at large.

3903	(3) Before dividing a [local] special district into divisions or before changing the
3904	boundaries of divisions already established, the board of trustees under Subsection (1), or the
3905	appointing authority, under Subsection (2), shall:
3906	(a) prepare a proposal that describes the boundaries of the proposed divisions; and
3907	(b) hold a public hearing at which any interested person may appear and speak for or
3908	against the proposal.
3909	(4) (a) The board of trustees or the appointing authority shall review the division
3910	boundaries at least every 10 years.
3911	(b) Except for changes in the divisions necessitated by annexations to or withdrawals
3912	from the [local] special district, the boundaries of divisions established under Subsection (1) or
3913	(2) may not be changed more often than every five years.
3914	(c) Changes to the boundaries of divisions already established under Subsection (1) or
3915	(2) are not subject to the two-thirds vote requirement of Subsection (1) or (2).
3916	Section 56. Section 17B-1-307 is amended to read:
3917	17B-1-307. Annual compensation Per diem compensation Participation in
3918	group insurance plan Reimbursement of expenses.
3919	(1) (a) Except as provided in Subsection 17B-1-308(1)(e), a member of a board of
3920	trustees may receive compensation for service on the board, as determined by the board of
3921	trustees.
3922	(b) The amount of compensation under this Subsection (1) may not exceed \$5,000 per
3923	year.
3924	(c) (i) As determined by the board of trustees, a member of the board of trustees may
3925	participate in a group insurance plan provided to employees of the [local] special district on the
3926	same basis as employees of the [local] special district.
3927	(ii) The amount that the [local] special district pays to provide a member with coverage
3928	under a group insurance plan shall be included as part of the member's compensation for
3929	purposes of Subsection (1)(b).
3930	(d) The amount that a [local] special district pays employer-matching employment
3931	taxes, if a member of the board of trustees is treated as an employee for federal tax purposes,
3932	does not constitute compensation under Subsection (1).
3933	(2) In addition to the compensation provided under Subsection (1), the board of

3934	trustees may elect to allow a member to receive per diem and travel expenses for up to 12
3935	meetings or activities per year in accordance with rules adopted by the board of trustees or
3936	Section 11-55-103.
3937	Section 57. Section 17B-1-308 is amended to read:
3938	17B-1-308. Boards of trustees composed of county or municipal legislative body
3939	members.
3940	(1) If a county or municipal legislative body also serves as the board of trustees of a
3941	[local] special district:
3942	(a) the board of trustees shall hold district meetings and keep district minutes,
3943	accounts, and other records separate from those of the county or municipality;
3944	(b) subject to Subsection (2), the board of trustees may use, respectively, existing
3945	county or municipal facilities and personnel for district purposes;
3946	(c) notwithstanding Subsections 17B-1-303(1) and (2), the term of office of each board
3947	of trustees member coincides with the member's term as a county or municipal legislative body
3948	member;
3949	(d) each board of trustees member represents the district at large; and
3950	(e) board members may not receive compensation for service as board members in
3951	addition to compensation the board members receive as members of a county or municipal
3952	legislative body.
3953	(2) The county or municipal legislative body, as the case may be, shall charge the
3954	[local] special district, and the [local] special district shall pay to the county or municipality, a
3955	reasonable amount for:
3956	(a) the county or municipal facilities that the district uses; and
3957	(b) except for services that the county or municipal legislative body members render,
3958	the services that the county or municipality renders to the [local] special district.
3959	Section 58. Section 17B-1-310 is amended to read:
3960	17B-1-310. Quorum of board of trustees Meetings of the board.
3961	(1) (a) (i) Except as provided in Subsection (1)(b), a majority of the board of trustees
3962	constitutes a quorum for the transaction of board business, and action by a majority of a
3963	quorum constitutes action of the board.
3964	(ii) Except as otherwise required by law, an otherwise valid action of the board is not

3965	made invalid because of the method chosen by the board to take or memorialize the action.
3966	(b) (i) Subject to Subsection (1)(b)(ii), a board may adopt bylaws or other rules that
3967	require more than a majority to constitute a quorum or that require action by more than a
3968	majority of a quorum to constitute action by the board.
3969	(ii) A board with five or more members may not adopt bylaws or rules that require a
3970	vote of more than two-thirds of the board to constitute board action except for a board action to
3971	dispose of real property owned by the [local] special district.
3972	(2) The board of trustees shall hold such regular and special meetings as the board
3973	determines at a location that the board determines.
3974	(3) (a) Each meeting of the board of trustees shall comply with Title 52, Chapter 4,
3975	Open and Public Meetings Act.
3976	(b) Subject to Subsection (3)(c), a board of trustees shall:
3977	(i) adopt rules of order and procedure to govern a public meeting of the board of
3978	trustees;
3979	(ii) conduct a public meeting in accordance with the rules of order and procedure
3980	described in Subsection (3)(b)(i); and
3981	(iii) make the rules of order and procedure described in Subsection (3)(b)(i) available
3982	to the public:
3983	(A) at each meeting of the board of trustees; and
3984	(B) on the [local] <u>special</u> district's public website, if available.
3985	(c) Subsection (3)(b) does not affect the board of trustees' duty to comply with Title 52,
3986	Chapter 4, Open and Public Meetings Act.
3987	Section 59. Section 17B-1-311 is amended to read:
3988	17B-1-311. Board member prohibited from district employment Exception.
3989	(1) No elected or appointed member of the board of trustees of a [local] special district
3990	may, while serving on the board, be employed by the district, whether as an employee or under
3991	a contract.
3992	(2) No person employed by a [local] special district, whether as an employee or under a
3993	contract, may serve on the board of that [local] special district.
3994	(3) A [local] special district is not in violation of a prohibition described in Subsection
3995	(1) or (2) if the [local] <u>special</u> district:

3996	(a) treats a member of a board of trustees as an employee for income tax purposes; and
3997	(b) complies with the compensation limits of Section 17B-1-307 for purposes of that
3998	member.
3999	(4) This section does not apply to a [local] special district if:
4000	(a) fewer than 3,000 people in the state live within 40 miles of the [local] special
4001	district's boundaries or primary place of employment, measured over all weather public roads;
4002	and
4003	(b) with respect to the employment of a board of trustees member under Subsection
4004	(1):
4005	(i) the job opening has had reasonable public notice; and
4006	(ii) the person employed is the best qualified candidate for the position.
4007	(5) This section does not apply to a board of trustees of a large public transit district as
4008	described in Chapter 2a, Part 8, Public Transit District Act.
4009	Section 60. Section 17B-1-312 is amended to read:
4010	17B-1-312. Training for board members.
4011	(1) (a) Each member of a board of trustees of a [local] special district shall, within one
4012	year after taking office, complete the training described in Subsection (2).
4013	(b) For the purposes of Subsection (1)(a), a member of a board of trustees of a [local]
4014	special district takes office each time the member is elected or appointed to a new term,
4015	including an appointment to fill a midterm vacancy in accordance with Subsection
4016	17B-1-303(5) or (6).
4017	(2) In conjunction with the Utah Association of Special Districts, the state auditor
4018	shall:
4019	(a) develop a training curriculum for the members of [local] special district boards;
4020	(b) with the assistance of other state offices and departments the state auditor considers
4021	appropriate and at times and locations established by the state auditor, carry out the training of
4022	members of [local] special district boards; and
4023	(c) ensure that any training required under this Subsection (2) complies with Title 63G,
4024	Chapter 22, State Training and Certification Requirements.
4025	(3) (a) A [local] special district board of trustees may compensate each member of the
4026	board for each day of training described in Subsection (2) that the member completes, in

4027	accordance with Section 11-55-103.
4028	(b) The compensation authorized under Subsection (3)(a) is in addition to all other
4029	amounts of compensation and expense reimbursement authorized under this chapter.
4030	(c) A board of trustees may not pay compensation under Subsection (3)(a) to any board
4031	member more than once per year.
4032	(4) The state auditor shall issue a certificate of completion to each board member that
4033	completes the training described in Subsection (2).
4034	Section 61. Section 17B-1-313 is amended to read:
4035	17B-1-313. Publication of notice of board resolution or action Contest period
4036	No contest after contest period.
4037	(1) After the board of trustees of a [local] special district adopts a resolution or takes
4038	other action on behalf of the district, the board may provide for the publication of a notice of
4039	the resolution or other action.
4040	(2) Each notice under Subsection (1) shall:
4041	(a) include, as the case may be:
4042	(i) the language of the resolution or a summary of the resolution; or
4043	(ii) a description of the action taken by the board;
4044	(b) state that:
4045	(i) any person in interest may file an action in district court to contest the regularity,
4046	formality, or legality of the resolution or action within 30 days after the date of publication; and
4047	(ii) if the resolution or action is not contested by filing an action in district court within
4048	the 30-day period, no one may contest the regularity, formality, or legality of the resolution or
4049	action after the expiration of the 30-day period; and
4050	(c) be posted on the Utah Public Notice Website created in Section 63A-16-601.
4051	(3) For a period of 30 days after the date of the publication, any person in interest may
4052	contest the regularity, formality, or legality of the resolution or other action by filing an action
4053	in district court.
4054	(4) After the expiration of the 30-day period under Subsection (3), no one may contest
4055	the regularity, formality, or legality of the resolution or action for any cause.
4056	Section 62. Section 17B-1-314 is amended to read:
4057	17B-1-314. Compelling attendance at board meetings.

4058	The board of trustees of a [local] special district may:
4059	(1) compel the attendance of its own members at its meetings; and
4060	(2) provide penalties it considers necessary for the failure to attend.
4061	Section 63. Section 17B-1-401 is amended to read:
4062	17B-1-401. Definitions.
4063	[For purposes of] As used in this part:
4064	(1) "Applicable area" means:
4065	(a) for a county, the unincorporated area of the county that is included within the area
4066	proposed for annexation; or
4067	(b) for a municipality, the area of the municipality that is included within the area
4068	proposed for annexation.
4069	(2) "Retail" means, with respect to a service provided by a municipality or [local]
4070	special district, that the service is provided directly to the ultimate user.
4071	(3) "Wholesale" means, with respect to a service provided by a [local] special district,
4072	that the service is not provided directly to the ultimate user but is provided to a retail provider.
4073	Section 64. Section 17B-1-402 is amended to read:
4074	17B-1-402. Annexation of area outside special district.
4075	(1) An area outside the boundaries of a [local] special district may be annexed to the
4076	[local] special district, as provided in this part, in order to provide to the area a service that the
4077	[local] <u>special</u> district provides.
4078	(2) The area proposed to be annexed:
4079	(a) may consist of one or more noncontiguous areas; and
4080	(b) need not be adjacent to the boundaries of the proposed annexing [local] special
4081	district.
4082	(3) With respect to a [local] special district in the creation of which an election was not
4083	required under Subsection 17B-1-214(3)(d):
4084	(a) an unincorporated area of a county may not be annexed to the [local] special district
4085	unless, after annexation, at least a majority of the unincorporated area of the county will be
4086	included in the [local] <u>special</u> district; and
4087	(b) the annexation of any part of an area within a municipality shall include all of the
4088	area within the municipality.

4089	(4) A [local] special district may not annex an area located within a project area
4090	described in a project area plan adopted by the military installation development authority
4091	under Title 63H, Chapter 1, Military Installation Development Authority Act, without the
4092	authority's approval.
4093	Section 65. Section 17B-1-403 is amended to read:
4094	17B-1-403. Initiation of annexation process Petition and resolution.
4095	(1) Except as provided in Sections 17B-1-415, 17B-1-416, and 17B-1-417, the process
4096	to annex an area to a [local] special district may be initiated by:
4097	(a) (i) for a district whose board of trustees is elected by electors based on the acre-feet
4098	of water allotted to the land owned by the elector and subject to Subsection (2), a petition
4099	signed by the owners of all of the acre-feet of water allotted to the land proposed for
4100	annexation; or
4101	(ii) for all other districts:
4102	(A) a petition signed by:
4103	(I) the owners of private real property that:
4104	(Aa) is located within the area proposed to be annexed;
4105	(Bb) covers at least 10% of the total private land area within the entire area proposed to
4106	be annexed and within each applicable area; and
4107	(Cc) is equal in assessed value to at least 10% of the assessed value of all private real
4108	property within the entire area proposed to be annexed and within each applicable area; or
4109	(II) the owner of all the publicly owned real property, if all the real property within the
4110	area proposed for annexation is owned by a public entity other than the federal government; or
4111	(B) a petition signed by registered voters residing within the entire area proposed to be
4112	annexed and within each applicable area equal in number to at least 10% of the number of
4113	votes cast within the entire area proposed to be annexed and within each applicable area,
4114	respectively, for the office of governor at the last regular general election before the filing of
4115	the petition;
4116	(b) a resolution adopted by the legislative body of each county whose unincorporated
4117	area includes and each municipality whose boundaries include any of the area proposed to be
4118	annexed; or
4119	(c) a resolution adopted by the board of trustees of the proposed annexing [local]

4120 special district if, for at least 12 consecutive months immediately preceding adoption of the 4121 resolution, the [local] special district has provided: 4122 (i) retail service to the area; or 4123 (ii) a wholesale service to a provider of the same service that has provided that service 4124 on a retail basis to the area. 4125 (2) If an association representing all acre-feet of water allotted to the land that is 4126 proposed to be annexed to a [local] special district signs a petition under Subsection (1)(a)(i), pursuant to a proper exercise of authority as provided in the bylaws or other rules governing the 4127 4128 association, the petition shall be considered to have been signed by the owners of all of the 4129 acre-feet of water allotted to the land proposed for annexation, even though less than all of the 4130 owners within the association consented to the association signing the petition. 4131 (3) Each petition and resolution under Subsection (1) shall: 4132 (a) describe the area proposed to be annexed; and 4133 (b) be accompanied by a map of the boundaries of the area proposed to be annexed. 4134 (4) The legislative body of each county and municipality that adopts a resolution under 4135 Subsection (1)(b) shall, within five days after adopting the resolution, mail or deliver a copy of 4136 the resolution to the board of trustees of the proposed annexing [local] special district. 4137 Section 66. Section 17B-1-404 is amended to read: 4138 17B-1-404. Petition requirements. 4139 (1) Each petition under Subsection 17B-1-403(1)(a) shall: (a) indicate the typed or printed name and current residence address of each person 4140 signing the petition; 4141 (b) separately group signatures by county and municipality, so that all signatures of the 4142 4143 owners of real property located within or of registered voters residing within each county 4144 whose unincorporated area includes and each municipality whose boundaries include part of 4145 the area proposed for annexation are grouped separately: 4146 (c) if it is a petition under Subsection 17B-1-403(1)(a)(i) or (ii)(A), indicate the address 4147 of the property as to which the owner is signing the petition; 4148 (d) designate up to three signers of the petition as sponsors, one of whom shall be designated the contact sponsor, with the mailing address and telephone number of each; 4149 4150 (e) be filed with the board of trustees of the proposed annexing [local] special district;

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4151 and 4152 (f) for a petition under Subsection 17B-1-403(1)(a)(i), state the proposed method of 4153 supplying water to the area proposed to be annexed. 4154 (2) By submitting a written withdrawal or reinstatement with the board of trustees of 4155 the proposed annexing [local] special district, a signer of a petition may withdraw, or once 4156 withdrawn, reinstate the signer's signature at any time: 4157 (a) before the public hearing under Section 17B-1-409 is held; or 4158 (b) if a hearing is not held because of Subsection 17B-1-413(1) or because no hearing 4159 is requested under Subsection 17B-1-413(2)(a)(ii)(B), until 20 days after the [local] special 4160 district provides notice under Subsection 17B-1-413(2)(a)(i). 4161 Section 67. Section 17B-1-405 is amended to read: 17B-1-405. Petition certification. 4162 (1) Within 30 days after the filing of a petition under Subsection 17B-1-403(1)(a)(i) or 4163 4164 (ii) or within the time that the [local] special district and each petition sponsor designate by 4165 written agreement, the board of trustees of the proposed annexing [local] special district shall: 4166 (a) with the assistance of officers of the county in which the area proposed to be 4167 annexed is located from whom the board requests assistance, determine whether the petition 4168 meets the requirements of Subsection 17B-1-403(1)(a)(i) or (ii), as the case may be, Subsection 4169 17B-1-403(3), and Subsection 17B-1-404(1); and 4170 (b) (i) if the board determines that the petition complies with the requirements, certify the petition and mail or deliver written notification of the certification to the contact sponsor; 4171 4172 or (ii) if the board determines that the petition fails to comply with any of the 4173 4174 requirements, reject the petition and mail or deliver written notification of the rejection and the 4175 reasons for the rejection to the contact sponsor. 4176 (2) (a) If the board rejects a petition under Subsection (1)(b)(i), the petition may be 4177 amended to correct the deficiencies for which it was rejected and then refiled. 4178 (b) A valid signature on a petition that was rejected under Subsection (1)(b)(ii) may be 4179 used toward fulfilling the applicable signature requirement of the petition as amended under 4180 Subsection (2)(a). 4181 (3) The board shall process an amended petition filed under Subsection (2)(a) in the

4182	same manner as an original petition under Subsection (1).
4183	Section 68. Section 17B-1-406 is amended to read:
4184	17B-1-406. Notice to county and municipality Exception.
4185	(1) Except as provided in Subsection (2), within 10 days after certifying a petition
4186	under Subsection 17B-1-405(1)(b) the board of trustees of the proposed annexing [local]
4187	special district shall mail or deliver a written notice of the proposed annexation, with a copy of
4188	the certification and a copy of the petition, to the legislative body of each:
4189	(a) county in whose unincorporated area any part of the area proposed for annexation is
4190	located; and
4191	(b) municipality in which any part of the area proposed for annexation is located.
4192	(2) The board is not required to send a notice under Subsection (1) to:
4193	(a) a county or municipality that does not provide the service proposed to be provided
4194	by the [local] special district; or
4195	(b) a county or municipality whose legislative body has adopted an ordinance or
4196	resolution waiving the notice requirement as to:
4197	(i) the proposed annexing [local] special district; or
4198	(ii) the service that the proposed annexing [local] special district provides.
4199	(3) For purposes of this section, an area proposed to be annexed to a municipality in a
4200	petition under Section 10-2-403 filed before and still pending at the time of the filing of a
4201	petition under Subsection 17B-1-403(1)(a) and an area included within a municipality's
4202	annexation policy plan under Section 10-2-401.5 shall be considered to be part of that
4203	municipality.
4204	Section 69. Section 17B-1-407 is amended to read:
4205	17B-1-407. Notice of intent to consider providing service Public hearing
4206	requirements.
4207	(1) (a) If the legislative body of a county or municipality whose applicable area is
4208	proposed to be annexed to a [local] special district in a petition under Subsection
4209	17B-1-403(1)(a) intends to consider having the county or municipality, respectively, provide to
4210	the applicable area the service that the proposed annexing [local] special district provides, the
4211	legislative body shall, within 30 days after receiving the notice under Subsection 17B-1-406(1),
4212	mail or deliver a written notice to the board of trustees of the proposed annexing [local] special

4213 district indicating that intent.

- 4214 (b) (i) A notice of intent under Subsection (1)(a) suspends the [local] special district's 4215 annexation proceeding as to the applicable area of the county or municipality that submits the 4216 notice of intent until the county or municipality:
- 4217 (A) adopts a resolution under Subsection 17B-1-408(1) declining to provide the service
 4218 proposed to be provided by the proposed annexing [local] special district; or
- 4219 (B) is considered under Subsection 17B-1-408(2) or (3) to have declined to provide the 4220 service.

4221 (ii) The suspension of an annexation proceeding under Subsection (1)(b)(i) as to an
4222 applicable area does not prevent the [local] special district from continuing to pursue the
4223 annexation proceeding with respect to other applicable areas for which no notice of intent was
4224 submitted.

4225 (c) If a legislative body does not mail or deliver a notice of intent within the time
4226 required under Subsection (1)(a), the legislative body shall be considered to have declined to
4227 provide the service.

- 4228 (2) Each legislative body that mails or delivers a notice under Subsection (1)(a) shall
 4229 hold a public hearing or a set of public hearings, sufficient in number and location to ensure
 4230 that no substantial group of residents of the area proposed for annexation need travel an
 4231 unreasonable distance to attend a public hearing.
- 4232
- 4233 (a) no later than 45 days after the legislative body sends notice under Subsection (1);
- 4234 (b) except as provided in Subsections (6) and (7), within the applicable area; and

(3) Each public hearing under Subsection (2) shall be held:

4235 (c) for the purpose of allowing public input on:

4236 (i) whether the service is needed in the area proposed for annexation;

- 4237 (ii) whether the service should be provided by the county or municipality or the
 4238 proposed annexing [local] special district; and
- 4239 (iii) all other matters relating to the issue of providing the service or the proposed4240 annexation.

4241 (4) A quorum of the legislative body of each county or municipal legislative body
4242 holding a public hearing under this section shall be present throughout each hearing held by
4243 that county or municipal legislative body.

- 4244 (5) Each hearing under this section shall be held on a weekday evening other than a 4245 holiday beginning no earlier than 6 p.m. 4246 (6) Two or more county or municipal legislative bodies may jointly hold a hearing or 4247 set of hearings required under this section if all the requirements of this section, other than the 4248 requirements of Subsection (3)(b), are met as to each hearing. 4249 (7) Notwithstanding Subsection (3)(b), a county or municipal legislative body may 4250 hold a public hearing or set of public hearings outside the applicable area if: 4251 (a) there is no reasonable place to hold a public hearing within the applicable area; and 4252 (b) the public hearing or set of public hearings is held as close to the applicable area as 4253 reasonably possible. 4254 (8) Before holding a public hearing or set of public hearings under this section, the 4255 legislative body of each county or municipality that receives a request for service shall provide 4256 notice of the hearing or set of hearings as provided in Section 17B-1-211. 4257 Section 70. Section **17B-1-408** is amended to read: 4258 17B-1-408. Resolution indicating whether the requested service will be provided. 4259 (1) Within 30 days after the last hearing required under Section 17B-1-407 is held, the 4260 legislative body of each county and municipality that sent a notice of intent under Subsection 4261 17B-1-407(1) shall adopt a resolution indicating whether the county or municipality will 4262 provide to the area proposed for annexation within its boundaries the service proposed to be 4263 provided by the proposed annexing [local] special district. 4264 (2) If the county or municipal legislative body fails to adopt a resolution within the 4265 time provided under Subsection (1), the county or municipality shall be considered to have 4266 declined to provide the service. 4267 (3) If a county or municipal legislative body adopts a resolution under Subsection (1) 4268 indicating that the county or municipality will provide the service but the county or 4269 municipality does not, within 120 days after the adoption of that resolution, take substantial 4270 measures to provide the service, the county or municipality shall be considered to have 4271 declined to provide the service.
- 4272 (4) Each county or municipality whose legislative body adopts a resolution under
 4273 Subsection (1) indicating that the county or municipality will provide the service shall
 4274 diligently proceed to take all measures necessary to provide the service.

4275	(5) If a county or municipal legislative body adopts a resolution under Subsection (1)
4276	indicating that the county or municipality will provide the service and the county or
4277	municipality takes substantial measures within the time provided in Subsection (3) to provide
4278	the service, the [local] special district's annexation proceeding as to the applicable area of that
4279	county or municipality is terminated and that applicable area is considered deleted from the
4280	area proposed to be annexed in a petition under Subsection 17B-1-403(1)(a).
4281	Section 71. Section 17B-1-409 is amended to read:
4282	17B-1-409. Public hearing on proposed annexation.
4283	(1) Except as provided in Sections 17B-1-413 and 17B-1-415, the board of trustees of
4284	each [local] special district that certifies a petition that was filed under Subsection
4285	17B-1-403(1)(a)(ii)(A) or (B), receives a resolution adopted under Subsection
4286	17B-1-403(1)(b), or adopts a resolution under Subsection 17B-1-403(1)(c) shall hold a public
4287	hearing on the proposed annexation and provide notice of the hearing as provided in Section
4288	17B-1-410.
4289	(2) Each public hearing under Subsection (1) shall be held:
4290	(a) within 45 days after:
4291	(i) if no notice to a county or municipal legislative body is required under Section
4292	17B-1-406, petition certification under Section 17B-1-405; or
4293	(ii) if notice is required under Section 17B-1-406, but no notice of intent is submitted
4294	by the deadline:
4295	(A) expiration of the deadline under Subsection 17B-1-407(1) to submit a notice of
4296	intent; or
4297	(B) termination of a suspension of the annexation proceeding under Subsection
4298	17B-1-407(1)(b);
4299	(b) (i) for a [local] special district located entirely within a single county:
4300	(A) within or as close as practicable to the area proposed to be annexed; or
4301	(B) at the [local] <u>special</u> district office; or
4302	(ii) for a [local] special district located in more than one county:
4303	(A) (I) within the county in which the area proposed to be annexed is located; and
4304	(II) within or as close as practicable to the area proposed to be annexed; or
4305	(B) if the [local] special district office is reasonably accessible to all residents within

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4306 the area proposed to be annexed, at the [local] special district office; 4307 (c) on a weekday evening other than a holiday beginning no earlier than 6 p.m.; and 4308 (d) for the purpose of allowing: 4309 (i) the public to ask questions and obtain further information about the proposed 4310 annexation and issues raised by it; and 4311 (ii) any interested person to address the board regarding the proposed annexation. (3) A quorum of the board of trustees of the proposed annexing [local] special district 4312 4313 shall be present throughout each public hearing held under this section. 4314 (4) (a) After holding a public hearing under this section or, if no hearing is held 4315 because of application of Subsection 17B-1-413(2)(a)(ii), after expiration of the time under 4316 Subsection 17B-1-413(2)(a)(ii)(B) for requesting a hearing, the board of trustees may by 4317 resolution deny the annexation and terminate the annexation procedure if: 4318 (i) for a proposed annexation initiated by a petition under Subsection 4319 17B-1-403(1)(a)(i) or (ii), the board determines that: 4320 (A) it is not feasible for the [local] special district to provide service to the area 4321 proposed to be annexed; or 4322 (B) annexing the area proposed to be annexed would be inequitable to the owners of 4323 real property or residents already within the [local] special district; or 4324 (ii) for a proposed annexation initiated by resolution under Subsection 17B-1-403(1)(b)4325 or (c), the board determines not to pursue annexation. 4326 (b) In each resolution adopted under Subsection (4)(a), the board shall set forth its 4327 reasons for denying the annexation. Section 72. Section 17B-1-410 is amended to read: 4328 4329 17B-1-410. Notice of public hearing. 4330 (1) Before holding a public hearing required under Section 17B-1-409, the board of 4331 trustees of each proposed annexing [local] special district shall: 4332 (a) mail notice of the public hearing and the proposed annexation to: 4333 (i) if the [local] special district is funded predominantly by revenues from a property 4334 tax, each owner of private real property located within the area proposed to be annexed, as 4335 shown upon the county assessment roll last equalized as of the previous December 31; or 4336 (ii) if the [local] special district is not funded predominantly by revenues from a

property tax, each registered voter residing within the area proposed to be annexed, 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
(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

- 4342 30 days before the public hearing.
- 4343 (2) Each notice required under Subsection (1) shall:
- 4344 (a) describe the area proposed to be annexed;
- 4345 (b) identify the proposed annexing [local] special district;
- 4346 (c) state the date, time, and location of the public hearing;
- 4347 (d) provide a [local] special district telephone number where additional information
 4348 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]
 special district board of trustees within 30 days after the public hearing.
- 4356
- Section 73. Section **17B-1-411** is amended to read:
- 4357

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.

- 4363 (b) A modification under Subsection (1)(a) may consist of the exclusion of all the land4364 within an applicable area if:
- 4365 (i) th

(i) the entire area proposed to be annexed consists of more than that applicable area;

- 4366 (ii) sufficient protests under Section 17B-1-412 are filed with respect to that applicable
- 4367 area that an election would have been required under Subsection 17B-1-412(3) if that

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4368	applicable area were the entire area proposed to be annexed; and
4369	(iii) the other requirements of Subsection (1)(a) are met.
4370	(2) A board of trustees may not add property under Subsection (1) to the area proposed
4371	for annexation without the consent of the owner of that property.
4372	(3) Except as provided in Subsection (1)(b), a modification under Subsection (1) may
4373	not avoid the requirement for an election under Subsection 17B-1-412(3) if, before the
4374	modification, the election was required because of protests filed under Section 17B-1-412.
4375	(4) If the annexation is proposed by a petition under Subsection $17B-1-403(1)(a)(ii)(A)$
4376	or (B), a modification may not be made unless the requirements of Subsection
4377	17B-1-403(1)(a)(ii)(A) or (B) are met after the modification as to the area proposed to be
4378	annexed.
4379	(5) If the petition meets the requirements of Subsection $17B-1-413(1)$ before a
4380	modification under this section but fails to meet those requirements after modification:
4381	(a) the [local] special district board shall give notice as provided in Section 17B-1-410
4382	and hold a public hearing as provided in Section 17B-1-409 on the proposed annexation; and
4383	(b) the petition shall be considered in all respects as one that does not meet the
4384	requirements of Subsection 17B-1-413(1).
4385	Section 74. Section 17B-1-412 is amended to read:
4386	17B-1-412. Protests Election.
4387	(1) (a) An owner of private real property located within or a registered voter residing
4388	within an area proposed to be annexed may protest an annexation by filing a written protest
4389	with the board of trustees of the proposed annexing [local] special district, except:
4390	(i) as provided in Section 17B-1-413;
4391	(ii) for an annexation under Section 17B-1-415; and
4392	(iii) for an annexation proposed by a [local] special district that receives sales and use

4393 tax funds from the counties, cities, and towns within the [local] special district that impose a 4394 sales and use tax under Section 59-12-2213.

(b) A protest of a boundary adjustment is not governed by this section but is governed 4395 by Section 17B-1-417. 4396

4397 (2) Each protest under Subsection (1)(a) shall be filed within 30 days after the date of 4398 the public hearing under Section 17B-1-409.

4399 (3) (a) Except as provided in Subsection (4), the [local] special district shall hold an
4400 election on the proposed annexation if:

- 4401 (i) timely protests are filed by:
- 4402 (A) the owners of private real property that:
- 4403 (I) is located within the area proposed to be annexed;

4404 (II) covers at least 10% of the total private land area within the entire area proposed to 4405 be annexed and within each applicable area; and

4406 (III) is equal in assessed value to at least 10% of the assessed value of all private real 4407 property 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.

4418 (ii) Except as otherwise provided in this part, each election under Subsection (3)(a)4419 shall be governed by Title 20A, Election Code.

4420 (c) If a majority of registered voters residing within the area proposed to be annexed4421 and voting on the proposal vote:

(i) in favor of annexation, the board of trustees shall, subject to Subsections
17B-1-414(1)(b), (2), and (3), complete the annexation by adopting a resolution approving
annexation of the area; or

(ii) against annexation, the annexation process is terminated, the board may not adopt a
resolution approving annexation of the area, and the area proposed to be annexed may not for
two years be the subject of an effort under this part to annex to the same [local] special district.

4428 (4) If sufficient protests are filed under this section to require an election for a4429 proposed annexation to which the protest provisions of this section are applicable, a board of

4430 trustees may, notwithstanding Subsection (3), adopt a resolution rejecting the annexation and 4431 terminating the annexation process without holding an election. 4432 Section 75. Section **17B-1-413** is amended to read: 4433 17B-1-413. Hearing, notice, and protest provisions do not apply for certain 4434 petitions. 4435 (1) Section 17B-1-412 does not apply, and, except as provided in Subsection (2)(a), 4436 Sections 17B-1-409 and 17B-1-410 do not apply: 4437 (a) if the process to annex an area to a [local] special district was initiated by: (i) a petition under Subsection 17B-1-403(1)(a)(i); 4438 (ii) a petition under Subsection 17B-1-403(1)(a)(ii)(A) that was signed by the owners 4439 4440 of private real property that: 4441 (A) is located within the area proposed to be annexed; 4442 (B) covers at least 75% of the total private land area within the entire area proposed to be annexed and within each applicable area; and 4443 4444 (C) is equal in assessed value to at least 75% of the assessed value of all private real property within the entire area proposed to be annexed and within each applicable area; or 4445 4446 (iii) a petition under Subsection 17B-1-403(1)(a)(ii)(B) that was signed by registered 4447 voters residing within the entire area proposed to be annexed and within each applicable area 4448 equal in number to at least 75% of the number of votes cast within the entire area proposed to 4449 be annexed and within each applicable area, respectively, for the office of governor at the last 4450 regular general election before the filing of the petition; (b) to an annexation under Section 17B-1-415; or 4451 4452 (c) to a boundary adjustment under Section 17B-1-417. (2) (a) If a petition that meets the requirements of Subsection (1)(a) is certified under 4453 4454 Section 17B-1-405, the [local] special district board: 4455 (i) shall provide notice of the proposed annexation as provided in Subsection (2)(b): 4456 and 4457 (ii) (A) may, in the board's discretion, hold a public hearing as provided in Section 4458 17B-1-409 after giving notice of the public hearing as provided in Subsection (2)(b); and 4459 (B) shall, after giving notice of the public hearing as provided in Subsection (2)(b), 4460 hold a public hearing as provided in Section 17B-1-409 if a written request to do so is

4461	submitted, within 20 days after the [local] special district provides notice under Subsection
4462	(2)(a)(i), to the [local] special district board by an owner of property that is located within or a
4463	registered voter residing within the area proposed to be annexed who did not sign the
4464	annexation petition.
4465	(b) The notice required under Subsections (2)(a)(i) and (ii) shall:
4466	(i) be given:
4467	(A) (I) for a notice under Subsection $(2)(a)(i)$, within 30 days after petition
4468	certification; or
4469	(II) for a notice of a public hearing under Subsection (2)(a)(ii), at least 10 but not more
4470	than 30 days before the public hearing; and
4471	(B) by:
4472	(I) posting written notice at the [local] special district's principal office and in one or
4473	more other locations within or proximate to the area proposed to be annexed as are reasonable
4474	under the circumstances, considering the number of parcels included in that area, the size of the
4475	area, the population of the area, and the contiguousness of the area; and
4476	(II) providing written notice:
4477	(Aa) to at least one newspaper of general circulation, if there is one, within the area
4478	proposed to be annexed or to a local media correspondent; and
4479	(Bb) on the Utah Public Notice Website created in Section 63A-16-601; and
4480	(ii) contain a brief explanation of the proposed annexation and include the name of the
4481	[local] special district, the service provided by the [local] special district, a description or map
4482	of the area proposed to be annexed, a [local] special district telephone number where additional
4483	
4484	information about the proposed annexation may be obtained, and, for a notice under Subsection
1101	information about the proposed annexation may be obtained, and, for a notice under Subsection (2)(a)(i), an explanation of the right of a property owner or registered voter to request a public
4485	
	(2)(a)(i), an explanation of the right of a property owner or registered voter to request a public
4485	(2)(a)(i), an explanation of the right of a property owner or registered voter to request a public hearing as provided in Subsection $(2)(a)(ii)(B)$.
4485 4486	 (2)(a)(i), an explanation of the right of a property owner or registered voter to request a public hearing as provided in Subsection (2)(a)(ii)(B). (c) A notice under Subsection (2)(a)(i) may be combined with the notice that is
4485 4486 4487	 (2)(a)(i), an explanation of the right of a property owner or registered voter to request a public hearing as provided in Subsection (2)(a)(ii)(B). (c) A notice under Subsection (2)(a)(i) may be combined with the notice that is required for a public hearing under Subsection (2)(a)(ii)(A).
4485 4486 4487 4488	 (2)(a)(i), an explanation of the right of a property owner or registered voter to request a public hearing as provided in Subsection (2)(a)(ii)(B). (c) A notice under Subsection (2)(a)(i) may be combined with the notice that is required for a public hearing under Subsection (2)(a)(ii)(A). Section 76. Section 17B-1-414 is amended to read:
4485 4486 4487 4488 4489	 (2)(a)(i), an explanation of the right of a property owner or registered voter to request a public hearing as provided in Subsection (2)(a)(ii)(B). (c) A notice under Subsection (2)(a)(i) may be combined with the notice that is required for a public hearing under Subsection (2)(a)(ii)(A). Section 76. Section 17B-1-414 is amended to read: 17B-1-414. Resolution approving an annexation Filing of notice and plat with

4492	resolution approving the annexation of the area proposed to be annexed or rejecting the
4493	proposed annexation within 90 days after:
4494	(i) expiration of the protest period under Subsection 17B-1-412(2), if sufficient protests
4495	to require an election are not filed;
4496	(ii) for a petition that meets the requirements of Subsection 17B-1-413(1):
4497	(A) a public hearing under Section $17B-1-409$ is held, if the board chooses or is
4498	required to hold a public hearing under Subsection 17B-1-413(2)(a)(ii); or
4499	(B) expiration of the time for submitting a request for public hearing under Subsection
4500	17B-1-413(2)(a)(ii)(B), if no request is submitted and the board chooses not to hold a public
4501	hearing.
4502	(b) If the [local] special district has entered into an agreement with the United States
4503	that requires the consent of the United States for an annexation of territory to the district, a
4504	resolution approving annexation under this part may not be adopted until the written consent of
4505	the United States is obtained and filed with the board of trustees.
4506	(2) (a) (i) Within the time specified under Subsection (2)(a)(ii), the board shall file with
4507	the lieutenant governor:
4508	(A) a copy of a notice of an impending boundary action, as defined in Section
4509	67-1a-6.5, that meets the requirements of Subsection 67-1a-6.5(3) and, if applicable,
4510	Subsection (2)(b); and
4511	(B) a copy of an approved final local entity plat, as defined in Section 67-1a-6.5.
4512	(ii) The board shall file the documents listed in Subsection (2)(a)(i) with the lieutenant
4513	governor:
4514	(A) within 30 days after adoption of a resolution under Subsection (1), Subsection
4515	17B-1-412(3)(c)(i), or Section 17B-1-415; and
4516	(B) as soon as practicable after receiving the notice under Subsection $10-2-425(2)$ of a
4517	municipal annexation that causes an automatic annexation to a [local] special district under
4518	Section 17B-1-416.
4519	(b) For an automatic annexation to a [local] special district under Section 17B-1-416,
4520	the notice of an impending boundary action required under Subsection (2)(a) shall state that an
4521	area outside the boundaries of the [local] special district is being automatically annexed to the
4522	[local] special district under Section 17B-1-416 because of a municipal annexation under Title

4523	10, Chapter 2, Part 4, Annexation.
4524	(c) Upon the lieutenant governor's issuance of a certificate of annexation under Section
4525	67-1a-6.5, the board shall:
4526	(i) if the annexed area is located within the boundary of a single county, submit to the
4527	recorder of that county:
4528	(A) the original:
4529	(I) notice of an impending boundary action;
4530	(II) certificate of annexation; and
4531	(III) approved final local entity plat; and
4532	(B) a certified copy of the annexation resolution; or
4533	(ii) if the annexed area is located within the boundaries of more than a single county:
4534	(A) submit to the recorder of one of those counties:
4535	(I) the original of the documents listed in Subsections (2)(c)(i)(A)(I), (II), and (III); and
4536	(II) a certified copy of the annexation resolution; and
4537	(B) submit to the recorder of each other county:
4538	(I) a certified copy of the documents listed in Subsection (2)(c)(i)(A)(I), (II), and (III);
4539	and
4540	(II) a certified copy of the annexation resolution.
4541	(3) (a) As used in this Subsection (3), "fire district annexation" means an annexation
4542	under this part of an area located in a county of the first class to a [local] special district:
4543	(i) created to provide fire protection, paramedic, and emergency services; and
4544	(ii) in the creation of which an election was not required because of Subsection
4545	17B-1-214(3)(d).
4546	(b) An annexation under this part is complete and becomes effective:
4547	(i) (A) on July 1 for a fire district annexation, if the lieutenant governor issues the
4548	certificate of annexation under Section 67-1a-6.5 from January 1 through June 30; or
4549	(B) on January 1 for a fire district annexation, if the lieutenant governor issues the
4550	certificate of annexation under Section 67-1a-6.5 from July 1 through December 31; or
4551	(ii) upon the lieutenant governor's issuance of the certificate of annexation under
4552	Section 67-1a-6.5, for any other annexation.
4553	(c) (i) The effective date of a [local] special district annexation for purposes of

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4554 assessing property within the annexed area is governed by Section 59-2-305.5. 4555 (ii) Until the documents listed in Subsection (2)(c) are recorded in the office of the 4556 recorder of each county in which the property is located, a [local] special district may not: 4557 (A) levy or collect a property tax on property within the annexed area: 4558 (B) levy or collect an assessment on property within the annexed area; or 4559 (C) charge or collect a fee for service provided to property within the annexed area. 4560 (iii) Subsection (3)(c)(ii)(C): 4561 (A) may not be construed to limit a [local] special district's ability before annexation to 4562 charge and collect a fee for service provided to property that is outside the [local] special 4563 district's boundary; and 4564 (B) does not apply until 60 days after the effective date, under Subsection (3)(b), of the 4565 [local] special district's annexation, with respect to a fee that the [local] special district was 4566 charging for service provided to property within the annexed area immediately before the area 4567 was annexed to the [local] special district. 4568 Section 77. Section 17B-1-415 is amended to read: 4569 17B-1-415. Annexation of wholesale district through expansion of retail provider -- Annexation of a special district that provides transportation services. 4570 4571 (1) (a) A $\begin{bmatrix} local \end{bmatrix}$ special district that provides a wholesale service may adopt a 4572 resolution approving the annexation of an area outside the [local] special district's boundaries if: 4573 4574 (i) the area is annexed by or otherwise added to, or is added to the retail service area of, 4575 a municipality or another [local] special district that: 4576 (A) acquires the wholesale service from the [local] special district and provides it as a retail service; 4577 4578 (B) is, before the annexation or other addition, located at least partly within the [local] 4579 special district; and 4580 (C) after the annexation or other addition will provide to the annexed or added area the same retail service that the [local] special district provides as a wholesale service to the 4581 4582 municipality or other [local] special district; and (ii) except as provided in Subsection (2), no part of the area is within the boundaries of 4583 4584 another [local] special district that provides the same wholesale service as the proposed

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4585 annexing [local] special district.

(b) For purposes of this section:

4587 (i) a [local] special district providing public transportation service shall be considered
4588 to be providing a wholesale service; and

(ii) a municipality included within the boundaries of the [local] special district
providing public transportation service shall be considered to be acquiring that wholesale
service from the [local] special district and providing it as a retail service and to be providing
that retail service after the annexation or other addition to the annexed or added area, even
though the municipality does not in fact provide that service.

4594 (2) Notwithstanding Subsection (1)(a)(ii), an area outside the boundaries of a [local]
4595 special district providing a wholesale service and located partly or entirely within the
4596 boundaries of another [local] special district that provides the same wholesale service may be
4597 annexed to the [local] special district if:

4598

4586

(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.

4604 (3) A [local] special district that provides transportation services may adopt a
4605 resolution approving the annexation of the area outside of the [local] special district's
4606 boundaries if:

4607 (a) the area is within a county that has levied a sales and use tax under Section4608 59-12-2216; and

4609 (b) the county legislative body has adopted a resolution approving the annexation of4610 the areas outside of the [local] special district.

4611 (4) Upon the adoption of an annexation resolution under this section, the board of the
4612 annexing [local] special district shall comply with the requirements of Subsection

- 4613 17B-1-414(2), and the lieutenant governor shall issue a certificate of annexation and send a4614 copy of notice as provided in Section 67-1a-6.5.
- 4615

(5) Subsections 17B-1-414(2) and (3) apply to an annexation under this section.

4616	Section 78. Section 17B-1-416 is amended to read:
4617	17B-1-416. Automatic annexation to a district providing fire protection,
4618	paramedic, and emergency services or law enforcement service.
4619	(1) An area outside the boundaries of a [local] special district that is annexed to a
4620	municipality or added to a municipality by a boundary adjustment under Title 10, Chapter 2,
4621	Part 4, Annexation, is automatically annexed to the [local] special district if:
4622	(a) the [local] <u>special</u> district provides:
4623	(i) fire protection, paramedic, and emergency services; or
4624	(ii) law enforcement service;
4625	(b) an election for the creation of the [local] special district was not required because of
4626	Subsection 17B-1-214(3)(d); and
4627	(c) before the municipal annexation or boundary adjustment, the entire municipality
4628	that is annexing the area or adding the area by boundary adjustment was included within the
4629	[local] <u>special</u> district.
4630	(2) The effective date of an annexation under this section is governed by Subsection
4631	17B-1-414(3)(b).
4632	Section 79. Section 17B-1-417 is amended to read:
4633	17B-1-417. Boundary adjustment Notice and hearing Protest Resolution
4634	adjusting boundaries Filing of notice and plat with the lieutenant governor
4635	Recording requirements Effective date.
4636	(1) As used in this section, "affected area" means the area located within the
4637	boundaries of one [local] special district that will be removed from that [local] special district
4638	and included within the boundaries of another [local] special district because of a boundary
4639	adjustment under this section.
4640	(2) The boards of trustees of two or more [local] special districts having a common
4641	boundary and providing the same service on the same wholesale or retail basis may adjust their
4642	common boundary as provided in this section.
4643	(3) (a) The board of trustees of each [local] special district intending to adjust a
4644	boundary that is common with another [local] special district shall:
4645	(i) adopt a resolution indicating the board's intent to adjust a common boundary;
4646	(ii) hold a public hearing on the proposed boundary adjustment no less than 60 days

4647	after the adoption of the resolution under Subsection (3)(a)(i); and
4648	(iii) (A) post notice:
4649	(I) in at least four conspicuous places within the [local] special district at least two
4650	weeks before the public hearing; and
4651	(II) on the Utah Public Notice Website created in Section 63A-16-601, for two weeks;
4652	or
4653	(B) mail a notice to each owner of property located within the affected area and to each
4654	registered voter residing within the affected area.
4655	(b) The notice required under Subsection (3)(a)(iii) shall:
4656	(i) state that the board of trustees of the [local] special district has adopted a resolution
4657	indicating the board's intent to adjust a boundary that the [local] special district has in common
4658	with another [local] special district that provides the same service as the [local] special district;
4659	(ii) describe the affected area;
4660	(iii) state the date, time, and location of the public hearing required under Subsection
4661	(3)(a)(ii);
4662	(iv) provide a [local] special district telephone number where additional information
4663	about the proposed boundary adjustment may be obtained;
4664	(v) explain the financial and service impacts of the boundary adjustment on property
4665	owners or residents within the affected area; and
4666	(vi) state in conspicuous and plain terms that the board of trustees may approve the
4667	adjustment of the boundaries unless, at or before the public hearing under Subsection (3)(a)(ii),
4668	written protests to the adjustment are filed with the board by:
4669	(A) the owners of private real property that:
4670	(I) is located within the affected area;
4671	(II) covers at least 50% of the total private land area within the affected area; and
4672	(III) is equal in assessed value to at least 50% of the assessed value of all private real
4673	property within the affected area; or
4674	(B) registered voters residing within the affected area equal in number to at least 50%
4675	of the votes cast in the affected area for the office of governor at the last regular general
4676	election before the filing of the protests.
4677	(c) The boards of trustees of the [local] special districts whose boundaries are being

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4678 adjusted may jointly: 4679 (i) post or mail the notice required under Subsection (3)(a)(iii); and 4680 (ii) hold the public hearing required under Subsection (3)(a)(ii). 4681 (4) After the public hearing required under Subsection (3)(a)(ii), the board of trustees 4682 may adopt a resolution approving the adjustment of the common boundary unless, at or before 4683 the public hearing, written protests to the boundary adjustment have been filed with the board 4684 by: 4685 (a) the owners of private real property that: 4686 (i) is located within the affected area; 4687 (ii) covers at least 50% of the total private land area within the affected area; and (iii) is equal in assessed value to at least 50% of the assessed value of all private real 4688 4689 property within the affected area; or 4690 (b) registered voters residing within the affected area equal in number to at least 50%4691 of the votes cast in the affected area for the office of governor at the last regular general 4692 election before the filing of the protests. 4693 (5) A resolution adopted under Subsection (4) does not take effect until the board of 4694 each [local] special district whose boundaries are being adjusted has adopted a resolution under 4695 Subsection (4). 4696 (6) The board of the [local] special district whose boundaries are being adjusted to 4697 include the affected area shall: 4698 (a) within 30 days after the resolutions take effect under Subsection (5), file with the lieutenant governor: 4699 4700 (i) a copy of a notice of an impending boundary action, as defined in Section 67-1a-6.5, 4701 that meets the requirements of Subsection 67-1a-6.5(3); and 4702 (ii) a copy of an approved final local entity plat, as defined in Section 67-1a-6.5; and 4703 (b) upon the lieutenant governor's issuance of a certificate of boundary adjustment 4704 under Section 67-1a-6.5: 4705 (i) if the affected area is located within the boundary of a single county, submit to the 4706 recorder of that county: 4707 (A) the original: 4708 (I) notice of an impending boundary action;

4709	(II) certificate of boundary adjustment; and
4710	(III) approved final local entity plat; and
4711	(B) a certified copy of each resolution adopted under Subsection (4); or
4712	(ii) if the affected area is located within the boundaries of more than a single county:
4713	(A) submit to the recorder of one of those counties:
4714	(I) the original of the documents listed in Subsections (6)(b)(i)(A)(I), (II), and (III); and
4715	(II) a certified copy of each resolution adopted under Subsection (4); and
4716	(B) submit to the recorder of each other county:
4717	(I) a certified copy of the documents listed in Subsections (6)(b)(i)(A)(I), (II), and (III);
4718	and
4719	(II) a certified copy of each resolution adopted under Subsection (4).
4720	(7) (a) Upon the lieutenant governor's issuance of a certificate of boundary adjustment
4721	under Section 67-1a-6.5, the affected area is annexed to the [local] special district whose
4722	boundaries are being adjusted to include the affected area, and the affected area is withdrawn
4723	from the [local] special district whose boundaries are being adjusted to exclude the affected
4724	area.
4725	(b) (i) The effective date of a boundary adjustment under this section for purposes of
4726	assessing property within the affected area is governed by Section 59-2-305.5.
4727	(ii) Until the documents listed in Subsection (6)(b) are recorded in the office of the
4728	recorder of the county in which the property is located, a [local] special district in whose
4729	boundary an affected area is included because of a boundary adjustment under this section may
4730	not:
4731	(A) levy or collect a property tax on property within the affected area;
4732	(B) levy or collect an assessment on property within the affected area; or
4733	(C) charge or collect a fee for service provided to property within the affected area.
4734	(iii) Subsection (7)(b)(ii)(C):
4735	(A) may not be construed to limit a [local] special district's ability before a boundary
4736	adjustment to charge and collect a fee for service provided to property that is outside the [local]
4737	special district's boundary; and
4738	(B) does not apply until 60 days after the effective date, under Subsection (7)(a), of the
4739	[local] special district's boundary adjustment, with respect to a fee that the [local] special

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- 4740 district was charging for service provided to property within the area affected by the boundary
- 4741 adjustment immediately before the boundary adjustment.
- 4742 Section 80. Section **17B-1-418** is amended to read:
- 4743 **17B-1-418.** Annexed area subject to fees and taxes.
- 4744 When an annexation under Section 17B-1-414 or 17B-1-415 or a boundary adjustment

4745 under Section 17B-1-417 is complete, the annexed area or the area affected by the boundary

4746 adjustment shall be subject to user fees imposed by and property, sales, and other taxes levied

- 4747 by or for the benefit of the [local] special district.
- 4748 Section 81. Section **17B-1-501** is amended to read:
- 4749 **17B-1-501. Definition.**
- 4750 As used in this part, "receiving entity" means the entity that will, after the withdrawal of
- an area from a [local] special district, provide to the withdrawn area the service that the [local]
- 4752 <u>special</u> district previously provided to the area.
- 4753

Section 82. Section **17B-1-502** is amended to read:

4754 17B-1-502. Withdrawal of area from special district -- Automatic withdrawal in
4755 certain circumstances.

- 4756 (1) (a) An area within the boundaries of a [local] special district may be withdrawn
 4757 from the [local] special district only as provided in this part or, if applicable, as provided in
 4758 Chapter 2a, Part 11, Municipal Services District Act.
- (b) Except as provided in Subsections (2) and (3), the inclusion of an area of a [local]
 special district within a municipality because of a municipal incorporation under Title 10,
 Chapter 2a, Municipal Incorporation, or a municipal annexation or boundary adjustment under
 Title 10, Chapter 2, Part 4, Annexation, does not affect the requirements under this part for the
- 4763 process of withdrawing that area from the [local] special district.
- 4764 (2) (a) An area within the boundaries of a [local] special district is automatically
 4765 withdrawn from the [local] special district by the annexation of the area to a municipality or the
 4766 adding of the area to a municipality by boundary adjustment under Title 10, Chapter 2, Part 4,
 4767 Annexation, if:
- 4768 (i) the [local] special district provides:
- 4769 (A) fire protection, paramedic, and emergency services; or
- 4770 (B) law enforcement service;

4771	(ii) an election for the creation of the [local] special district was not required because
4772	of Subsection 17B-1-214(3)(d) or (g); and
4773	(iii) before annexation or boundary adjustment, the boundaries of the [local] special
4774	district do not include any of the annexing municipality.
4775	(b) The effective date of a withdrawal under this Subsection (2) is governed by
4776	Subsection 17B-1-512(2)(b).
4777	(3) (a) Except as provided in Subsection (3)(c) or (d), an area within the boundaries of
4778	a [local] special district located in a county of the first class is automatically withdrawn from
4779	the [local] special district by the incorporation of a municipality whose boundaries include the
4780	area if:
4781	(i) the [local] special district provides municipal services, as defined in Section
4782	17B-2a-1102, excluding fire protection, paramedic, emergency, and law enforcement services;
4783	(ii) an election for the creation of the [local] special district was not required because
4784	of Subsection 17B-1-214(3) (g); and
4785	(iii) the legislative body of the newly incorporated municipality:
4786	(A) for a city or town incorporated under Title 10, Chapter 2a, Part 4, Incorporation of
4787	Metro Townships and Unincorporated Islands in a County of the First Class on and after May
4788	12, 2015, complies with the feasibility study requirements of Section 17B-2a-1110;
4789	(B) adopts a resolution no later than 180 days after the effective date of incorporation
4790	approving the withdrawal that includes the legal description of the area to be withdrawn; and
4791	(C) delivers a copy of the resolution to the board of trustees of the [local] special
4792	district.
4793	(b) The effective date of a withdrawal under this Subsection (3) is governed by
4794	Subsection 17B-1-512(2)(a).
4795	(c) Section 17B-1-505 shall govern the withdrawal of an incorporated area within a
4796	county of the first class if:
4797	(i) the [local] special district from which the area is withdrawn provides:
4798	(A) fire protection, paramedic, and emergency services;
4799	(B) law enforcement service; or
4800	(C) municipal services, as defined in Section 17B-2a-1102;
4801	(ii) an election for the creation of the [local] special district was not required under

- 4802 Subsection 17B-1-214(3)(d) or (g); and 4803 (iii) for a [local] special district that provides municipal services, as defined in Section 4804 17B-2a-1102, excluding fire protection, paramedic, emergency, and law enforcement services, 4805 the 180-day period described in Subsection (3)(a)(iii)(B) is expired. 4806 (d) An area may not be withdrawn from a [local] special district that provides 4807 municipal services, as defined in Section 17B-2a-1102, excluding fire protection, paramedic, 4808 emergency, and law enforcement services, if: 4809 (i) the area is incorporated as a metro township; and 4810 (ii) at the election to incorporate as a metro township, the residents of the area chose to 4811 be included in a municipal services district. 4812 Section 83. Section 17B-1-503 is amended to read: 4813 17B-1-503. Withdrawal or boundary adjustment with municipal approval. 4814 (1) A municipality and a [local] special district whose boundaries adjoin or overlap 4815 may adjust the boundary of the [local] special district to include more or less of the 4816 municipality, including the expansion area identified in the annexation policy plan adopted by the municipality under Section 10-2-401.5, in the $\left[\frac{1}{10cal}\right]$ special district by following the same 4817 4818 procedural requirements as set forth in Section 17B-1-417 for boundary adjustments between 4819 adjoining [local] special districts. 4820 (2) (a) Notwithstanding any other provision of this title, a municipality annexing all or 4821 part of an unincorporated island or peninsula under Title 10, Chapter 2, Classification, 4822 Boundaries, Consolidation, and Dissolution of Municipalities, that overlaps a municipal 4823 services district organized under Chapter 2a, Part 11, Municipal Services District Act, may petition to withdraw the area from the municipal services district in accordance with this 4824 4825 Subsection (2). 4826 (b) For a valid withdrawal described in Subsection (2)(a):
 - 4827 (i) the annexation petition under Section 10-2-403 or a separate consent, signed by
 4828 owners of at least 60% of the total private land area, shall state that the signers request the area
 4829 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.

4833	(c) The board of trustees of the municipal services district shall consider the
4834	municipality's petition to withdraw the area from the municipal services district within 90 days
4835	after the day on which the municipal services district receives the petition.
4836	(d) The board of trustees of the municipal services district:
4837	(i) may hold a public hearing in accordance with the notice and public hearing
4838	provisions of Section 17B-1-508;
4839	(ii) shall consider information that includes any factual data presented by the
4840	municipality and any owner of private real property who signed a petition or other form of
4841	consent described in Subsection (2)(b)(i); and
4842	(iii) identify in writing the information upon which the board of trustees relies in
4843	approving or rejecting the withdrawal.
4844	(e) The board of trustees of the municipal services district shall approve the
4845	withdrawal, effective upon the annexation of the area into the municipality or, if the
4846	municipality has already annexed the area, as soon as possible in the reasonable course of
4847	events, if the board of trustees makes a finding that:
4848	(i) (A) the loss of revenue to the municipal services district due to a withdrawal of the
4849	area will be offset by savings associated with no longer providing municipal-type services to
4850	the area; or
4851	(B) if the loss of revenue will not be offset by savings resulting from no longer
4852	providing municipal-type services to the area, the municipality agreeing to terms and
4853	conditions, which may include terms and conditions described in Subsection 17B-1-510(5), can
4854	mitigate or eliminate the loss of revenue;
4855	(ii) the annexation petition under Section $10-2-403$, or a separate petition meeting the
4856	same signature requirements, states that the signers request the area to be withdrawn from the
4857	municipal services district; or
4858	(iii) the following have consented in writing to the withdrawal:
4859	(A) owners of more than 60% of the total private land area; or
4860	(B) owners of private land equal in assessed value to more than 60% of the assessed
4861	value of all private real property within the area proposed for withdrawal have consented in
4862	writing to the withdrawal.
4863	(f) If the board of trustees of the municipal services district does not make any of the

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4864	findings described in Subsection (2)(e), the board of trustees may approve or reject the
4865	withdrawal based upon information upon which the board of trustees relies and that the board
4866	of trustees identifies in writing.
4867	(g) (i) If a municipality annexes an island or a part of an island before May 14, 2019,
4868	the legislative body of the municipality may initiate the withdrawal of the area from the
4869	municipal services district by adopting a resolution that:
4870	(A) requests that the area be withdrawn from the municipal services district; and
4871	(B) a final local entity plat accompanies, identifying the area proposed to be withdrawn
4872	from the municipal services district.
4873	(ii) (A) Upon receipt of the resolution and except as provided in Subsection
4874	(2)(g)(ii)(B), the board of trustees of the municipal services district shall approve the
4875	withdrawal.
4876	(B) The board of trustees of the municipal services district may reject the withdrawal if
4877	the rejection is based upon a good faith finding that lost revenues due to the withdrawal will
4878	exceed expected cost savings resulting from no longer serving the area.
4879	(h) (i) Based upon a finding described in Subsection (e) or (f):
4880	(A) the board of trustees of the municipal services district shall adopt a resolution
4881	approving the withdrawal; and
4882	(B) the chair of the board shall sign a notice of impending boundary action, as defined
4883	in Section 67-1a-6.5, that meets the requirements of Subsection 67-1a-6.5(3).
4884	(ii) The annexing municipality shall deliver the following to the lieutenant governor:
4885	(A) the resolution and notice of impending boundary action described in Subsection
4886	(2)(g)(i);
4887	(B) a copy of an approved final local entity plat as defined in Section 67-1a-6.5; and
4888	(C) any other documentation required by law.
4889	(i) (i) Once the lieutenant governor has issued an applicable certificate as defined in
4890	Section 67-1a-6.5, the municipality shall deliver the certificate, the resolution and notice of
4891	impending boundary action described in Subsection (2)(h)(i), the final local entity plat as
4892	defined in Section 67-1a-6.5, and any other document required by law, to the recorder of the
4893	county in which the area is located.
	(ii) After the municipality makes the delivery described in Subsection $(2)(i)(i)$, the

4895	area, for all purposes, is no longer part of the municipal services district.
4896	(j) The annexing municipality and the municipal services district may enter into an
4897	interlocal agreement under Title 11, Chapter 13, Interlocal Cooperation Act, stating:
4898	(i) the municipality's and the district's duties and responsibilities in conducting a
4899	withdrawal under this Subsection (2); and
4900	(ii) any other matter respecting an unincorporated island that the municipality
4901	surrounds on all sides.
4902	(3) After a boundary adjustment under Subsection (1) or a withdrawal under
4903	Subsection (2) is complete:
4904	(a) the [local] special district shall, without interruption, provide the same service to
4905	any area added to the [local] special district as provided to other areas within the [local] special
4906	district; and
4907	(b) the municipality shall, without interruption, provide the same service that the
4908	[local] special district previously provided to any area withdrawn from the [local] special
4909	district.
4910	(4) No area within a municipality may be added to the area of a [local] special district
4911	under this section if the area is part of a [local] special district that provides the same wholesale
4912	or retail service as the first [local] special district.
4913	Section 84. Section 17B-1-504 is amended to read:
4914	17B-1-504. Initiation of withdrawal process Notice of petition.
4915	(1) Except as provided in Section 17B-1-505, the process to withdraw an area from a
4916	[local] special district may be initiated:
4917	(a) for a [local] special district funded predominantly by revenues from property taxes
4918	or service charges other than those based upon acre-feet of water:
4919	(i) by a petition signed by the owners of private real property that:
4920	(A) is located within the area proposed to be withdrawn;
4921	(B) covers at least 51% of the total private land within the area proposed to be
4922	withdrawn; and
4923	(C) is equal in taxable value to at least 51% of the taxable value of all private real
4924	property within the area proposed to be withdrawn;
4925	(ii) by a petition signed by registered voters residing within the area proposed to be

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withdrawn equal in number to at least 67% of the number of votes cast in the same area for theoffice of governor at the last regular general election before the filing of the petition;

- 4928 (iii) by a resolution adopted by the board of trustees of the [local] special district in
 4929 which the area proposed to be withdrawn is located, which:
- 4930

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(A) states the reasons for withdrawal; and

(B) is accompanied by a general description of the area proposed to be withdrawn; or

4932 (iv) by a resolution to file a petition with the [local] special district to withdraw from the [local] special district all or a specified portion of the area within a municipality or county. 4933 4934 adopted by the governing body of a municipality that has within its boundaries an area located within the boundaries of a [local] special district, or by the governing body of a county that has 4935 4936 within its boundaries an area located within the boundaries of a [local] special district that is 4937 located in more than one county, which petition of the governing body shall be filed with the 4938 board of trustees only if a written request to petition the board of trustees to withdraw an area from the [local] special district has been filed with the governing body of the municipality, or 4939 4940 county, and the request has been signed by registered voters residing within the boundaries of 4941 the area proposed for withdrawal equal in number to at least 51% of the number of votes cast in 4942 the same area for the office of governor at the last regular general election before the filing of 4943 the petition:

4944 (b) for a [local] <u>special</u> district whose board of trustees is elected by electors based on 4945 the acre-feet of water allotted to the land owned by the elector:

4946

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

4947 (ii) by a petition signed by the owners of at least 67% of the acre-feet of water allotted4948 to the land proposed to be withdrawn; or

4949 (c) for a [local] special district funded predominantly by revenues other than property 4950 taxes, service charges, or assessments based upon an allotment of acre-feet of water:

4951 4952 (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

4953 to be withdrawn, which area shall be comprised of an entire unincorporated area within the

- 4954 [local] special district or an entire municipality within a [local] special district, or a
- 4955 combination thereof, equal in number to at least 67% of the number of votes cast within the
- 4956 entire area proposed to be withdrawn for the office of governor at the last regular general

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4957 election before the filing of the petition.

4958 (2) Prior to soliciting any signatures on a petition under Subsection (1), the sponsors of4959 the petition shall:

(a) notify the [local] special district board with which the petition is intended to be
 filed that the sponsors will be soliciting signatures for a petition; and

(b) mail a copy of the petition to the [local] special district board.

4963 Section 85. Section **17B-1-505** is amended to read:

4964 17B-1-505. Withdrawal of municipality from certain districts providing fire
4965 protection, paramedic, and emergency services or law enforcement service or municipal
4966 services.

- 4967 (1) As used in this section, "first responder district" means a [local] special district,
 4968 other than a municipal services district, that provides:
- 4969 (a) fire protection, paramedic, and emergency services; or

4970 (b) law enforcement service.

4971 (2) This section applies to the withdrawal of a municipality that is entirely within the
4972 boundary of a first responder district or municipal services district that was created without the
4973 necessity of an election because of Subsection 17B-1-214(3)(d) or (g).

4974 (3) (a) The process to withdraw a municipality from a first responder district or
4975 municipal services district may be initiated by a resolution adopted by the legislative body of
4976 the municipality, subject to Subsection (3)(b).

4977 (b) The legislative body of a municipality that is within a municipal services district
4978 may not adopt a resolution under Subsection (3)(a) to withdraw from the municipal services
4979 district unless the municipality has conducted a feasibility study in accordance with Section
4980 17B-2a-1110.

4981 (c) Within 10 days after adopting a resolution under Subsection (3)(a), the municipal
4982 legislative body shall submit to the board of trustees of the first responder district or municipal
4983 services district written notice of the adoption of the resolution, accompanied by a copy of the
4984 resolution.

4985 (4) If a resolution is adopted under Subsection (3)(a) by the legislative body of a
4986 municipality within a municipal services district, the municipal legislative body shall hold an
4987 election at the next municipal general election that is more than 60 days after adoption of the

4988	resolution on the question of whether the municipality should withdraw from the municipal
4989	services district.
4990	(5) (a) A municipality shall be withdrawn from a first responder district if:
4991	(i) the legislative body of the municipality adopts a resolution initiating the withdrawal
4992	under Subsection (3)(a); and
4993	(ii) (A) whether before or after the effective date of this section, the municipality and
4994	first responder district agree in writing to the withdrawal; or
4995	(B) except as provided in Subsection (5)(b) and subject to Subsection (6), the voters of
4996	the municipality approve the withdrawal at an election held for that purpose.
4997	(b) An election under Subsection (5)(a)(ii)(B) is not required if, after a feasibility study
4998	is conducted under Section 17B-1-505.5 and a public hearing is held under Subsection
4999	17B-1-505.5(14), the municipality and first responder district agree in writing to the
5000	withdrawal.
5001	(6) An election under Subsection (5)(a)(ii)(B) may not be held unless:
5002	(a) a feasibility study is conducted under Section 17B-1-505.5; and
5003	(b) (i) the feasibility study concludes that the withdrawal is functionally and financially
5004	feasible for the municipality and the first responder district; or
5005	(ii) (A) the feasibility study concludes that the withdrawal would be functionally and
5006	financially feasible for the municipality and the first responder district if conditions specified in
5007	the feasibility study are met; and
5008	(B) the legislative body of the municipality adopts a resolution irrevocably committing
5009	the municipality to satisfying the conditions specified in the feasibility study, if the withdrawal
5010	is approved by the municipality's voters.
5011	(7) If a majority of those voting on the question of withdrawal at an election held under
5012	Subsection (4) or (5)(a)(ii)(B) vote in favor of withdrawal, the municipality shall be withdrawn
5013	from the [local] <u>special</u> district.
5014	(8) (a) Within 10 days after the canvass of an election at which a withdrawal under this
5015	section is submitted to voters, the municipal legislative body shall send written notice to the
5016	board of the first responder district or municipal services district from which the municipality
5017	is proposed to withdraw.
5018	(b) Each notice under Subsection (8)(a) shall:

5019	(i) state the results of the withdrawal election; and
5020	(ii) if the withdrawal was approved by voters, be accompanied by a copy of an
5021	approved final local entity plat, as defined in Section 67-1a-6.5.
5022	(9) The effective date of a withdrawal under this section is governed by Subsection
5023	17B-1-512(2)(a).
5024	Section 86. Section 17B-1-505.5 is amended to read:
5025	17B-1-505.5. Feasibility study for a municipality's withdrawal from a special
5026	district providing fire protection, paramedic, and emergency services or law enforcement
5027	service.
5028	(1) As used in this section:
5029	(a) "Feasibility consultant" means a person with expertise in:
5030	(i) the processes and economics of local government; and
5031	(ii) the economics of providing fire protection, paramedic, and emergency services or
5032	law enforcement service.
5033	(b) "Feasibility study" means a study to determine the functional and financial
5034	feasibility of a municipality's withdrawal from a first responder [local] special district.
5035	(c) "First responder district" means a [local] special district, other than a municipal
5036	services district, that provides:
5037	(i) fire protection, paramedic, and emergency services; or
5038	(ii) law enforcement service.
5039	(d) "Withdrawing municipality" means a municipality whose legislative body has
5040	adopted a resolution under Subsection 17B-1-505(3)(a) to initiate the process of the
5041	municipality's withdrawal from a first responder district.
5042	(2) This section applies and a feasibility study shall be conducted, as provided in this
5043	section, if:
5044	(a) the legislative body of a municipality has adopted a resolution under Subsection
5045	17B-1-505(3)(a) to initiate the process of the municipality's withdrawal from a first responder
5046	district;
5047	(b) the municipality and first responder district have not agreed in writing to the
5048	withdrawal; and
5049	(c) a feasibility study is a condition under Subsection 17B-1-505(6)(a) for an election

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5050 to be held approving the withdrawal.

- 5051 (3) (a) As provided in this Subsection (3), the withdrawing municipality and first
 5052 responder district shall choose and engage a feasibility consultant to conduct a feasibility study.
- 5053 (b) The withdrawing municipality and first responder district shall jointly choose and 5054 engage a feasibility consultant according to applicable municipal or [local] <u>special</u> district 5055 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).

5067 (iii) (A) Beginning with the first responder district, the first responder district and 5068 withdrawing municipality shall alternately eliminate one feasibility consultant each from the 5069 list of feasibility consultants until one feasibility consultant remains.

5070 (B) Within five days after receiving the list of consultants from the Utah Association of 5071 Certified Public Accountants, the first responder district shall make the first elimination of a 5072 feasibility consultant from the list and notify the withdrawing municipality in writing of the 5073 elimination.

5074 (C) After the first elimination of a feasibility consultant from the list, the withdrawing 5075 municipality and first responder district shall each, within three days after receiving the written 5076 notification of the preceding elimination, notify the other in writing of the elimination of a 5077 feasibility consultant from the list.

5078 (d) If a withdrawing municipality and first responder district do not engage a feasibility 5079 consultant under Subsection (3)(b), the withdrawing municipality and first responder district 5080 shall engage the feasibility consultant that has not been eliminated from the list at the

5081	completion of the process described in Subsection (3)(c).
5082	(4) A feasibility consultant that conducts a feasibility study under this section shall be
5083	independent of and unaffiliated with the withdrawing municipality and first responder district.
5084	(5) In conducting a feasibility study under this section, the feasibility consultant shall
5085	consider:
5086	(a) population and population density within the withdrawing municipality;
5087	(b) current and five-year projections of demographics and economic base in the
5088	withdrawing municipality, including household size and income, commercial and industrial
5089	development, and public facilities;
5090	(c) projected growth in the withdrawing municipality during the next five years;
5091	(d) subject to Subsection (6)(a), the present and five-year projections of the cost,
5092	including overhead, of providing the same service in the withdrawing municipality as is
5093	provided by the first responder district, including:
5094	(i) the estimated cost if the first responder district continues to provide service; and
5095	(ii) the estimated cost if the withdrawing municipality provides service;
5096	(e) subject to Subsection (6)(a), the present and five-year projections of the cost,
5097	including overhead, of the first responder district providing service with:
5098	(i) the municipality included in the first responder district's service area; and
5099	(ii) the withdrawing municipality excluded from the first responder district's service
5100	area;
5101	(f) a projection of any new taxes per household that may be levied within the
5102	withdrawing municipality within five years after the withdrawal;
5103	(g) the fiscal impact that the withdrawing municipality's withdrawal has on other
5104	municipalities and unincorporated areas served by the first responder district, including any rate
5105	increase that may become necessary to maintain required coverage ratios for the first responder
5106	district's debt;
5107	(h) the physical and other assets that will be required by the withdrawing municipality
5108	to provide, without interruption or diminution of service, the same service that is being
5109	provided by the first responder district;
5110	(i) the physical and other assets that will no longer be required by the first responder
5111	district to continue to provide the current level of service to the remainder of the first responder

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5112 district, excluding the withdrawing municipality, and could be transferred to the withdrawing5113 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;

5117 (k) a fair and equitable allocation of the debts, liabilities, and obligations of the first 5118 responder district and any local building authority of the first responder district, between the 5119 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

(ii) any first responder district assets that have been purchased with the proceeds of
bonds issued by the first responder district that the first responder district will retain and any of
those assets that will be transferred to the withdrawing municipality;

(1) the number and classification of first responder district employees who will no
longer be required to serve the remaining portions of the first responder district after the
withdrawing municipality withdraws from the first responder district, including the dollar
amount of the wages, salaries, and benefits attributable to the employees and the estimated cost
associated with termination of the employees if the withdrawing municipality does not employ
the employees;

5131 (m) maintaining as a base, for a period of three years after withdrawal, the existing 5132 schedule of pay and benefits for first responder district employees who are transferred to the 5133 employment of the withdrawing municipality; and

(n) any other factor that the feasibility consultant considers relevant to the question ofthe withdrawing municipality's withdrawal from the first responder district.

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(6) (a) For purposes of Subsections (5)(d) and (e):

(i) the feasibility consultant shall assume a level and quality of service to be provided
in the future to the withdrawing municipality that fairly and reasonably approximates the level
and quality of service that the first responder district provides to the withdrawing municipality
at the time of the feasibility study;

5141 (ii) in determining the present value cost of a service that the first responder district 5142 provides, the feasibility consultant shall consider:

5143 (A) the cost to the withdrawing municipality of providing the service for the first five 5144 years after the withdrawal; and 5145 (B) the first responder district's present and five-year projected cost of providing the 5146 same service within the withdrawing municipality; and 5147 (iii) the feasibility consultant shall consider inflation and anticipated growth in 5148 calculating the cost of providing service. 5149 (b) The feasibility consultant may not consider an allocation of first responder district 5150 assets or a transfer of first responder district employees to the extent that the allocation or 5151 transfer would impair the first responder district's ability to continue to provide the current 5152 level of service to the remainder of the first responder district without the withdrawing 5153 municipality, unless the first responder district consents to the allocation or transfer. 5154 (7) A feasibility consultant may retain an architect, engineer, or other professional, as 5155 the feasibility consultant considers prudent and as provided in the agreement with the 5156 withdrawing municipality and first responder district, to assist the feasibility consultant to 5157 conduct a feasibility study. 5158 (8) The withdrawing municipality and first responder district shall require the 5159 feasibility consultant to: 5160 (a) complete the feasibility study within a time established by the withdrawing 5161 municipality and first responder district; 5162 (b) prepare and submit a written report communicating the results of the feasibility 5163 study, including a one-page summary of the results; and 5164 (c) attend all public hearings relating to the feasibility study under Subsection (14). 5165 (9) A written report of the results of a feasibility study under this section shall: 5166 (a) contain a recommendation concerning whether a withdrawing municipality's 5167 withdrawal from a first responder district is functionally and financially feasible for both the 5168 first responder district and the withdrawing municipality; and 5169 (b) include any conditions the feasibility consultant determines need to be satisfied in 5170 order to make the withdrawal functionally and financially feasible, including: 5171 (i) first responder district assets and liabilities to be allocated to the withdrawing 5172 municipality; and 5173 (ii) (A) first responder district employees to become employees of the withdrawing

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5174 municipality; and 5175 (B) sick leave, vacation, and other accrued benefits and obligations relating to the first 5176 responder district employees that the withdrawing municipality needs to assume. 5177 (10) The withdrawing municipality and first responder district shall equally share the 5178 feasibility consultant's fees and costs, as specified in the agreement between the withdrawing 5179 municipality and first responder district and the feasibility consultant. 5180 (11) (a) Upon completion of the feasibility study and preparation of a written report, 5181 the feasibility consultant shall deliver a copy of the report to the withdrawing municipality and 5182 first responder district. (b) (i) A withdrawing municipality or first responder district that disagrees with any 5183 5184 aspect of a feasibility study report may, within 20 business days after receiving a copy of the report under Subsection (11)(a), submit to the feasibility consultant a written objection 5185 5186 detailing the disagreement. 5187 (ii) (A) A withdrawing municipality that submits a written objection under Subsection 5188 (11)(b)(i) shall simultaneously deliver a copy of the objection to the first responder district. 5189 (B) A first responder district that submits a written objection under Subsection 5190 (11)(b)(i) shall simultaneously deliver a copy of the objection to the withdrawing municipality. 5191 (iii) A withdrawing municipality or first responder district may, within 10 business 5192 days after receiving an objection under Subsection (11)(b)(ii), submit to the feasibility 5193 consultant a written response to the objection. 5194 (iv) (A) A withdrawing municipality that submits a response under Subsection 5195 (11)(b)(iii) shall simultaneously deliver a copy of the response to the first responder district. 5196 (B) A first responder district that submits a response under Subsection (11)(b)(iii) shall 5197 simultaneously deliver a copy of the response to the withdrawing municipality. 5198 (v) If an objection is filed under Subsection (11)(b)(i), the feasibility consultant shall, 5199 within 20 business days after the expiration of the deadline under Subsection (11)(b)(iii) for 5200 submitting a response to an objection: 5201 (A) modify the feasibility study report or explain in writing why the feasibility 5202 consultant is not modifying the feasibility study report; and 5203 (B) deliver the modified feasibility study report or written explanation to the 5204 withdrawing municipality and first responder [local] special district.

5205	(12) Within seven days after the expiration of the deadline under Subsection (11)(b)(i)
5206	for submitting an objection or, if an objection is submitted, within seven days after receiving a
5207	modified feasibility study report or written explanation under Subsection (11)(b)(v), but at least
5208	30 days before a public hearing under Subsection (14), the withdrawing municipality shall:
5209	(a) make a copy of the report available to the public at the primary office of the
5210	withdrawing municipality; and
5211	(b) if the withdrawing municipality has a website, post a copy of the report on the
5212	municipality's website.
5213	(13) A feasibility study report or, if a feasibility study report is modified under
5214	Subsection (11), a modified feasibility study report may not be challenged unless the basis of
5215	the challenge is that the report results from collusion or fraud.
5216	(14) (a) Following the expiration of the deadline under Subsection (11)(b)(i) for
5217	submitting an objection, or, if an objection is submitted under Subsection (11)(b)(i), following
5218	the withdrawing municipality's receipt of the modified feasibility study report or written
5219	explanation under Subsection (11)(b)(v), the legislative body of the withdrawing municipality
5220	shall, at the legislative body's next regular meeting, schedule at least one public hearing to be
5221	held:
5222	(i) within the following 60 days; and
5223	(ii) for the purpose of allowing:
5224	(A) the feasibility consultant to present the results of the feasibility study; and
5225	(B) the public to become informed about the feasibility study results, to ask the
5226	feasibility consultant questions about the feasibility study, and to express the public's views
5227	about the proposed withdrawal.
5228	(b) At a public hearing under Subsection (14)(a), the legislative body of the
5229	withdrawing municipality shall:
5230	(i) provide a copy of the feasibility study for public review; and
5231	(ii) allow the public to:
5232	(A) ask the feasibility consultant questions about the feasibility study; and
5233	(B) express the public's views about the withdrawing municipality's proposed
5234	withdrawal from the first responder district.
5235	(15) (a) The clerk or recorder of the withdrawing municipality shall publish notice of a

- 5236 hearing under Subsection (14) on the Utah Public Notice Website created in Section
- 5237 63A-16-601, for three consecutive weeks immediately before the public hearing.
- 5238
 - (b) A notice under Subsection (15)(a) shall state:
- 5239 (i) the date, time, and location of the public hearing; and
- (ii) that a copy of the feasibility study report may be obtained, free of charge, at theoffice of the withdrawing municipality or on the withdrawing municipality's website.
- 5242 (16) Unless the withdrawing municipality and first responder district agree otherwise, 5243 conditions that a feasibility study report indicates are necessary to be met for a withdrawal to 5244 be functionally and financially feasible for the withdrawing municipality and first responder 5245 district are binding on the withdrawing municipality and first responder district if the
- 5246 withdrawal occurs.
- 5247 Section 87. Section **17B-1-506** is amended to read:
- 5248 **17B-1-506.** Withdrawal petition requirements.
- 5249 (1) Each petition under Section 17B-1-504 shall:
- (a) indicate the typed or printed name and current address of each owner of acre-feet of
 water, property owner, registered voter, or authorized representative of the governing body
 signing the petition;
- 5253 (b) separately group signatures by municipality and, in the case of unincorporated 5254 areas, by county;
- 5255 (c) if it is a petition signed by the owners of land, the assessment of which is based on 5256 acre-feet of water, indicate the address of the property and the property tax identification parcel 5257 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
 filed under Subsection 17B-1-504(1)(a)(iv), designate a governmental representative as a
 sponsor, and in each case, designate one sponsor as the contact sponsor with the mailing
 address and telephone number of each;
- 5262

(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.
- 5266 (2) (a) The [local] special district may prepare an itemized list of expenses, other than

5267 attorney expenses, that will necessarily be incurred by the [local] special district in the 5268 withdrawal proceeding. The itemized list of expenses may be submitted to the contact sponsor. 5269 If the list of expenses is submitted to the contact sponsor within 21 days after receipt of the 5270 petition, the contact sponsor on behalf of the petitioners shall be required to pay the expenses 5271 to the [local] special district within 90 days of receipt. Until funds to cover the expenses are 5272 delivered to the [local] special district, the district will have no obligation to proceed with the 5273 withdrawal and the time limits on the district stated in this part will be tolled. If the expenses 5274 are not paid within the 90 days, or within 90 days from the conclusion of any arbitration under Subsection (2)(b), the petition requesting the withdrawal shall be considered to have been 5275 5276 withdrawn.

(b) If there is no agreement between the board of trustees of the [local] special district
and the contact sponsor on the amount of expenses that will necessarily be incurred by the
[local] special 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.

(3) A signer of a petition may withdraw or, once withdrawn, reinstate the signer's
signature at any time before the public hearing under Section 17B-1-508 by submitting a
written withdrawal or reinstatement with the board of trustees of the [local] special district in
which the area proposed to be withdrawn is located.

5288 (4) If it reasonably appears that, if the withdrawal which is the subject of a petition 5289 filed under Subsection 17B-1-504(1)(a)(i) or (ii) is granted, it will be necessary for a 5290 municipality to provide to the withdrawn area the service previously supplied by the [local] 5291 special district, the board of trustees of the [local] special district may, within 21 days after 5292 receiving the petition, notify the contact sponsor in writing that, before it will be considered by 5293 the board of trustees, the petition shall be presented to and approved by the governing body of 5294 the municipality as provided in Subsection 17B-1-504(1)(a)(iy) before it will be considered by 5295 the [local] special district board of trustees. If the notice is timely given to the contact sponsor, 5296 the petition shall be considered to have been withdrawn until the municipality files a petition 5297 with the [local] special district under Subsection 17B-1-504(1)(a)(iv).

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5298	(5) (a) After receiving the notice required by Subsection 17B-1-504(2), unless
5299	specifically allowed by law, a public entity may not make expenditures from public funds to
5300	support or oppose the gathering of signatures on a petition for withdrawal.
5301	(b) Nothing in this section prohibits a public entity from providing factual information
5302	and analysis regarding a withdrawal petition to the public, so long as the information grants
5303	equal access to both the opponents and proponents of the petition for withdrawal.
5304	(c) Nothing in this section prohibits a public official from speaking, campaigning,
5305	contributing personal money, or otherwise exercising the public official's constitutional rights.
5306	Section 88. Section 17B-1-507 is amended to read:
5307	17B-1-507. Withdrawal petition certification Amended petition.
5308	(1) Within 30 days after the filing of a petition under Sections 17B-1-504 and
5309	17B-1-506, the board of trustees of the [local] special district in which the area proposed to be
5310	withdrawn is located shall:
5311	(a) with the assistance of officers of the county in which the area proposed to be
5312	withdrawn is located, determine whether the petition meets the requirements of Sections
5313	17B-1-504 and 17B-1-506; and
5314	(b) (i) if the petition complies with the requirements set forth in Sections $17B-1-504$
5315	and 17B-1-506, certify the petition and mail or deliver written notification of the certification
5316	to the contact sponsor; or
5317	(ii) if the petition fails to comply with any of the requirements set forth in Sections
5318	17B-1-504 and 17B-1-506, reject the petition as insufficient and mail or deliver written
5319	notification of the rejection and the reasons for the rejection to the contact sponsor.
5320	(2) (a) If the board rejects the petition under Subsection $(1)(b)(ii)$, the petition may be
5321	amended to correct the deficiencies for which it was rejected and then refiled within 60 days
5322	after notice of the rejection.
5323	(b) A valid signature on a petition that was rejected under Subsection (1)(b)(ii) may be
5324	used toward fulfilling the applicable signature requirement for an amended petition refiled
5325	under Subsection (2)(a).
5326	(3) The board of trustees shall process an amended petition refiled under Subsection
5327	(2)(a) in the same manner as an original petition under Subsection (1). If an amended petition
5328	is rejected for failure to comply with the requirements of Sections 17B-1-504 and 17B-1-506,

5329	the board of trustees shall issue a final rejection of the petition for insufficiency and mail or
5330	deliver written notice of the final rejection to the contact sponsor.
5331	(4) (a) A signer of a petition for which there has been a final rejection under Subsection
5332	(3) for insufficiency may seek judicial review of the board of trustees' final decision to reject
5333	the petition as insufficient.
5334	(b) Judicial review under Subsection (4)(a) shall be initiated by filing an action in state
5335	district court in the county in which a majority of the area proposed to be withdrawn is located.
5336	(c) The court in which an action is filed under this Subsection (4) may not overturn the
5337	board of trustees' decision to reject the petition unless the court finds that:
5338	(i) the board of trustees' decision was arbitrary or capricious; or
5339	(ii) the petition materially complies with the requirements set forth in Sections
5340	17B-1-504 and 17B-1-506.
5341	(d) The court may award costs and expenses of an action under this section, including
5342	reasonable attorney fees, to the prevailing party.
5343	Section 89. Section 17B-1-508 is amended to read:
5344	17B-1-508. Public hearing Quorum of board required to be present.
5345	(1) A public hearing on the proposed withdrawal shall be held by the board of trustees
5346	of a [local] <u>special</u> district that:
5347	(a) certifies a petition under Subsection 17B-1-507(1)(b)(i) unless the petition was
5348	signed by all of the owners of private land within the area proposed to be withdrawn or all of
5349	the registered voters residing within the area proposed to be withdrawn; or
5350	(b) adopts a resolution under Subsection 17B-1-504(1)(a)(iii) unless another [local]
5351	special district provides to the area proposed to be withdrawn the same retail or wholesale
5352	service as provided by the [local] special district that adopted the resolution.
5353	(2) The public hearing required by Subsection (1) for a petition certified by the board
5354	of trustees of a [local] <u>special</u> district under Subsection 17B-1-507(1)(b)(i), other than a
5355	petition filed in accordance with Subsection 17B-1-504(1)(a)(iv), may be held as an agenda
5356	item of a meeting of the board of trustees of the [local] special district without complying with
5357	the requirements of Subsection (3)(b), (3)(c), or Section 17B-1-509.
5358	(3) Except as provided in Subsection (2), the public hearing required by Subsection (1)
5359	shall be held:

5360	(a) no later than 90 days after:
5361	(i) certification of the petition under Subsection 17B-1-507(1)(b)(i); or
5362	(ii) adoption of a resolution under Subsection 17B-1-504(1)(a)(iii);
5363	(b) (i) for a [local] special district located entirely within a single county:
5364	(A) within or as close as practicable to the area proposed to be withdrawn; or
5365	(B) at the [local] special district office; or
5366	(ii) for a [local] special district located in more than one county:
5367	(A) (I) within the county in which the area proposed to be withdrawn is located; and
5368	(II) within or as close as practicable to the area proposed to be withdrawn; or
5369	(B) if the [local] special district office is reasonably accessible to all residents within
5370	the area proposed to be annexed, at the [local] special district office;
5371	(c) on a weekday evening other than a holiday beginning no earlier than 6:00 p.m.; and
5372	(d) for the purpose of allowing:
5373	(i) the public to ask questions and obtain further information about the proposed
5374	withdrawal and issues raised by it; and
5375	(ii) any interested person to address the board of trustees concerning the proposed
5376	withdrawal.
5377	(4) A quorum of the board of trustees of the [local] special district shall be present
5378	throughout the public hearing provided for under this section.
5379	(5) A public hearing under this section may be postponed or continued to a new time,
5380	date, and place without further notice by a resolution of the board of trustees adopted at the
5381	public hearing held at the time, date, and place specified in the published notice; provided,
5382	however, that the public hearing may not be postponed or continued to a date later than 15 days
5383	after the 90-day period under Subsection (3).
5384	Section 90. Section 17B-1-509 is amended to read:
5385	17B-1-509. Notice of hearing and withdrawal.
5386	(1) Unless it is held as an agenda item of a meeting of the board of trustees of a [local]
5387	special district as allowed by Subsection 17B-1-508(2), before holding a public hearing under
5388	Section 17B-1-508, the board of trustees of the [local] special district shall:
5389	(a) mail notice of the public hearing and of the proposed withdrawal to:
5390	(i) if the [local] <u>special</u> district is funded predominantly by revenues from a property

tax, each owner of private real property located within the area proposed to be withdrawn, asshown 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

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

- 5404 (2) Each notice required under Subsection (1) shall:
- 5405 (a) describe the area proposed to be withdrawn;
- 5406 (b) identify the [local] special district in which the area proposed to be withdrawn is 5407 located;

5408 (c) state the date, time, and location of the public hearing;

- 5409 (d) state that the petition or resolution may be examined during specified times and at a 5410 specified place in the [local] <u>special</u> district; and
- 5411 (e) state that any person interested in presenting comments or other information for or 5412 against the petition or resolution may:
- 5413 (i) prior to the hearing, submit relevant comments and other information in writing to 5414 the board of trustees at a specified address in the [local] special district; or
- 5415 (ii) at the hearing, present relevant comments and other information in writing and may5416 also present comments and information orally.
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Section 91. Section **17B-1-510** is amended to read:

541817B-1-510. Resolution approving or rejecting withdrawal -- Criteria for approval5419or rejection -- Terms and conditions.

5420 (1) (a) No later than 90 days after the public hearing under Section 17B-1-508, or, if no 5421 hearing is held, within 90 days after the filing of a petition under Section 17B-1-504, the board

5422	of trustees of the [local] special district in which the area proposed to be withdrawn is located
5423	shall adopt a resolution:
5424	(i) approving the withdrawal of some or all of the area from the [local] special district;
5425	or
5426	(ii) rejecting the withdrawal.
5427	(b) Each resolution approving a withdrawal shall:
5428	(i) include a legal description of the area proposed to be withdrawn;
5429	(ii) state the effective date of the withdrawal; and
5430	(iii) set forth the terms and conditions under Subsection (5), if any, of the withdrawal.
5431	(c) Each resolution rejecting a withdrawal shall include a detailed explanation of the
5432	board of trustees' reasons for the rejection.
5433	(2) Unless denial of the petition is required under Subsection (3), the board of trustees
5434	shall adopt a resolution approving the withdrawal of some or all of the area from the [local]
5435	special district if the board of trustees determines that:
5436	(a) the area to be withdrawn does not and will not require the service that the [local]
5437	special district provides;
5438	(b) the [local] special district will not be able to provide service to the area to be
5439	withdrawn for the reasonably foreseeable future; or
5440	(c) the area to be withdrawn has obtained the same service that is provided by the
5441	[local] special district or a commitment to provide the same service that is provided by the
5442	[local] <u>special</u> district from another source.
5443	(3) The board of trustees shall adopt a resolution denying the withdrawal if it
5444	determines that the proposed withdrawal would:
5445	(a) result in a breach or default by the [local] special district under:
5446	(i) any of its notes, bonds, or other debt or revenue obligations;
5447	(ii) any of its agreements with entities which have insured, guaranteed, or otherwise
5448	credit-enhanced any debt or revenue obligations of the [local] special district; or
5449	(iii) any of its agreements with the United States or any agency of the United States;
5450	provided, however, that, if the [local] special district has entered into an agreement with the
5451	United States that requires the consent of the United States for a withdrawal of territory from
5452	the district, a withdrawal under this part may occur if the written consent of the United States is

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5453 obtained and filed with the board of trustees; 5454 (b) adversely affect the ability of the [local] special district to make any payments or 5455 perform any other material obligations under: 5456 (i) any of its agreements with the United States or any agency of the United States; 5457 (ii) any of its notes, bonds, or other debt or revenue obligations; or 5458 (iii) any of its agreements with entities which have insured, guaranteed, or otherwise 5459 credit-enhanced any debt or revenue obligations of the [local] special district; 5460 (c) result in the reduction or withdrawal of any rating on an outstanding note, bond, or other debt or revenue obligation of the [local] special district; 5461 5462 (d) create an island or peninsula of nondistrict territory within the [local] special 5463 district or of district territory within nondistrict territory that has a material adverse affect on 5464 the [local] special district's ability to provide service or materially increases the cost of 5465 providing service to the remainder of the [local] special district: 5466 (e) materially impair the operations of the remaining [local] special district; or 5467 (f) require the [local] special district to materially increase the fees it charges or 5468 property taxes or other taxes it levies in order to provide to the remainder of the district the 5469 same level and quality of service that was provided before the withdrawal. 5470 (4) In determining whether the withdrawal would have any of the results described in 5471 Subsection (3), the board of trustees may consider the cumulative impact that multiple 5472 withdrawals over a specified period of time would have on the [local] special district. 5473 (5) (a) Despite the presence of one or more of the conditions listed in Subsection (3), 5474 the board of trustees may approve a resolution withdrawing an area from the [local] special 5475 district imposing terms or conditions that mitigate or eliminate the conditions listed in 5476 Subsection (3), including: 5477 (i) a requirement that the owners of property located within the area proposed to be 5478 withdrawn or residents within that area pay their proportionate share of any outstanding district 5479 bond or other obligation as determined pursuant to Subsection (5)(b); 5480 (ii) a requirement that the owners of property located within the area proposed to be 5481 withdrawn or residents within that area make one or more payments in lieu of taxes, fees, or 5482 assessments: 5483 (iii) a requirement that the board of trustees and the receiving entity agree to reasonable

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5484 payment and other terms in accordance with Subsections (5)(f) through (g) regarding the 5485 transfer to the receiving entity of district assets that the district used before withdrawal to 5486 provide service to the withdrawn area but no longer needs because of the withdrawal; provided 5487 that, if those district assets are allocated in accordance with Subsections (5)(f) through (g), the 5488 district shall immediately transfer to the receiving entity on the effective date of the 5489 withdrawal, all title to and possession of district assets allocated to the receiving entity; or

5490 (iv) any other reasonable requirement considered to be necessary by the board of5491 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

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.

5525 (iv) Within three days of receiving notification under Subsection (5)(d), the receiving 5526 entity, or in cases where there is no receiving entity, the sponsors of the petition shall eliminate 5527 another name of an engineering consultant from the list of engineering consultants and another 5528 name of an accounting consultant from the list of accounting consultants and shall notify the 5529 board of trustees in writing of the eliminations.

5530 (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 5531 5532 them, each eliminating the name of one engineering consultant from the list of engineering 5533 consultants and the name of one accounting consultant from the list of accounting consultants 5534 and providing written notification of the eliminations within three days of receiving 5535 notification of the previous notification, until the name of only one engineering consultant 5536 remains on the list of engineering consultants and the name of only one accounting consultant 5537 remains on the list of accounting consultants.

5538 (e) The requirement under Subsection (5)(b) to engage engineering and accounting 5539 consultants does not apply if the board of trustees and the receiving entity, or in cases where 5540 there is no receiving entity, the board and the sponsors of the petition agree on the allocations 5541 that are the engineering consultant's responsibility under Subsection (5)(f) or the 5542 determinations that are the accounting consultant's responsibility under Subsection (5)(h): 5543 provided however, that if engineering and accounting consultants are engaged, the district and 5544 the receiving entity, or in cases where there is no receiving entity, the district and the sponsors 5545 of the petition shall equally share the cost of the engineering and accounting consultants.

5546	(f) (i) The engineering consultant shall allocate the district assets between the district
5547	and the receiving entity as provided in this Subsection (5)(f).
5548	(ii) The engineering consultant shall allocate:
5549	(A) to the district those assets reasonably needed by the district to provide to the area
5550	of the district remaining after withdrawal the kind, level, and quality of service that was
5551	provided before withdrawal; and
5552	(B) to the receiving entity those assets reasonably needed by the receiving entity to
5553	provide to the withdrawn area the kind and quality of service that was provided before
5554	withdrawal.
5555	(iii) If the engineering consultant determines that both the [local] special district and
5556	the receiving entity reasonably need a district asset to provide to their respective areas the kind
5557	and quality of service provided before withdrawal, the engineering consultant shall:
5558	(A) allocate the asset between the [local] special district and the receiving entity
5559	according to their relative needs, if the asset is reasonably susceptible of division; or
5560	(B) allocate the asset to the [local] special district, if the asset is not reasonably
5561	susceptible of division.
5562	(g) All district assets remaining after application of Subsection (5)(f) shall be allocated
5563	to the [local] <u>special</u> district.
5564	(h) (i) The accounting consultant shall determine the withdrawn area's proportionate
5565	share of any redemption premium and the principal of and interest on:
5566	(A) the [local] special district's revenue bonds that were outstanding at the time the
5567	petition was filed;
5568	(B) the [local] special district's general obligation bonds that were outstanding at the
5569	time the petition was filed; and
5570	(C) the [local] special district's general obligation bonds that:
5571	(I) were outstanding at the time the petition was filed; and
5572	(II) are treated as revenue bonds under Subsection (5)(i); and
5573	(D) the district's bonds that were issued prior to the date the petition was filed to refund
5574	the district's revenue bonds, general obligation bonds, or general obligation bonds treated as
5575	revenue bonds.
5576	(ii) For purposes of Subsection (5)(h)(i), the withdrawn area's proportionate share of

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- 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.
- (i) For purposes of Subsection (5)(h)(i), a district general obligation bond shall betreated as a revenue bond if:
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(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.
- 5587 (i) (i) Before the board of trustees of the [local] special district files a resolution 5588 approving a withdrawal, the receiving entity, or in cases where there is no receiving entity, the 5589 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 5590 5591 sufficient to provide for the timely payment of the amount determined by the accounting 5592 consultant under Subsection (5)(h) or in an amount mutually agreeable to the board of trustees 5593 of the [local] special district and the receiving entity, or in cases where there is no receiving 5594 entity, the board and the sponsors of the petition. Notwithstanding Subsection 17B-1-512(1), 5595 the board of trustees may not be required to file a resolution approving a withdrawal until the 5596 requirements for establishing and funding an escrow trust fund in this Subsection (5)(j)(i) have 5597 been met; provided that, if the escrow trust fund has not been established and funded within 5598 180 days after the board of trustees passes a resolution approving a withdrawal, the resolution 5599 approving the withdrawal shall be void.
- 5600 (ii) Concurrently with the creation of the escrow, the receiving entity, or in cases where 5601 there is no receiving entity, the sponsors of the petition shall provide to the board of trustees of 5602 the [local] <u>special</u> district:
- (A) a written opinion of an attorney experienced in the tax-exempt status of municipal
 bonds stating that the establishment and use of the escrow to pay the proportionate share of the
 district's outstanding revenue bonds and general obligation bonds that are treated as revenue
 bonds will not adversely affect the tax-exempt status of the bonds; and
- 5607

(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.
- 5619 (7) An area that is the subject of a withdrawal petition under Section 17B-1-504 that 5620 results in a board of trustees resolution denying the proposed withdrawal may not be the 5621 subject of another withdrawal petition under Section 17B-1-504 for two years after the date of 5622 the board of trustees resolution denying the withdrawal.
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Section 92. Section **17B-1-511** is amended to read:

- 562417B-1-511. Continuation of tax levy after withdrawal to pay for proportionate5625share of district bonds.
- (1) Other than as provided in Subsection (2), and unless an escrow trust fund is
 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
- 5634 (b) to the extent and for the years necessary to generate sufficient revenue that, when 5635 combined with the revenues from the district remaining after withdrawal, is sufficient to 5636 provide for the payment of principal and interest on the district's general obligation bonds that 5637 are treated as revenue bonds under Subsection 17B-1-510(5)(i).
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(2) For a [local] special district funded predominately by revenues other than property

5639 taxes, service charges, or assessments based upon an allotment of acre-feet of water, property 5640 within the withdrawn area shall continue to be taxable by the [local] special district for 5641 purposes of paying the withdrawn area's proportionate share of bonded indebtedness or 5642 judgments against the [local] special district incurred prior to the date the petition was filed. 5643 (3) Except as provided in Subsections (1) and (2), upon withdrawal, the withdrawing 5644 area is relieved of all other taxes, assessments, and charges levied by the district, including 5645 taxes and charges for the payment of revenue bonds and maintenance and operation cost of the 5646 [local] special district. 5647 Section 93. Section 17B-1-512 is amended to read: 5648 17B-1-512. Filing of notice and plat -- Recording requirements -- Contest period 5649 -- Judicial review. 5650 (1) (a) Within the time specified in Subsection (1)(b), the board of trustees shall file 5651 with the lieutenant governor: (i) a copy of a notice of an impending boundary action, as defined in Section 67-1a-6.5, 5652 that meets the requirements of Subsection 67-1a-6.5(3); and 5653 (ii) a copy of an approved final local entity plat, as defined in Section 67-1a-6.5. 5654 (b) The board of trustees shall file the documents listed in Subsection (1)(a): 5655 5656 (i) within 10 days after adopting a resolution approving a withdrawal under Section 17B-1-510; 5657 5658 (ii) on or before January 31 of the year following the board of trustees' receipt of a 5659 notice or copy described in Subsection (1)(c), if the board of trustees receives the notice or copy between July 1 and December 31; or 5660 (iii) on or before the July 31 following the board of trustees' receipt of a notice or copy 5661 described in Subsection (1)(c), if the board of trustees receives the notice or copy between 5662 5663 January 1 and June 30. 5664 (c) The board of trustees shall comply with the requirements described in Subsection (1)(b)(ii) or (iii) after: 5665 5666 (i) receiving: 5667 (A) a notice under Subsection 10-2-425(2) of an automatic withdrawal under Subsection 17B-1-502(2); 5668 5669 (B) a copy of the municipal legislative body's resolution approving an automatic

5670	withdrawal under Subsection 17B-1-502(3)(a); or
5671	(C) notice of a withdrawal of a municipality from a [local] special district under
5672	Section 17B-1-502; or
5673	(ii) entering into an agreement with a municipality under Subsection
5674	17B-1-505(5)(a)(ii)(A) or (5)(b).
5675	(d) Upon the lieutenant governor's issuance of a certificate of withdrawal under Section
5676	67-1a-6.5, the board shall:
5677	(i) if the withdrawn area is located within the boundary of a single county, submit to
5678	the recorder of that county:
5679	(A) the original:
5680	(I) notice of an impending boundary action;
5681	(II) certificate of withdrawal; and
5682	(III) approved final local entity plat; and
5683	(B) if applicable, a certified copy of the resolution or notice referred to in Subsection
5684	(1)(b); or
5685	(ii) if the withdrawn area is located within the boundaries of more than a single county,
5686	submit:
5687	(A) the original of the documents listed in Subsections (1)(d)(i)(A)(I), (II), and (III)
5688	and, if applicable, a certified copy of the resolution or notice referred to in Subsection (1)(b) to
5689	one of those counties; and
5690	(B) a certified copy of the documents listed in Subsections (1)(d)(i)(A)(I), (II), and (III)
5691	and a certified copy of the resolution or notice referred to in Subsection (1)(b) to each other
5692	county.
5693	(2) (a) Upon the lieutenant governor's issuance of the certificate of withdrawal under
5694	Section 67-1a-6.5 for a withdrawal under Section 17B-1-510, for an automatic withdrawal
5695	under Subsection 17B-1-502(3), or for the withdrawal of a municipality from a [local] special
5696	district under Section 17B-1-505, the withdrawal shall be effective, subject to the conditions of
5697	the withdrawal resolution, if applicable.
5698	(b) An automatic withdrawal under Subsection 17B-1-502(3) shall be effective upon
5699	the lieutenant governor's issuance of a certificate of withdrawal under Section 67-1a-6.5.
5700	(3) (a) The [local] special district may provide for the publication of any resolution

5701	approving or denying the withdrawal of an area:
5702	(i) in a newspaper of general circulation in the area proposed for withdrawal; and
5703	(ii) as required in Section 45-1-101.
5704	(b) In lieu of publishing the entire resolution, the [local] special district may publish a
5705	notice of withdrawal or denial of withdrawal, containing:
5706	(i) the name of the [local] <u>special</u> district;
5707	(ii) a description of the area proposed for withdrawal;
5708	(iii) a brief explanation of the grounds on which the board of trustees determined to
5709	approve or deny the withdrawal; and
5710	(iv) the times and place where a copy of the resolution may be examined, which shall
5711	be at the place of business of the [local] special district, identified in the notice, during regular
5712	business hours of the [local] special district as described in the notice and for a period of at
5713	least 30 days after the publication of the notice.
5714	(4) Any sponsor of the petition or receiving entity may contest the board's decision to
5715	deny a withdrawal of an area from the [local] special district by submitting a request, within 60
5716	days after the resolution is adopted under Section 17B-1-510, to the board of trustees,
5717	suggesting terms or conditions to mitigate or eliminate the conditions upon which the board of
5718	trustees based its decision to deny the withdrawal.
5719	(5) Within 60 days after the request under Subsection (4) is submitted to the board of
5720	trustees, the board may consider the suggestions for mitigation and adopt a resolution
5721	approving or denying the request in the same manner as provided in Section 17B-1-510 with
5722	respect to the original resolution denying the withdrawal and file a notice of the action as
5723	provided in Subsection (1).
5724	(6) (a) Any person in interest may seek judicial review of:
5725	(i) the board of trustees' decision to withdraw an area from the [local] special district;
5726	(ii) the terms and conditions of a withdrawal; or
5727	(iii) the board's decision to deny a withdrawal.
5728	(b) Judicial review under this Subsection (6) shall be initiated by filing an action in the
5729	district court in the county in which a majority of the area proposed to be withdrawn is located:
5730	(i) if the resolution approving or denying the withdrawal is published under Subsection

5731 (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 after
the resolution approving or denying the withdrawal is adopted; or
(iii) if a request is submitted to the board of trustees of a [local] special district under
Subsection (4), and the board adopts a resolution under Subsection (5), within 60 days after the
board adopts a resolution under Subsection (5) unless the resolution is published under
Subsection (3), in which event the action shall be filed within 60 days after the publication.
(c) A court in which an action is filed under this Subsection (6) may not overturn, in
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
(ii) the court finds that the board materially failed to follow the procedures set forth in
this part.
(d) A court may award costs and expenses of an action under this section, including
reasonable attorney fees, to the prevailing party.
(7) After the applicable contest period under Subsection (4) or (6), no person may
contest the board of trustees' approval or denial of withdrawal for any cause.
Section 94. Section 17B-1-513 is amended to read:
17B-1-513. Termination of terms of trustees representing withdrawn areas.
(1) Except as provided in Subsection (4), on the effective date of withdrawal of an area
from a [local] special district, any trustee residing in the withdrawn area shall cease to be a
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
into divisions for the purpose of electing or appointing trustees and the area withdrawn from a
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
withdrawal, the trustee representing the division shall cease to be a member of the board of
trustees of the [local] special district.
(3) In the event of a vacancy on the board of trustees as a result of an area being
withdrawn from the [local] special district:
(a) the board of trustees shall reduce the number of trustees of the [local] special
district as provided by law; or

5763 (b) the trustee vacancy shall be filled as provided by law. 5764 (4) Subsections (1) and (2) apply only to a trustee who is required by law to be a 5765 resident of the [local] special district or of a particular division within the [local] special 5766 district. 5767 Section 95. Section 17B-1-601 is amended to read: Part 6. Fiscal Procedures for Special Districts 5768 5769 17B-1-601. Definitions. 5770 As used in this part: (1) "Appropriation" means an allocation of money by the board of trustees for a 5771 5772 specific purpose. 5773 (2) "Budget" means a plan of financial operations for a fiscal year which embodies 5774 estimates of proposed expenditures for given purposes and the proposed means of financing 5775 them, and may refer to the budget of a particular fund for which a budget is required by law or 5776 it may refer collectively to the budgets for all such funds. 5777 (3) "Budget officer" means the person appointed by the [local] special district board of 5778 trustees to prepare the budget for the district. 5779 (4) "Budget year" means the fiscal year for which a budget is prepared. 5780 (5) "Calendar year entity" means a [local] special district whose fiscal year begins 5781 January 1 and ends December 31 of each calendar year as described in Section 17B-1-602. 5782 (6) "Current year" means the fiscal year in which a budget is prepared and adopted, 5783 which is the fiscal year next preceding the budget year. 5784 (7) "Deficit" has the meaning given under generally accepted accounting principles as 5785 reflected in the Uniform Accounting Manual for [Local] Special Districts. (8) "Estimated revenue" means the amount of revenue estimated to be received from all 5786 5787 sources during the budget year in each fund for which a budget is being prepared. 5788 (9) "Financial officer" means the official under Section 17B-1-642. 5789 (10) "Fiscal year" means the annual period for accounting for fiscal operations in each 5790 district. 5791 (11) "Fiscal year entity" means a [local] special district whose fiscal year begins July 1 5792 of each year and ends on June 30 of the following year as described in Section 17B-1-602. 5793 (12) "Fund" has the meaning given under generally accepted accounting principles as

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5794 reflected in the Uniform Accounting Manual for [Local] Special Districts. 5795 (13) "Fund balance" has the meaning given under generally accepted accounting 5796 principles as reflected in the Uniform Accounting Manual for [Local] Special Districts. 5797 (14) "General fund" is as defined by the Governmental Accounting Standards Board as 5798 reflected in the Uniform Accounting Manual for All Local Governments prepared by the Office 5799 of the Utah State Auditor. 5800 (15) "Governmental funds" means the general fund, special revenue fund, debt service 5801 fund, and capital projects fund of a [local] special district. 5802 (16) "Interfund loan" means a loan of cash from one fund to another, subject to future 5803 repayment. 5804 (17) "Last completed fiscal year" means the fiscal year next preceding the current fiscal 5805 year. 5806 [(18) "Local district general fund" means the general fund used by a local district.] 5807 [(19)] (18) "Proprietary funds" means enterprise funds and the internal service funds of 5808 a [local] special district. 5809 [(20)] (19) "Public funds" means any money or payment collected or received by an 5810 officer or employee of a [local] special district acting in an official capacity and includes 5811 money or payment to the officer or employee for services or goods provided by the district, or 5812 the officer or employee while acting within the scope of employment or duty. 5813 [(21)] (20) "Retained earnings" has the meaning given under generally accepted 5814 accounting principles as reflected in the Uniform Accounting Manual for [Local] Special 5815 Districts. 5816 (21) "Special district general fund" means the general fund used by a special district. 5817 (22) "Special fund" means any [local] special district fund other than the [local] special 5818 district's general fund. 5819 Section 96. Section 17B-1-602 is amended to read: 5820 17B-1-602. Fiscal year. The fiscal year of each [local] special district shall be, as determined by the board of 5821 5822 trustees: (1) the calendar year; or 5823 5824 (2) the period from July 1 to the following June 30.

5825	Section 97. Section 17B-1-603 is amended to read:
5826	17B-1-603. Uniform accounting system.
5827	The accounting records of each [local] special district shall be established and
5828	maintained, and financial statements prepared from those records, in conformance with
5829	generally accepted accounting principles promulgated from time to time by authoritative bodies
5830	in the United States.
5831	Section 98. Section 17B-1-604 is amended to read:
5832	17B-1-604. Funds and account groups maintained.
5833	Each district shall maintain, according to its own accounting needs, some or all of the
5834	funds and account groups in its system of accounts, as prescribed in the Uniform Accounting
5835	Manual for [Local] Special Districts.
5836	Section 99. Section 17B-1-605 is amended to read:
5837	17B-1-605. Budget required for certain funds Capital projects fund.
5838	(1) The budget officer of each [local] special district shall prepare for each budget year
5839	a budget for each of the following funds:
5840	(a) the General Fund;
5841	(b) special revenue funds;
5842	(c) debt service funds;
5843	(d) capital projects funds;
5844	(e) proprietary funds, in accordance with Section 17B-1-629;
5845	(f) if the [local] special district has a local fund, as defined in Section 53-2a-602, the
5846	local fund; and
5847	(g) any other fund or funds for which a budget is required by the uniform system of
5848	budgeting, accounting, and reporting.
5849	(2) (a) Major capital improvements financed by general obligation bonds, capital
5850	grants, or interfund transfers shall use a capital projects fund budget unless the improvements
5851	financed are to be used for proprietary type activities.
5852	(b) The [local] special district shall prepare a separate budget for the term of the
5853	projects as well as the annual budget required under Subsection (1).
5854	Section 100. Section 17B-1-606 is amended to read:
5855	17B-1-606. Total of revenues to equal expenditures.

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5856 (1) The budget for each fund under Section 17B-1-605 shall provide a financial plan 5857 for the budget year. 5858 (2) Each budget shall specify in tabular form: 5859 (a) estimates of all anticipated revenues, classified by the account titles prescribed in 5860 the Uniform Accounting Manual for [Local] Special Districts; and 5861 (b) all appropriations for expenditures, classified by the account titles prescribed in the 5862 Uniform Accounting Manual for [Local] Special Districts. 5863 (3) The total of the anticipated revenues shall equal the total of appropriated 5864 expenditures. 5865 Section 101. Section 17B-1-607 is amended to read: 5866 17B-1-607. Tentative budget to be prepared -- Review by governing body. 5867 (1) On or before the first regularly scheduled meeting of the board of trustees in 5868 November for a calendar year entity and May for a fiscal year entity, the budget officer of each 5869 [local] special district shall prepare for the ensuing year, in a format prescribed by the state 5870 auditor, and file with the board of trustees a tentative budget for each fund for which a budget 5871 is required. 5872 (2) (a) Each tentative budget under Subsection (1) shall provide in tabular form: 5873 (i) actual revenues and expenditures for the last completed fiscal year; 5874 (ii) estimated total revenues and expenditures for the current fiscal year; and 5875 (iii) the budget officer's estimates of revenues and expenditures for the budget year. 5876 (b) The budget officer shall estimate the amount of revenue available to serve the needs 5877 of each fund, estimate the portion to be derived from all sources other than general property 5878 taxes, and estimate the portion that shall be derived from general property taxes. 5879 (3) The tentative budget, when filed by the budget officer with the board of trustees, 5880 shall contain the estimates of expenditures together with specific work programs and any other 5881 supporting data required by this part or requested by the board. 5882 (4) The board of trustees shall review, consider, and tentatively adopt the tentative 5883 budget in any regular meeting or special meeting called for that purpose and may amend or 5884 revise the tentative budget in any manner that the board considers advisable prior to public 5885 hearings, but no appropriation required for debt retirement and interest or reduction of any 5886 existing deficits under Section 17B-1-613, or otherwise required by law, may be reduced below

5887	the minimums so required.
5888	(5) When a new district is created, the board of trustees shall:
5889	(a) prepare a budget covering the period from the date of incorporation to the end of
5890	the fiscal year;
5891	(b) substantially comply with all other provisions of this part with respect to notices
5892	and hearings; and
5893	(c) pass the budget as soon after incorporation as feasible.
5894	Section 102. Section 17B-1-608 is amended to read:
5895	17B-1-608. Tentative budget and data Public records.
5896	(1) The tentative budget adopted by the board of trustees and all supporting schedules
5897	and data are public records.
5898	(2) At least seven days before adopting a final budget in a public meeting, the [local]
5899	special district shall:
5900	(a) make the tentative budget available for public inspection at the [local] special
5901	district's principal place of business during regular business hours;
5902	(b) if the [local] special district has a website, publish the tentative budget on the
5903	[local] special district's website; and
5904	(c) in accordance with Section 63A-16-601, do one of the following:
5905	(i) publish the tentative budget on the Utah Public Notice Website; or
5906	(ii) publish on the Utah Public Notice Website a link to a website on which the
5907	tentative budget is published.
5908	Section 103. Section 17B-1-609 is amended to read:
5909	17B-1-609. Hearing to consider adoption Notice.
5910	(1) At the meeting at which the tentative budget is adopted, the board of trustees shall:
5911	(a) establish the time and place of a public hearing to consider its adoption; and
5912	(b) except as provided in Subsection (6), order that notice of the hearing:
5913	(i) be posted in three public places within the district; and
5914	(ii) be published at least seven days before the hearing on the Utah Public Notice
5915	Website created in Section 63A-16-601.
5916	(2) If the budget hearing is held in conjunction with a tax increase hearing, the notice
5917	required in Subsection (1)(b):

5918	(a) may be combined with the notice required under Section 59-2-919; and
5919	(b) shall be published in accordance with the advertisement provisions of Section
5920	59-2-919.
5921	(3) If the budget hearing is to be held in conjunction with a fee increase hearing, the
5922	notice required in Subsection (1)(b):
5923	(a) may be combined with the notice required under Section 17B-1-643; and
5924	(b) shall be published or mailed in accordance with the notice provisions of Section
5925	17B-1-643.
5926	(4) Proof that notice was given in accordance with Subsection (1)(b), (2), (3), or (6) is
5927	prima facie evidence that notice was properly given.
5928	(5) If a notice required under Subsection $(1)(b)$, (2) , (3) , or (6) is not challenged within
5929	30 days after the day on which the hearing is held, the notice is adequate and proper.
5930	(6) A board of trustees of a [local] special district with an annual operating budget of
5931	less than \$250,000 may satisfy the notice requirements in Subsection (1)(b) by:
5932	(a) mailing a written notice, postage prepaid, to each voter in the [local] special
5933	district; and
5934	(b) posting the notice in three public places within the district.
5934	(b) posting the notice in three public places within the district.
5934 5935	(b) posting the notice in three public places within the district.Section 104. Section 17B-1-612 is amended to read:
5934 5935 5936	 (b) posting the notice in three public places within the district. Section 104. Section 17B-1-612 is amended to read: 17B-1-612. Accumulated fund balances Limitations Excess balances
5934 5935 5936 5937	 (b) posting the notice in three public places within the district. Section 104. Section 17B-1-612 is amended to read: 17B-1-612. Accumulated fund balances Limitations Excess balances Unanticipated excess of revenues Reserves for capital projects.
5934 5935 5936 5937 5938	 (b) posting the notice in three public places within the district. Section 104. Section 17B-1-612 is amended to read: 17B-1-612. Accumulated fund balances Limitations Excess balances Unanticipated excess of revenues Reserves for capital projects. (1) (a) A [local] special district may accumulate retained earnings or fund balances, as
5934 5935 5936 5937 5938 5939	 (b) posting the notice in three public places within the district. Section 104. Section 17B-1-612 is amended to read: 17B-1-612. Accumulated fund balances Limitations Excess balances Unanticipated excess of revenues Reserves for capital projects. (1) (a) A [local] special district may accumulate retained earnings or fund balances, as appropriate, in any fund.
5934 5935 5936 5937 5938 5939 5940	 (b) posting the notice in three public places within the district. Section 104. Section 17B-1-612 is amended to read: 17B-1-612. Accumulated fund balances Limitations Excess balances Unanticipated excess of revenues Reserves for capital projects. (1) (a) A [local] special district may accumulate retained earnings or fund balances, as appropriate, in any fund. (b) For the general fund only, a [local] special district may only use an accumulated
5934 5935 5936 5937 5938 5939 5940 5941	 (b) posting the notice in three public places within the district. Section 104. Section 17B-1-612 is amended to read: 17B-1-612. Accumulated fund balances Limitations Excess balances Unanticipated excess of revenues Reserves for capital projects. (1) (a) A [local] special district may accumulate retained earnings or fund balances, as appropriate, in any fund. (b) For the general fund only, a [local] special district may only use an accumulated fund balance to:
5934 5935 5936 5937 5938 5939 5940 5941 5942	 (b) posting the notice in three public places within the district. Section 104. Section 17B-1-612 is amended to read: 17B-1-612. Accumulated fund balances Limitations Excess balances Unanticipated excess of revenues Reserves for capital projects. (1) (a) A [local] special district may accumulate retained earnings or fund balances, as appropriate, in any fund. (b) For the general fund only, a [local] special district may only use an accumulated fund balance to: (i) provide working capital to finance expenditures from the beginning of the budget
5934 5935 5936 5937 5938 5939 5940 5941 5942 5943	 (b) posting the notice in three public places within the district. Section 104. Section 17B-1-612 is amended to read: 17B-1-612. Accumulated fund balances Limitations Excess balances Unanticipated excess of revenues Reserves for capital projects. (1) (a) A [local] special district may accumulate retained earnings or fund balances, as appropriate, in any fund. (b) For the general fund only, a [local] special district may only use an accumulated fund balance to: (i) provide working capital to finance expenditures from the beginning of the budget year until general property taxes or other applicable revenues are collected, subject to
5934 5935 5936 5937 5938 5939 5940 5941 5942 5943 5944	 (b) posting the notice in three public places within the district. Section 104. Section 17B-1-612 is amended to read: 17B-1-612. Accumulated fund balances Limitations Excess balances Unanticipated excess of revenues Reserves for capital projects. (1) (a) A [local] special district may accumulate retained earnings or fund balances, as appropriate, in any fund. (b) For the general fund only, a [local] special district may only use an accumulated fund balance to: (i) provide working capital to finance expenditures from the beginning of the budget year until general property taxes or other applicable revenues are collected, subject to
5934 5935 5936 5937 5938 5939 5940 5941 5942 5943 5943 5944 5945	 (b) posting the notice in three public places within the district. Section 104. Section 17B-1-612 is amended to read: 17B-1-612. Accumulated fund balances Limitations Excess balances Unanticipated excess of revenues Reserves for capital projects. (1) (a) A [local] special district may accumulate retained earnings or fund balances, as appropriate, in any fund. (b) For the general fund only, a [local] special district may only use an accumulated fund balance to: (i) provide working capital to finance expenditures from the beginning of the budget year until general property taxes or other applicable revenues are collected, subject to Subsection (1)(c); (ii) provide a resource to meet emergency expenditures under Section 17B-1-623; and

5949 fund balance for budgeting purposes, except as provided in Subsection (4).

5950 (d) Subsection (1)(b)(iii) does not authorize a [local] special district to appropriate a
5951 fund balance to avoid an operating deficit during a budget year except:

- (i) as provided under Subsection (4); or
- 5953

(ii) for emergency purposes under Section 17B-1-623.

(2) (a) Except as provided in Subsection (2)(b), the accumulation of a fund balance in
the general fund may not exceed the most recently adopted general fund budget, plus 100% of
the current year's property tax.

(b) Notwithstanding Subsection (2)(a), a [local] special district may accumulate in the
general fund mineral lease revenue that the [local] special district receives from the United
States under the Mineral Lands Leasing Act, 30 U.S.C. Sec. 181 et seq., through a distribution
under:

5961

(i) Title 35A, Chapter 8, Part 3, Community Impact Fund Act; or

5962

(ii) Title 59, Chapter 21, Mineral Lease Funds.

(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.

5966 (4) A [local] special district may utilize any fund balance in excess of 5% of the total
 5967 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.

5973 (b) A [local] <u>special</u> district may allow a reserve amount under Subsection (5)(a) to 5974 accumulate from year to year until the accumulated total is sufficient to permit economical 5975 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.

5979

(d) A [local] special district shall ensure that the expenditures from the appropriation

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5980	budget accounts described in this Subsection (5) conform to all requirements of this part
5981	relating to execution and control of budgets.
5982	Section 105. Section 17B-1-613 is amended to read:
5983	17B-1-613. Appropriations not to exceed estimated expendable revenue
5984	Appropriations for existing deficits.
5985	(1) The board of trustees of a [local] special district may not make any appropriation in
5986	the final budget of any fund in excess of the estimated expendable revenue for the budget year
5987	of the fund.
5988	(2) If there is a deficit fund balance in a fund at the close of the last completed fiscal
5989	year, the board of trustees of a [local] special district shall include an item of appropriation for
5990	the deficit in the current budget of the fund equal to:
5991	(a) at least 5% of the total revenue of the fund in the last completed fiscal year; or
5992	(b) if the deficit is equal to less than 5% of the total revenue of the fund in the last
5993	completed fiscal year, the entire amount of the deficit.
5994	(3) The provisions of this section do not require a [local] special district to add revenue
5995	to a fund that is used for debt service of a limited obligation, unless the revenue is pledged
5996	toward the limited obligation.
5997	Section 106. Section 17B-1-614 is amended to read:
5998	17B-1-614. Adoption of final budget Certification and filing.
5999	(1) The board of trustees of each [local] special district shall by resolution adopt a
6000	budget for the ensuing fiscal year for each fund for which a budget is required under this part
6001	prior to the beginning of the fiscal year, except as provided in Sections 59-2-919 through
6002	59-2-923.
6003	(2) The [local] <u>special</u> district's budget officer shall certify a copy of the final budget
6004	for each fund and file it with the state auditor within 30 days after adoption.
6005	Section 107. Section 17B-1-615 is amended to read:
6006	17B-1-615. Budgets in effect for budget year.
6007	(1) Upon final adoption, each budget shall be in effect for the budget year, subject to
6008	amendment as provided in this part.
6009	(2) A certified copy of the adopted budgets shall be filed in the <u>special</u> district office
6010	and shall be available to the public during regular business hours.

6011	Section 108. Section 17B-1-617 is amended to read:
6012	17B-1-617. Fund expenditures Budget officer's duties.
6013	(1) The budget officer of each [local] special district shall require all expenditures
6014	within each fund to conform with the fund budget.
6015	(2) No appropriation may be encumbered and no expenditure may be made against any
6016	fund appropriation unless there is sufficient unencumbered balance in the fund's appropriation,
6017	except in cases of emergency as provided in Section 17B-1-623.
6018	Section 109. Section 17B-1-618 is amended to read:
6019	17B-1-618. Purchasing procedures.
6020	All purchases or encumbrances by a [local] special district shall be made or incurred
6021	according to the purchasing procedures established for each district by the district's rulemaking
6022	authority, as that term is defined in Section 63G-6a-103, and only on an order or approval of
6023	the person or persons duly authorized.
6024	Section 110. Section 17B-1-619 is amended to read:
6025	17B-1-619. Expenditures or encumbrances in excess of appropriations prohibited
6026	Processing claims.
6027	(1) A [local] special district may not make or incur expenditures or encumbrances in
6028	excess of total appropriations in the budget as adopted or as subsequently amended.
6029	(2) An obligation contracted by any officer in excess of total appropriations in the
6030	budget is not enforceable against the district.
6031	(3) No check or warrant to cover a claim against an appropriation may be drawn until
6032	the claim has been processed as provided by this part.
6033	Section 111. Section 17B-1-620 is amended to read:
6034	17B-1-620. Transfer of appropriation balance between accounts in same fund.
6035	(1) The board of trustees of each [local] special district shall establish policies for the
6036	transfer of any unencumbered or unexpended appropriation balance or portion of the balance
6037	from one account in a fund to another account within the same fund, subject to Subsection (2).
6038	(2) An appropriation for debt retirement and interest, reduction of deficit, or other
6039	appropriation required by law or covenant may not be reduced below the minimums required.
6040	Section 112. Section 17B-1-621 is amended to read:
6041	17B-1-621. Review of individual governmental fund budgets Hearing.

6042	(1) The board of trustees of a [local] special district may, at any time during the budget
6043	year, review the individual budgets of the governmental funds for the purpose of determining if
6044	the total of any of them should be increased.
6045	(2) If the board of trustees decides that the budget total of one or more of these funds
6046	should be increased, it shall follow the procedures established in Sections 17B-1-609 and
6047	17B-1-610 for holding a public hearing.
6048	Section 113. Section 17B-1-623 is amended to read:
6049	17B-1-623. Emergency expenditures.
6050	The board of trustees of a [local] special district may, by resolution, amend a budget
6051	and authorize an expenditure of money that results in a deficit in the district's general fund
6052	balance if:
6053	(1) the board determines that:
6054	(a) an emergency exists; and
6055	(b) the expenditure is reasonably necessary to meet the emergency; and
6056	(2) the expenditure is used to meet the emergency.
6057	Section 114. Section 17B-1-626 is amended to read:
6058	17B-1-626. Loans by one fund to another.
6059	(1) Subject to this section, restrictions imposed by bond covenants, restrictions in
6060	Section 53-2a-605, or other controlling regulations, the board of trustees of a [local] special
6061	district may authorize an interfund loan from one fund to another.
6062	(2) An interfund loan under Subsection (1) shall be in writing and specify the terms
6063	and conditions of the loan, including the:
6064	(a) effective date of the loan;
6065	(b) name of the fund loaning the money;
6066	(c) name of the fund receiving the money;
6067	(d) amount of the loan;
6068	(e) subject to Subsection (3), term of and repayment schedule for the loan;
6069	(f) subject to Subsection (4), interest rate of the loan;
6070	(g) method of calculating interest applicable to the loan;
6071	(h) procedures for:
6072	(i) applying interest to the loan; and

6073	(ii) paying interest on the loan; and
6074	(i) other terms and conditions the board of trustees determines applicable.
6075	(3) The term and repayment schedule specified under Subsection (2)(e) may not exceed
6076	10 years.
6077	(4) (a) In determining the interest rate of the loan specified under Subsection (2)(f), the
6078	board of trustees shall apply an interest rate that reflects the rate of potential gain had the funds
6079	been deposited or invested in a comparable investment.
6080	(b) Notwithstanding Subsection (4)(a), the interest rate of the loan specified under
6081	Subsection (2)(f):
6082	(i) if the term of the loan under Subsection (2)(e) is one year or less, may not be less
6083	than the rate offered by the Public Treasurers' Investment Fund that was created for public
6084	funds transferred to the state treasurer in accordance with Section 51-7-5; or
6085	(ii) if the term of the loan under Subsection (2)(e) is more than one year, may not be
6086	less than the greater of the rate offered by:
6087	(A) the Public Treasurers' Investment Fund that was created for public funds
6088	transferred to the state treasurer in accordance with Section 51-7-5; or
6089	(B) a United States Treasury note of a comparable term.
6090	(5) (a) For an interfund loan under Subsection (1), the board of trustees shall:
6091	(i) hold a public hearing;
6092	(ii) prepare a written notice of the date, time, place, and purpose of the hearing, and the
6093	proposed terms and conditions of the interfund loan under Subsection (2);
6094	(iii) provide notice of the public hearing in the same manner as required under Section
6095	17B-1-609 as if the hearing were a budget hearing; and
6096	(iv) authorize the interfund loan by resolution in a public meeting.
6097	(b) The notice and hearing requirements in Subsection (5)(a) are satisfied if the
6098	interfund loan is included in an original budget or in a subsequent budget amendment
6099	previously approved by the board of trustees for the current fiscal year.
6100	(6) Subsections (2) through (5) do not apply to an interfund loan if the interfund loan
6101	is:
6102	(a) a loan from the [local] special district general fund to any other fund of the [local]
6103	special district; or

6104 (b) a short-term advance from the [local] special district's cash and investment pool to 6105 individual funds that are repaid by the end of the fiscal year. 6106 Section 115. Section 17B-1-627 is amended to read: 6107 17B-1-627. Property tax levy -- Time for setting -- Computation of total levy --6108 **Apportionment of proceeds -- Maximum levy.** 6109 (1) The board of trustees of each [local] special district authorized to levy a property 6110 tax, at a regular meeting or special meeting called for that purpose, shall, by resolution, set the 6111 real and personal property tax rate for various district purposes by the date set under Section 6112 59-2-912, but the rate may be set at an appropriate later date in accordance with Sections 6113 59-2-919 through 59-2-923. 6114 (2) In its computation of the total levy, the board of trustees shall determine the 6115 requirements of each fund for which property taxes are to be levied and shall specify in its 6116 resolution adopting the tax rate the amount apportioned to each fund. 6117 (3) The proceeds of the levy apportioned for general fund purposes shall be credited as revenue in the general fund. 6118 (4) The proceeds of the levy apportioned for special fund purposes shall be credited to 6119 the appropriate accounts in the applicable special funds. 6120 6121 (5) The combined levies for each district for all purposes in any year, excluding the 6122 retirement of general obligation bonds and the payment of any interest on the bonds, and any 6123 taxes expressly authorized by law to be levied in addition, may not exceed the limit enumerated 6124 by the laws governing each district. 6125 Section 116. Section 17B-1-629 is amended to read: 6126 17B-1-629. Operating and capital budgets. 6127 (1) (a) As used in this section, "operating and capital budget" means a plan of financial 6128 operation for a proprietary or other required special fund, embodying estimates of operating 6129 resources and expenses and other outlays for a fiscal year. 6130 (b) Except as otherwise expressly provided, the reference to "budget" or "budgets" and 6131 the procedures and controls relating to them in other sections of this part do not apply or refer 6132 to the "operating and capital budgets" provided for in this section. 6133 (2) On or before the time the board of trustees adopts budgets for the governmental 6134 funds under Section 17B-1-605, it shall adopt for the ensuing year an operating and capital

6135	budget for each proprietary fund and shall adopt the type of budget for other special funds
6136	which is required by the Uniform Accounting Manual for [Local] Special Districts.
6137	(3) Operating and capital budgets shall be adopted and administered in the following
6138	manner:
6139	(a) (i) On or before the first regularly scheduled meeting of the board of trustees, in
6140	November for calendar year entities and May for fiscal year entities, the budget officer shall
6141	prepare for the ensuing fiscal year, and file with the board of trustees, a tentative operating and
6142	capital budget for each proprietary fund and for other required special funds, together with
6143	specific work programs and any other supporting data required by the board.
6144	(ii) If, within any proprietary fund, allocations or transfers that are not reasonable
6145	allocations of costs between funds are included in a tentative budget, a written notice of the
6146	date, time, place, and purpose of the hearing shall be mailed to utility fund customers at least
6147	seven days before the hearing.
6148	(iii) The purpose portion of the notice required under Subsection (3)(a)(ii) shall
6149	identify:
6150	(A) the enterprise utility fund from which money is being transferred;
6151	(B) the amount being transferred; and
6152	(C) the fund to which the money is being transferred.
6153	(b) (i) The board of trustees shall review and consider the tentative budgets at any
6154	regular meeting or special meeting called for that purpose.
6155	(ii) The board of trustees may make any changes in the tentative budgets that it
6156	considers advisable.
6157	(c) Budgets for proprietary or other required special funds shall comply with the public
6158	hearing requirements established in Sections 17B-1-609 and 17B-1-610.
6159	(d) (i) The board of trustees shall adopt an operating and capital budget for each
6160	proprietary fund for the ensuing fiscal year before the beginning of each fiscal year, except as
6161	provided in Sections 59-2-919 through 59-2-923.
6162	(ii) A copy of the budget as finally adopted for each proprietary fund shall be certified
6163	by the budget officer and filed by the officer in the district office and shall be available to the
6164	public during regular business hours.
6165	(iii) A copy of the budget shall also be filed with the state auditor within 30 days after

6166	adoption.
6167	(e) (i) Upon final adoption, the operating and capital budget is in effect for the budget
6168	year, subject to later amendment.
6169	(ii) During the budget year, the board of trustees may, in any regular meeting or special
6170	meeting called for that purpose, review any one or more of the operating and capital budgets
6171	for the purpose of determining if the total of any of them should be increased.
6172	(iii) If the board of trustees decides that the budget total of one or more of these
6173	proprietary funds should be increased, the board shall follow the procedures established in
6174	Section 17B-1-630.
6175	(f) Expenditures from operating and capital budgets shall conform to the requirements
6176	relating to budgets specified in Sections 17B-1-617 through 17B-1-620.
6177	Section 117. Section 17B-1-631 is amended to read:
6178	17B-1-631. District clerk Meetings and records.
6179	(1) The board of trustees of each [local] special district shall appoint a district clerk.
6180	(2) If required, the clerk may be chosen from among the members of the board of
6181	trustees, except the chair.
6182	(3) The district clerk or other appointed person shall attend the meetings and keep a
6183	record of the proceedings of the board of trustees.
6184	Section 118. Section 17B-1-632 is amended to read:
6185	17B-1-632. District clerk Bookkeeping duties.
6186	The district clerk or other designated person not performing treasurer duties shall
6187	maintain the financial records for each fund of the [local] special district and all related
6188	subsidiary records, including a list of the outstanding bonds, their purpose, amount, terms, date,
6189	and place payable.
6190	Section 119. Section 17B-1-633 is amended to read:
6191	17B-1-633. District treasurer Duties generally.
6192	(1) (a) The board of trustees of each [local] special district shall appoint a district
6193	treasurer.
6194	(b) (i) If required, the treasurer may be chosen from among the members of the board
6195	of trustees, except that the board chair may not be district treasurer.
6196	(ii) The district clerk may not also be the district treasurer.

6197	(2) The district treasurer is custodian of all money, bonds, or other securities of the
6198	district.
6199	(3) The district treasurer shall:
6200	(a) determine the cash requirements of the district and provide for the deposit and
6201	investment of all money by following the procedures and requirements of Title 51, Chapter 7,
6202	State Money Management Act;
6203	(b) receive all public funds and money payable to the district within three business days
6204	after collection, including all taxes, licenses, fines, and intergovernmental revenue;
6205	(c) keep an accurate detailed account of all money received under Subsection (3)(b) in
6206	the manner provided in this part and as directed by the district's board of trustees by resolution;
6207	and
6208	(d) collect all special taxes and assessments as provided by law and ordinance.
6209	Section 120. Section 17B-1-635 is amended to read:
6210	17B-1-635. Duties with respect to issuance of checks.
6211	(1) The district clerk or other designated person not performing treasurer duties shall
6212	prepare the necessary checks after having determined that:
6213	(a) the claim was authorized by:
6214	(i) the board of trustees; or
6215	(ii) the [local] special district financial officer, if the financial officer is not the clerk, in
6216	accordance with Section 17B-1-642;
6217	(b) the claim does not overexpend the appropriate departmental budget established by
6218	the board of trustees; and
6219	(c) the expenditure was approved in advance by the board of trustees or its designee.
6220	(2) (a) (i) The treasurer or any other person appointed by the board of trustees shall
6221	sign all checks.
6222	(ii) The person maintaining the financial records may not sign any single signature
6223	check.
6224	(b) In a [local] special district with an expenditure budget of less than \$50,000 per
6225	year, a member of the board of trustees shall also sign all checks.
6226	(c) Before affixing a signature, the treasurer or other designated person shall determine
6227	that a sufficient amount is on deposit in the appropriate bank account of the district to honor

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6228 the check. 6229 Section 121. Section 17B-1-639 is amended to read: 6230 17B-1-639. Annual financial reports -- Audit reports. 6231 (1) Within 180 days after the close of each fiscal year, the district shall prepare an 6232 annual financial report in conformity with generally accepted accounting principles as 6233 prescribed in the Uniform Accounting Manual for [Local] Special Districts. 6234 (2) The requirement under Subsection (1) to prepare an annual financial report may be 6235 satisfied by presentation of the audit report furnished by the auditor. 6236 (3) Copies of the annual financial report or the audit report furnished by the auditor 6237 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: 6238 17B-1-640. Audits required. 6239 6240 (1) An audit of each [local] special district is required to be performed in conformity 6241 with Title 51, Chapter 2a, Accounting Reports from Political Subdivisions, Interlocal Organizations, and Other Local Entities Act. 6242 6243 (2) The board of trustees shall appoint an auditor for the purpose of complying with the requirements of this section and with Title 51, Chapter 2a, Accounting Reports from Political 6244 6245 Subdivisions, Interlocal Organizations, and Other Local Entities Act. 6246 Section 123. Section 17B-1-641 is amended to read: 6247 **17B-1-641.** Special district may expand uniform procedures -- Limitation. 6248 (1) Subject to Subsection (2), a [local] special district may expand the uniform 6249 accounting, budgeting, and reporting procedure prescribed in the Uniform Accounting Manual 6250 for $\left[\frac{1}{1}\right]$ Special Districts prepared by the state auditor under Subsection 67-3-1(16), to 6251 better serve the needs of the district. 6252 (2) A [local] special district may not deviate from or alter the basic prescribed 6253 classification systems for the identity of funds and accounts set forth in the Uniform 6254 Accounting Manual for [Local] Special Districts. 6255 Section 124. Section 17B-1-642 is amended to read: 6256 17B-1-642. Approval of district expenditures. 6257 (1) The board of trustees of each [local] special district shall approve all expenditures 6258 of the district except as otherwise provided in this section.

6259	(2) The board of trustees may authorize the district manager or other official approved
6260	by the board to act as the financial officer for the purpose of approving:
6261	(a) payroll checks, if the checks are prepared in accordance with a schedule approved
6262	by the board; and
6263	(b) routine expenditures, such as utility bills, payroll-related expenses, supplies, and
6264	materials.
6265	(3) Notwithstanding Subsection (2), the board of trustees shall, at least quarterly,
6266	review all expenditures authorized by the financial officer.
6267	(4) The board of trustees shall set a maximum sum over which all purchases may not
6268	be made without the board's approval.
6269	Section 125. Section 17B-1-643 is amended to read:
6270	17B-1-643. Imposing or increasing a fee for service provided by special district.
6271	(1) (a) Before imposing a new fee or increasing an existing fee for a service provided
6272	by a [local] special district, each [local] special district board of trustees shall first hold a public
6273	hearing at which:
6274	(i) the [local] special district shall demonstrate its need to impose or increase the fee;
6275	and
6276	(ii) any interested person may speak for or against the proposal to impose a fee or to
6277	increase an existing fee.
6278	(b) Each public hearing under Subsection (1)(a) shall be held in the evening beginning
6279	no earlier than 6 p.m.
6280	(c) A public hearing required under this Subsection (1) may be combined with a public
6281	hearing on a tentative budget required under Section 17B-1-610.
6282	(d) Except to the extent that this section imposes more stringent notice requirements,
6283	the [local] special district board shall comply with Title 52, Chapter 4, Open and Public
6284	Meetings Act, in holding the public hearing under Subsection (1)(a).
6285	(2) (a) Each [local] special district board shall give notice of a hearing under
6286	Subsection (1) as provided in Subsections (2)(b) and (c) or Subsection (2)(d).
6287	(b) The [local] special district board shall:
6288	(i) post the notice required under Subsection (2)(a) on the Utah Public Notice Website,
6289	created in Section 63A-16-601; and

6290	(ii) post at least one of the notices required under Subsection (2)(a) per 1,000
6291	population within the [local] special district, at places within the [local] special district that are
6292	most likely to provide actual notice to residents within the [local] special district, subject to a
6293	maximum of 10 notices.
6294	(c) The notice described in Subsection (2)(b) shall state that the [local] special district
6295	board intends to impose or increase a fee for a service provided by the [local] special district
6296	and will hold a public hearing on a certain day, time, and place fixed in the notice, which shall
6297	be not less than seven days after the day the first notice is published, for the purpose of hearing
6298	comments regarding the proposed imposition or increase of a fee and to explain the reasons for
6299	the proposed imposition or increase.
6300	(d) (i) In lieu of providing notice under Subsection (2)(b), the [local] special district
6301	board of trustees may give the notice required under Subsection (2)(a) by mailing the notice to
6302	those within the district who:
6303	(A) will be charged the fee for a district service, if the fee is being imposed for the first
6304	time; or
6305	(B) are being charged a fee, if the fee is proposed to be increased.
6306	(ii) Each notice under Subsection (2)(d)(i) shall comply with Subsection (2)(c).
6307	(iii) A notice under Subsection (2)(d)(i) may accompany a district bill for an existing
6308	fee.
6309	(e) If the hearing required under this section is combined with the public hearing
6310	required under Section 17B-1-610, the notice required under this Subsection (2):
6311	(i) may be combined with the notice required under Section 17B-1-609; and
6312	(ii) shall be posted or mailed in accordance with the notice provisions of this section.
6313	(f) Proof that notice was given as provided in Subsection (2)(b) or (d) is prima facie
6314	evidence that notice was properly given.
6315	(g) If no challenge is made to the notice given of a hearing required by Subsection (1)
6316	within 30 days after the date of the hearing, the notice is considered adequate and proper.
6317	(3) After holding a public hearing under Subsection (1), a [local] special district board
6318	may:
6319	(a) impose the new fee or increase the existing fee as proposed;
6320	(b) adjust the amount of the proposed new fee or the increase of the existing fee and

6321	then impose the new fee or increase the existing fee as adjusted; or
6322	(c) decline to impose the new fee or increase the existing fee.
6323	(4) This section applies to each new fee imposed and each increase of an existing fee
6324	that occurs on or after July 1, 1998.
6325	(5) (a) This section does not apply to an impact fee.
6326	(b) The imposition or increase of an impact fee is governed by Title 11, Chapter 36a,
6327	Impact Fees Act.
6328	Section 126. Section 17B-1-644 is amended to read:
6329	17B-1-644. Definitions Electronic payments Fee.
6330	(1) As used in this section:
6331	(a) "Electronic payment" means the payment of money to a [local] special district by
6332	electronic means, including by means of a credit card, charge card, debit card, prepaid or stored
6333	value card or similar device, or automatic clearinghouse transaction.
6334	(b) "Electronic payment fee" means an amount of money to defray the discount fee,
6335	processing fee, or other fee charged by a credit card company or processing agent to process an
6336	electronic payment.
6337	(c) "Processing agent" means a bank, transaction clearinghouse, or other third party
6338	that charges a fee to process an electronic payment.
6339	(2) A [local] special district may accept an electronic payment for the payment of funds
6340	which the [local] special district could have received through another payment method.
6341	(3) A [local] special district that accepts an electronic payment may charge an
6342	electronic payment fee.
6343	Section 127. Section 17B-1-645 is amended to read:
6344	17B-1-645. Residential fee credit.
6345	(1) A [local] special district may create a fee structure under this title that permits:
6346	(a) a home owner or residential tenant to file for a fee credit for a fee charged by the
6347	[local] special district, if the credit is based on:
6348	(i) the home owner's annual income; or
6349	(ii) the residential tenant's annual income; or
6350	(b) an owner of federally subsidized housing to file for a credit for a fee charged by the
6351	[local] special district.

6352	(2) If a [local] special district permits a person to file for a fee credit under Subsection
6353	(1)(a), the [local] special district shall make the credit available to:
6354	(a) a home owner; and
6355	(b) a residential tenant.
6356	Section 128. Section 17B-1-701 is amended to read:
6357	Part 7. Special District Budgets and Audit Reports
6358	17B-1-701. Definitions.
6359	As used in this part:
6360	(1) "Audit reports" means the reports of any independent audit of the district performed
6361	by:
6362	(a) an independent auditor as required by Title 51, Chapter 2a, Accounting Reports
6363	from Political Subdivisions, Interlocal Organizations, and Other Local Entities Act;
6364	(b) the state auditor; or
6365	(c) the legislative auditor.
6366	(2) "Board" means the [local] special district board of trustees.
6367	(3) "Budget" means a plan of financial operations for a fiscal year that includes:
6368	(a) estimates of proposed expenditures for given purposes and the proposed means of
6369	financing them;
6370	(b) the source and amount of estimated revenue for the district for the fiscal year;
6371	(c) fund balance in each fund at the beginning of the fiscal year and the projected fund
6372	balance for each fund at the end of the fiscal year; and
6373	(d) capital projects or budgets for proposed construction or improvement to capital
6374	facilities within the district.
6375	(4) "Constituent entity" means any county, city, or town that levies property taxes
6376	within the boundaries of the district.
6377	(5) (a) "Customer agencies" means those governmental entities, except school districts,
6378	institutions of higher education, and federal government agencies that purchase or obtain
6379	services from the [local] special district.
6380	(b) "Customer agencies" for purposes of state agencies means the state auditor.
6381	Section 129. Section 17B-1-702 is amended to read:
6382	17B-1-702. Special districts to submit budgets.

6383	(1) (a) Except as provided in Subsection (1)(b), within 30 days after it is approved by
6384	the board, and at least 30 days before the board adopts a final budget, the board of each [local]
6385	special district with an annual budget of \$50,000 or more shall send a copy of its tentative
6386	budget and notice of the time and place for its budget hearing to:
6387	(i) each of its constituent entities that has in writing requested a copy; and
6388	(ii) to each of its customer agencies that has in writing requested a copy.
6389	(b) Within 30 days after it is approved by the board, and at least 30 days before the
6390	board adopts a final budget, the board of trustees of a large public transit district as defined in
6391	Section 17B-2a-802 shall send a copy of its tentative budget and notice of the time and place
6392	for its budget hearing to:
6393	(i) each of its constituent entities;
6394	(ii) each of its customer agencies that has in writing requested a copy;
6395	(iii) the governor; and
6396	(iv) the Legislature.
6397	(c) The [local] special district shall include with the tentative budget a signature sheet
6398	that includes:
6399	(i) language that the constituent entity or customer agency received the tentative budget
6400	and has no objection to it; and
6401	(ii) a place for the chairperson or other designee of the constituent entity or customer
6402	agency to sign.
6403	(2) Each constituent entity and each customer agency that receives the tentative budget
6404	shall review the tentative budget submitted by the district and either:
6405	(a) sign the signature sheet and return it to the district; or
6406	(b) attend the budget hearing or other meeting scheduled by the district to discuss the
6407	objections to the proposed budget.
6408	(3) (a) If any constituent entity or customer agency that received the tentative budget
6409	has not returned the signature sheet to the [local] special district within 15 calendar days after
6410	the tentative budget was mailed, the [local] special district shall send a written notice of the
6411	budget hearing to each constituent entity or customer agency that did not return a signature
6412	sheet and invite them to attend that hearing.
6413	(b) If requested to do so by any constituent entity or customer agency, the [local]

6414	special district shall schedule a meeting to discuss the budget with the constituent entities and
6415	customer agencies.
6416	(c) At the budget hearing, the [local] special district board shall:
6417	(i) explain its budget and answer any questions about it;
6418	(ii) specifically address any questions or objections raised by the constituent entity,
6419	customer agency, or those attending the meeting; and
6420	(iii) seek to resolve the objections.
6421	(4) Nothing in this part prevents a [local] special district board from approving or
6422	implementing a budget over any or all constituent entity's or customer agency's protests,
6423	objections, or failure to respond.
6424	Section 130. Section 17B-1-703 is amended to read:
6425	17B-1-703. Special districts to submit audit reports.
6426	(1) (a) Except as provided in Subsection (1)(b), within 30 days after it is presented to
6427	the board, the board of each [local] special district with an annual budget of \$50,000 or more
6428	shall send a copy of any audit report to:
6429	(i) each of its constituent entities that has in writing requested a copy; and
6430	(ii) each of its customer agencies that has in writing requested a copy.
6431	(b) Within 30 days after it is presented to the board, the board of a large public transit
6432	district as defined in Section 17B-2a-802 shall send a copy of its annual audit report to:
6433	(i) each of its constituent entities; and
6434	(ii) each of its customer agencies that has in writing requested a copy.
6435	(2) Each constituent entity and each customer agency that received the audit report
6436	shall review the audit report submitted by the district and, if necessary, request a meeting with
6437	the district board to discuss the audit report.
6438	(3) At the meeting, the [local] special district board shall:
6439	(a) answer any questions about the audit report; and
6440	(b) discuss their plans to implement suggestions made by the auditor.
6441	Section 131. Section 17B-1-801 is amended to read:
6442	Part 8. Special District Personnel Management
6443	17B-1-801. Establishment of special district merit system.
6444	(1) A merit system of personnel administration for the [local] special districts of the

6445	state, their departments, offices, and agencies, except as otherwise specifically provided, is
6446	established.
6447	(2) This part does not apply to a [local] special district with annual revenues less than
6448	\$50,000.
6449	Section 132. Section 17B-1-802 is amended to read:
6450	17B-1-802. Review of personnel policies.
6451	Each [local] special district that has full or part-time employees shall annually review
6452	its personnel policies to ensure that they conform to the requirements of state and federal law.
6453	Section 133. Section 17B-1-803 is amended to read:
6454	17B-1-803. Merit principles.
6455	A [local] special district may establish a personnel system administered in a manner
6456	that will provide for the effective implementation of merit principles that provide for:
6457	(1) recruiting, selecting, and advancing employees on the basis of their relative ability,
6458	knowledge, and skills, including open consideration of qualified applicants for initial
6459	appointment;
6460	(2) providing equitable and adequate compensation;
6461	(3) training employees as needed to assure high-quality performance;
6462	(4) retaining employees on the basis of the adequacy of their performance, and
6463	separation of employees whose inadequate performance cannot be corrected;
6464	(5) fair treatment of applicants and employees in all aspects of personnel
6465	administration without regard to race, color, religion, sex, national origin, political affiliation,
6466	age, or disability, and with proper regard for their privacy and constitutional rights as citizens;
6467	(6) providing information to employees regarding their political rights and prohibited
6468	practices under the Hatch Political Activities Act, 5 U.S.C. Sec. 1501 through 1508 et seq.; and
6469	(7) providing a formal procedure for processing the appeals and grievances of
6470	employees without discrimination, coercion, restraint, or reprisal.
6471	Section 134. Section 17B-1-804 is amended to read:
6472	17B-1-804. Compliance with Labor Code requirements.
6473	Each [local] special district shall comply with the requirements of Section 34-32-1.1.
6474	Section 135. Section 17B-1-805 is amended to read:
6475	17B-1-805. Human resource management requirement.

6476	(1) As used in this section:
6477	(a) "Governing body" means the same as that term is defined in Section 17B-1-201.
6478	(b) "Human resource management duties" means the exercise of human resource
6479	management functions and responsibilities, including:
6480	(i) complying with federal and state employment law;
6481	(ii) administering compensation and benefits; and
6482	(iii) ensuring employee safety.
6483	(c) "Human resource management training" means a program designed to instruct an
6484	individual on the performance of human resource management duties.
6485	(2) If a [local] special district has full or part-time employees, the governing body
6486	shall:
6487	(a) adopt human resource management policies;
6488	(b) assign human resource management duties to one of the district's employees or
6489	another person; and
6490	(c) ensure that the employee or person assigned under Subsection (2)(b) receives
6491	human resource management training.
6492	Section 136. Section 17B-1-901 is amended to read:
6493	17B-1-901. Providing and billing for multiple commodities, services, or facilities
6494	Suspending service to a delinquent customer.
6494 6495	
	Suspending service to a delinquent customer.
6495	 Suspending service to a delinquent customer. (1) If a [local] <u>special</u> district provides more than one commodity, service, or facility,
6495 6496	 Suspending service to a delinquent customer. (1) If a [local] special district provides more than one commodity, service, or facility, the district may bill for the fees and charges for all commodities, services, and facilities in a
6495 6496 6497	 Suspending service to a delinquent customer. (1) If a [local] special district provides more than one commodity, service, or facility, the district may bill for the fees and charges for all commodities, services, and facilities in a single bill.
6495 6496 6497 6498	 Suspending service to a delinquent customer. (1) If a [local] special district provides more than one commodity, service, or facility, the district may bill for the fees and charges for all commodities, services, and facilities in a single bill. (2) Regardless of the number of commodities, services, or facilities furnished by a
6495 6496 6497 6498 6499	 Suspending service to a delinquent customer. If a [local] special district provides more than one commodity, service, or facility, the district may bill for the fees and charges for all commodities, services, and facilities in a single bill. Regardless of the number of commodities, services, or facilities furnished by a [local] special district, the [local] special district may suspend furnishing any commodity,
6495 6496 6497 6498 6499 6500	 Suspending service to a delinquent customer. If a [local] special district provides more than one commodity, service, or facility, the district may bill for the fees and charges for all commodities, services, and facilities in a single bill. 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, service, or facility to a customer if the customer fails to pay all fees and charges when due.
6495 6496 6497 6498 6499 6500 6501	 - Suspending service to a delinquent customer. (1) If a [local] special district provides more than one commodity, service, or facility, the district may bill for the fees and charges for all commodities, services, and facilities in a 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
6495 6496 6497 6498 6499 6500 6501 6502	 - Suspending service to a delinquent customer. If a [local] special district provides more than one commodity, service, or facility, the district may bill for the fees and charges for all commodities, services, and facilities in a single bill. 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
6495 6496 6497 6498 6499 6500 6501 6502 6503	 - Suspending service to a delinquent customer. (1) If a [local] special district provides more than one commodity, service, or facility, the district may bill for the fees and charges for all commodities, services, and facilities in a 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 the service is requested by a private third party, including an

(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.

6510

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

6511 **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.

(ii) A lien described in this Subsection (1) has the same priority as, but is separate anddistinct from, a property tax lien.

(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
owner of the property for which the [local] special district has incurred the past due fees.

(b) In providing the notice required in Subsection (2)(a), the treasurer of the countyshall:

(i) include the amount of past due fees that a [local] special district has certified on or
before July 15 of the current year;

(ii) provide contact information, including a phone number, for the property owner to
contact the [local] <u>special</u> district to obtain more information regarding the amount described in
Subsection (2)(b)(i); and

6534 (iii) notify the property owner that:

(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
Section 59-2-1317; and

6538 (B) the failure to pay the amount described in Subsection (2)(b)(i) has resulted in a lien 6539 on the property in accordance with Subsection (1)(b). 6540 (c) The treasurer of the county shall provide the notice required by this Subsection (2) 6541 to a property owner on or before August 1. 6542 (3) (a) If a [local] special district certifies an unpaid amount in accordance with 6543 Subsection (1)(a), the county treasurer shall include the unpaid amount on a property tax notice 6544 issued in accordance with Section 59-2-1317. 6545 (b) If an unpaid fee, administrative cost, or interest is included on a property tax notice 6546 in accordance with Subsection (3)(a), the county treasurer shall on the property tax notice: 6547 (i) clearly state that the unpaid fee, administrative cost, or interest is for a service 6548 provided by the [local] special district; and 6549 (ii) itemize the unpaid fee, administrative cost, or interest separate from any other tax, 6550 fee, interest, or penalty that is included on the property tax notice in accordance with Section 6551 59-2-1317. 6552 (4) A lien under Subsection (1) is not valid if the [local] special district makes 6553 certification under Subsection (1)(a) after the filing for record of a document conveying title of 6554 the customer's property to a new owner. (5) Nothing in this section may be construed to: 6555 6556 (a) waive or release the customer's obligation to pay fees that the district has imposed; 6557 (b) preclude the certification of a lien under Subsection (1) with respect to past due 6558 fees for commodities, services, or facilities provided after the date that title to the property is transferred to a new owner; or 6559 6560 (c) nullify or terminate a valid lien. 6561 (6) After all amounts owing under a lien established as provided in this section have 6562 been paid, the [local] special district shall file for record in the county recorder's office a 6563 release of the lien. 6564 Section 138. Section 17B-1-902.1 is amended to read: 6565 17B-1-902.1. Interest -- Collection of administrative costs. 6566 (1) (a) A [local] special district may charge interest on a past due fee or past due 6567 charge. 6568 (b) If a [local] special district charges interest as described in Subsection (1)(b), the

6569	[local] special district shall calculate the interest rate for a calendar year:
6570	(i) based on the federal short-term rate determined by the secretary of the treasury
6571	under Section 6621, Internal Revenue Code, in effect for the preceding fourth calendar quarter;
6572	and
6573	(ii) as simple interest at the rate of eighteen percentage points above the federal
6574	short-term rate.
6575	(c) If a [local] <u>special</u> district charges interest on a past due fee collected by the [local]
6576	special district, regardless of whether the fee is certified, the [local] special district may charge
6577	the interest monthly but may not compound the interest more frequently than annually.
6578	(2) (a) A [local] special district may charge and collect only one of the following:
6579	(i) a one-time penalty charge not to exceed 8% for a past-due fee; or
6580	(ii) an administrative cost for some or all of the following:
6581	(A) the collection cost of a past due fee or charge;
6582	(B) reasonable attorney fees actually incurred for collection and foreclosure costs, if
6583	applicable; and
6584	(C) any other cost.
6585	(b) A [local] special district may not charge interest on an administrative cost.
6586	Section 139. Section 17B-1-903 is amended to read:
6587	17B-1-903. Authority to require written application for water or sewer service
6588	and to terminate for failure to pay Limitations.
6589	(1) A [local] special district that owns or controls a system for furnishing water or
6590	providing sewer service or both may:
6591	(a) before furnishing water or providing sewer service to a property, require the
6592	property owner or an authorized agent to submit a written application, signed by the owner or
6593	an authorized agent, agreeing to pay for all water furnished or sewer service provided to the
6594	property, whether occupied by the owner or by a tenant or other occupant, according to the
6595	rules and regulations adopted by the [local] special district; and
6596	(b) if a customer fails to pay for water furnished or sewer service provided to the
6597	customer's property, discontinue furnishing water or providing sewer service to the property
6598	until all amounts for water furnished or sewer service provided are paid, subject to Subsection
6599	(2).

6600	(2) Unless a valid lien has been established as provided in Section 17B-1-902, has not
6601	been satisfied, and has not been terminated by a sale as provided in Section 17B-1-902, a
6602	[local] special district may not:
6603	(a) use a customer's failure to pay for water furnished or sewer service provided to the
6604	customer's property as a basis for not furnishing water or providing sewer service to the
6605	property after ownership of the property is transferred to a subsequent owner; or
6606	(b) require an owner to pay for water that was furnished or sewer service that was
6607	provided to the property before the owner's ownership.
6608	Section 140. Section 17B-1-904 is amended to read:
6609	17B-1-904. Collection of service fees.
6610	(1) As used in this section:
6611	(a) "Collection costs" means an amount, not to exceed \$20, to reimburse a [local]
6612	special district for expenses associated with its efforts to collect past due service fees from a
6613	customer.
6614	(b) "Customer" means the owner of real property to which a [local] special district has
6615	provided a service for which the [local] special district charges a service fee.
6616	(c) "Damages" means an amount equal to the greater of:
6617	(i) \$100; and
6618	(ii) triple the past due service fees.
6619	(d) "Default date" means the date on which payment for service fees becomes past due.
6620	(e) "Past due service fees" means service fees that on or after the default date have not
6621	been paid.
6622	(f) "Prelitigation damages" means an amount that is equal to the greater of:
6623	(i) \$50; and
6624	(ii) triple the past due service fees.
6625	(g) "Service fee" means an amount charged by a [local] special district to a customer
6626	for a service, including furnishing water, providing sewer service, and providing garbage
6627	collection service, that the district provides to the customer's property.
6628	(2) A customer is liable to a [local] special district for past due service fees and
6629	collection costs if:
6630	(a) the customer has not paid service fees before the default date;

6631	(b) the [local] special district mails the customer notice as provided in Subsection (4);
6632	and
6633	(c) the past due service fees remain unpaid 15 days after the [local] special district has
6634	mailed notice.
6635	(3) If a customer has not paid the [local] special district the past due service fees and
6636	collection costs within 30 days after the [local] special district mails notice, the [local] special
6637	district may make an offer to the customer that the [local] special district will forego filing a
6638	civil action under Subsection (5) if the customer pays the [local] special district an amount that:
6639	(a) consists of the past due service fees, collection costs, prelitigation damages, and, if
6640	the [local] special district retains an attorney to recover the past due service fees, a reasonable
6641	attorney fee not to exceed \$50; and
6642	(b) if the customer's property is residential, may not exceed \$100.
6643	(4) (a) Each notice under Subsection (2)(b) shall:
6644	(i) be in writing;
6645	(ii) be mailed to the customer by the United States mail, postage prepaid;
6646	(iii) notify the customer that:
6647	(A) if the past due service fees are not paid within 15 days after the day on which the
6648	[local] special district mailed notice, the customer is liable for the past due service fees and
6649	collection costs; and
6650	(B) the [local] special district may file civil action if the customer does not pay to the
6651	[local] special district the past due service fees and collection costs within 30 calendar days
6652	from the day on which the [local] special district mailed notice; and
6653	(iv) be in substantially the following form:
6654	Date:
6655	То:
6656	Service address:
6657	Account or invoice number(s):
6658	Date(s) of service:
6659	Amount past due:
6660	You are hereby notified that water or sewer service fees (or both) owed by you are in
6661	default. In accordance with Section 17B-1-902, Utah Code Annotated, if you do not pay the

6662	past due amount within 15 days from the day on which this notice was mailed to you, you are
6663	liable for the past due amount together with collection costs of \$20.
6664	You are further notified that if you do not pay the past due amount and the \$20
6665	collection costs within 30 calendar days from the day on which this notice was mailed to you,
6666	an appropriate civil legal action may be filed against you for the past due amount, interest,
6667	court costs, attorney fees, and damages in an amount equal to the greater of \$100 or triple the
6668	past due amounts, but the combined total of all these amounts may not exceed \$200 if your
6669	property is residential.
6670	(Signed)
6671	Name of [local] special district
6672	Address of [local] special district
6673	Telephone number of [local] special district
6674	(b) Written notice under this section is conclusively presumed to have been given if the
6675	notice is:
6676	(i) properly deposited in the United States mail, postage prepaid, by certified or
6677	registered mail, return receipt requested; and
6678	(ii) addressed to the customer at the customer's:
6679	(A) address as it appears in the records of the [local] special district; or
6680	(B) last-known address.
6681	(5) (a) A [local] special district may file a civil action against the customer if the
6682	customer fails to pay the past due service fees and collection costs within 30 calendar days
6683	from the date on which the [local] special district mailed notice under Subsection (2)(b).
6684	(b) (i) In a civil action under this Subsection (5), a customer is liable to the [local]
6685	special district for an amount that:
6686	(A) consists of past due service fees, collection costs, interest, court costs, a reasonable
6687	attorney fee, and damages; and
6688	(B) if the customer's property is residential, may not exceed \$200.
6689	(ii) Notwithstanding Subsection (5)(b)(i), a court may, upon a finding of good cause,
6690	waive interest, court costs, the attorney fee, and damages, or any combination of them.
6691	(c) If a [local] <u>special</u> district files a civil action under this Subsection (5) before 31
6692	calendar days after the day on which the [local] special district mailed notice under Subsection

6693 (2)(b), a customer may not be held liable for an amount in excess of past due service fees.

- (d) A [local] <u>special</u> district may not file a civil action under this Subsection (5) unless
 the customer has failed to pay the past due service fees and collection costs within 30 days
 from the day on which the [local] <u>special</u> district mailed notice under Subsection (2)(b).
- 6697 (6) (a) All amounts charged or collected as prelitigation damages or as damages shall
 be paid to and be the property of the [local] special district that furnished water or provided
 sewer service and may not be retained by a person who is not that [local] special district.
- (b) A [local] special district may not contract for a person to retain any amounts
 charged or collected as prelitigation damages or as damages.

6702 (7) This section may not be construed to limit a [local] special district from obtaining
6703 relief to which it may be entitled under other applicable statute or cause of action.

6704 Section 141. Section **17B-1-905** is amended to read:

6705 **17B-1-905.** Right of entry on premises of water user.

- 6706 A person authorized by a [local] <u>special</u> district that provides a service from a water 6707 system or sewer system may enter upon a premise furnished with or provided that water service 6708 or sewer service to:
- 6709 (1) examine an apparatus related to or used by the water system or sewer system;
- 6710 (2) examine the amount of water used or wastewater discharged by the water system or6711 sewer system and the manner of use or discharge; or
- 6712 (3) make a necessary shutoff for vacancy, delinquency, or a violation of a [local]
- 6713 <u>special</u> district rule or regulation relating to the water service or sewer service.

6714 Section 142. Section **17B-1-906** is amended to read:

6715 **17B-1-906.** Extraterritorial supply of surplus.

If a [local] <u>special</u> district runs a surplus product or surplus capacity of a service that the
[local] <u>special</u> district is authorized to provide under Section 17B-1-202, the [local] <u>special</u>
district may sell or deliver the product or service to others beyond the [local] <u>special</u> district
boundaries.

- 6720 Section 143. Section 17B-1-1001 is amended to read:
- 6721
- Section 145. Section 17**D**-1-1001 is amended to read.
- Part 10. Special District Property Tax Levy
- 6722 **17B-1-1001.** Provisions applicable to property tax levy.
- 6723 (1) Each [local] special district that levies and collects property taxes shall levy and

6724 collect them according to the provisions of Title 59, Chapter 2, Property Tax Act. 6725 (2) As used in this section: 6726 (a) "Appointed board of trustees" means a board of trustees of a [local] special district 6727 that includes a member who is appointed to the board of trustees in accordance with Section 6728 17B-1-304, Subsection 17B-1-303(5), Subsection 17B-1-306(5)(h), or any of the applicable 6729 provisions in [Title 17B, Chapter 2a, Provisions Applicable to Different Types of Local 6730 Districts] Title 17B, Chapter 2a, Provisions Applicable to Different Types of Special Districts. (b) "Elected board of trustees" means a board of trustees of a [local] special district that 6731 6732 consists entirely of members who are elected to the board of trustees in accordance with 6733 Subsection (4), Section 17B-1-306, or any of the applicable provisions in [Title 17B, Chapter 6734 2a, Provisions Applicable to Different Types of Local Districts] Title 17B, Chapter 2a, 6735 Provisions Applicable to Different Types of Special Districts. 6736 (3) (a) For a taxable year beginning on or after January 1, 2018, a [local] special district 6737 may not levy or collect property tax revenue that exceeds the certified tax rate unless: 6738 (i) to the extent that the revenue from the property tax was pledged before January 1, 6739 2018, the [local] special district pledges the property tax revenue to pay for bonds or other 6740 obligations of the [local] special district; or 6741 (ii) the proposed tax or increase in the property tax rate has been approved by: 6742 (A) an elected board of trustees; 6743 (B) subject to Subsection (3)(b), an appointed board of trustees: 6744 (C) a majority of the registered voters within the [local] special district who vote in an 6745 election held for that purpose on a date specified in Section 20A-1-204; 6746 (D) the legislative body of the appointing authority: or 6747 (E) the legislative body of: 6748 (I) a majority of the municipalities partially or completely included within the 6749 boundary of the specified [local] special district; or 6750 (II) the county in which the specified [local] special district is located, if the county has 6751 some or all of its unincorporated area included within the boundary of the specified [local] 6752 special district. 6753 (b) For a [local] special district with an appointed board of trustees, each appointed 6754 member of the board of trustees shall comply with the trustee reporting requirements described

6755	in Section 17B-1-1003 before the [local] special district may impose a property tax levy that
6756	exceeds the certified tax rate.
6757	(4) (a) Notwithstanding provisions to the contrary in [Title 17B, Chapter 2a, Provisions
6758	Applicable to Different Types of Local Districts] Title 17B, Chapter 2a, Provisions Applicable
6759	to Different Types of Special Districts, and subject to Subsection (4)(b), members of the board
6760	of trustees of a [local] special district shall be elected, if:
6761	(i) two-thirds of all members of the board of trustees of the [local] special district vote
6762	in favor of changing to an elected board of trustees; and
6763	(ii) the legislative body of each municipality or county that appoints a member to the
6764	board of trustees adopts a resolution approving the change to an elected board of trustees.
6765	(b) A change to an elected board of trustees under Subsection (4)(a) may not shorten
6766	the term of any member of the board of trustees serving at the time of the change.
6767	(5) Subsections (2), (3), and (4) do not apply to:
6768	(a) Title 17B, Chapter 2a, Part 6, Metropolitan Water District Act;
6769	(b) Title 17B, Chapter 2a, Part 10, Water Conservancy District Act; or
6770	(c) a [local] special district in which:
6771	(i) the board of trustees consists solely of:
6772	(A) land owners or the land owners' agents; or
6773	(B) as described in Subsection 17B-1-302(3), land owners or the land owners' agents or
6774	officers; and
6775	(ii) there are no residents within the [local] special district at the time a property tax is
6776	levied.
6777	Section 144. Section 17B-1-1002 is amended to read:
6778	17B-1-1002. Limit on special district property tax levy Exclusions.
6779	(1) The rate at which a [local] special district levies a property tax for district operation
6780	and maintenance expenses on the taxable value of taxable property within the district may not
6781	exceed:
6782	(a) .0008, for a basic [local] special district;
6783	(b) .0004, for a cemetery maintenance district;
6784	(c) .0004, for a drainage district;
6785	(d) .0008, for a fire protection district;

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6786	(e) .0008, for an improvement district;
6787	 (f) .0005, for a metropolitan water district; (a) .0004 for a metropolita al stars and district.
6788	(g) .0004, for a mosquito abatement district;
6789	(h) .0004, for a public transit district;
6790	(i) (i) .0023, for a service area that:
6791	(A) is located in a county of the first or second class; and
6792	(B) (I) provides fire protection, paramedic, and emergency services; or
6793	(II) subject to Subsection (3), provides law enforcement services; or
6794	(ii) .0014, for each other service area;
6795	(j) the rates provided in Section 17B-2a-1006, for a water conservancy district; or
6796	(k) .0008 for a municipal services district.
6797	(2) Property taxes levied by a [local] special district are excluded from the limit
6798	applicable to that district under Subsection (1) if the taxes are:
6799	(a) levied under Section 17B-1-1103 by a [local] special district, other than a water
6800	conservancy district, to pay principal of and interest on general obligation bonds issued by the
6801	district;
6802	(b) levied to pay debt and interest owed to the United States; or
6803	(c) levied to pay assessments or other amounts due to a water users association or other
6804	public cooperative or private entity from which the district procures water.
6805	(3) A service area described in Subsection (1)(i)(i)(B)(II) may not collect a tax
6806	described in Subsection (1)(i)(i) if a municipality or a county having a right to appoint a
6807	member to the board of trustees of the service area under Subsection 17B-2a-905(2) assesses
6808	on or after November 30 in the year in which the tax is first collected and each subsequent year
6809	that the tax is collected:
6810	(a) a generally assessed fee imposed under Section 17B-1-643 for law enforcement
6811	services; or
6812	(b) any other generally assessed fee for law enforcement services.
6813	Section 145. Section 17B-1-1003 is amended to read:
6814	17B-1-1003. Trustee reporting requirement.
6815	(1) As used in this section:
6816	(a) "Appointed board of trustees" means a board of trustees of a [local] special district
0010	(,

6817	that includes a member who is appointed to the board of trustees in accordance with Section
6818	17B-1-304, Subsection 17B-1-303(5), Subsection 17B-1-306(5)(h), or any of the applicable
6819	provisions in [Title 17B, Chapter 2a, Provisions Applicable to Different Types of Local
6820	Districts] Title 17B, Chapter 2a, Provisions Applicable to Different Types of Special Districts.
6821	(b) "Legislative entity" means:
6822	(i) the member's appointing authority, if the appointing authority is a legislative body;
6823	or
6824	(ii) the member's nominating entity, if the appointing authority is not a legislative body.
6825	(c) (i) "Member" means an individual who is appointed to a board of trustees for a
6826	[local] special district in accordance with Section 17B-1-304, Subsection 17B-1-303(5),
6827	Subsection 17B-1-306(5)(h), or any of the applicable provisions in [Title 17B, Chapter 2a,
6828	Provisions Applicable to Different Types of Local Districts] Title 17B, Chapter 2a, Provisions
6829	Applicable to Different Types of Special Districts.
6830	(ii) "Member" includes a member of the board of trustees who holds an elected
6831	position with a municipality, county, or another [local] special district that is partially or
6832	completely included within the boundaries of the [local] special district.
6833	(d) "Nominating entity" means the legislative body that submits nominees for
6834	appointment to the board of trustees to an appointing authority.
6835	(e) "Property tax increase" means a property tax levy that exceeds the certified tax rate
6836	for the taxable year.
6837	(2) (a) If a [local] special district board of trustees adopts a tentative budget that
6838	includes a property tax increase, each member shall report to the member's legislative entity on
6839	the property tax increase.
6840	(b) (i) The [local] special district shall request that each of the legislative entities that
6841	appoint or nominate a member to the [local] special district's board of trustees hear the report
6842	required by Subsection (2)(a) at a public meeting of each legislative entity.
6843	(ii) The request to make a report may be made by:
6844	(A) the member appointed or nominated by the legislative entity; or
6845	(B) another member of the board of trustees.
6846	(c) The member appointed or nominated by the legislative entity shall make the report
6847	required by Subsection (2)(a) at a public meeting that:

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6848	(i) complies with Title 52, Chapter 4, Open and Public Meetings Act;
6849	(ii) includes the report as a separate agenda item; and
6850	(iii) is held within 40 days after the day on which the legislative entity receives a
6851	request to hear the report.
6852	(d) (i) If the legislative entity does not have a scheduled meeting within 40 days after
6853	the day on which the legislative entity receives a request to hear the report required by
6854	Subsection (2)(a), the legislative entity shall schedule a meeting for that purpose.
6855	(ii) If the legislative entity fails to hear the report at a public meeting that meets the
6856	criteria described in Subsection (2)(c), the trustee reporting requirements under this section
6857	shall be considered satisfied.
6858	(3) (a) A report on a property tax increase at a legislative entity's public meeting shall
6859	include:
6860	(i) a statement that the [local] special district intends to levy a property tax at a rate that
6861	exceeds the certified tax rate for the taxable year;
6862	(ii) the dollar amount of and purpose for additional ad valorem tax revenue that would
6863	be generated by the proposed increase in the certified tax rate;
6864	(iii) the approximate percentage increase in ad valorem tax revenue for the [local]
6865	special district based on the proposed property tax increase; and
6866	(iv) any other information requested by the legislative entity.
6867	(b) The legislative entity shall allow time during the meeting for comment from the
6868	legislative entity and members of the public on the property tax increase.
6869	(4) (a) If more than one member is appointed to the board of trustees by the same
6870	legislative entity, a majority of the members appointed or nominated by the legislative entity
6871	shall be present to provide the report required by Subsection (2) and described in Subsection
6872	(3).
6873	(b) The chair of the board of trustees shall appoint another member of the board of
6874	trustees to provide the report described in Subsection (3) to the legislative entity if:
6875	(i) the member appointed or nominated by the legislative entity is unable or unwilling
6876	to provide the report at a public meeting that meets the requirements of Subsection (3)(a); and
6877	(ii) the absence of the member appointed or nominated by the legislative entity results
6878	in:

6879	(A) no member who was appointed or nominated by the legislative entity being present
6880	to provide the report; or
6881	(B) an inability to comply with Subsection (4)(a).
6882	(5) A [local] special district board of trustees may approve a property tax increase only
6883	after the conditions of this section have been satisfied or considered satisfied for each member
6884	of the board of trustees.
6885	Section 146. Section 17B-1-1101 is amended to read:
6886	Part 11. Special District Bonds
6887	17B-1-1101. Provisions applicable to a special district's issuance of bonds.
6888	Subject to the provisions of this part:
6889	(1) each [local] special district that issues bonds shall:
6890	(a) issue them as provided in, as applicable:
6891	(i) Title 11, Chapter 14, Local Government Bonding Act; or
6892	(ii) Title 11, Chapter 42, Assessment Area Act; and
6893	(b) receive the benefits of Title 11, Chapter 30, Utah Bond Validation Act; and
6894	(2) each [local] special district that issues refunding bonds shall issue them as provided
6895	in Title 11, Chapter 27, Utah Refunding Bond Act.
6896	Section 147. Section 17B-1-1102 is amended to read:
6897	17B-1-1102. General obligation bonds.
6898	(1) Except as provided in Subsections (3) and (7), if a district intends to issue general
6899	obligation bonds, the district shall first obtain the approval of district voters for issuance of the
6900	bonds at an election held for that purpose as provided in Title 11, Chapter 14, Local
6901	Government Bonding Act.
6902	(2) General obligation bonds shall be secured by a pledge of the full faith and credit of
6903	the district, subject to, for a water conservancy district, the property tax levy limits of Section
6904	17B-2a-1006.
6905	(3) A district may issue refunding general obligation bonds, as provided in Title 11,
6906	Chapter 27, Utah Refunding Bond Act, without obtaining voter approval.
6907	(4) (a) A [local] special district may not issue general obligation bonds if the issuance
6908	of the bonds will cause the outstanding principal amount of all of the district's general
6909	obligation bonds to exceed the amount that results from multiplying the fair market value of

6910	the taxable property within the district, as determined under Subsection 11-14-301(3)(b), by a
6911	number that is:
6912	(i) .05, for a basic [local] special district, except as provided in Subsection (7);
6913	(ii) .004, for a cemetery maintenance district;
6914	(iii) .002, for a drainage district;
6915	(iv) .004, for a fire protection district;
6916	(v) .024, for an improvement district;
6917	(vi) .1, for an irrigation district;
6918	(vii) .1, for a metropolitan water district;
6919	(viii) .0004, for a mosquito abatement district;
6920	(ix) .03, for a public transit district;
6921	(x) .12, for a service area; or
6922	(xi) .05 for a municipal services district.
6923	(b) Bonds or other obligations of a [local] special district that are not general obligation
6924	bonds are not included in the limit stated in Subsection (4)(a).
6925	(5) A district may not be considered to be a municipal corporation for purposes of the
6926	debt limitation of the Utah Constitution, Article XIV, Section 4.
6927	(6) Bonds issued by an administrative or legal entity created under Title 11, Chapter
6928	13, Interlocal Cooperation Act, may not be considered to be bonds of a [local] special district
6929	that participates in the agreement creating the administrative or legal entity.
6930	(7) (a) As used in this Subsection (7), "property owner district" means a [local] special
6931	district whose board members are elected by property owners, as provided in Subsection
6932	17B-1-1402(1)(b).
6933	(b) A property owner district may issue a general obligation bond with the consent of:
6934	(i) the owners of all property within the district; and
6935	(ii) all registered voters, if any, within the boundary of the district.
6936	(c) A property owner district may use proceeds from a bond issued under this
6937	Subsection (7) to fund:
6938	(i) the acquisition and construction of a system or improvement authorized in the
6939	district's creation resolution; and
6940	(ii) a connection outside the boundary of the district between systems or improvements

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6941 within the boundary of the district. 6942 (d) The consent under Subsection (7)(b) is sufficient for any requirement necessary for 6943 the issuance of a general obligation bond. (e) A general obligation bond issued under this Subsection (7): 6944 6945 (i) shall mature no later than 40 years after the date of issuance; and 6946 (ii) is not subject to the limit under Subsection (4)(a)(i). 6947 (f) (i) A property owner district may not issue a general obligation bond under this 6948 Subsection (7) if the issuance will cause the outstanding principal amount of all the district's 6949 general obligation bonds to exceed one-half of the market value of all real property within the 6950 district. 6951 (ii) Market value under Subsection (7)(f)(i) shall: 6952 (A) be based on the value that the real property will have after all improvements 6953 financed by the general obligation bonds are constructed; and 6954 (B) be determined by appraisal by an appraiser who is a member of the Appraisal Institute. 6955 6956 (g) With respect to a general obligation bond issued under this Subsection (7), the 6957 board of a property owner district may, by resolution, delegate to one or more officers of the 6958 district. the authority to: 6959 (i) approve the final interest rate, price, principal amount, maturity, redemption 6960 features, and other terms of the bond; 6961 (ii) approve and execute a document relating to the issuance of the bond; and 6962 (iii) approve a contract related to the acquisition and construction of an improvement, 6963 facility, or property to be financed with proceeds from the bond. (h) (i) A person may commence a lawsuit or other proceeding to contest the legality of 6964 6965 the issuance of a general obligation bond issued under this Subsection (7) or any provision 6966 relating to the security or payment of the bond if the lawsuit or other proceeding is commenced 6967 within 30 days after the publication of: 6968 (A) the resolution authorizing the issuance of the general obligation bond; or 6969 (B) a notice of the bond issuance containing substantially the items required under 6970 Subsection 11-14-316(2). (ii) Following the period described in Subsection (7)(h)(i), no person may bring a 6971

lawsuit or other proceeding to contest for any reason the regularity, formality, or legality of ageneral 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.

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

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:

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

6993 (ii) establish a sinking fund for defaults and future debt service on the general6994 obligation bonds; and

6995 (iii) establish a reserve to secure payment of the general obligation bonds.

6996 (b) A levy under Subsection (1)(a) is:

6997 (i) for a water conservancy district, subject to the limit stated in Section 17B-2a-1006;6998 and

- 6999 (ii) for each other [local] special district, without limitation as to rate or amount.
- 7000 (2) (a) Each district that levies a tax under Subsection (1) shall:
- (i) levy the tax as a separate and special levy for the specific purposes stated in

7002 Subsection (1); and

7003	(ii) apply the proceeds from the levy solely for the purpose of paying the principal of
7004	and interest on the general obligation bonds, even though the proceeds may be used to establish
7005	or replenish a sinking fund under Subsection (1)(a)(ii) or a reserve under Subsection (1)(a)(iii).
7006	(b) A levy under Subsection (2)(a) is not subject to a priority in favor of a district
7007	obligation in existence at the time the bonds were issued.
7008	Section 149. Section 17B-1-1104 is amended to read:
7009	17B-1-1104. Pledge of revenues to pay for bonds.
7010	Bonds may be payable from and secured by the pledge of all or any specified part of:
7011	(1) the revenues to be derived by the <u>special</u> district from providing its services and
7012	from the operation of its facilities and other properties;
7013	(2) sales and use taxes, property taxes, and other taxes;
7014	(3) federal, state, or local grants;
7015	(4) in the case of special assessment bonds, the special assessments pledged to repay
7016	the special assessment bonds; and
7017	(5) other money legally available to the district.
7018	Section 150. Section 17B-1-1105 is amended to read:
7019	17B-1-1105. Revenue bonds Requirement to impose rates and charges to cover
7020	revenue bonds Authority to make agreements and covenants to provide for bond
7021	repayment.
7022	(1) A [local] special district intending to issue revenue bonds may, but is not required
7023	to, submit to district voters for their approval the issuance of the revenue bonds at an election
7024	held for that purpose as provided in Title 11, Chapter 14, Local Government Bonding Act.
7025	(2) Each [local] special district that has issued revenue bonds shall impose rates and
7026	charges for the services or commodities it provides fully sufficient, along with other sources of
7027	district revenues, to carry out all undertakings of the district with respect to its revenue bonds.
7028	(3) A [local] special district that issues revenue bonds may:
7029	(a) agree to pay operation and maintenance expenses of the district from the proceeds
7030	of the ad valorem taxes authorized in Subsection 17B-1-103(2)(g); and
7031	(b) for the benefit of bondholders, enter into covenants that:
7032	(i) are permitted by Title 11, Chapter 14, Local Government Bonding Act; and
7033	(ii) provide for other pertinent matters that the board of trustees considers proper to

7034	assure the marketability of the bonds.
7035	Section 151. Section 17B-1-1107 is amended to read:
7036	17B-1-1107. Ratification of previously issued bonds and previously entered
7037	contracts.
7038	All bonds issued or contracts entered into by a [local] special district before April 30,
7039	2007 are ratified, validated, and confirmed and declared to be valid and legally binding
7040	obligations of the district in accordance with their terms.
7041	Section 152. Section 17B-1-1201 is amended to read:
7042	Part 12. Special District Validation Proceedings
7043	17B-1-1201. Definitions.
7044	As used in this part:
7045	(1) "Eligible function" means:
7046	(a) a power conferred on a [local] special district under this title;
7047	(b) a tax or assessment levied by a [local] special district;
7048	(c) an act or proceeding that a [local] special district:
7049	(i) has taken; or
7050	(ii) contemplates taking; or
7051	(d) a district contract, whether already executed or to be executed in the future,
7052	including a contract for the acquisition, construction, maintenance, or operation of works for
7053	the district.
7054	(2) "Validation order" means a court order adjudicating the validity of an eligible
7055	function.
7056	(3) "Validation petition" means a petition requesting a validation order.
7057	(4) "Validation proceedings" means judicial proceedings occurring in district court
7058	pursuant to a validation petition.
7059	Section 153. Section 17B-1-1202 is amended to read:
7060	17B-1-1202. Authority to file a validation petition Petition requirements
7061	Amending or supplementing a validation petition.
7062	(1) The board of trustees of a [local] special district may at any time file a validation
7063	petition.
7064	(2) Each validation petition shall:

7065	(a) describe the eligible function for which a validation order is sought;
7066	(b) set forth:
7067	(i) the facts upon which the validity of the eligible function is founded; and
7068	(ii) any other information or allegations necessary to a determination of the validation
7069	petition;
7070	(c) be verified by the chair of the board of trustees; and
7071	(d) be filed in the district court of the county in which the district's principal office is
7072	located.
7073	(3) A [local] special district may amend or supplement a validation petition:
7074	(a) at any time before the hearing under Section 17B-1-1203; or
7075	(b) after the hearing under Section 17B-1-1203, with permission of the court.
7076	Section 154. Section 17B-1-1204 is amended to read:
7077	17B-1-1204. Notice of the hearing on a validation petition Amended or
7078	supplemented validation petition.
7079	(1) Upon the entry of an order under Section 17B-1-1203 setting a hearing on a
7080	validation petition, the [local] special district that filed the petition shall post notice:
7081	(a) on the Utah Public Notice Website created in Section 63A-16-601, for three weeks
7082	immediately before the hearing; and
7083	(b) in the [local] special district's principal office at least 21 days before the date set for
7084	the hearing.
7085	(2) Each notice under Subsection (1) shall:
7086	(a) state the date, time, and place of the hearing on the validation petition;
7087	(b) include a general description of the contents of the validation petition; and
7088	(c) if applicable, state the location where a complete copy of a contract that is the
7089	subject of the validation petition may be examined.
7090	(3) If a district amends or supplements a validation petition under Subsection
7091	17B-1-1202(3) after publishing and posting notice as required under Subsection (1), the district
7092	is not required to publish or post notice again unless required by the court.
7093	Section 155. Section 17B-1-1207 is amended to read:
7094	17B-1-1207. Findings, conclusions, and judgment Costs Effect of judgment
7095	Anneal

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7096	(1) After the hearing under Section 17B-1-1203 on a validation petition, the district
7097	court shall:
7098	(a) make and enter written findings of fact and conclusions of law; and
7099	(b) render a judgment as warranted.
7100	(2) A district court may apportion costs among the parties as the court determines
7101	appropriate.
7102	(3) A district court judgment adjudicating matters raised by a validation petition:
7103	(a) is binding and conclusive as to the [local] special district and all other parties to the
7104	validation proceedings; and
7105	(b) constitutes a permanent injunction against any action or proceeding to contest any
7106	matter adjudicated in the validation proceedings.
7107	(4) (a) Each appeal of a final judgment in validation proceedings shall be filed with the
7108	Supreme Court.
7109	(b) An appeal of a final judgment in validation proceedings may be filed only by a
7110	party to the validation proceedings.
7111	(c) The appellate court hearing an appeal under this section shall expedite the hearing
7112	of the appeal.
7113	Section 156. Section 17B-1-1301 is amended to read:
7114	Part 13. Dissolution of a Special District
7115	17B-1-1301. Definitions.
7116	For purposes of this part:
7117	(1) "Active" means, with respect to a [local] special district, that the district is not
7118	inactive.
7119	(2) "Administrative body" means:
7120	(a) if the [local] special district proposed to be dissolved has a duly constituted board
7121	of trustees in sufficient numbers to form a quorum, the board of trustees; or
7122	(b) except as provided in Subsection (2)(a):
7123	(i) for a [local] special district located entirely within a single municipality, the
7124	legislative body of that municipality;
7125	(ii) for a [local] special district located in multiple municipalities within the same
7126	county or at least partly within the unincorporated area of a county, the legislative body of that

7127	county; or
7128	(iii) for a [local] special district located within multiple counties, the legislative body
7129	of the county whose boundaries include more of the [local] special district than is included
7130	within the boundaries of any other county.
7131	(3) "Clerk" means:
7132	(a) the board of trustees if the board is also the administrative body under Subsection
7133	(2)(a);
7134	(b) the clerk or recorder of the municipality whose legislative body is the
7135	administrative body under Subsection (2)(b)(i); or
7136	(c) the clerk of the county whose legislative body is the administrative body under
7137	Subsection (2)(b)(ii) or (iii).
7138	(4) "Inactive" means, with respect to a [local] special district, that during the preceding
7139	three years the district has not:
7140	(a) provided any service or otherwise operated;
7141	(b) received property taxes or user or other fees; and
7142	(c) expended any funds.
7143	Section 157. Section 17B-1-1302 is amended to read:
7144	17B-1-1302. Special district dissolution.
7145	A [local] special district may be dissolved as provided in this part.
7146	Section 158. Section 17B-1-1303 is amended to read:
7147	17B-1-1303. Initiation of dissolution process.
7148	The process to dissolve a [local] special district may be initiated by:
7149	(1) for an inactive [local] special district:
7150	(a) (i) for a [local] special district whose board of trustees is elected by electors based
7151	on the acre-feet of water allotted to the land owned by the elector, a petition signed by the
7152	owners of 25% of the acre-feet of water allotted to the land within the [local] special district; or
7153	(ii) for all other districts:
7154	(A) a petition signed by the owners of private real property that:
7155	(I) is located within the [local] special district proposed to be dissolved;
7156	(II) covers at least 25% of the private land area within the [local] special district; and
7157	(III) is equal in assessed value to at least 25% of the assessed value of all private real

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7158 property within the [local] special district; or 7159 (B) a petition signed by registered voters residing within the [local] special district 7160 proposed to be dissolved equal in number to at least 25% of the number of votes cast in the 7161 district for the office of governor at the last regular general election before the filing of the 7162 petition; or 7163 (b) a resolution adopted by the administrative body; and 7164 (2) for an active [local] special district, a petition signed by: 7165 (a) for a [local] special district whose board of trustees is elected by electors based on 7166 the acre-feet of water allotted to the land owned by the elector, the owners of 33% of the 7167 acre-feet of water allotted to the land within the [local] special district; 7168 (b) for a [local] special district created to acquire or assess a groundwater right for the 7169 development and execution of a groundwater management plan in coordination with the state 7170 engineer in accordance with Section 73-5-15, the owners of groundwater rights that: 7171 (i) are diverted within the district; and (ii) cover at least 33% of the total amount of groundwater diverted in accordance with 7172 7173 the groundwater rights within the district as a whole; or 7174 (c) for all other districts: 7175 (i) the owners of private real property that: 7176 (A) is located within the [local] special district proposed to be dissolved; 7177 (B) covers at least 33% of the private land area within the [local] special district; and 7178 (C) is equal in assessed value to at least 25% of the assessed value of all private real 7179 property within the [local] special district; or 7180 (ii) 33% of registered voters residing within the [local] special district proposed to be 7181 dissolved. Section 159. Section 17B-1-1304 is amended to read: 7182 7183 17B-1-1304. Petition requirements. 7184 (1) Each petition under Subsection 17B-1-1303(1)(a) or (2) shall: 7185 (a) indicate the typed or printed name and current residence address of each owner of 7186 acre-feet of water, property owner, or registered voter signing the petition; 7187 (b) if it is a petition signed by the owners of acre-feet of water or property owners, 7188 indicate the address of the property as to which the owner is signing;

7189	(c) designate up to three signers of the petition as sponsors, one of whom shall be
7190	designated the contact sponsor, with the mailing address and telephone number of each; and
7191	(d) be filed with the clerk.
7192	(2) A signer of a petition to dissolve a [local] special district may withdraw, or, once
7193	withdrawn, reinstate the signer's signature at any time until 30 days after the public hearing
7194	under Section 17B-1-1306.
7195	Section 160. Section 17B-1-1305 is amended to read:
7196	17B-1-1305. Petition certification.
7197	(1) Within 30 days after the filing of a petition under Subsection 17B-1-1303(1)(a) or
7198	(2), the clerk shall:
7199	(a) with the assistance of officers of the county in which the [local] special district is
7200	located from whom the clerk requests assistance, determine whether the petition meets the
7201	requirements of Section 17B-1-1303 and Subsection 17B-1-1304(1); and
7202	(b) (i) if the clerk determines that the petition complies with the requirements, certify
7203	the petition and mail or deliver written notification of the certification to the contact sponsor;
7204	or
7205	(ii) if the clerk determines that the petition fails to comply with any of the
7206	requirements, reject the petition and mail or deliver written notification of the rejection and the
7207	reasons for the rejection to the contact sponsor.
7208	(2) (a) If the clerk rejects a petition under Subsection (1)(b)(ii), the petition may be
7209	amended to correct the deficiencies for which it was rejected and then refiled.
7210	(b) A valid signature on a petition that was rejected under Subsection (1)(b)(ii) may be
7211	used toward fulfilling the applicable signature requirement of the petition as amended under
7212	Subsection (2)(a).
7213	(3) The clerk shall process an amended petition filed under Subsection (2)(a) in the
7214	same manner as an original petition under Subsection (1).
7215	Section 161. Section 17B-1-1306 is amended to read:
7216	17B-1-1306. Public hearing.
7217	(1) For each petition certified under Section 17B-1-1305 and each resolution that an
7218	administrative body adopts under Subsection 17B-1-1303(1)(b), the administrative body shall
7219	hold a public hearing on the proposed dissolution.

7220	(2) The administrative body shall hold a public hearing under Subsection (1):
7221	(a) no later than 45 days after certification of the petition under Section 17B-1-1305 or
7222	adoption of a resolution under Subsection 17B-1-1303(1)(b), as the case may be;
7223	(b) within the [local] special district proposed to be dissolved;
7224	(c) on a weekday evening other than a holiday beginning no earlier than 6 p.m.; and
7225	(d) for the purpose of allowing:
7226	(i) the administrative body to explain the process the administrative body will follow to
7227	study and prepare the proposed dissolution;
7228	(ii) the public to ask questions and obtain further information about the proposed
7229	dissolution and issues raised by it; and
7230	(iii) any interested person to address the administrative body concerning the proposed
7231	dissolution.
7232	(3) A quorum of the administrative body shall be present throughout each public
7233	hearing under this section.
7234	Section 162. Section 17B-1-1307 is amended to read:
7235	17B-1-1307. Notice of public hearing and of dissolution.
7236	(1) Before holding a public hearing required under Section 17B-1-1306, the
7237	administrative body shall:
7238	(a) post notice of the public hearing and of the proposed dissolution:
7239	(i) on the Utah Public Notice Website created in Section 63A-16-601, for 30 days
7240	before the public hearing; and
7241	(ii) in at least four conspicuous places within the [local] special district proposed to be
7242	dissolved, no less than five and no more than 30 days before the public hearing; or
7243	(b) mail a notice to each owner of property located within the [local] special district
7244	and to each registered voter residing within the [local] special district.
7245	(2) Each notice required under Subsection (1) shall:
7246	(a) identify the [local] special district proposed to be dissolved and the service it was
7247	created to provide; and
7248	(b) state the date, time, and location of the public hearing.
7249	Section 163. Section 17B-1-1308 is amended to read:
7250	17B-1-1308. Second public hearing Dissolution resolution Limitations on

7251	dissolution.
7252	(1) (a) Within 180 days after the day on which the administrative body holds the public
7253	hearing described in Section 17B-1-1306, the administrative body shall hold a second public
7254	hearing to:
7255	(i) publicly explain the result of the study and preparation described in Subsection
7256	17B-1-1306(2)(d)(i);
7257	(ii) describe whether the proposed dissolution meets each criterion described in
7258	Subsection (2); and
7259	(iii) adopt a resolution in accordance with Subsection (1)(b) or (c).
7260	(b) Subject to Subsection (2), after a proposed dissolution petition has been certified
7261	under Section 17B-1-1305, the administrative body shall adopt a resolution:
7262	(i) certifying that the proposed dissolution satisfies the criteria described in Subsection
7263	(2); and
7264	(ii) (A) for an inactive [local] special district, approving the dissolution of the [local]
7265	special district; or
7266	(B) for an active [local] special district, initiating the dissolution election described in
7267	Section 17B-1-1309.
7268	(c) Subject to Subsection (2), for a proposed dissolution of an inactive district that an
7269	administrative body initiates by adopting a resolution under Subsection 17B-1-1303(1)(b), the
7270	administrative body may adopt a resolution:
7271	(i) certifying that the proposed dissolution satisfies the criteria described in Subsection
7272	(2); and
7273	(ii) approving the dissolution of the inactive [local] special district.
7274	(2) The administrative body may not adopt a resolution under Subsection (1) unless:
7275	(a) any outstanding debt of the [local] special district is:
7276	(i) satisfied and discharged in connection with the dissolution; or
7277	(ii) assumed by another governmental entity with the consent of all the holders of that
7278	debt and all the holders of other debts of the [local] special district;
7279	(b) for a [local] special district that has provided service during the preceding three
7280	years or undertaken planning or other activity preparatory to providing service:
7281	(i) another entity has committed to:

7282 (A) provide the same service to the area being served or proposed to be served by the [local] special district; and 7283 7284 (B) purchase, at fair market value, the assets of the [local] special district that are 7285 required to provide the service; and 7286 (ii) all who are to receive the service have consented to the service being provided by 7287 the other entity; and 7288 (c) all outstanding contracts to which the [local] special district is a party are resolved 7289 through mutual termination or the assignment of the [local] special district's rights, duties, 7290 privileges, and responsibilities to another entity with the consent of the other parties to the 7291 contract. 7292 Section 164. Section 17B-1-1309 is amended to read: 7293 17B-1-1309. Election to dissolve an active special district. 7294 (1) When an administrative body adopts a resolution to initiate a dissolution election 7295 under Subsection 17B-1-1308(1)(b)(ii), an election shall be held on the question of whether the 7296 [local] special district should be dissolved by: 7297 (a) if the [local] special district proposed to be dissolved is located entirely within a 7298 single county, the [local] special district clerk, in cooperation with the county clerk; or 7299 (b) if the [local] special district proposed to be dissolved is located within more than 7300 one county, in cooperation with the [local] special district clerk: 7301 (i) the clerk of each county where part of the [local] special district is located in more 7302 than one municipality or in an unincorporated area within the same county; 7303 (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 7304 7305 (iii) the clerk of each county where part of the [local] special district is located only in 7306 an unincorporated area within the county. 7307 (2) Each election under Subsection (1) shall be held at the next special or regular 7308 general election that is more than 60 days after the day on which the administrative body 7309 adopts a resolution in accordance with Section 17B-1-1308. 7310 (3) (a) If the [local] special district proposed to be dissolved is located in more than 7311 one county, the [local] special district clerk shall coordinate with the officials described in 7312 Subsection (1)(b) to ensure that the election is held on the same date and in a consistent manner

7313 in each jurisdiction. 7314 (b) The clerk of each county and the clerk or recorder of each municipality involved in 7315 an election under Subsection (1) shall cooperate with the [local] special district clerk in holding 7316 the election. 7317 (4) If the [local] special district proposed to be dissolved is an irrigation district under 7318 Title 17B, Chapter 2a, Part 5, Irrigation District Act: 7319 (a) the electors shall consist of the landowners whose land has allotments of water 7320 through the district; and 7321 (b) each elector may cast one vote for each acre-foot or fraction of an acre-foot of 7322 water allotted to the land the elector owns within the district. 7323 (5) If the [local] special district proposed to be dissolved is a district created to acquire 7324 or assess a groundwater right for the development and execution of a groundwater management 7325 plan in accordance with Section 73-5-15: 7326 (a) the electors shall consist of the owners of groundwater rights within the district; and 7327 (b) each elector may cast one vote for each acre-foot or fraction of an acre-foot of 7328 groundwater 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 7329 7330 district, except for a district described in Subsection (5), and if the area of the basic [local] 7331 special district contains less than one residential unit per 50 acres of land at the time of the 7332 filing of a petition described in Subsection 17B-1-1303(2): 7333 (a) the electors shall consist of the owners of privately owned real property within a 7334 basic [local] special district under [Title 17B, Chapter 1, Part 14, Basic Local District] Title 17B, Chapter 1, Part 14, Basic Special District; and 7335 7336 (b) each elector may cast one vote for each acre or fraction of an acre of land that the 7337 elector owns within the district. 7338 (7) Except as otherwise provided in this part, Title 20A, Election Code, governs each 7339 election under Subsection (1). 7340 Section 165. Section 17B-1-1310 is amended to read: 7341 17B-1-1310. Notice to lieutenant governor -- Recording requirements --7342 Distribution of remaining assets. 7343 (1) The administrative body, shall file with the lieutenant governor a copy of a notice

7344	of an impending boundary action, as defined in Section 67-1a-6.5, that meets the requirements
7345	of Subsection 67-1a-6.5(3):
7346	(a) within 30 days after the day on which the administrative body adopts a resolution
7347	approving the dissolution of an inactive [local] special district; or
7348	(b) within 30 days after the day on which a majority of the voters within an active
7349	[local] special district approve the dissolution of the [local] special district in an election
7350	described in Subsection 17B-1-1309(2).
7351	(2) Upon the lieutenant governor's issuance of a certificate of dissolution under Section
7352	67-1a-6.5, the administrative body shall:
7353	(a) if the [local] special district was located within the boundary of a single county,
7354	submit to the recorder of that county:
7355	(i) the original:
7356	(A) notice of an impending boundary action; and
7357	(B) certificate of dissolution; and
7358	(ii) a certified copy of the resolution that the administrative body adopts under
7359	Subsection 17B-1-1308(1); or
7360	(b) if the [local] special district was located within the boundaries of more than a single
7361	county:
7362	(i) submit to the recorder of one of those counties:
7363	(A) the original notice of an impending boundary action and certificate of dissolution;
7364	and
7365	(B) if applicable, a certified copy of the resolution that the administrative body adopts
7366	under Subsection 17B-1-1308(1); and
7367	(ii) submit to the recorder of each other county:
7368	(A) a certified copy of the notice of an impending boundary action and certificate of
7369	dissolution; and
7370	(B) if applicable, a certified copy of the resolution that the administrative body adopts
7371	under Subsection 17B-1-1308(1).
7372	(3) Upon the lieutenant governor's issuance of the certificate of dissolution under
7373	Section 67-1a-6.5, the [local] special district is dissolved.
7374	(4) (a) After the dissolution of a [local] special district under this part, the

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
dissolution process.

(b) If the administrative body is not the board of trustees of the dissolved [local]
special district, the administrative body shall pay any costs of the dissolution process remaining
after exhausting the remaining assets of the [local] special district as described in Subsection
(4)(a).

(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
district previously provided, as described in Subsection 17B-1-1308(2)(b), shall pay, in the
same proportion that the services the entity commits to provide bear to all of the services the
[local] special district provided, any costs of the dissolution process remaining after exhausting
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
that remain after the payment of debts, obligations, and costs under Subsection (4) in the
following order of priority:

(i) if there is a readily identifiable connection between the remaining assets and a
financial burden borne by the real property owners in the dissolved [local] special district,
proportionately to those real property owners;

(ii) if there is a readily identifiable connection between the remaining assets and a
financial burden borne by the recipients of a service that the dissolved [local] special district
provided, proportionately to those recipients; and

(iii) subject to Subsection (6), to each entity that has committed to provide a service
that the dissolved [local] special district previously provided, as described in Subsection
17B-1-1309(1)(b)(ii), in the same proportion that the services the entity commits to provide
bear to all of the services the [local] special district provided.

(6) An entity that receives cash reserves of the dissolved [local] special district under
Subsection (5)(a)(iii) may not use the cash reserves:

(a) in any way other than for the purpose the [local] special district originally intended;
or

(b) in any area other than within the area that the dissolved [local] special district

7406	previously served.
7407	Section 166. Section 17B-1-1401 is amended to read:
7408	Part 14. Basic Special District
7409	17B-1-1401. Status of and provisions applicable to a basic special district.
7410	A basic [local] <u>special</u> district:
7411	(1) operates under, is subject to, and has the powers set forth in this chapter; and
7412	(2) is not subject to [Chapter 2a, Provisions Applicable to Different Types of Local
7413	Districts] Chapter 2a, Provisions Applicable to Different Types of Special Districts.
7414	Section 167. Section 17B-1-1402 is amended to read:
7415	17B-1-1402. Board of trustees of a basic special district.
7416	(1) As specified in a petition under Subsection 17B-1-203(1)(a) or (b) or a resolution
7417	under Subsection 17B-1-203(1)(d) or (e), and except as provided in Subsection (2), the
7418	members of a board of trustees of a basic [local] special district may be:
7419	(a) (i) elected by registered voters; or
7420	(ii) appointed by the responsible body, as defined in Section 17B-1-201; or
7421	(b) if the area of the [local] special district contains less than one residential dwelling
7422	unit per 50 acres of land at the time the resolution is adopted or the petition is filed, elected by
7423	the owners of real property within the [local] special district based on:
7424	(i) the amount of acreage owned by property owners;
7425	(ii) the assessed value of property owned by property owners; or
7426	(iii) water rights:
7427	(A) relating to the real property within the [local] special district;
7428	(B) that the real property owner:
7429	(I) owns; or
7430	(II) has transferred to the [local] special district.
7431	(2) As specified in a groundwater right owner petition under Subsection
7432	17B-1-203(1)(c) or a resolution under Subsection 17B-1-203(1)(d) or (e), the members of a
7433	board of trustees of a basic [local] special district created to manage groundwater rights the
7434	district acquires or assesses under Section 17B-1-202 shall be:
7435	(a) subject to Section 17B-1-104.5, elected by the owners of groundwater rights that
7436	are diverted within the [local] special district;

7437	(b) appointed by the responsible body, as defined in Section 17B-1-201; or
7438	(c) elected or appointed as provided in Subsection (3).
7439	(3) A petition under Subsection 17B-1-203(1)(a) or (b) and a resolution under
7440	Subsection 17B-1-203(1)(d) or (e) may provide for a transition from one or more methods of
7441	election or appointment under Subsection (1) or (2) to one or more other methods of election or
7442	appointment based upon milestones or events that the petition or resolution identifies.
7443	Section 168. Section 17B-1-1403 is amended to read:
7444	17B-1-1403. Prohibition against creating new basic special districts.
7445	A person may not create a basic [local] special district on or after May 12, 2020.
7446	Section 169. Section 17B-2a-102 is amended to read:
7447	CHAPTER 2a. PROVISIONS APPLICABLE TO DIFFERENT TYPES OF SPECIAL
7448	DISTRICTS
7449	17B-2a-102. Provisions applicable to cemetery maintenance districts.
7450	(1) Each cemetery maintenance district is governed by and has the powers stated in:
7451	(a) this part; and
7452	(b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions
7453	Applicable to All Special Districts.
7454	(2) This part applies only to cemetery maintenance districts.
7455	(3) A cemetery maintenance district is not subject to the provisions of any other part of
7456	this chapter.
7457	(4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
7458	Local Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in
7459	this part, the provision in this part governs.
7460	(5) A cemetery maintenance district shall comply with the applicable provisions of
7461	Title 8, Cemeteries.
7462	Section 170. Section 17B-2a-104 is amended to read:
7463	17B-2a-104. Cemetery maintenance district bonding authority.
7464	A cemetery maintenance district may issue bonds as provided in and subject to [Chapter
7465	1, Part 11, Local District Bonds] Chapter 1, Part 11, Special District Bonds, to carry out the
7466	purposes of the district.
7467	Section 171. Section 17B-2a-203 is amended to read:

7468	17B-2a-203. Provisions applicable to drainage districts.
7469	(1) Each drainage district is governed by and has the powers stated in:
7470	(a) this part; and
7471	(b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions
7472	Applicable to All Special Districts.
7473	(2) This part applies only to drainage districts.
7474	(3) A drainage district is not subject to the provisions of any other part of this chapter.
7475	(4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
7476	Local Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in
7477	this part, the provision in this part governs.
7478	Section 172. Section 17B-2a-205 is amended to read:
7479	17B-2a-205. Additional drainage district powers.
7480	In addition to the powers conferred on a drainage district under Section 17B-1-103, a
7481	drainage district may:
7482	(1) enter upon land for the purpose of examining the land or making a survey;
7483	(2) locate a necessary drainage canal with any necessary branches on land that the
7484	district's board of trustees considers best;
7485	(3) issue bonds as provided in and subject to [Chapter 1, Part 11, Local District Bonds]
7486	Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district;
7487	(4) after the payment or tender of compensation allowed, go upon land to construct
7488	proposed works, and thereafter enter upon that land to maintain or repair the works;
7489	(5) appropriate water for useful and beneficial purposes;
7490	(6) regulate and control, for the benefit of landholders within the district, all water
7491	developed, appropriated, or owned by the district;
7492	(7) appropriate, use, purchase, develop, sell, and convey water and water rights in the
7493	same manner and for the same use and purposes as a private person;
7494	(8) widen, straighten, deepen, enlarge, or remove any obstruction or rubbish from any
7495	watercourse, whether inside or outside the district; and
7496	(9) if necessary, straighten a watercourse by cutting a new channel upon land not
7497	already containing the watercourse, subject to the landowner receiving compensation for the
7498	land occupied by the new channel and for any damages, as provided under the law of eminent

7499	domain.
7500	Section 173. Section 17B-2a-209 is amended to read:
7501	17B-2a-209. State land treated the same as private land Consent needed to
7502	affect school and institutional trust land Owner of state land has same rights as owner
7503	of private land.
7504	(1) Subject to Subsection (2), a drainage district may treat state land the same as
7505	private land with respect to the drainage of land for agricultural purposes.
7506	(2) A drainage district may not affect school or institutional trust land under this part or
7507	[Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions Applicable to
7508	All Special Districts, without the consent of the director of the School and Institutional Trust
7509	Lands Administration acting in accordance with Sections 53C-1-102 and 53C-1-303.
7510	(3) The state and each person holding unpatented state land under entries or contracts
7511	of purchase from the state have all the rights, privileges, and benefits under this part and
7512	[Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions Applicable to
7513	All Special Districts, that a private owner of that land would have.
7514	Section 174. Section 17B-2a-303 is amended to read:
7515	17B-2a-303. Provisions applicable to fire protection districts.
7516	(1) Each fire protection district is governed by and has the powers stated in:
7517	(a) this part; and
7518	(b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions
7519	Applicable to All Special Districts.
7520	(2) This part applies only to fire protection districts.
7521	(3) A fire protection district is not subject to the provisions of any other part of this
7522	chapter.
7523	(4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
7524	Local Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in
7525	this part, the provision in this part governs.
7526	Section 175. Section 17B-2a-304 is amended to read:
7527	17B-2a-304. Additional fire protection district power.
7528	In addition to the powers conferred on a fire protection district under Section
7529	17B-1-103, a fire protection district may issue bonds as provided in and subject to [Chapter 1,

7530	Part 11, Local District Bonds] Chapter 1, Part 11, Special District Bonds, to carry out the
7531	purposes of the district.
7532	Section 176. Section 17B-2a-402 is amended to read:
7533	17B-2a-402. Provisions applicable to improvement districts.
7534	(1) Each improvement district is governed by and has the powers stated in:
7535	(a) this part; and
7536	(b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions
7537	Applicable to All Special Districts.
7538	(2) This part applies only to improvement districts.
7539	(3) An improvement district is not subject to the provisions of any other part of this
7540	chapter.
7541	(4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
7542	Local Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in
7543	this part, the provision in this part governs.
7544	Section 177. Section 17B-2a-403 is amended to read:
7545	17B-2a-403. Additional improvement district powers.
7546	(1) In addition to the powers conferred on an improvement district under Section
7547	17B-1-103, an improvement district may:
7548	(a) acquire through construction, purchase, gift, or condemnation, or any combination
7549	of these methods, and operate all or any part of a system for:
7550	(i) the supply, treatment, and distribution of water;
7551	(ii) the collection, treatment, and disposition of sewage;
7552	(iii) the collection, retention, and disposition of storm and flood waters;
7553	(iv) the generation, distribution, and sale of electricity, subject to Section 17B-2a-406;
7554	and
7555	(v) the transmission of natural or manufactured gas if:
7556	(A) the system is connected to a gas plant, as defined in Section 54-2-1, of a gas
7557	corporation, as defined in Section 54-2-1, that is regulated under Section 54-4-1;
7558	(B) the system is to be used to facilitate gas utility service within the district; and
7559	(C) the gas utility service was not available within the district before the acquisition of
7560	the system;

7561	(b) issue bonds in accordance with [Chapter 1, Part 11, Local District Bonds] Chapter
7562	1, Part 11, Special District Bonds, to carry out the purposes of the improvement district;
7563	(c) appropriate or acquire water or water rights inside or outside the improvement
7564	district's boundaries;
7565	(d) sell water or other services to consumers residing outside the improvement district's
7566	boundaries;
7567	(e) enter into a contract with a gas corporation that is regulated under Section 54-4-1
7568	to:
7569	(i) provide for the operation or maintenance of all or part of a system for the
7570	transmission of natural or manufactured gas; or
7571	(ii) lease or sell all or a portion of a system described in Subsection (1)(e)(i) to a gas
7572	corporation;
7573	(f) enter into a contract with a person for:
7574	(i) the purchase or sale of water or electricity;
7575	(ii) the use of any facility owned by the person; or
7576	(iii) the purpose of handling the person's industrial and commercial waste and sewage;
7577	(g) require pretreatment of industrial and commercial waste and sewage; and
7578	(h) impose a penalty or surcharge against a public entity or other person with which the
7579	improvement district has entered into a contract for the construction, acquisition, or operation
7580	of all or a part of a system for the collection, treatment, and disposal of sewage, if the public
7581	entity or other person fails to comply with the provisions of the contract.
7582	(2) The new gas utility service under Subsection $(1)(a)(v)(B)$ shall be provided by a gas
7583	corporation regulated under Section 54-4-1 and not by the district.
7584	(3) An improvement district may not begin to provide sewer service to an area where
7585	sewer service is already provided by an existing sewage collection system operated by a
7586	municipality or other political subdivision unless the municipality or other political subdivision
7587	gives its written consent.
7588	(4) An improvement district authorized to operate all or any part of a system for the
7589	collection, treatment, or disposition of sewage may acquire, construct, or operate a resource
7590	recovery project in accordance with Section 19-6-508.
7591	Section 178. Section 17B-2a-502 is amended to read:

7592	17B-2a-502. Provisions applicable to irrigation districts.
7593	(1) Each irrigation district is governed by and has the powers stated in:
7594	(a) this part; and
7595	(b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions
7596	Applicable to All Special Districts.
7597	(2) This part applies only to irrigation districts.
7598	(3) An irrigation district is not subject to the provisions of any other part of this
7599	chapter.
7600	(4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
7601	Local Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in
7602	this part, the provision in this part governs.
7603	Section 179. Section 17B-2a-503 is amended to read:
7604	17B-2a-503. Additional irrigation district powers No authority to levy property
7605	tax.
7606	(1) In addition to the powers conferred on an irrigation district under Section
7607	17B-1-103, an irrigation district may:
7608	(a) issue bonds as provided in and subject to [Chapter 1, Part 11, Local District Bonds]
7609	Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district;
7610	(b) purchase stock of an irrigation, canal, or reservoir company;
7611	(c) enter upon any land in the district to make a survey and to locate and construct a
7612	canal and any necessary lateral;
7613	(d) convey water rights or other district property to the United States as partial or full
7614	consideration under a contract with the United States;
7615	(e) pursuant to a contract with the United States, lease or rent water to private land, an
7616	entryman, or a municipality in the neighborhood of the district;
7617	(f) if authorized under a contract with the United States, collect money on behalf of the
7618	United States in connection with a federal reclamation project and assume the incident duties
7619	and liabilities;
7620	(g) acquire water from inside or outside the state;
7621	(h) subject to Subsection (2), lease, rent, or sell water not needed by the owners of land
7622	within the district:

7623	(i) to a municipality, corporation, association, or individual inside or outside the
7624	district;
7625	(ii) for irrigation or any other beneficial use; and
7626	(iii) at a price and on terms that the board considers appropriate; and
7627	(i) repair a break in a reservoir or canal or remedy any other district disaster.
7628	(2) (a) The term of a lease or rental agreement under Subsection (1)(h) may not exceed
7629	five years.
7630	(b) A vested or prescriptive right to the use of water may not attach to the land because
7631	of a lease or rental of water under Subsection (1)(h).
7632	(3) Notwithstanding Subsection 17B-1-103(2)(g), an irrigation district may not levy a
7633	property tax.
7634	Section 180. Section 17B-2a-602 is amended to read:
7635	17B-2a-602. Provisions applicable to metropolitan water districts.
7636	(1) Each metropolitan water district is governed by and has the powers stated in:
7637	(a) this part; and
7638	(b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions
7639	Applicable to All Special Districts.
7640	(2) This part applies only to metropolitan water districts.
7641	(3) A metropolitan water district is not subject to the provisions of any other part of
7642	this chapter.
7643	(4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
7644	Local Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in
7645	this part, the provision in this part governs.
7646	(5) Before September 30, 2019, a metropolitan water district shall submit a written
7647	report to the Revenue and Taxation Interim Committee that describes, for the metropolitan
7648	water district's fiscal year that ended in 2018, the percentage and amount of revenue in the
7649	metropolitan water district from:
7650	(a) property taxes;
7651	(b) water rates; and
7652	(c) all other sources.

7653 Section 181. Section **17B-2a-603** is amended to read:

7654	17B-2a-603. Additional metropolitan water district powers.
7655	In addition to the powers conferred on a metropolitan water district under Section
7656	17B-1-103, a metropolitan water district may:
7657	(1) acquire or lease any real or personal property or acquire any interest in real or
7658	personal property, as provided in Subsections 17B-1-103(2)(a) and (b), whether inside or
7659	outside the district or inside or outside the state;
7660	(2) encumber real or personal property or an interest in real or personal property that
7661	the district owns;
7662	(3) acquire or construct works, facilities, and improvements, as provided in Subsection
7663	17B-1-103(2)(d), whether inside or outside the district or inside or outside the state;
7664	(4) acquire water, works, water rights, and sources of water necessary or convenient to
7665	the full exercise of the district's powers, whether the water, works, water rights, or sources of
7666	water are inside or outside the district or inside or outside the state, and encumber, transfer an
7667	interest in, or dispose of water, works, water rights, and sources of water;
7668	(5) develop, store, and transport water;
7669	(6) provide, sell, lease, and deliver water inside or outside the district for any lawful
7670	beneficial use;
7671	(7) issue bonds as provided in and subject to [Chapter 1, Part 11, Local District Bonds]
7672	Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district; and
7673	(8) subscribe for, purchase, lease, or otherwise acquire stock in a canal company,
7674	irrigation company, water company, or water users association, for the purpose of acquiring the
7675	right to use water or water infrastructure.
7676	Section 182. Section 17B-2a-702 is amended to read:
7677	17B-2a-702. Provisions applicable to mosquito abatement districts.
7678	(1) Each mosquito abatement district is governed by and has the powers stated in:
7679	(a) this part; and
7680	(b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions
7681	Applicable to All Special Districts.
7682	(2) This part applies only to mosquito abatement districts.
7683	(3) A mosquito abatement district is not subject to the provisions of any other part of
7684	this chapter.

7685	(4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
7686	Local Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in
7687	this part, the provision in this part governs.
7688	Section 183. Section 17B-2a-703 is amended to read:
7689	17B-2a-703. Additional mosquito abatement district powers.
7690	In addition to the powers conferred on a mosquito abatement district under Section
7691	17B-1-103, a mosquito abatement district may:
7692	(1) take all necessary and proper steps for the extermination of mosquitos, flies,
7693	crickets, grasshoppers, and other insects:
7694	(a) within the district; or
7695	(b) outside the district, if lands inside the district are benefitted;
7696	(2) abate as nuisances all stagnant pools of water and other breeding places for
7697	mosquitos, flies, crickets, grasshoppers, or other insects anywhere inside or outside the state
7698	from which mosquitos migrate into the district;
7699	(3) enter upon territory referred to in Subsections (1) and (2) in order to inspect and
7700	examine the territory and to remove from the territory, without notice, stagnant water or other
7701	breeding places for mosquitos, flies, crickets, grasshoppers, or other insects;
7702	(4) issue bonds as provided in and subject to [Chapter 1, Part 11, Local District Bonds]
7703	Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district;
7704	(5) make a contract to indemnify or compensate an owner of land or other property for
7705	injury or damage that the exercise of district powers necessarily causes or arising out of the use,
7706	taking, or damage of property for a district purpose; and
7707	(6) in addition to the accumulated fund balance allowed under Section 17B-1-612,
7708	establish a reserve fund, not to exceed the greater of 25% of the district's annual operating
7709	budget or \$50,000, to pay for extraordinary abatement measures, including a vector-borne
7710	public health emergency.
7711	Section 184. Section 17B-2a-802 is amended to read:
7712	17B-2a-802. Definitions.
7713	As used in this part:
7714	(1) "Affordable housing" means housing occupied or reserved for occupancy by
7715	households that meet certain gross household income requirements based on the area median

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income for households of the same size.

(a) "Affordable housing" may include housing occupied or reserved for occupancy by
households that meet specific area median income targets or ranges of area median income
targets.

(b) "Affordable housing" does not include housing occupied or reserved for occupancy
by households with gross household incomes that are more than 60% of the area median
income for households of the same size.

(2) "Appointing entity" means the person, county, unincorporated area of a county, or
municipality appointing a member to a public transit district board of trustees.

(3) (a) "Chief executive officer" means a person appointed by the board of trustees of a
small public transit district to serve as chief executive officer.

(b) "Chief executive officer" shall enjoy all the rights, duties, and responsibilities
defined in Sections 17B-2a-810 and 17B-2a-811 and includes all rights, duties, and
responsibilities assigned to the general manager but prescribed by the board of trustees to be
fulfilled by the chief executive officer.

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

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

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

7737 (7) "Fixed guideway" means the same as that term is defined in Section 59-12-102.

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

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

(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
transit district.

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

(a) more than 65% of the population of the state based on the most recent official
census or census estimate of the United States Census Bureau; and
(b) two or more counties.
(11) (a) "Locally elected public official" means a person who holds an elected position
with a county or municipality.
(b) "Locally elected public official" does not include a person who holds an elected
position if the elected position is not with a county or municipality.
(12) "Metropolitan planning organization" means the same as that term is defined in
Section 72-1-208.5.
(13) "Multicounty district" means a public transit district located in more than one
county.
(14) "Operator" means a public entity or other person engaged in the transportation of
passengers for hire.
(15) (a) "Public transit" means regular, continuing, shared-ride, surface transportation
services that are open to the general public or open to a segment of the general public defined
by age, disability, or low income.
(b) "Public transit" does not include transportation services provided by:
(i) chartered bus;
(ii) sightseeing bus;
(iii) taxi;
(iv) school bus service;
(v) courtesy shuttle service for patrons of one or more specific establishments; or
(vi) intra-terminal or intra-facility shuttle services.
(16) "Public transit district" means a [local] special district that provides public transit
services.
(17) "Small public transit district" means any public transit district that is not a large
public transit district.
(18) "Station area plan" means a plan developed and adopted by a municipality in
accordance with Section 10-9a-403.1.
(19) "Transit facility" means a transit vehicle, transit station, depot, passenger loading
or unloading zone, parking lot, or other facility:

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7778	(a) leased by or operated by or on behalf of a public transit district; and
7779	(b) related to the public transit services provided by the district, including:
7780	(i) railway or other right-of-way;
7781	(ii) railway line; and
7782	(iii) a reasonable area immediately adjacent to a designated stop on a route traveled by
7783	a transit vehicle.
7784	(20) "Transit vehicle" means a passenger bus, coach, railcar, van, or other vehicle
7785	operated as public transportation by a public transit district.
7786	(21) "Transit-oriented development" means a mixed use residential or commercial area
7787	that is designed to maximize access to public transit and includes the development of land
7788	owned by a large public transit district.
7789	(22) "Transit-supportive development" means a mixed use residential or commercial
7790	area that is designed to maximize access to public transit and does not include the development
7791	of land owned by a large public transit district.
7792	Section 185. Section 17B-2a-803 is amended to read:
7793	17B-2a-803. Provisions applicable to public transit districts.
7794	(1) (a) Each public transit district is governed by and has the powers stated in:
7795	(i) this part; and
7796	(ii) except as provided in Subsection (1)(b), [Chapter 1, Provisions Applicable to All
7797	Local Districts] Chapter 1, Provisions Applicable to All Special Districts.
7798	(b) (i) Except for Sections 17B-1-301, 17B-1-311, and 17B-1-313, the following
7799	provisions do not apply to public transit districts:
7800	(A) Chapter 1, Part 3, Board of Trustees; and
7801	(B) Section 17B-2a-905.
7802	(ii) A public transit district is not subject to [Chapter 1, Part 6, Fiscal Procedures for
7803	Local Districts] Chapter 1, Part 6, Fiscal Procedures for Special Districts.
7804	(2) This part applies only to public transit districts.
7805	(3) A public transit district is not subject to the provisions of any other part of this
7806	chapter.
7807	(4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
7808	Local Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in

7809	this part, the provision in this part governs.
7810	(5) The provisions of Subsection 53-3-202(3)(b) do not apply to a motor vehicle owned
7811	in whole or in part by a public transit district.
7812	Section 186. Section 17B-2a-804 is amended to read:
7813	17B-2a-804. Additional public transit district powers.
7814	(1) In addition to the powers conferred on a public transit district under Section
7815	17B-1-103, a public transit district may:
7816	(a) provide a public transit system for the transportation of passengers and their
7817	incidental baggage;
7818	(b) notwithstanding Subsection 17B-1-103(2)(g) and subject to Section 17B-2a-817,
7819	levy and collect property taxes only for the purpose of paying:
7820	(i) principal and interest of bonded indebtedness of the public transit district; or
7821	(ii) a final judgment against the public transit district if:
7822	(A) the amount of the judgment exceeds the amount of any collectable insurance or
7823	indemnity policy; and
7824	(B) the district is required by a final court order to levy a tax to pay the judgment;
7825	(c) insure against:
7826	(i) loss of revenues from damage to or destruction of some or all of a public transit
7827	system from any cause;
7828	(ii) public liability;
7829	(iii) property damage; or
7830	(iv) any other type of event, act, or omission;
7831	(d) subject to Section 72-1-202 pertaining to fixed guideway capital development
7832	within a large public transit district, acquire, contract for, lease, construct, own, operate,
7833	control, or use:
7834	(i) a right-of-way, rail line, monorail, bus line, station, platform, switchyard, terminal,
7835	parking lot, or any other facility necessary or convenient for public transit service; or
7836	(ii) any structure necessary for access by persons and vehicles;
7837	(e) (i) hire, lease, or contract for the supplying or management of a facility, operation,
7838	equipment, service, employee, or management staff of an operator; and
7839	(ii) provide for a sublease or subcontract by the operator upon terms that are in the

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7840 public interest; 7841 (f) operate feeder bus lines and other feeder or ridesharing services as necessary; (g) accept a grant, contribution, or loan, directly through the sale of securities or 7842 7843 equipment trust certificates or otherwise, from the United States, or from a department, 7844 instrumentality, or agency of the United States; 7845 (h) study and plan transit facilities in accordance with any legislation passed by 7846 Congress; 7847 (i) cooperate with and enter into an agreement with the state or an agency of the state 7848 or otherwise contract to finance to establish transit facilities and equipment or to study or plan 7849 transit facilities; 7850 (i) subject to Subsection 17B-2a-808.1(5), issue bonds as provided in and subject to 7851 [Chapter 1, Part 11, Local District Bonds] Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district; 7852 7853 (k) from bond proceeds or any other available funds, reimburse the state or an agency 7854 of the state for an advance or contribution from the state or state agency; 7855 (1) do anything necessary to avail itself of any aid, assistance, or cooperation available under federal law, including complying with labor standards and making arrangements for 7856 7857 employees required by the United States or a department, instrumentality, or agency of the 7858 United States; 7859 (m) sell or lease property; 7860 (n) except as provided in Subsection (2)(b), assist in or operate transit-oriented or 7861 transit-supportive developments; 7862 (o) subject to Subsections (2) and (3), establish, finance, participate as a limited partner 7863 or member in a development with limited liabilities in accordance with Subsection (1)(p), 7864 construct, improve, maintain, or operate transit facilities, equipment, and, in accordance with 7865 Subsection (3), transit-oriented developments or transit-supportive developments; and (p) subject to the restrictions and requirements in Subsections (2) and (3), assist in a 7866 7867 transit-oriented development or a transit-supportive development in connection with project 7868 area development as defined in Section 17C-1-102 by: 7869 (i) investing in a project as a limited partner or a member, with limited liabilities; or 7870 (ii) subordinating an ownership interest in real property owned by the public transit

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7871 district.

(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.

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

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

7895 (i) service and ridership;

(ii) regional plans made by the metropolitan planning agency;

- 7897 (iii) the local economy;
- (iv) the environment and air quality;
- 7899 (v) affordable housing; and
- 7900 (vi) integration with other modes of transportation;
- (b) provide evidence to the public of a quantifiable positive return on investment,

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7902 including improvements to public transit service; and

- (c) coordinate with the Department of Transportation in accordance with Section
 72-1-202 pertaining to fixed guideway capital development and associated parking facilities
 within a station area plan for a transit oriented development within a large public transit
 district.
- (4) For any fixed guideway capital development project with oversight by the
 Department of Transportation as described in Section 72-1-202, a large public transit district
 shall coordinate with the Department of Transportation in all aspects of the project, including
 planning, project development, outreach, programming, environmental studies and impact
 statements, impacts on public transit operations, and construction.
- 7912 7913

(5) A public transit district may participate in a transit-oriented development only if:

- (a) for a transit-oriented development involving a municipality:
- (i) the relevant municipality has developed and adopted a station area plan; and
- (ii) the municipality is in compliance with Sections 10-9a-403 and 10-9a-408 regarding
 the inclusion of moderate income housing in the general plan and the required reporting
 requirements; or
- (b) for a transit-oriented development involving property in an unincorporated area of a
 county, the county is in compliance with Sections 17-27a-403 and 17-27a-408 regarding
 inclusion of moderate income housing in the general plan and required reporting requirements.
- (6) A public transit district may be funded from any combination of federal, state,local, or private funds.
- 7923 (7) A public transit district may not acquire property by eminent domain.
- Section 187. Section **17B-2a-817** is amended to read:

7925 **17B-2a-817.** Voter approval required for property tax levy.

Notwithstanding the provisions of Section 17B-1-1001 and in addition to a property tax
under Section 17B-1-1103 to pay general obligation bonds of the district, a public transit
district may levy a property tax, as provided in and subject to [Chapter 1, Part 10, Local
District Property Tax Levy] Chapter 1, Part 10, Special District Property Tax Levy, if:
(1) the district first submits the proposal to levy the property tax to voters within the

- 7931 district; and
- (2) a majority of voters within the district voting on the proposal vote in favor of the

7933	tax at an election held for that purpose on a date specified in Section 20A-1-204.
7934	Section 188. Section 17B-2a-902 is amended to read:
7935	17B-2a-902. Provisions applicable to service areas.
7936	(1) Each service area is governed by and has the powers stated in:
7937	(a) this part; and
7938	(b) except as provided in Subsection (5), [Chapter 1, Provisions Applicable to All
7939	Local Districts] Chapter 1, Provisions Applicable to All Special Districts.
7940	(2) This part applies only to service areas.
7941	(3) A service area is not subject to the provisions of any other part of this chapter.
7942	(4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
7943	Local Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in
7944	this part, the provision in this part governs.
7945	(5) (a) Except as provided in Subsection (5)(b), on or after December 31, 2012, a
7946	service area may not charge or collect a fee under Section 17B-1-643 for:
7947	(i) law enforcement services;
7948	(ii) fire protection services;
7949	(iii) 911 ambulance or paramedic services as defined in Section 26-8a-102 that are
7950	provided under a contract in accordance with Section 26-8a-405.2; or
7951	(iv) emergency services.
7952	(b) Subsection (5)(a) does not apply to:
7953	(i) a fee charged or collected on an individual basis rather than a general basis;
7954	(ii) a non-911 service as defined in Section 26-8a-102 that is provided under a contract
7955	in accordance with Section 26-8a-405.2;
7956	(iii) an impact fee charged or collected for a public safety facility as defined in Section
7957	11-36a-102; or
7958	(iv) a service area that includes within the boundary of the service area a county of the
7959	fifth or sixth class.
7960	Section 189. Section 17B-2a-903 is amended to read:
7961	17B-2a-903. Additional service area powers Property tax limitation for service
7962	area providing law enforcement service.
7963	(1) In addition to the powers conferred on a service area under Section 17B-1-103, a

7964	service area:
7965	(a) may issue bonds as provided in and subject to [Chapter 1, Part 11, Local District
7966	Bonds] Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district;
7967	(b) that, until April 30, 2007, was a regional service area, may provide park, recreation,
7968	or parkway services, or any combination of those services; and
7969	(c) may, with the consent of the county in which the service area is located, provide
7970	planning and zoning service.
7971	(2) A service area that provides law enforcement service may not levy a property tax or
7972	increase its certified tax rate, as defined in Section 59-2-924, without the prior approval of:
7973	(a) (i) the legislative body of each municipality that is partly or entirely within the
7974	boundary of the service area; and
7975	(ii) the legislative body of the county with an unincorporated area within the boundary
7976	of the service area; or
7977	(b) (i) a majority of the legislative bodies of all municipalities that are partly or entirely
7978	within the boundary of the service area; and
7979	(ii) two-thirds of the legislative body of the county with an unincorporated area within
7980	the boundary of the service area.
7981	Section 190. Section 17B-2a-904 is amended to read:
7982	17B-2a-904. Regional service areas to become service areas Change from
7983	regional service area to service area not to affect rights, obligations, board makeup, or
7984	property of former regional service area.
7985	(1) Each regional service area, created and operating under the law in effect before
7986	April 30, 2007, becomes on that date a service area, governed by and subject to [Chapter 1,
7987	Provisions Applicable to All Local Districts] Chapter 1, Provisions Applicable to All Special
7988	Districts, and this part.
7989	(2) The change of an entity from a regional service area to a service area under
7990	Subsection (1) does not affect:
7991	(a) the entity's basic structure and operations or its nature as a body corporate and
7992	politic and a political subdivision of the state;
7993	(b) the ability of the entity to provide the service that the entity:
7994	(i) was authorized to provide before the change; and

7995	(ii) provided before the change;
7996	(c) the validity of the actions taken, bonds issued, or contracts or other obligations
7997	entered into by the entity before the change;
7998	(d) the ability of the entity to continue to impose and collect taxes, fees, and other
7999	charges for the service it provides;
8000	(e) the makeup of the board of trustees;
8001	(f) the entity's ownership of property acquired before the change; or
8002	(g) any other powers, rights, or obligations that the entity had before the change, except
8003	as modified by this part.
8004	Section 191. Section 17B-2a-907 is amended to read:
8005	17B-2a-907. Adding a new service within a service area.
8006	A service area may begin to provide within the boundaries of the service area a service
8007	that it had not previously provided by using the procedures set forth in [Chapter 1, Part 2,
8008	Creation of a Local District] Chapter 1, Part 2, Creation of a Special District, for the creation of
8009	a service area as though a new service area were being created to provide that service.
8010	Section 192. Section 17B-2a-1003 is amended to read:
8011	17B-2a-1003. Provisions applicable to water conservancy districts.
8011 8012	17B-2a-1003. Provisions applicable to water conservancy districts.(1) Each water conservancy district is governed by and has the powers stated in:
8012	(1) Each water conservancy district is governed by and has the powers stated in:
8012 8013	(1) Each water conservancy district is governed by and has the powers stated in:(a) this part; and
8012 8013 8014	 (1) Each water conservancy district is governed by and has the powers stated in: (a) this part; and (b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions
8012 8013 8014 8015	 (1) Each water conservancy district is governed by and has the powers stated in: (a) this part; and (b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions <u>Applicable to All Special Districts</u> .
8012 8013 8014 8015 8016	 (1) Each water conservancy district is governed by and has the powers stated in: (a) this part; and (b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions Applicable to All Special Districts. (2) This part applies only to water conservancy districts.
8012 8013 8014 8015 8016 8017	 (1) Each water conservancy district is governed by and has the powers stated in: (a) this part; and (b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions Applicable to All Special Districts. (2) This part applies only to water conservancy districts. (3) A water conservancy district is not subject to the provisions of any other part of this
8012 8013 8014 8015 8016 8017 8018	 (1) Each water conservancy district is governed by and has the powers stated in: (a) this part; and (b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions Applicable to All Special Districts. (2) This part applies only to water conservancy districts. (3) A water conservancy district is not subject to the provisions of any other part of this chapter.
8012 8013 8014 8015 8016 8017 8018 8019	 (1) Each water conservancy district is governed by and has the powers stated in: (a) this part; and (b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions Applicable to All Special Districts. (2) This part applies only to water conservancy districts. (3) A water conservancy district is not subject to the provisions of any other part of this chapter. (4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All
 8012 8013 8014 8015 8016 8017 8018 8019 8020 	 (1) Each water conservancy district is governed by and has the powers stated in: (a) this part; and (b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions Applicable to All Special Districts. (2) This part applies only to water conservancy districts. (3) A water conservancy district is not subject to the provisions of any other part of this chapter. (4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All Special Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in [Chapter 1, Provisions Applicable to All Special Districts]
8012 8013 8014 8015 8016 8017 8018 8019 8020 8021	 (1) Each water conservancy district is governed by and has the powers stated in: (a) this part; and (b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions Applicable to All Special Districts. (2) This part applies only to water conservancy districts. (3) A water conservancy district is not subject to the provisions of any other part of this chapter. (4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All Special Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in this part, the provision in this part governs.
8012 8013 8014 8015 8016 8017 8018 8019 8020 8021 8022	 (1) Each water conservancy district is governed by and has the powers stated in: (a) this part; and (b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions Applicable to All Special Districts. (2) This part applies only to water conservancy districts. (3) A water conservancy district is not subject to the provisions of any other part of this chapter. (4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All Special Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in this part, the provision in this part governs. (5) Before September 30, 2019, a water conservancy district shall submit a written
 8012 8013 8014 8015 8016 8017 8018 8019 8020 8021 8022 8023 	 (1) Each water conservancy district is governed by and has the powers stated in: (a) this part; and (b) [Chapter 1, Provisions Applicable to All Local Districts] Chapter 1, Provisions Applicable to All Special Districts. (2) This part applies only to water conservancy districts. (3) A water conservancy district is not subject to the provisions of any other part of this chapter. (4) If there is a conflict between a provision in [Chapter 1, Provisions Applicable to All Special Districts] Chapter 1, Provisions Applicable to All Special Districts, and a provision in this part, the provision in this part governs. (5) Before September 30, 2019, a water conservancy district shall submit a written report to the Revenue and Taxation Interim Committee that describes, for the water

8026	(a) property taxes;
8027	(b) water rates; and
8028	(c) all other sources.
8029	Section 193. Section 17B-2a-1004 is amended to read:
8030	17B-2a-1004. Additional water conservancy district powers Limitations on
8031	water conservancy districts.
8032	(1) In addition to the powers conferred on a water conservancy district under Section
8033	17B-1-103, a water conservancy district may:
8034	(a) issue bonds as provided in and subject to [Chapter 1, Part 11, Local District Bonds]
8035	Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district;
8036	(b) acquire or lease any real or personal property or acquire any interest in real or
8037	personal property, as provided in Subsections 17B-1-103(2)(a) and (b), whether inside or
8038	outside the district;
8039	(c) acquire or construct works, facilities, or improvements, as provided in Subsection
8040	17B-1-103(2)(d), whether inside or outside the district;
8041	(d) acquire water, works, water rights, and sources of water necessary or convenient to
8042	the full exercise of the district's powers, whether the water, works, water rights, or sources of
8043	water are inside or outside the district, and encumber, sell, lease, transfer an interest in, or
8044	dispose of water, works, water rights, and sources of water;
8045	(e) fix rates and terms for the sale, lease, or other disposal of water;
8046	(f) acquire rights to the use of water from works constructed or operated by the district
8047	or constructed or operated pursuant to a contract to which the district is a party, and sell rights
8048	to the use of water from those works;
8049	(g) levy assessments against lands within the district to which water is allotted on the
8050	basis of:
8051	(i) a uniform district-wide value per acre foot of irrigation water; or
8052	(ii) a uniform unit-wide value per acre foot of irrigation water, if the board divides the
8053	district into units and fixes a different value per acre foot of water in the respective units;
8054	(h) fix rates for the sale, lease, or other disposal of water, other than irrigation water, at
8055	rates that are equitable, though not necessarily equal or uniform, for like classes of service;
8056	(i) adopt and modify plans and specifications for the works for which the district was

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8057 organized; 8058 (j) investigate and promote water conservation and development; 8059 (k) appropriate and otherwise acquire water and water rights inside or outside the state; 8060 (1) develop, store, treat, and transport water; (m) acquire stock in canal companies, water companies, and water users associations; 8061 8062 (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 8063 8064 charge sufficient rates for the water and water services supplied: 8065 (p) own property for district purposes within the boundaries of a municipality; and 8066 (q) coordinate water resource planning among public entities. 8067 (2) (a) A water conservancy district and another political subdivision of the state may contract with each other, and a water conservancy district may contract with one or more public 8068 8069 entities and private persons, for: 8070 (i) the joint operation or use of works owned by any party to the contract; or 8071 (ii) the sale, purchase, lease, exchange, or loan of water, water rights, works, or related 8072 services. 8073 (b) An agreement under Subsection (2)(a) may provide for the joint use of works 8074 owned by one of the contracting parties if the agreement provides for reasonable compensation. 8075 (c) A statutory requirement that a district supply water to its own residents on a priority 8076 basis does not apply to a contract under Subsection (2)(a). 8077 (d) An agreement under Subsection (2)(a) may include terms that the parties determine, including: 8078 8079 (i) a term of years specified by the contract; 8080 (ii) a requirement that the purchasing party make specified payments, without regard to 8081 actual taking or use; 8082 (iii) a requirement that the purchasing party pay user charges, charges for the 8083 availability of water or water facilities, or other charges for capital costs, debt service, 8084 operating and maintenance costs, and the maintenance of reasonable reserves, whether or not 8085 the related water, water rights, or facilities are acquired, completed, operable, or operating, and 8086 notwithstanding the suspension, interruption, interference, reduction, or curtailment of water or 8087 services for any reason;

8088	(iv) provisions for one or more parties to acquire an undivided ownership interest in, or
8089	a contractual right to the capacity, output, or services of, joint water facilities, and establishing:
8090	(A) the methods for financing the costs of acquisition, construction, and operation of
8091	the joint facilities;
8092	(B) the method for allocating the costs of acquisition, construction, and operation of
8093	the facilities among the parties consistent with their respective interests in or rights to the
8094	facilities;
8095	(C) a management committee comprised of representatives of the parties, which may
8096	be responsible for the acquisition, construction, and operation of the facilities as the parties
8097	determine; and
8098	(D) the remedies upon a default by any party in the performance of its obligations
8099	under the contract, which may include a provision obligating or enabling the other parties to
8100	succeed to all or a portion of the ownership interest or contractual rights and obligations of the
8101	defaulting party; and
8102	(v) provisions that a purchasing party make payments from:
8103	(A) general or other funds of the purchasing party;
8104	(B) the proceeds of assessments levied under this part;
8105	(C) the proceeds of impact fees imposed by any party under Title 11, Chapter 36a,
8106	Impact Fees Act;
8107	(D) revenues from the operation of the water system of a party receiving water or
8108	services under the contract;
8109	(E) proceeds of any revenue-sharing arrangement between the parties, including
8110	amounts payable as a percentage of revenues or net revenues of the water system of a party
8111	receiving water or services under the contract; and
8112	(F) any combination of the sources of payment listed in Subsections $(2)(d)(v)(A)$
8113	through (E).
8114	(3) (a) A water conservancy district may enter into a contract with another state or a
8115	political subdivision of another state for the joint construction, operation, or ownership of a
8116	water facility.
8117	(b) Water from any source in the state may be appropriated and used for beneficial
8118	purposes within another state only as provided in Title 73, Chapter 3a, Water Exports.

- 8119 (4) (a) Except as provided in Subsection (4)(b), a water conservancy district may not
 8120 sell water to a customer located within a municipality for domestic or culinary use without the
 8121 consent of the municipality.
- 8122 (b) Subsection (4)(a) does not apply if:
- (i) the property of a customer to whom a water conservancy district sells water was, at
 the time the district began selling water to the customer, within an unincorporated area of a
 county; and
- (ii) after the district begins selling water to the customer, the property becomes part ofa municipality through municipal incorporation or annexation.
- 8128 (5) A water conservancy district may not carry or transport water in transmountain8129 diversion if title to the water was acquired by a municipality by eminent domain.
- 8130 (6) A water conservancy district may not be required to obtain a franchise for the8131 acquisition, ownership, operation, or maintenance of property.
- 8132 (7) A water conservancy district may not acquire by eminent domain title to or8133 beneficial use of vested water rights for transmountain diversion.
- 8134 Section 194. Section **17B-2a-1007** is amended to read:
- 8135 **17B-2a-1007.** Contract assessments.
- 8136 (1) As used in this section:
- 8137 (a) "Assessed land" means:
- (i) for a contract assessment under a water contract with a private water user, the land
 owned by the private water user that receives the beneficial use of water under the water
 contract; or
- (ii) for a contract assessment under a water contract with a public water user, the land
 within the boundaries of the public water user that is within the boundaries of the water
 conservancy district and that receives the beneficial use of water under the water contract.
- 8144 (b) "Contract assessment" means an assessment levied as provided in this section by a8145 water conservancy district on assessed land.
- 8146 (c) "Governing body" means:
- (i) for a county, city, or town, the legislative body of the county, city, or town;
- 8148 (ii) for a [local] special district, the board of trustees of the [local] special district;
- 8149 (iii) for a special service district:

8150	(A) the legislative body of the county, city, or town that established the special service
8151	district, if no administrative control board has been appointed under Section 17D-1-301; or
8152	(B) the administrative control board of the special service district, if an administrative
8153	control board has been appointed under Section 17D-1-301; and
8154	(iv) for any other political subdivision of the state, the person or body with authority to
8155	govern the affairs of the political subdivision.
8156	(d) "Petitioner" means a private petitioner or a public petitioner.
8157	(e) "Private petitioner" means an owner of land within a water conservancy district
8158	who submits a petition to a water conservancy district under Subsection (3) to enter into a
8159	water contract with the district.
8160	(f) "Private water user" means an owner of land within a water conservancy district
8161	who enters into a water contract with the district.
8162	(g) "Public petitioner" means a political subdivision of the state:
8163	(i) whose territory is partly or entirely within the boundaries of a water conservancy
8164	district; and
8165	(ii) that submits a petition to a water conservancy district under Subsection (3) to enter
8166	into a water contract with the district.
8167	(h) "Public water user" means a political subdivision of the state:
8168	(i) whose territory is partly or entirely within the boundaries of a water conservancy
8169	district; and
8170	(ii) that enters into a water contract with the district.
8171	(i) "Water contract" means a contract between a water conservancy district and a
8172	private water user or a public water user under which the water user purchases, leases, or
8173	otherwise acquires the beneficial use of water from the water conservancy district for the
8174	benefit of:
8175	(i) land owned by the private water user; or
8176	(ii) land within the public water user's boundaries that is also within the boundaries of
8177	the water conservancy district.
8178	(j) "Water user" means a private water user or a public water user.
8179	(2) A water conservancy district may levy a contract assessment as provided in this
8180	section.

8181	(3) (a) The governing body of a public petitioner may authorize its chief executive
8182	officer to submit a written petition on behalf of the public petitioner to a water conservancy
8183	district requesting to enter into a water contract.
8184	(b) A private petitioner may submit a written petition to a water conservancy district
8185	requesting to enter into a water contract.
8186	(c) Each petition under this Subsection (3) shall include:
8187	(i) the petitioner's name;
8188	(ii) the quantity of water the petitioner desires to purchase or otherwise acquire;
8189	(iii) a description of the land upon which the water will be used;
8190	(iv) the price to be paid for the water;
8191	(v) the amount of any service, turnout, connection, distribution system, or other charge
8192	to be paid;
8193	(vi) whether payment will be made in cash or annual installments;
8194	(vii) a provision requiring the contract assessment to become a lien on the land for
8195	which the water is petitioned and is to be allotted; and
8196	(viii) an agreement that the petitioner is bound by the provisions of this part and the
8197	rules and regulations of the water conservancy district board of trustees.
8198	(4) (a) If the board of a water conservancy district desires to consider a petition
8199	submitted by a petitioner under Subsection (3), the board shall:
8200	(i) post notice of the petition and of the hearing required under Subsection (4)(a)(ii) on
8201	the Utah Public Notice Website, created in Section 63A-16-601, for at least two successive
8202	weeks immediately before the date of the hearing; and
8203	(ii) hold a public hearing on the petition.
8204	(b) Each notice under Subsection (4)(a)(i) shall:
8205	(i) state that a petition has been filed and that the district is considering levying a
8206	contract assessment; and
8207	(ii) give the date, time, and place of the hearing required under Subsection (4)(a)(ii).
8208	(c) (i) At each hearing required under Subsection (4)(a)(ii), the board of trustees of the
8209	water conservancy district shall:
8210	(A) allow any interested person to appear and explain why the petition should not be
8211	granted; and

8212	(B) consider each written objection to the granting of the petition that the board
8213	receives before or at the hearing.
8214	(ii) The board of trustees may adjourn and reconvene the hearing as the board
8215	considers appropriate.
8216	(d) (i) Any interested person may file with the board of the water conservancy district,
8217	at or before the hearing under Subsection (4)(a)(ii), a written objection to the district's granting
8218	a petition.
8219	(ii) Each person who fails to submit a written objection within the time provided under
8220	Subsection (4)(d)(i) is considered to have consented to the district's granting the petition and
8221	levying a contract assessment.
8222	(5) After holding a public hearing as required under Subsection (4)(a)(ii), the board of
8223	trustees of a water conservancy district may:
8224	(a) deny the petition; or
8225	(b) grant the petition, if the board considers granting the petition to be in the best
8226	interests of the district.
8227	(6) The board of a water conservancy district that grants a petition under this section
8228	may:
8229	(a) make an allotment of water for the benefit of assessed land;
8230	(b) authorize any necessary construction to provide for the use of water upon the terms
8231	and conditions stated in the water contract;
8232	(c) divide the district into units and fix a different rate for water purchased or otherwise
8233	acquired and for other charges within each unit, if the rates and charges are equitable, although
8234	not equal and uniform, for similar classes of services throughout the district; and
8235	(d) levy a contract assessment on assessed land.
8236	(7) (a) The board of trustees of each water conservancy district that levies a contract
8237	assessment under this section shall:
8238	(i) cause a certified copy of the resolution, ordinance, or order levying the assessment
8239	to be recorded in the office of the recorder of each county in which assessed land is located;
8240	and
8241	(ii) on or before July 1 of each year after levying the contract assessment, certify to the
8242	auditor of each county in which assessed land is located the amount of the contract assessment.

8243	(b) Upon the recording of the resolution, ordinance, or order, in accordance with
8244	Subsection (7)(a)(i):
8245	(i) the contract assessment associated with allotting water to the assessed land under
8246	the water contract becomes a political subdivision lien, as that term is defined in Section
8247	11-60-102, on the assessed land, in accordance with Title 11, Chapter 60, Political Subdivision
8248	Lien Authority, as of the effective date of the resolution, ordinance, or order; and
8249	(ii) (A) the board of trustees of the water conservancy district shall certify the amount
8250	of the assessment to the county treasurer; and
8251	(B) the county treasurer shall include the certified amount on the property tax notice
8252	required by Section 59-2-1317 for that year.
8253	(c) (i) Each county in which assessed land is located shall collect the contract
8254	assessment in the same manner as taxes levied by the county.
8255	(ii) If the amount of a contract assessment levied under this section is not paid in full in
8256	a given year:
8257	(A) by September 15, the governing body of the water conservancy district that levies
8258	the contract assessment shall certify any unpaid amount to the treasurer of the county in which
8259	the property is located; and
8260	(B) the county treasurer shall include the certified amount on the property tax notice
8261	required by Section 59-2-1317 for that year.
8262	(8) (a) The board of trustees of each water conservancy district that levies a contract
8263	assessment under this section shall:
8264	(i) hold a public hearing, before August 8 of each year in which a contract assessment
8265	is levied, to hear and consider objections filed under Subsection (8)(b); and
8266	(ii) post a notice:
8267	(A) on the Utah Public Notice Website, created in Section 63A-16-601, for at least the
8268	two consecutive weeks before the public hearing; and
8269	(B) that contains a general description of the assessed land, the amount of the contract
8270	assessment, and the time and place of the public hearing under Subsection (8)(a)(i).
8271	(b) An owner of assessed land within the water conservancy district who believes that
8272	the contract assessment on the owner's land is excessive, erroneous, or illegal may, before the
8273	hearing under Subsection (8)(a)(i), file with the board of trustees a verified, written objection to

8274	the assessment, stating the grounds for the objection.
8275	(c) (i) At each hearing under Subsection (8)(a)(i), the board of trustees shall hear and
8276	consider the evidence and arguments supporting each objection.
8277	(ii) After hearing and considering the evidence and arguments supporting an objection,
8278	the board of trustees:
8279	(A) shall enter a written order, stating its decision; and
8280	(B) may modify the assessment.
8281	(d) (i) An owner of assessed land may file a petition in district court seeking review of
8282	a board of trustees' order under Subsection (8)(c)(ii)(A).
8283	(ii) Each petition under Subsection (8)(d)(i) shall:
8284	(A) be filed within 30 days after the board enters its written order;
8285	(B) state specifically the part of the board's order for which review is sought; and
8286	(C) be accompanied by a bond with good and sufficient security in an amount not
8287	exceeding \$200, as determined by the court clerk.
8288	(iii) If more than one owner of assessed land seeks review, the court may, upon a
8289	showing that the reviews may be consolidated without injury to anyone's interests, consolidate
8290	the reviews and hear them together.
8291	(iv) The court shall act as quickly as possible after a petition is filed.
8292	(v) A court may not disturb a board of trustees' order unless the court finds that the
8293	contract assessment on the petitioner's assessed land is manifestly disproportionate to
8294	assessments imposed upon other land in the district.
8295	(e) If no petition under Subsection (8)(d) is timely filed, the contract assessment is
8296	conclusively considered to have been made in proportion to the benefits conferred on the land
8297	in the district.
8298	(9) Each resolution, ordinance, or order under which a water conservancy district
8299	levied a Class B, Class C, or Class D assessment before April 30, 2007, under the law in effect
8300	at the time of the levy is validated, ratified, and confirmed, and a water conservancy district
8301	may continue to levy the assessment according to the terms of the resolution, ordinance, or
8302	order.
8303	(10) A contract assessment is not a levy of an ad valorem property tax and is not
8304	subject to the limits stated in Section 17B-2a-1006.

8305	Section 195. Section 17B-2a-1104 is amended to read:
8306	17B-2a-1104. Additional municipal services district powers.
8307	In addition to the powers conferred on a municipal services district under Section
8308	17B-1-103, a municipal services district may:
8309	(1) notwithstanding Subsection 17B-1-202(3), provide no more than six municipal
8310	services;
8311	(2) assist a municipality or a county located within a municipal services district by
8312	providing staffing and administrative services, including:
8313	(a) human resources staffing and services;
8314	(b) finance and budgeting staffing and services; and
8315	(c) information technology staffing and services; and
8316	(3) issue bonds as provided in and subject to [Chapter 1, Part 11, Local District Bonds]
8317	Chapter 1, Part 11, Special District Bonds, to carry out the purposes of the district.
8318	Section 196. Section 17B-2a-1106 is amended to read:
8319	17B-2a-1106. Municipal services district board of trustees Governance.
8320	(1) Notwithstanding any other provision of law regarding the membership of a [local]
8321	special district board of trustees, the initial board of trustees of a municipal services district
8322	shall consist of the county legislative body.
8323	(2) (a) If, after the initial creation of a municipal services district, an area within the
8324	district is incorporated as a municipality as defined in Section 10-1-104 and the area is not
8325	withdrawn from the district in accordance with Section 17B-1-502 or 17B-1-505, or an area
8326	within the municipality is annexed into the municipal services district in accordance with
8327	Section 17B-2a-1103, the district's board of trustees shall be as follows:
8328	(i) subject to Subsection (2)(b), a member of that municipality's governing body;
8329	(ii) one member of the county council of the county in which the municipal services
8330	district is located; and
8331	(iii) the total number of board members is not required to be an odd number.
8332	(b) A member described in Subsection (2)(a)(i) shall be:
8333	(i) for a municipality other than a metro township, designated by the municipal
8334	legislative body; and
8335	(ii) for a metro township, the mayor of the metro township or, during any period of

8336	time when the mayor is absent, unable, or refuses to act, the mayor pro tempore that the metro
8337	township council elects in accordance with Subsection 10-3b-503(4).
8338	(3) For a board of trustees described in Subsection (2), each board member's vote is
8339	weighted using the proportion of the municipal services district population that resides:
8340	(a) for each member described in Subsection (2)(a)(i), within that member's
8341	municipality; and
8342	(b) for the member described in Subsection (2)(a)(ii), within the unincorporated
8343	county.
8344	(4) The board may adopt a resolution providing for future board members to be
8345	appointed, as provided in Section 17B-1-304, or elected, as provided in Section 17B-1-306.
8346	(5) Notwithstanding Subsections 17B-1-309(1) or 17B-1-310(1), the board of trustees
8347	may adopt a resolution to determine the internal governance of the board.
8348	(6) The municipal services district and the county may enter into an agreement for the
8349	provision of legal services to the municipal services district.
8350	Section 197. Section 17C-1-102 is amended to read:
8351	17C-1-102. Definitions.
8352	As used in this title:
8353	(1) "Active project area" means a project area that has not been dissolved in accordance
8354	with Section 17C-1-702.
8355	(2) "Adjusted tax increment" means the percentage of tax increment, if less than 100%,
8356	that an agency is authorized to receive:
8357	(a) for a pre-July 1, 1993, project area plan, under Section 17C-1-403, excluding tax
8358	increment under Subsection 17C-1-403(3);
8359	(b) for a post-June 30, 1993, project area plan, under Section 17C-1-404, excluding tax
8360	increment under Section 17C-1-406;
8361	(c) under a project area budget approved by a taxing entity committee; or
8362	(d) under an interlocal agreement that authorizes the agency to receive a taxing entity's
8363	tax increment.
8364	(3) "Affordable housing" means housing owned or occupied by a low or moderate
8365	income family, as determined by resolution of the agency.
8366	(4) "Agency" or "community reinvestment agency" means a separate body corporate

8367	and politic, created under Section 17C-1-201.5 or as a redevelopment agency or community
8368	development and renewal agency under previous law:
8369	(a) that is a political subdivision of the state;
8370	(b) that is created to undertake or promote project area development as provided in this
8371	title; and
8372	(c) whose geographic boundaries are coterminous with:
8373	(i) for an agency created by a county, the unincorporated area of the county; and
8374	(ii) for an agency created by a municipality, the boundaries of the municipality.
8375	(5) "Agency funds" means money that an agency collects or receives for agency
8376	operations, implementing a project area plan or an implementation plan as defined in Section
8377	17C-1-1001, or other agency purposes, including:
8378	(a) project area funds;
8379	(b) income, proceeds, revenue, or property derived from or held in connection with the
8380	agency's undertaking and implementation of project area development or agency-wide project
8381	development as defined in Section 17C-1-1001;
8382	(c) a contribution, loan, grant, or other financial assistance from any public or private
8383	source;
8384	(d) project area incremental revenue as defined in Section 17C-1-1001; or
8385	(e) property tax revenue as defined in Section 17C-1-1001.
8386	(6) "Annual income" means the same as that term is defined in regulations of the
8387	United States Department of Housing and Urban Development, 24 C.F.R. Sec. 5.609, as
8388	amended or as superseded by replacement regulations.
8389	(7) "Assessment roll" means the same as that term is defined in Section $59-2-102$.
8390	(8) "Base taxable value" means, unless otherwise adjusted in accordance with
8391	provisions of this title, a property's taxable value as shown upon the assessment roll last
8392	equalized during the base year.
8393	(9) "Base year" means, except as provided in Subsection 17C-1-402(4)(c), the year
8394	during which the assessment roll is last equalized:
8395	(a) for a pre-July 1, 1993, urban renewal or economic development project area plan,
8396	before the project area plan's effective date;
8397	(b) for a post-June 30, 1993, urban renewal or economic development project area

8398	plan, or a community reinvestment project area plan that is subject to a taxing entity
8399	committee:
8400	(i) before the date on which the taxing entity committee approves the project area
8401	budget; or
8402	(ii) if taxing entity committee approval is not required for the project area budget,
8403	before the date on which the community legislative body adopts the project area plan;
8404	(c) for a project on an inactive airport site, after the later of:
8405	(i) the date on which the inactive airport site is sold for remediation and development;
8406	or
8407	(ii) the date on which the airport that operated on the inactive airport site ceased
8408	operations; or
8409	(d) for a community development project area plan or a community reinvestment
8410	project area plan that is subject to an interlocal agreement, as described in the interlocal
8411	agreement.
8412	(10) "Basic levy" means the portion of a school district's tax levy constituting the
8413	minimum basic levy under Section 59-2-902.
8414	(11) "Board" means the governing body of an agency, as described in Section
8415	17C-1-203.
8416	(12) "Budget hearing" means the public hearing on a proposed project area budget
8417	required under Subsection 17C-2-201(2)(d) for an urban renewal project area budget,
8418	Subsection 17C-3-201(2)(d) for an economic development project area budget, or Subsection
8419	17C-5-302(2)(e) for a community reinvestment project area budget.
8420	(13) "Closed military base" means land within a former military base that the Defense
8421	Base Closure and Realignment Commission has voted to close or realign when that action has
8422	been sustained by the president of the United States and Congress.
8423	(14) "Combined incremental value" means the combined total of all incremental values
8424	from all project areas, except project areas that contain some or all of a military installation or
8425	inactive industrial site, within the agency's boundaries under project area plans and project area
8426	budgets at the time that a project area budget for a new project area is being considered.
8427	(15) "Community" means a county or municipality.
8428	(16) "Community development project area plan" means a project area plan adopted

under Chapter 4, Part 1, Community Development Project Area Plan.

- 8430 (17) "Community legislative body" means the legislative body of the community that8431 created the agency.
- 8432 (18) "Community reinvestment project area plan" means a project area plan adopted8433 under Chapter 5, Part 1, Community Reinvestment Project Area Plan.
- 8434 (19) "Contest" means to file a written complaint in the district court of the county in8435 which the agency is located.
- 8436 (20) "Development impediment" means a condition of an area that meets the
 8437 requirements described in Section 17C-2-303 for an urban renewal project area or Section
 8438 17C-5-405 for a community reinvestment project area.
- 8439 (21) "Development impediment hearing" means a public hearing regarding whether a8440 development impediment exists within a proposed:
- (a) urban renewal project area under Subsection 17C-2-102(1)(a)(i)(C) and Section
 17C-2-302; or
- 8443

(b) community reinvestment project area under Section 17C-5-404.

- 8444 (22) "Development impediment study" means a study to determine whether a
 8445 development impediment exists within a survey area as described in Section 17C-2-301 for an
 8446 urban renewal project area or Section 17C-5-403 for a community reinvestment project area.
- 8447 (23) "Economic development project area plan" means a project area plan adopted8448 under Chapter 3, Part 1, Economic Development Project Area Plan.
- 8449
- (24) "Fair share ratio" means the ratio derived by:
- (a) for a municipality, comparing the percentage of all housing units within the
 municipality that are publicly subsidized income targeted housing units to the percentage of all
 housing units within the county in which the municipality is located that are publicly
 subsidized income targeted housing units; or
- (b) for the unincorporated part of a county, comparing the percentage of all housing
 units within the unincorporated county that are publicly subsidized income targeted housing
 units to the percentage of all housing units within the whole county that are publicly subsidized
 income targeted housing units.
- 8458 (25) "Family" means the same as that term is defined in regulations of the United
 8459 States Department of Housing and Urban Development, 24 C.F.R. Section 5.403, as amended

8460	or as superseded by replacement regulations.
8461	(26) "Greenfield" means land not developed beyond agricultural, range, or forestry use.
8462	(27) "Hazardous waste" means any substance defined, regulated, or listed as a
8463	hazardous substance, hazardous material, hazardous waste, toxic waste, pollutant, contaminant,
8464	or toxic substance, or identified as hazardous to human health or the environment, under state
8465	or federal law or regulation.
8466	(28) "Housing allocation" means project area funds allocated for housing under Section
8467	17C-2-203, 17C-3-202, or 17C-5-307 for the purposes described in Section 17C-1-412.
8468	(29) "Housing fund" means a fund created by an agency for purposes described in
8469	Section 17C-1-411 or 17C-1-412 that is comprised of:
8470	(a) project area funds, project area incremental revenue as defined in Section
8471	17C-1-1001, or property tax revenue as defined in Section 17C-1-1001 allocated for the
8472	purposes described in Section 17C-1-411; or
8473	(b) an agency's housing allocation.
8474	(30) (a) "Inactive airport site" means land that:
8475	(i) consists of at least 100 acres;
8476	(ii) is occupied by an airport:
8477	(A) (I) that is no longer in operation as an airport; or
8478	(II) (Aa) that is scheduled to be decommissioned; and
8479	(Bb) for which a replacement commercial service airport is under construction; and
8480	(B) that is owned or was formerly owned and operated by a public entity; and
8481	(iii) requires remediation because:
8482	(A) of the presence of hazardous waste or solid waste; or
8483	(B) the site lacks sufficient public infrastructure and facilities, including public roads,
8484	electric service, water system, and sewer system, needed to support development of the site.
8485	(b) "Inactive airport site" includes a perimeter of up to 2,500 feet around the land
8486	described in Subsection (30)(a).
8487	(31) (a) "Inactive industrial site" means land that:
8488	(i) consists of at least 1,000 acres;
8489	(ii) is occupied by an inactive or abandoned factory, smelter, or other heavy industrial
8490	facility; and

8491 (iii) requires remediation because of the presence of hazardous waste or solid waste. 8492 (b) "Inactive industrial site" includes a perimeter of up to 1,500 feet around the land 8493 described in Subsection (31)(a). 8494 (32) "Income targeted housing" means housing that is owned or occupied by a family 8495 whose annual income is at or below 80% of the median annual income for a family within the 8496 county in which the housing is located. 8497 (33) "Incremental value" means a figure derived by multiplying the marginal value of 8498 the property located within a project area on which tax increment is collected by a number that 8499 represents the adjusted tax increment from that project area that is paid to the agency. 8500 (34) "Loan fund board" means the Olene Walker Housing Loan Fund Board, 8501 established under Title 35A, Chapter 8, Part 5, Olene Walker Housing Loan Fund. 8502 (35) (a) "Local government building" means a building owned and operated by a 8503 community for the primary purpose of providing one or more primary community functions, 8504 including: 8505 (i) a fire station; 8506 (ii) a police station; (iii) a city hall; or 8507 8508 (iv) a court or other judicial building. 8509 (b) "Local government building" does not include a building the primary purpose of 8510 which is cultural or recreational in nature. 8511 (36) "Major transit investment corridor" means the same as that term is defined in 8512 Section 10-9a-103. 8513 (37) "Marginal value" means the difference between actual taxable value and base taxable value. 8514 8515 (38) "Military installation project area" means a project area or a portion of a project 8516 area located within a federal military installation ordered closed by the federal Defense Base 8517 Realignment and Closure Commission. 8518 (39) "Municipality" means a city, town, or metro township as defined in Section 8519 10-2a-403. 8520 (40) "Participant" means one or more persons that enter into a participation agreement 8521 with an agency.

8522	(41) "Participation agreement" means a written agreement between a person and an
8523	agency that:
8524	(a) includes a description of:
8525	(i) the project area development that the person will undertake;
8526	(ii) the amount of project area funds the person may receive; and
8527	(iii) the terms and conditions under which the person may receive project area funds;
8528	and
8529	(b) is approved by resolution of the board.
8530	(42) "Plan hearing" means the public hearing on a proposed project area plan required
8531	under Subsection 17C-2-102(1)(a)(vi) for an urban renewal project area plan, Subsection
8532	17C-3-102(1)(d) for an economic development project area plan, Subsection 17C-4-102(1)(d)
8533	for a community development project area plan, or Subsection 17C-5-104(3)(e) for a
8534	community reinvestment project area plan.
8535	(43) "Post-June 30, 1993, project area plan" means a project area plan adopted on or
8536	after July 1, 1993, and before May 10, 2016, whether or not amended subsequent to the project
8537	area plan's adoption.
8538	(44) "Pre-July 1, 1993, project area plan" means a project area plan adopted before July
8539	1, 1993, whether or not amended subsequent to the project area plan's adoption.
8540	(45) "Private," with respect to real property, means property not owned by a public
8541	entity or any other governmental entity.
8542	(46) "Project area" means the geographic area described in a project area plan within
8543	which the project area development described in the project area plan takes place or is
8544	proposed to take place.
8545	(47) "Project area budget" means a multiyear projection of annual or cumulative
8546	revenues and expenses and other fiscal matters pertaining to a project area prepared in
8547	accordance with:
8548	(a) for an urban renewal project area, Section 17C-2-201;
8549	(b) for an economic development project area, Section 17C-3-201;
8550	(c) for a community development project area, Section 17C-4-204; or
8551	(d) for a community reinvestment project area, Section 17C-5-302.
8552	(48) "Project area development" means activity within a project area that, as

8553	determined by the board, encourages, promotes, or provides development or redevelopment for
8554	the purpose of implementing a project area plan, including:
8555	(a) promoting, creating, or retaining public or private jobs within the state or a
8556	community;
8557	(b) providing office, manufacturing, warehousing, distribution, parking, or other
8558	facilities or improvements;
8559	(c) planning, designing, demolishing, clearing, constructing, rehabilitating, or
8560	remediating environmental issues;
8561	(d) providing residential, commercial, industrial, public, or other structures or spaces,
8562	including recreational and other facilities incidental or appurtenant to the structures or spaces;
8563	(e) altering, improving, modernizing, demolishing, reconstructing, or rehabilitating
8564	existing structures;
8565	(f) providing open space, including streets or other public grounds or space around
8566	buildings;
8567	(g) providing public or private buildings, infrastructure, structures, or improvements;
8568	(h) relocating a business;
8569	(i) improving public or private recreation areas or other public grounds;
8570	(j) eliminating a development impediment or the causes of a development impediment;
8571	(k) redevelopment as defined under the law in effect before May 1, 2006; or
8572	(1) any activity described in this Subsection (48) outside of a project area that the board
8573	determines to be a benefit to the project area.
8574	(49) "Project area funds" means tax increment or sales and use tax revenue that an
8575	agency receives under a project area budget adopted by a taxing entity committee or an
8576	interlocal agreement.
8577	(50) "Project area funds collection period" means the period of time that:
8578	(a) begins the day on which the first payment of project area funds is distributed to an
8579	agency under a project area budget approved by a taxing entity committee or an interlocal
8580	agreement; and
8581	(b) ends the day on which the last payment of project area funds is distributed to an
8582	agency under a project area budget approved by a taxing entity committee or an interlocal
8583	agreement.

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8584 (51) "Project area plan" means an urban renewal project area plan, an economic 8585 development project area plan, a community development project area plan, or a community 8586 reinvestment project area plan that, after the project area plan's effective date, guides and 8587 controls the project area development. 8588 (52) (a) "Property tax" means each levy on an ad valorem basis on tangible or 8589 intangible personal or real property. 8590 (b) "Property tax" includes a privilege tax imposed under Title 59, Chapter 4, Privilege 8591 Tax. 8592 (53) "Public entity" means: 8593 (a) the United States, including an agency of the United States; 8594 (b) the state, including any of the state's departments or agencies; or 8595 (c) a political subdivision of the state, including a county, municipality, school district, 8596 [local] special district, special service district, community reinvestment agency, or interlocal 8597 cooperation entity. 8598 (54) "Publicly owned infrastructure and improvements" means water, sewer, storm 8599 drainage, electrical, natural gas, telecommunication, or other similar systems and lines, streets, 8600 roads, curb, gutter, sidewalk, walkways, parking facilities, public transportation facilities, or 8601 other facilities, infrastructure, and improvements benefitting the public and to be publicly 8602 owned or publicly maintained or operated. 8603 (55) "Record property owner" or "record owner of property" means the owner of real 8604 property, as shown on the records of the county in which the property is located, to whom the 8605 property's tax notice is sent. 8606 (56) "Sales and use tax revenue" means revenue that is: 8607 (a) generated from a tax imposed under Title 59, Chapter 12, Sales and Use Tax Act; 8608 and 8609 (b) distributed to a taxing entity in accordance with Sections 59-12-204 and 59-12-205. 8610 (57) "Superfund site": 8611 (a) means an area included in the National Priorities List under the Comprehensive 8612 Environmental Response, Compensation, and Liability Act of 1980, 42 U.S.C. Sec. 9605; and 8613 (b) includes an area formerly included in the National Priorities List, as described in 8614 Subsection (57)(a), but removed from the list following remediation that leaves on site the

8615 waste that caused the area to be included in the National Priorities List.

8616 (58) "Survey area" means a geographic area designated for study by a survey area8617 resolution to determine whether:

8618 (a) one or more project areas within the survey area are feasible; or

(b) a development impediment exists within the survey area.

8620 (59) "Survey area resolution" means a resolution adopted by a board that designates a8621 survey area.

8622 (60) "Taxable value" means:

(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;

(b) the taxable value of all real and personal property the commission assesses inaccordance with Title 59, Chapter 2, Part 2, Assessment of Property, for the current year; and

(c) the year end taxable value of all personal property a county assessor assesses in
accordance with Title 59, Chapter 2, Part 3, County Assessment, contained on the prior year's
tax rolls of the taxing entity.

8630

(61) (a) "Tax increment" means the difference between:

(i) the amount of property tax revenue generated each tax year by a taxing entity from
the area within a project area designated in the project area plan as the area from which tax
increment is to be collected, using the current assessed value of the property and each taxing
entity's current certified tax rate as defined in Section 59-2-924; and

(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
defined in Section 59-2-924.

(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:

8640 (i) the project area plan was adopted before May 4, 1993, whether or not the project8641 area plan was subsequently amended; and

8642 (ii) the taxes were pledged to support bond indebtedness or other contractual8643 obligations of the agency.

8644 (62) "Taxing entity" means a public entity that:

8645 (a) levies a tax on property located within a project area; or

8646	(b) imposes a sales and use tax under Title 59, Chapter 12, Sales and Use Tax Act.
8647	(63) "Taxing entity committee" means a committee representing the interests of taxing
8648	entities, created in accordance with Section 17C-1-402.
8649	(64) "Unincorporated" means not within a municipality.
8650	(65) "Urban renewal project area plan" means a project area plan adopted under
8651	Chapter 2, Part 1, Urban Renewal Project Area Plan.
8652	Section 198. Section 17C-1-409 is amended to read:
8653	17C-1-409. Allowable uses of agency funds.
8654	(1) (a) An agency may use agency funds:
8655	(i) for any purpose authorized under this title;
8656	(ii) for administrative, overhead, legal, or other operating expenses of the agency,
8657	including consultant fees and expenses under Subsection 17C-2-102(1)(b)(ii)(B) or funding for
8658	a business resource center;
8659	(iii) subject to Section 11-41-103, to pay for, including financing or refinancing, all or
8660	part of:
8661	(A) project area development in a project area, including environmental remediation
8662	activities occurring before or after adoption of the project area plan;
8663	(B) housing-related expenditures, projects, or programs as described in Section
8664	17C-1-411 or 17C-1-412;
8665	(C) an incentive or other consideration paid to a participant under a participation
8666	agreement;
8667	(D) subject to Subsections (1)(c) and (4), the value of the land for and the cost of the
8668	installation and construction of any publicly owned building, facility, structure, landscaping, or
8669	other improvement within the project area from which the project area funds are collected; or
8670	(E) the cost of the installation of publicly owned infrastructure and improvements
8671	outside the project area from which the project area funds are collected if the board and the
8672	community legislative body determine by resolution that the publicly owned infrastructure and
8673	improvements benefit the project area;
8674	(iv) in an urban renewal project area that includes some or all of an inactive industrial
8675	site and subject to Subsection (1)(e), to reimburse the Department of Transportation created
8676	under Section 72-1-201, or a public transit district created under [Title 17B, Chapter 2a, Part 8,

8677	Public Transit District Act] Title 17B, Chapter 1, Part 6, Fiscal Procedures for Special
8678	Districts, for the cost of:
8679	(A) construction of a public road, bridge, or overpass;
8680	(B) relocation of a railroad track within the urban renewal project area; or
8681	(C) relocation of a railroad facility within the urban renewal project area;
8682	(v) subject to Subsection (5), to transfer funds to a community that created the agency;
8683	or
8684	(vi) subject to Subsection (1)(f), for agency-wide project development under Part 10,
8685	Agency Taxing Authority.
8686	(b) The determination of the board and the community legislative body under
8687	Subsection (1)(a)(iii)(E) regarding benefit to the project area shall be final and conclusive.
8688	(c) An agency may not use project area funds received from a taxing entity for the
8689	purposes stated in Subsection (1)(a)(iii)(D) under an urban renewal project area plan, an
8690	economic development project area plan, or a community reinvestment project area plan
8691	without the community legislative body's consent.
8692	(d) (i) Subject to Subsection (1)(d)(ii), an agency may loan project area funds from a
8693	project area fund to another project area fund if:
8694	(A) the board approves; and
8695	(B) the community legislative body approves.
8696	(ii) An agency may not loan project area funds under Subsection (1)(d)(i) unless the
8697	projections for agency funds are sufficient to repay the loan amount.
8698	(iii) A loan described in Subsection (1)(d) is not subject to Title 10, Chapter 5,
8699	Uniform Fiscal Procedures Act for Utah Towns, Title 10, Chapter 6, Uniform Fiscal
8700	Procedures Act for Utah Cities, Title 17, Chapter 36, Uniform Fiscal Procedures Act for
8701	Counties, or Title 17B, Chapter 1, Part 6, Fiscal Procedures for Local Districts.
8702	(e) Before an agency may pay any tax increment or sales tax revenue under Subsection
8703	(1)(a)(iv), the agency shall enter into an interlocal agreement defining the terms of the
8704	reimbursement with:
8705	(i) the Department of Transportation; or
8706	(ii) a public transit district.
8707	(f) Before an agency may use project area funds for agency-wide project development,

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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.

- 8710 (2) (a) Sales and use tax revenue that an agency receives from a taxing entity is not
 8711 subject to the prohibition or limitations of Title 11, Chapter 41, Prohibition on Retail Facility
 8712 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 the
 Homeless 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
 17C-1-412(1)(a)(x) may not exceed the community's annual local contribution as defined in
- 8731 Subsection 59-12-205(5).
- 8732 Section 199. Section 17D-1-102 is amended to read:
- 8733 **17D-1-102. Definitions.**
- As used in this chapter:
- 8735 (1) "Adequate protests" means written protests timely filed by:
- 8736 (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

8739	(iii) is equal in value to at least 15% of the value of all private real property within the
8740	applicable area; or
8741	(b) registered voters residing within the applicable area equal in number to at least 25%
8742	of the number of votes cast in the applicable area for the office of president of the United States
8743	at the most recent election prior to the adoption of the resolution or filing of the petition.
8744	(2) "Applicable area" means:
8745	(a) for a proposal to create a special service district, the area included within the
8746	proposed special service district;
8747	(b) for a proposal to annex an area to an existing special service district, the area
8748	proposed to be annexed;
8749	(c) for a proposal to add a service to the service or services provided by a special
8750	service district, the area included within the special service district; and
8751	(d) for a proposal to consolidate special service districts, the area included within each
8752	special service district proposed to be consolidated.
8753	(3) "Facility" or "facilities" includes any structure, building, system, land, water right,
8754	water, or other real or personal property required to provide a service that a special service
8755	district is authorized to provide, including any related or appurtenant easement or right-of-way,
8756	improvement, utility, landscaping, sidewalk, road, curb, gutter, equipment, or furnishing.
8757	(4) "General obligation bond":
8758	(a) means a bond that is directly payable from and secured by ad valorem property
8759	taxes that are:
8760	(i) levied:
8761	(A) by the county or municipality that created the special service district that issues the
8762	bond; and
8763	(B) on taxable property within the special service district; and
8764	(ii) in excess of the ad valorem property taxes for the current fiscal year; and
8765	(b) does not include:
8766	(i) a short-term bond;
8767	(ii) a tax and revenue anticipation bond; or
8768	(iii) a special assessment bond.
8769	(5) "Governing body" means:

8770	(a) the legislative body of the county or municipality that creates the special service
8771	district, to the extent that the county or municipal legislative body has not delegated authority
8772	to an administrative control board created under Section 17D-1-301; or
8773	(b) the administrative control board of the special service district, to the extent that the
8774	county or municipal legislative body has delegated authority to an administrative control board
8775	created under Section 17D-1-301.
8776	(6) "Guaranteed bonds" means bonds:
8777	(a) issued by a special service district; and
8778	(d) Issued by a special service district, and(b) the debt service of which is guaranteed by one or more taxpayers owning property
8779	within the special service district.
8780	[(7) "Local district" has the same meaning as defined in Section 17B-1-102.
8781	[(7) "Electric district" has the same meaning as defined in Section 17.5 1 102.] [(8)] (7) "Revenue bond":
8782	(a) means a bond payable from designated taxes or other revenues other than the ad
8783	valorem property taxes of the county or municipality that created the special service district;
8784	and
8785	(b) does not include:
8786	(i) an obligation constituting an indebtedness within the meaning of an applicable
8787	constitutional or statutory debt limit;
8788	(ii) a tax and revenue anticipation bond; or
8789 8700	(iii) a special assessment bond.
8790 8701	[(9)] (8) "Special assessment" means an assessment levied against property to pay all
8791	or a portion of the costs of making improvements that benefit the property.
8792	[(10)] (9) "Special assessment bond" means a bond payable from special assessments.
8793	(10) "Special district" has the same meaning as that term is defined in Section
8794	<u>17B-1-102.</u>
8795	(11) "Special service district" means a limited purpose local government entity, as
8796	described in Section 17D-1-103, that:
8797	(a) is created under authority of the Utah Constitution Article XI, Section 7; and
8798	(b) operates under, is subject to, and has the powers set forth in this chapter.
8799	(12) "Tax and revenue anticipation bond" means a bond:
8800	(a) issued in anticipation of the collection of taxes or other revenues or a combination

8801	of taxes and other revenues; and
8802	(b) that matures within the same fiscal year as the fiscal year in which the bond is
8803	issued.
8804	Section 200. Section 17D-1-103 is amended to read:
8805	17D-1-103. Special service district status, powers, and duties Registration as a
8806	limited purpose entity Limitation on districts providing jail service.
8807	(1) A special service district:
8808	(a) is:
8809	(i) a body corporate and politic with perpetual succession, separate and distinct from
8810	the county or municipality that creates it;
8811	(ii) a quasi-municipal corporation; and
8812	(iii) a political subdivision of the state; and
8813	(b) may sue and be sued.
8814	(2) A special service district may:
8815	(a) exercise the power of eminent domain possessed by the county or municipality that
8816	creates the special service district;
8817	(b) enter into a contract that the governing authority considers desirable to carry out
8818	special service district functions, including a contract:
8819	(i) with the United States or an agency of the United States, the state, an institution of
8820	higher education, a county, a municipality, a school district, a [local] special district, another
8821	special service district, or any other political subdivision of the state; or
8822	(ii) that includes provisions concerning the use, operation, and maintenance of special
8823	service district facilities and the collection of fees or charges with respect to commodities,
8824	services, or facilities that the district provides;
8825	(c) acquire or construct facilities;
8826	(d) acquire real or personal property, or an interest in real or personal property,
8827	including water and water rights, whether by purchase, lease, gift, devise, bequest, or
8828	otherwise, and whether the property is located inside or outside the special service district, and
8829	own, hold, improve, use, finance, or otherwise deal in and with the property or property right;
8830	(e) sell, convey, lease, exchange, transfer, or otherwise dispose of all or any part of the
8831	special service district's property or assets, including water and water rights;

8832	(f) mortgage, pledge, or otherwise encumber all or any part of the special service
8833	district's property or assets, including water and water rights;
8834	(g) enter into a contract with respect to the use, operation, or maintenance of all or any
8835	part of the special service district's property or assets, including water and water rights;
8836	(h) accept a government grant or loan and comply with the conditions of the grant or
8837	loan;
8838	(i) use an officer, employee, property, equipment, office, or facility of the county or
8839	municipality that created the special service district, subject to reimbursement as provided in
8840	Subsection (4);
8841	(j) employ one or more officers, employees, or agents, including one or more
8842	engineers, accountants, attorneys, or financial consultants, and establish their compensation;
8843	(k) designate an assessment area and levy an assessment as provided in Title 11,
8844	Chapter 42, Assessment Area Act;
8845	(1) contract with a franchised, certificated public utility for the construction and
8846	operation of an electrical service distribution system within the special service district;
8847	(m) borrow money and incur indebtedness;
8848	(n) as provided in Part 5, Special Service District Bonds, issue bonds for the purpose of
8849	acquiring, constructing, and equipping any of the facilities required for the services the special
8850	service district is authorized to provide, including:
8851	(i) bonds payable in whole or in part from taxes levied on the taxable property in the
8852	special service district;
8853	(ii) bonds payable from revenues derived from the operation of revenue-producing
8854	facilities of the special service district;
8855	(iii) bonds payable from both taxes and revenues;
8856	(iv) guaranteed bonds, payable in whole or in part from taxes levied on the taxable
8857	property in the special service district;
8858	(v) tax anticipation notes;
8859	(vi) bond anticipation notes;
8860	(vii) refunding bonds;
8861	(viii) special assessment bonds; and
8862	(ix) bonds payable in whole or in part from mineral lease payments as provided in

8863	Section 11-14-308;
8864	(o) except as provided in Subsection (5), impose fees or charges or both for
8865	commodities, services, or facilities that the special service district provides;
8866	(p) provide to an area outside the special service district's boundary, whether inside or
8867	outside the state, a service that the special service district is authorized to provide within its
8868	boundary, if the governing body makes a finding that there is a public benefit to providing the
8869	service to the area outside the special service district's boundary;
8870	(q) provide other services that the governing body determines will more effectively
8871	carry out the purposes of the special service district; and
8872	(r) adopt an official seal for the special service district.
8873	(3) (a) Each special service district shall register and maintain the special service
8874	district's registration as a limited purpose entity, in accordance with Section 67-1a-15.
8875	(b) A special service district that fails to comply with Subsection (3)(a) or Section
8876	67-1a-15 is subject to enforcement by the state auditor, in accordance with Section 67-3-1.
8877	(4) Each special service district that uses an officer, employee, property, equipment,
8878	office, or facility of the county or municipality that created the special service district shall
8879	reimburse the county or municipality a reasonable amount for what the special service district
8880	uses.
8881	(5) (a) A special service district that provides jail service as provided in Subsection
8882	17D-1-201(10) may not impose a fee or charge for the service it provides.
8883	(b) Subsection (5)(a) may not be construed to limit a special service district that
8884	provides jail service from:
8885	(i) entering into a contract with the federal government, the state, or a political
8886	subdivision of the state to provide jail service for compensation; or
8887	(ii) receiving compensation for jail service it provides under a contract described in
8888	Subsection (5)(b)(i).
8889	Section 201. Section 17D-1-106 is amended to read:
8890	17D-1-106. Special service districts subject to other provisions.
8891	(1) A special service district is, to the same extent as if it were a [local] special district,
8892	subject to and governed by:
8893	(a) (i) Sections 17B-1-105, 17B-1-107, 17B-1-108, 17B-1-110, 17B-1-111, 17B-1-113,

8894	17B-1-116, 17B-1-118, 17B-1-119, 17B-1-120, 17B-1-121, 17B-1-304, 17B-1-307,
8895	17B-1-310, 17B-1-311, 17B-1-312, 17B-1-313, and 17B-1-314; and
8896	(ii) Sections 17B-1-305 and 17B-1-306, to the extent that a county legislative body or a
8897	municipal legislative body, as applicable, has delegated authority to an administrative control
8898	board with elected members, under Section 17D-1-301.
8899	(b) Subsections:
8900	(i) 17B-1-301(3) and (4); and
8901	(ii) 17B-1-303(1), (2)(a) and (b), (3), (4), (5), (6), (7), and (9);
8902	(c) Section 20A-1-512;
8903	(d) [Title 17B, Chapter 1, Part 6, Fiscal Procedures for Local Districts] Title 17B,
8904	Chapter 1, Part 6, Fiscal Procedures for Special Districts;
8905	(e) [Title 17B, Chapter 1, Part 7, Local District Budgets and Audit Reports] Title 17B,
8906	Chapter 1, Part 7, Special District Budgets and Audit Reports;
8907	(f) [Title 17B, Chapter 1, Part 8, Local District Personnel Management] Title 17B,
8908	Chapter 1, Part 8, Special District Personnel Management; and
8909	(g) Title 17B, Chapter 1, Part 9, Collection of Service Fees and Charges.
8910	(2) For purposes of applying the provisions listed in Subsection (1) to a special service
8911	district, each reference in those provisions to the [local] special district board of trustees means
8912	the governing body.
8913	Section 202. Section 17D-1-202 is amended to read:
8914	17D-1-202. Limitations on the creation of a special service district.
8915	(1) Subject to Subsection (2), the boundary of a proposed special service district may
8916	include all or part of the area within the boundary of the county or municipality that creates the
8917	special service district.
8918	(2) (a) The boundary of a proposed special service district may not include an area
8919	included within the boundary of an existing special service district that provides the same
8920	service that the proposed special service district is proposed to provide.
8921	(b) The boundary of a proposed special service district may not include an area
8922	included within the boundary of an existing [local] special district that provides the same
8923	service that the proposed special service district is proposed to provide, unless the [local]
8924	special district consents.

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

(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
ordinance consenting to the inclusion.

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

8932

8933

Section 203. Section **17D-1-303** is amended to read:

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

8934 (1) Except as provided in Subsection (5), a county or municipal legislative body that
8935 creates an administrative control board may provide for board members to be elected or
8936 appointed, or for some members to be elected and some appointed.

8937 (2) Except as provided in Subsection (3), each member of an administrative control
8938 board shall be elected or appointed as provided for the election or appointment, respectively, of
8939 a member of a board of trustees of a [local] special district under Title 17B, Chapter 1, Part 3,
8940 Board of Trustees.

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

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

(b) the municipality or improvement district:

(i) provides the same service as the special service district; or

8947 (ii) provided the same service as the special service district:

8948 (A) prior to the creation of the special service district, if all or part of the municipality8949 or improvement district was then included in the special service district; or

(B) prior to all or part of the municipality or improvement district being annexed intothe special service district; and

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

(4) An institution of higher education for which a special service district provides
commodities, services, or facilities may appoint the number of members of an administrative

8956	control board of that special service district that are equal in number to at least 1/3 of the total
8957	number of board members.
8958	(5) With respect to an administrative control board created for a special service district
8959	created by a county of the first class to provide jail service as provided in Subsection
8960	17D-1-201(10), the county legislative body shall appoint:
8961	(a) three members from a list of at least six recommendations from the county sheriff;
8962	(b) three members from a list of at least six recommendations from municipalities
8963	within the county; and
8964	(c) three members from a list of at least six recommendations from the county
8965	executive.
8966	Section 204. Section 17D-1-305 is amended to read:
8967	17D-1-305. Compensation for administrative control board members.
8968	An administrative control board member may receive compensation and reimbursement
8969	of expenses as provided in Section 17B-1-307 to the same extent as if the member were a
8970	member of a board of trustees of a [local] special district.
8971	Section 205. Section 17D-1-401 is amended to read:
8972	17D-1-401. Annexing an area or adding a service to an existing special service
8973	district.
8974	(1) Except as provided in Subsections (3) and (4), a county or municipal legislative
8975	body acting as the governing body of the special service district may, as provided in this part:
8976	(a) annex an area to an existing special service district to provide to that area a service
8977	that the special service district is authorized to provide;
8978	(b) add a service under Section 17D-1-201 within the area of an existing special service
8979	district that the special service district is not already authorized to provide; or
8980	(c) both annex an area under Subsection (1)(a) and add a service under Subsection
8981	(1)(b).
8982	(2) Except for Section 17D-1-209, the provisions of Part 2, Creating a Special Service
8983	District, apply to and govern the process of annexing an area to an existing special service
8984	district or adding a service that the special service district is not already authorized to provide,
8985	to the same extent as if the annexation or addition were the creation of a special service district.
8986	(3) A county or municipal legislative body may not:

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

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

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

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

9003

Section 206. Section **17D-1-601** is amended to read:

9004 **17D-1-601.** Adoption of a resolution to approve withdrawal, dissolution,

- 9005 discontinuance of a service, or reorganization.
- 9006 Subject to and as provided in this part, the legislative body of the county or 9007 municipality that created a special service district may by resolution:
- 9008 (1) approve the withdrawal of an area from the special service district if the legislative
 9009 body determines that the area should not or cannot be provided the service that the special
 9010 service district provides;

9011 (2) approve the dissolution of the special service district if the legislative body
9012 determines that the special service district is no longer needed for the purposes for which it was
9013 created;

- 9014 (3) discontinue a service that the special service district provides; or
- 9015 (4) reorganize the special service district as a [local] <u>special</u> district.
- 9016 Section 207. Section **17D-1-603** is amended to read:
- 9017 **17D-1-603.** Notice and plat to lieutenant governor -- Recording requirements.

9018	(1) If a county or municipal legislative body adopts a resolution approving the
9019	withdrawal of an area from a special service district, the dissolution of a special service district,
9020	or the reorganization of a special service district as a [local] special district, the county or
9021	municipal legislative body, as the case may be, shall:
9022	(a) within 30 days after adopting the resolution, file with the lieutenant governor:
9023	(i) a copy of a notice of an impending boundary action, as defined in Section 67-1a-6.5,
9024	that meets the requirements of Subsection 67-1a-6.5(3); and
9025	(ii) in the case of a withdrawal, a copy of an approved final local entity plat, as defined
9026	in Section 67-1a-6.5; and
9027	(b) upon the lieutenant governor's issuance of a certificate of withdrawal, dissolution,
9028	or incorporation, as the case may be, under Section 67-1a-6.5, submit to the recorder of the
9029	county in which the special service district is located:
9030	(i) the original notice of an impending boundary action;
9031	(ii) the original certificate of withdrawal or dissolution, as the case may be;
9032	(iii) in the case of a withdrawal, the original approved final local entity plat; and
9033	(iv) a certified copy of the resolution approving the withdrawal, dissolution, or
9034	incorporation.
9035	(2) (a) Upon the lieutenant governor's issuance of the certificate of withdrawal under
9036	Section 67-1a-6.5, the area to be withdrawn that is the subject of the legislative body's
9037	resolution is withdrawn from the special service district.
9038	(b) Upon the lieutenant governor's issuance of the certificate of dissolution under
9039	Section 67-1a-6.5, the special service district is dissolved.
9040	(3) (a) Upon the lieutenant governor's issuance of a certificate of incorporation as
9041	provided in Section 67-1a-6.5, the special service district is:
9042	(i) reorganized and incorporated as a [local] special district subject to the provisions of
9043	[Title 17B, Chapter 1, Provisions Applicable to All Local Districts] Title 17B, Chapter 1,
9044	Provisions Applicable to All Special Districts;
9045	(ii) subject to Subsection (3)(b), if the special service district is reorganized as a [local]
9046	special district described in and subject to [Title 17B, Chapter 2a, Provisions Applicable to
9047	Different Types of Local Districts] Title 17B, Chapter 2a, Provisions Applicable to Different
9048	Types of Special Districts, the applicable part of that chapter; and

9049	(iii) no longer a special service district.
9050	(b) A special service district reorganized as a [local] special district is a basic [local]
9051	special district as provided in [Title 17B, Chapter 1, Part 14, Basic Local District] Title 17B,
9052	Chapter 1, Part 14, Basic Special District, unless the resolution adopted in accordance with
9053	Subsection 17D-1-604(5):
9054	(i) specifies that the reorganized [local] special district is a different type of [local]
9055	special district other than a basic [local] special district; and
9056	(ii) states the type of that [local] special district, including the governing part in [Title
9057	17B, Chapter 2a, Provisions Applicable to Different Types of Local Districts] Title 17B,
9058	Chapter 2a, Provisions Applicable to Different Types of Special Districts.
9059	Section 208. Section 17D-1-604 is amended to read:
9060	17D-1-604. Reorganization as a special district.
9061	(1) The legislative body of a county or municipality that has created a special service
9062	district may reorganize the special service district as a [local] special district in accordance
9063	with this section.
9064	(2) The process to reorganize a special service district as a [local] special district is
9065	initiated if the legislative body of the county or municipality that originally created the special
9066	service district adopts a resolution that:
9067	(a) indicates the legislative body's intent to reorganize the special service district as a
9068	[local] <u>special</u> district; and
9069	(b) complies with the requirements of Subsection (3).
9070	(3) A resolution to initiate reorganization described in Subsection (2) shall:
9071	(a) state the name of the special service district that is proposed to be reorganized as a
9072	[local] <u>special</u> district;
9073	(b) generally describe the boundaries of the special service district, whether or not
9074	those boundaries coincide with the boundaries of the creating county or municipality; and
9075	(c) specify each service that the special service district is authorized to provide.
9076	(4) After adopting the resolution described in Subsection (3), the legislative body of the
9077	county or municipality that created the special service district shall hold a public hearing
9078	following the notice requirements of Section 17D-1-205 applicable to the creation of a special
9079	service district, with changes as appropriate for the reorganization of the special service district

9080	as a [local] <u>special</u> district.
9081	(5) (a) At or following the public hearing, the county or municipal legislative body
9082	shall:
9083	(i) subject to Subsection (5)(b), adopt a resolution approving the reorganization of the
9084	special service district as a [local] special district; or
9085	(ii) abandon the reorganization.
9086	(b) A resolution approving reorganization shall:
9087	(i) state the name of the special service district that is being reorganized as a [local]
9088	special district;
9089	(ii) state the name of the [local] special district in accordance with Subsection (7);
9090	(iii) subject to Subsection (5)(c), describe the boundaries of the [local] special district;
9091	(iv) subject to Subsection (8)(a), specify the service or services to be provided by the
9092	[local] <u>special</u> district;
9093	(v) state:
9094	(A) whether the [local] special district is a different type of [local] special district other
9095	than a basic [local] <u>special</u> district; and
9096	(B) if the reorganized [local] special district is not a basic [local] special district, the
9097	type of [local] <u>special</u> district, including the governing part in [Title 17B, Chapter 2a,
9098	Provisions Applicable to Different Types of Local Districts] Title 17B, Chapter 2a, Provisions
9099	Applicable to Different Types of Special Districts;
9100	(vi) state whether the [local] special district is to be governed by an appointed or an
9101	elected board of trustees, or a combination of appointed and elected trustees, in accordance
9102	with Title 17B, Chapter 1, Part 3, Board of Trustees;
9103	(vii) state whether an administrative control board established for the special service
9104	district that is being reorganized as a [local] special district will serve as the first board of
9105	trustees of the [local] special district; and
9106	(viii) contain additional provisions as necessary.
9107	(c) The boundaries of the [local] special district shall reflect the boundaries of the
9108	reorganized special service district.
9109	(6) A county may not reorganize a special service district as a [local] special district to
9110	include some or all of the area within a municipality unless the legislative body of the

9111	municipality adopts a resolution or ordinance consenting to the reorganization.
9112	(7) The name of the [local] special district:
9113	(a) shall comply with Subsection 17-50-103(2)(a); and
9114	(b) may not include the phrase "special service district."
9115	(8) A [local] <u>special</u> district created under this section may not provide:
9116	(a) (i) at the time of reorganization, a service that it could not have provided as the
9117	special service district prior to reorganization; or
9118	(ii) after reorganization, an additional service listed in Section 17B-1-202, unless the
9119	[local] special district adds the service in accordance with the provisions of [Title 17B, Chapter
9120	1, Provisions Applicable to All Local Districts] Title 17B, Chapter 1, Provisions Applicable to
9121	All Special Districts; and
9122	(b) more than four of the services listed in Section 17B-1-202 at any time.
9123	(9) After the lieutenant governor issues, in accordance with Section 67-1a-6.5, a
9124	certificate of incorporation for a [local] special district created under this section, the [local]
9125	special district:
9126	(a) is:
9127	(i) a body corporate and politic with perpetual succession;
9128	(ii) a quasi-municipal corporation; and
9129	(iii) a political subdivision of the state as provided in Section 17B-1-103; and
9130	(b) may, subject to Subsection (8), provide a service that:
9131	(i) the special service district was authorized to provide before reorganization; and
9132	(ii) the [local] special district is authorized to provide under the resolution adopted in
9133	accordance with Subsection (5).
9134	(10) An action taken, a bond issued, or a contract or other obligation entered into by
9135	the reorganized special service district before reorganization is a valid action, bond issuance,
9136	contract, or other obligation of the [local] special district.
9137	(11) A [local] special district created under this section:
9138	(a) may impose and collect taxes, fees, and other charges for services provided in
9139	accordance with applicable law;
9140	(b) shall own all property acquired by the special service district before reorganization;
9141	and

9142	(c) shall have a power, right, or obligation that the reorganized special service district
9143	had before the reorganization, unless otherwise provided by law.
9144	Section 209. Section 17D-2-102 is amended to read:
9145	17D-2-102. Definitions.
9146	As used in this chapter:
9147	(1) "Authority board" means the board of directors of a local building authority, as
9148	described in Section 17D-2-203.
9149	(2) "Bond" includes a bond, note, or other instrument issued under this chapter
9150	evidencing an indebtedness of a local building authority.
9151	(3) "Creating local entity" means the local entity that creates or created the local
9152	building authority.
9153	(4) "Governing body" means:
9154	(a) for a county, city, or town, the legislative body of the county, city, or town;
9155	(b) for a school district, the local school board for the school district;
9156	(c) for a [local] special district, the [local] special district's board of trustees; and
9157	(d) for a special service district, the special service district's governing body, as defined
9158	in Section 17D-1-102.
9159	(5) "Local building authority":
9160	(a) means a nonprofit corporation that is:
9161	(i) created as provided in Section 17D-2-201;
9162	(ii) described in Section 17D-2-103; and
9163	(iii) subject to and governed by the provisions of this chapter; and
9164	(b) includes a nonprofit corporation created as a municipal building authority before
9165	May 5, 2008 under the law then in effect.
9166	[(6) "Local district" has the same meaning as provided in Section 17B-1-102.]
9167	[(7)] <u>(6)</u> "Local entity" means a county, city, town, school district, [local] special
9168	district, or special service district.
9169	[(8)] (7) "Mortgage" means any instrument under which property may be encumbered
9170	as security for an obligation, including a mortgage, trust deed, indenture, pledge, assignment,
9171	security agreement, and financing statement.
9172	[(9)] (8) "Project" means an improvement, facility, property, or appurtenance to

9173	property that a local entity is permitted under law to own or acquire, whether located inside or
9174	outside the local entity's boundary, including:
9175	(a) a public building or other structure of any kind; and
9176	(b) a joint or partial interest in the improvement, facility, property, or appurtenance to
9177	property.
9178	[(10)] <u>(9)</u> "Project costs":
9179	(a) means all costs incurred in the development of a project; and
9180	(b) includes:
9181	(i) organizational and incorporation fees, including filing, legal, and financial advisor
9182	fees;
9183	(ii) the cost of a site for the project;
9184	(iii) the cost of equipment and furnishings for the project;
9185	(iv) the cost of planning and designing the project, including architectural, planning,
9186	engineering, legal, and fiscal advisor fees;
9187	(v) contractor fees associated with the project;
9188	(vi) the cost of issuing local building authority bonds to finance the project, including
9189	printing costs, document preparation costs, filing fees, recording fees, legal and other
9190	professional fees, underwriting costs, bond discount costs, any premium on the bonds, and any
9191	fees required to be paid to retire outstanding bonds;
9192	(vii) interest on local building authority bonds issued to finance the project;
9193	(viii) carrying costs;
9194	(ix) interest estimated to accrue on local building authority bonds during the period of
9195	construction of the project and for 12 months after;
9196	(x) any amount the governing body finds necessary to establish one or more reserve
9197	funds;
9198	(xi) any amount the governing body finds necessary to provide working capital for the
9199	project;
9200	(xii) all costs of transferring title of the project to the creating local entity;
9201	(xiii) all costs of dissolving the local building authority; and
9202	(xiv) all other reasonable costs associated with the project.
9203	(10) "Special district" means the same as that term is defined in Section 17B-1-102.

9204	(11) "Special service district" [has the same meaning as provided] means the same as
9205	that term is defined in Section 17D-1-102.
9206	Section 210. Section 17D-2-108 is amended to read:
9207	17D-2-108. Other statutory provisions.
9208	(1) This chapter is supplemental to existing laws relating to a local entity's acquisition,
9209	use, maintenance, management, or operation of a project.
9210	(2) Except as provided in this chapter, a local entity or local building authority that
9211	complies with the provisions of this chapter need not comply with any other statutory provision
9212	concerning the acquisition, construction, use, or maintenance of a project, including:
9213	(a) a statute relating to public bidding; and
9214	(b) Title 63G, Chapter 6a, Utah Procurement Code.
9215	(3) A local building authority is, to the same extent as if it were a [local] special
9216	district, subject to and governed by:
9217	(a) [Title 17B, Chapter 1, Part 6, Fiscal Procedures for Local Districts] Title 17B,
9218	Chapter 1, Part 6, Fiscal Procedures for Special Districts;
9219	(b) [Title 17B, Chapter 1, Part 8, Local District Personnel Management] Title 17B,
9220	Chapter 1, Part 8, Special District Personnel Management; and
9221	(c) Section 17B-1-108.
9222	Section 211. Section 17D-3-105 is amended to read:
9223	17D-3-105. Conservation districts subject to other provisions.
9224	(1) Subject to Subsection (3), a conservation district is, to the same extent as if it were
9225	a [local] special district, subject to and governed by:
9226	(a) Sections 17B-1-105, 17B-1-107, 17B-1-108, 17B-1-110, 17B-1-113, 17B-1-116,
9227	17B-1-121, 17B-1-307, 17B-1-311, 17B-1-313, and 17B-1-314;
9228	(b) [Title 17B, Chapter 1, Part 6, Fiscal Procedures for Local Districts] Title 17B,
9229	Chapter 1, Part 6, Fiscal Procedures for Special Districts;
9230	(c) [Title 17B, Chapter 1, Part 7, Local District Budgets and Audit Reports] Title 17B,
9231	Chapter 1, Part 7, Special District Budgets and Audit Reports;
9232	(d) [Title 17B, Chapter 1, Part 8, Local District Personnel Management] Title 17B,
9233	Chapter 1, Part 8, Special District Personnel Management; and
9234	(e) Title 17B, Chapter 1, Part 9, Collection of Service Fees and Charges.

9235	(2) For purposes of applying the provisions listed in Subsection (1) to a conservation
9236	district, each reference in those provisions to the [local] special district board of trustees means
9237	the board of supervisors described in Section 17D-3-301.
9238	(3) A conservation district may not exercise taxing authority.
9239	Section 212. Section 17D-4-102 is amended to read:
9240	17D-4-102. Definitions.
9241	As used in this chapter:
9242	(1) "Board" means the board of trustees of a public infrastructure district.
9243	(2) "Creating entity" means the county, municipality, or development authority that
9244	approves the creation of a public infrastructure district.
9245	(3) "Development authority" means:
9246	(a) the Utah Inland Port Authority created in Section 11-58-201;
9247	(b) the Point of the Mountain State Land Authority created in Section 11-59-201; or
9248	(c) the military installation development authority created in Section 63H-1-201.
9249	(4) "District applicant" means the person proposing the creation of a public
9250	infrastructure district.
9251	(5) "Division" means a division of a public infrastructure district:
9252	(a) that is relatively equal in number of eligible voters or potential eligible voters to all
9253	other divisions within the public infrastructure district, taking into account existing or potential
9254	developments which, when completed, would increase or decrease the population within the
9255	public infrastructure district; and
9256	(b) which a member of the board represents.
9257	(6) "Governing document" means the document governing a public infrastructure
9258	district to which the creating entity agrees before the creation of the public infrastructure
9259	district, as amended from time to time, and subject to the limitations of [Title 17B, Chapter 1,
9260	Provisions Applicable to All Local Districts] Title 17B, Chapter 1, Provisions Applicable to
9261	All Special Districts, and this chapter.
9262	(7) (a) "Limited tax bond" means a bond:
9263	(i) that is directly payable from and secured by ad valorem property taxes that are
9264	levied:
9265	(A) by a public infrastructure district that issues the bond; and

9266	(B) on taxable property within the district;
9267	(ii) that is a general obligation of the public infrastructure district; and
9268	(iii) for which the ad valorem property tax levy for repayment of the bond does not
9269	exceed the property tax levy rate limit established under Section 17D-4-303 for any fiscal year,
9270	except as provided in Subsection 17D-4-301(8).
9271	(b) "Limited tax bond" does not include:
9272	(i) a short-term bond;
9273	(ii) a tax and revenue anticipation bond; or
9274	(iii) a special assessment bond.
9275	(8) "Public infrastructure and improvements" means:
9276	(a) the same as that term is defined in Section $11-58-102$, for a public infrastructure
9277	district created by the Utah Inland Port Authority created in Section 11-58-201; and
9278	(b) the same as that term is defined in Section $63H-1-102$, for a public infrastructure
9279	district created by the military installation development authority created in Section 63H-1-201.
9280	Section 213. Section 17D-4-103 is amended to read:
9281	17D-4-103. Provisions applicable to public infrastructure districts.
9282	(1) Each public infrastructure district is governed by and has the powers stated in:
9283	(a) this chapter; and
9284	(b) [Title 17B, Chapter 1, Provisions Applicable to All Local Districts] Title 17B,
9285	Chapter 1, Provisions Applicable to All Special Districts.
9286	(2) This chapter applies only to a public infrastructure district.
9287	(3) Except as modified or exempted by this chapter, a public infrastructure district is,
9288	to the same extent as if the public infrastructure district were a [local] special district, subject to
9289	the provisions in:
9290	(a) [Title 17B, Chapter 1, Provisions Applicable to All Local Districts] Title 17B,
9291	Chapter 1, Provisions Applicable to All Special Districts; and
9292	(b) Title 20A, Election Code.
9293	(4) If there is a conflict between a provision in [Title 17B, Chapter 1, Provisions
9294	Applicable to All Local Districts] Title 17B, Chapter 1, Provisions Applicable to All Special
9295	Districts, and a provision in this chapter, the provision in this chapter supersedes the
9296	conflicting provision in [Title 17B, Chapter 1, Provisions Applicable to All Local Districts]

9297	Title 17B, Chapter 1, Provisions Applicable to All Special Districts.
9298	(5) The annexation of an unincorporated area by a municipality or the adjustment of a
9299	boundary shared by more than one municipality does not affect the boundaries of a public
9300	infrastructure district.
9301	Section 214. Section 17D-4-201 is amended to read:
9302	17D-4-201. Creation Annexation or withdrawal of property.
9303	(1) (a) Except as provided in Subsection (1)(b), Subsection (2), and in addition to the
9304	provisions regarding creation of a [local] special district in [Title 17B, Chapter 1, Provisions
9305	Applicable to All Local Districts] Title 17B, Chapter 1, Provisions Applicable to All Special
9306	Districts, a public infrastructure district may not be created unless:
9307	(i) if there are any registered voters within the applicable area, a petition is filed with
9308	the creating entity that contains the signatures of 100% of registered voters within the
9309	applicable area approving the creation of the public infrastructure district; and
9310	(ii) a petition is filed with the creating entity that contains the signatures of 100% of
9311	surface property owners within the applicable area consenting to the creation of the public
9312	infrastructure district.
9313	(b) Notwithstanding [Title 17B, Chapter 1, Part 2, Creation of a Local District] Title
9314	17B, Chapter 1, Part 2, Creation of a Special District, and any other provision of this chapter,
9315	the development authority may adopt a resolution creating a public infrastructure district as a
9316	subsidiary of the development authority if all owners of surface property proposed to be
9317	included within the public infrastructure district consent in writing to the creation of the public
9318	infrastructure district.
9319	(2) (a) The following do not apply to the creation of a public infrastructure district:
9320	(i) Section 17B-1-203;
9321	(ii) Section 17B-1-204;
9322	(iii) Subsection 17B-1-208(2);
9323	(iv) Section 17B-1-212; or
9324	(v) Section 17B-1-214.
9325	(b) The protest period described in Section 17B-1-213 may be waived in whole or in
9326	part with the consent of:
9327	(i) 100% of registered voters within the applicable area approving the creation of the

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9328 public infrastructure district; and

- (ii) 100% of the surface property owners within the applicable area approving thecreation of the public infrastructure district.
- 9331 (c) If the protest period is waived under Subsection (2)(b), a resolution approving the
 9332 creation of the public infrastructure district may be adopted in accordance with Subsection
 9333 17B-1-213(5).
- 9334 (d) A petition meeting the requirements of Subsection (1):

9335 (i) may be certified under Section 17B-1-209; and

9336 (ii) shall be filed with the lieutenant governor in accordance with Subsection

9337 17B-1-215(1)(b)(iii).

(3) (a) Notwithstanding Title 17B, Chapter 1, Part 4, Annexation, an area outside of the
boundaries of a public infrastructure district may be annexed into the public infrastructure
district if the following requirements are met:

9341 (i) (A) adoption of resolutions of the board and the creating entity, each approving of9342 the annexation; or

- (B) adoption of a resolution of the board to annex the area, provided that the governing
 document or creation resolution for the public infrastructure district authorizes the board to
 annex an area outside of the boundaries of the public infrastructure district without future
 consent of the creating entity;
- (ii) if there are any registered voters within the area proposed to be annexed, a petition
 is filed with the creating entity that contains the signatures of 100% of registered voters within
 the area, demonstrating that the registered voters approve of the annexation into the public
 infrastructure district; and
- 9351 (iii) a petition is filed with the creating entity that contains the signatures of 100% of
 9352 surface property owners within the area proposed to be annexed, demonstrating the surface
 9353 property owners' consent to the annexation into the public infrastructure district.

(b) Within 30 days of meeting the requirements of Subsection (3)(a), the board shallfile with the lieutenant governor:

- (i) a copy of a notice of impending boundary action, as defined in Section 67-1a-6.5,
 that meets the requirements of Subsection 67-1a-6.5(3); and
- 9358 (ii) a copy of an approved final local entity plat, as defined in Section 67-1a-6.5.

9359 (4) (a) Notwithstanding Title 17B, Chapter 1, Part 5, Withdrawal, property may be9360 withdrawn from a public infrastructure district if the following requirements are met:

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

(B) adoption of a resolution of the board to withdraw the property, provided that the
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
the creating entity;

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

9371 (iii) a petition is filed with the creating entity that contains the signatures of 100% of
9372 surface property owners within the area proposed to be withdrawn, demonstrating that the
9373 surface property owners consent to the withdrawal from the public infrastructure district.

(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
subject to any taxes, fees, or assessments that the public infrastructure district imposes until the
bonds or any associated refunding bonds are paid.

9378 (c) Upon meeting the requirements of Subsections (4)(a) and (b), the board shall9379 comply with the requirements of Section 17B-1-512.

9380 (5) A creating entity may impose limitations on the powers of a public infrastructure9381 district through the governing document.

9382 (6) (a) A public infrastructure district is separate and distinct from the creating entity.

9383 (b) (i) Except as provided in Subsection (6)(b)(ii), any financial burden of a public
9384 infrastructure district:

9385 (A) is borne solely by the public infrastructure district; and

(B) is not borne by the creating entity, by the state, or by any municipality, county, orother political subdivision.

9388 (ii) Notwithstanding Subsection (6)(b)(i) and Section 17B-1-216, the governing9389 document may require:

9390	(A) the district applicant to bear the initial costs of the public infrastructure district;
9391	and
9392	(B) the public infrastructure district to reimburse the district applicant for the initial
9393	costs the creating entity bears.
9394	(c) Any liability, judgment, or claim against a public infrastructure district:
9395	(i) is the sole responsibility of the public infrastructure district; and
9396	(ii) does not constitute a liability, judgment, or claim against the creating entity, the
9397	state, or any municipality, county, or other political subdivision.
9398	(d) (i) (A) The public infrastructure district solely bears the responsibility of any
9399	collection, enforcement, or foreclosure proceeding with regard to any tax, fee, or assessment
9400	the public infrastructure district imposes.
9401	(B) The creating entity does not bear the responsibility described in Subsection
9402	(6)(d)(i)(A).
9403	(ii) A public infrastructure district, and not the creating entity, shall undertake the
9404	enforcement responsibility described in, as applicable, Subsection (6)(d)(i) in accordance with
9405	Title 59, Chapter 2, Property Tax Act, or Title 11, Chapter 42, Assessment Area Act.
9406	(7) A creating entity may establish criteria in determining whether to approve or
9407	disapprove of the creation of a public infrastructure district, including:
9408	(a) historical performance of the district applicant;
9409	(b) compliance with the creating entity's master plan;
9410	(c) credit worthiness of the district applicant;
9411	(d) plan of finance of the public infrastructure district; and
9412	(e) proposed development within the public infrastructure district.
9413	(8) (a) The creation of a public infrastructure district is subject to the sole discretion of
9414	the creating entity responsible for approving or rejecting the creation of the public
9415	infrastructure district.
9416	(b) The proposed creating entity bears no liability for rejecting the proposed creation of
9417	a public infrastructure district.
9418	Section 215. Section 17D-4-203 is amended to read:
9419	17D-4-203. Public infrastructure district powers.
9420	A public infrastructure district shall have all of the authority conferred upon a [local]

12-19-22 5:34 PM 9421 special district under Section 17B-1-103, and in addition a public infrastructure district may: 9422 (1) issue negotiable bonds to pay: 9423 (a) all or part of the costs of acquiring, acquiring an interest in, improving, or extending any of the improvements, facilities, or property allowed under Section 11-14-103; 9424 9425 (b) capital costs of improvements in an energy assessment area, as defined in Section 9426 11-42a-102, and other related costs, against the funds that the public infrastructure district will 9427 receive because of an assessment in an energy assessment area, as defined in Section 9428 11-42a-102: 9429 (c) public improvements related to the provision of housing; 9430 (d) capital costs related to public transportation; and 9431 (e) for a public infrastructure district created by a development authority, the cost of 9432 acquiring or financing public infrastructure and improvements; 9433 (2) enter into an interlocal agreement in accordance with Title 11, Chapter 13, 9434 Interlocal Cooperation Act, provided that the interlocal agreement may not expand the powers 9435 of the public infrastructure district, within the limitations of Title 11, Chapter 13, Interlocal 9436 Cooperation Act, without the consent of the creating entity; 9437 (3) acquire completed or partially completed improvements for fair market value as 9438 reasonably determined by: 9439 (a) the board; 9440 (b) the creating entity, if required in the governing document; or 9441 (c) a surveyor or engineer that a public infrastructure district employs or engages to 9442 perform the necessary engineering services for and to supervise the construction or installation 9443 of the improvements; 9444 (4) contract with the creating entity for the creating entity to provide administrative

9445 services on behalf of the public infrastructure district, when agreed to by both parties, in order 9446 to achieve cost savings and economic efficiencies, at the discretion of the creating entity; and

9447

(5) for a public infrastructure district created by a development authority:

9448 (a) (i) operate and maintain public infrastructure and improvements the district 9449 acquires or finances; and

9450 (ii) use fees, assessments, or taxes to pay for the operation and maintenance of those 9451 public infrastructure and improvements; and

9452	(b) issue bonds under Title 11, Chapter 42, Assessment Area Act.
9453	Section 216. Section 17D-4-204 is amended to read:
9454	17D-4-204. Relation to other local entities.
9455	(1) Notwithstanding the creation of a public infrastructure district, the creating entity
9456	and any other public entity, as applicable, retains all of the entity's authority over all zoning,
9457	planning, design specifications and approvals, and permitting within the public infrastructure
9458	district.
9459	(2) The inclusion of property within the boundaries of a public infrastructure district
9460	does not preclude the inclusion of the property within any other [local] special district.
9461	(3) (a) All infrastructure that is connected to another public entity's system:
9462	(i) belongs to that public entity, regardless of inclusion within the boundaries of a
9463	public infrastructure district, unless the public infrastructure district and the public entity
9464	otherwise agree; and
9465	(ii) shall comply with the design, inspection requirements, and other standards of the
9466	public entity.
9467	(b) A public infrastructure district shall convey or transfer the infrastructure described
9468	in Subsection (3)(a) free of liens or financial encumbrances to the public entity at no cost to the
9469	public entity.
9470	Section 217. Section 17D-4-301 is amended to read:
9471	17D-4-301. Public infrastructure district bonds.
9472	(1) (a) Subject to Subsection (1)(b), a public infrastructure district may issue negotiable
9473	bonds for the purposes described in Section 17D-4-203, as provided in, as applicable:
9474	(i) Title 11, Chapter 14, Local Government Bonding Act;
9475	(ii) Title 11, Chapter 27, Utah Refunding Bond Act;
9476	(iii) Title 11, Chapter 42, Assessment Area Act; and
9477	(iv) this section.
9478	(b) A public infrastructure district created by a bonding political subdivision, as
9479	defined in Section 63C-25-101, may not issue bonds under this part unless the board first:
9480	(i) adopts a parameters resolution for the bonds that sets forth:
9481	(A) the maximum:
9482	(I) amount of bonds;

9483	(II) term; and
9484	(III) interest rate; and
9485	(B) the expected security for the bonds; and
9486	(ii) submits the parameters resolution for review and recommendation to the State
9487	Finance Review Commission created in Section 63C-25-201.
9488	(2) A public infrastructure district bond:
9489	(a) shall mature within 40 years of the date of issuance; and
9490	(b) may not be secured by any improvement or facility paid for by the public
9491	infrastructure district.
9492	(3) (a) A public infrastructure district may issue a limited tax bond, in the same manner
9493	as a general obligation bond:
9494	(i) with the consent of 100% of surface property owners within the boundaries of the
9495	public infrastructure district and 100% of the registered voters, if any, within the boundaries of
9496	the proposed public infrastructure district; or
9497	(ii) upon approval of a majority of the registered voters within the boundaries of the
9498	public infrastructure district voting in an election held for that purpose under Title 11, Chapter
9499	14, Local Government Bonding Act.
9500	(b) A limited tax bond described in Subsection (3)(a):
9501	(i) is not subject to the limitation on a general obligation bond described in Subsection
9502	$[\frac{17B-1-1102(4)(a)(xii)}{17B-1-1102(4)};$ and
9503	(ii) is subject to a limitation, if any, on the principal amount of indebtedness as
9504	described in the governing document.
9505	(c) Unless limited tax bonds are initially purchased exclusively by one or more
9506	qualified institutional buyers as defined in Rule 144A, 17 C.F.R. Sec. 230.144A, the public
9507	infrastructure district may only issue limited tax bonds in denominations of not less than
9508	\$500,000, and in integral multiples above \$500,000 of not less than \$1,000 each.
9509	(d) (i) Without any further election or consent of property owners or registered voters,
9510	a public infrastructure district may convert a limited tax bond described in Subsection (3)(a) to
9511	a general obligation bond if the principal amount of the related limited tax bond together with
9512	the principal amount of other related outstanding general obligation bonds of the public
9513	infrastructure district does not exceed 15% of the fair market value of taxable property in the

9514 public infrastructure district securing the general obligation bonds, determined by:

- 9515 (A) an appraisal from an appraiser who is a member of the Appraisal Institute that is 9516 addressed to the public infrastructure district or a financial institution; or
- 9517 (B) the most recent market value of the property from the assessor of the county in 9518 which the property is located.
- 9519 (ii) The consent to the issuance of a limited tax bond described in Subsection (3)(a) is 9520 sufficient to meet any statutory or constitutional election requirement necessary for the 9521 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). 9522
- 9523 (iii) A general obligation bond resulting from a conversion of a limited tax bond under 9524 this Subsection (3)(d) is not subject to the limitation on general obligation bonds described in 9525 Subsection 17B-1-1102(4)(a)(xii).
- 9526 (e) A public infrastructure district that levies a property tax for payment of debt service 9527 on a limited tax bond issued under this section is not required to comply with the notice and 9528 hearing requirements of Section 59-2-919 unless the rate exceeds the rate established in:
- 9529

(i) Section 17D-4-303, except as provided in Subsection (8);

9530 (ii) the governing document; or

9531 (iii) the documents relating to the issuance of the limited tax bond.

9532

(4) There is no limitation on the duration of revenues that a public infrastructure 9533 district may receive to cover any shortfall in the payment of principal of and interest on a bond 9534 that the public infrastructure district issues.

- 9535 (5) A public infrastructure district is not a municipal corporation for purposes of the 9536 debt limitation of Utah Constitution, Article XIV, Section 4.
- 9537 (6) The board may, by resolution, delegate to one or more officers of the public 9538 infrastructure district the authority to:
- 9539 (a) in accordance and within the parameters set forth in a resolution adopted in 9540 accordance with Section 11-14-302, approve the final interest rate, price, principal amount, 9541 maturity, redemption features, and other terms of the bond;
- 9542

(b) approve and execute any document relating to the issuance of a bond; and

- 9543 (c) approve any contract related to the acquisition and construction of the
- improvements, facilities, or property to be financed with a bond. 9544

9545 (7) (a) Any person may contest the legality of the issuance of a public infrastructure
9546 district bond or any provisions for the security and payment of the bond for a period of 30 days
9547 after:

9548 (i) publication of the resolution authorizing the bond; or

9549 (ii) publication of a notice of bond containing substantially the items required under9550 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.

(8) (a) In the event of any statutory change in the methodology of assessment or
collection of property taxes in a manner that reduces the amounts which are devoted or pledged
to the repayment of limited tax bonds, a public infrastructure district may charge a rate
sufficient to receive the amount of property taxes or assessment the public infrastructure
district would have received before the statutory change in order to pay the debt service on
outstanding limited tax bonds.

(b) The rate increase described in Subsection (8)(a) may exceed the limit described inSection 17D-4-303.

9562 (c) The public infrastructure district may charge the rate increase described in
9563 Subsection (8)(a) until the bonds, including any associated refunding bonds, or other securities,
9564 together with applicable interest, are fully met and discharged.

9565 (9) No later than 60 days after the closing of any bonds by a public infrastructure
9566 district created by a bonding political subdivision, as defined in Section 63C-25-101, the public
9567 infrastructure district shall report the bond issuance, including the amount of the bonds, terms,
9568 interest rate, and security, to:

9569 (a) the Executive Appropriations Committee; and

9570 (b) the State Finance Review Commission created in Section 63C-25-101.

9571 Section 218. Section **20A-1-102** is amended to read:

20A-1-102. Definitions.

9573 As used in this title:

9574 (1) "Active voter" means a registered voter who has not been classified as an inactive9575 voter by the county clerk.

9576	(2) "Automatic tabulating equipment" means apparatus that automatically examines
9577	and counts votes recorded on ballots and tabulates the results.
9578	(3) (a) "Ballot" means the storage medium, including a paper, mechanical, or electronic
9579	storage medium, that records an individual voter's vote.
9580	(b) "Ballot" does not include a record to tally multiple votes.
9581	(4) "Ballot proposition" means a question, issue, or proposal that is submitted to voters
9582	on the ballot for their approval or rejection including:
9583	(a) an opinion question specifically authorized by the Legislature;
9584	(b) a constitutional amendment;
9585	(c) an initiative;
9586	(d) a referendum;
9587	(e) a bond proposition;
9588	(f) a judicial retention question;
9589	(g) an incorporation of a city or town; or
9590	(h) any other ballot question specifically authorized by the Legislature.
9591	(5) "Bind," "binding," or "bound" means securing more than one piece of paper
9592	together using staples or another means in at least three places across the top of the paper in the
9593	blank space reserved for securing the paper.
9594	(6) "Board of canvassers" means the entities established by Sections $20A-4-301$ and
9595	20A-4-306 to canvass election returns.
9596	(7) "Bond election" means an election held for the purpose of approving or rejecting
9597	the proposed issuance of bonds by a government entity.
9598	(8) "Business reply mail envelope" means an envelope that may be mailed free of
9599	charge by the sender.
9600	(9) "Canvass" means the review of election returns and the official declaration of
9601	election results by the board of canvassers.
9602	(10) "Canvassing judge" means a poll worker designated to assist in counting ballots at
9603	the canvass.
9604	(11) "Contracting election officer" means an election officer who enters into a contract
9605	or interlocal agreement with a provider election officer.
9606	(12) "Convention" means the political party convention at which party officers and

9607	delegates are selected.
9608	(13) "Counting center" means one or more locations selected by the election officer in
9609	charge of the election for the automatic counting of ballots.
9610	(14) "Counting judge" means a poll worker designated to count the ballots during
9611	election day.
9612	(15) "Counting room" means a suitable and convenient private place or room for use
9613	by the poll workers and counting judges to count ballots.
9614	(16) "County officers" means those county officers that are required by law to be
9615	elected.
9616	(17) "Date of the election" or "election day" or "day of the election":
9617	(a) means the day that is specified in the calendar year as the day that the election
9618	occurs; and
9619	(b) does not include:
9620	(i) deadlines established for voting by mail, military-overseas voting, or emergency
9621	voting; or
9622	(ii) any early voting or early voting period as provided under Chapter 3a, Part 6, Early
9623	Voting.
9624	(18) "Elected official" means:
9625	(a) a person elected to an office under Section 20A-1-303 or Chapter 4, Part 6,
9626	Municipal Alternate Voting Methods Pilot Project;
9627	(b) a person who is considered to be elected to a municipal office in accordance with
9628	Subsection 20A-1-206(1)(c)(ii); or
9629	(c) a person who is considered to be elected to a [local] special district office in
9630	accordance with Subsection 20A-1-206(3)(b)(ii).
9631	(19) "Election" means a regular general election, a municipal general election, a
9632	statewide special election, a local special election, a regular primary election, a municipal
9633	primary election, and a [local] special district election.
9634	(20) "Election Assistance Commission" means the commission established by the Help
9635	America Vote Act of 2002, Pub. L. No. 107-252.
9636	(21) "Election cycle" means the period beginning on the first day persons are eligible to
9637	file declarations of candidacy and ending when the canvass is completed.

9638	(22) "Election judge" means a poll worker that is assigned to:
9639	(a) preside over other poll workers at a polling place;
9640	(b) act as the presiding election judge; or
9641	(c) serve as a canvassing judge, counting judge, or receiving judge.
9642	(23) "Election officer" means:
9643	(a) the lieutenant governor, for all statewide ballots and elections;
9644	(b) the county clerk for:
9645	(i) a county ballot and election; and
9646	(ii) a ballot and election as a provider election officer as provided in Section
9647	20A-5-400.1 or 20A-5-400.5;
9648	(c) the municipal clerk for:
9649	(i) a municipal ballot and election; and
9650	(ii) a ballot and election as a provider election officer as provided in Section
9651	20A-5-400.1 or 20A-5-400.5;
9652	(d) the [local] special district clerk or chief executive officer for:
9653	(i) a [local] special district ballot and election; and
9654	(ii) a ballot and election as a provider election officer as provided in Section
9655	20A-5-400.1 or 20A-5-400.5; or
9656	(e) the business administrator or superintendent of a school district for:
9657	(i) a school district ballot and election; and
9658	(ii) a ballot and election as a provider election officer as provided in Section
9659	20A-5-400.1 or 20A-5-400.5.
9660	(24) "Election official" means any election officer, election judge, or poll worker.
9661	(25) "Election results" means:
9662	(a) for an election other than a bond election, the count of votes cast in the election and
9663	the election returns requested by the board of canvassers; or
9664	(b) for bond elections, the count of those votes cast for and against the bond
9665	proposition plus any or all of the election returns that the board of canvassers may request.
9666	(26) "Election returns" includes the pollbook, the military and overseas absentee voter
9667	registration and voting certificates, one of the tally sheets, any unprocessed ballots, all counted
9668	ballots, all excess ballots, all unused ballots, all spoiled ballots, the ballot disposition form, and

9669 the total votes cast form. 9670 (27) "Electronic signature" means an electronic sound, symbol, or process attached to 9671 or logically associated with a record and executed or adopted by a person with the intent to sign 9672 the record. 9673 (28) "Inactive voter" means a registered voter who is listed as inactive by a county 9674 clerk under Subsection 20A-2-306(4)(c)(i) or (ii). 9675 (29) "Judicial office" means the office filled by any judicial officer. 9676 (30) "Judicial officer" means any justice or judge of a court of record or any county 9677 court judge. 9678 [(31) "Local district" means a local government entity under Title 17B, Limited 9679 Purpose Local Government Entities - Local Districts, and includes a special service district 9680 under Title 17D, Chapter 1, Special Service District Act.] 9681 [(32) "Local district officers" means those local district board members that are 9682 required by law to be elected.] 9683 [(33)] (31) "Local election" means a regular county election, a regular municipal 9684 election, a municipal primary election, a local special election, a [local] special district election, 9685 and a bond election. 9686 [(34)] (32) "Local political subdivision" means a county, a municipality, a [local] 9687 special district, or a local school district. 9688 [(35)] (33) "Local special election" means a special election called by the governing 9689 body of a local political subdivision in which all registered voters of the local political 9690 subdivision may vote. 9691 [(36)] (34) "Manual ballot" means a paper document produced by an election officer on 9692 which an individual records an individual's vote by directly placing a mark on the paper 9693 document using a pen or other marking instrument. 9694 [(37)] (35) "Mechanical ballot" means a record, including a paper record, electronic 9695 record, or mechanical record, that: 9696 (a) is created via electronic or mechanical means; and 9697 (b) records an individual voter's vote cast via a method other than an individual directly 9698 placing a mark, using a pen or other marking instrument, to record an individual voter's vote. 9699 [(38)] (36) "Municipal executive" means:

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9700 (a) the mayor in the council-mayor form of government defined in Section 10-3b-102; 9701 (b) the mayor in the council-manager form of government defined in Subsection 9702 10-3b-103(7); or 9703 (c) the chair of a metro township form of government defined in Section 10-3b-102. 9704 [(39)] (37) "Municipal general election" means the election held in municipalities and, 9705 as applicable, [local] special districts on the first Tuesday after the first Monday in November 9706 of each odd-numbered year for the purposes established in Section 20A-1-202. 9707 [(40)] (38) "Municipal legislative body" means: 9708 (a) the council of the city or town in any form of municipal government; or 9709 (b) the council of a metro township. 9710 [(41)] (39) "Municipal office" means an elective office in a municipality. 9711 $\left[\frac{42}{2}\right]$ (40) "Municipal officers" means those municipal officers that are required by 9712 law to be elected. 9713 [(43)] (41) "Municipal primary election" means an election held to nominate candidates for municipal office. 9714 9715 [(44)] (42) "Municipality" means a city, town, or metro township. 9716 [(45)] (43) "Official ballot" means the ballots distributed by the election officer for 9717 voters to record their votes. 9718 [(46)] (44) "Official endorsement" means the information on the ballot that identifies: 9719 (a) the ballot as an official ballot; 9720 (b) the date of the election; and 9721 (c) (i) for a ballot prepared by an election officer other than a county clerk, the 9722 facsimile signature required by Subsection 20A-6-401(1)(a)(iii); or (ii) for a ballot prepared by a county clerk, the words required by Subsection 9723 9724 20A-6-301(1)(b)(iii). 9725 $\left[\frac{47}{10}\right]$ (45) "Official register" means the official record furnished to election officials 9726 by the election officer that contains the information required by Section 20A-5-401. 9727 [(48)] (46) "Political party" means an organization of registered voters that has 9728 qualified to participate in an election by meeting the requirements of Chapter 8, Political Party 9729 Formation and Procedures. 9730 [(49)] (47) (a) "Poll worker" means a person assigned by an election official to assist

9731	with an election, voting, or counting votes.
9732	(b) "Poll worker" includes election judges.
9733	(c) "Poll worker" does not include a watcher.
9734	[(50)] (48) "Pollbook" means a record of the names of voters in the order that they
9735	appear to cast votes.
9736	[(51)] (49) "Polling place" means a building where voting is conducted.
9737	[(52)] (50) "Position" means a square, circle, rectangle, or other geometric shape on a
9738	ballot in which the voter marks the voter's choice.
9739	[(53)] (51) "Presidential Primary Election" means the election established in Chapter 9,
9740	Part 8, Presidential Primary Election.
9741	[(54)] (52) "Primary convention" means the political party conventions held during the
9742	year of the regular general election.
9743	[(55)] (53) "Protective counter" means a separate counter, which cannot be reset, that:
9744	(a) is built into a voting machine; and
9745	(b) records the total number of movements of the operating lever.
9746	[(56)] (54) "Provider election officer" means an election officer who enters into a
9747	contract or interlocal agreement with a contracting election officer to conduct an election for
9748	the contracting election officer's local political subdivision in accordance with Section
9749	20A-5-400.1.
9750	[(57)] (55) "Provisional ballot" means a ballot voted provisionally by a person:
9751	(a) whose name is not listed on the official register at the polling place;
9752	(b) whose legal right to vote is challenged as provided in this title; or
9753	(c) whose identity was not sufficiently established by a poll worker.
9754	[(58)] (56) "Provisional ballot envelope" means an envelope printed in the form
9755	required by Section 20A-6-105 that is used to identify provisional ballots and to provide
9756	information to verify a person's legal right to vote.
9757	[(59)] (57) (a) "Public figure" means an individual who, due to the individual being
9758	considered for, holding, or having held a position of prominence in a public or private capacity,
9759	or due to the individual's celebrity status, has an increased risk to the individual's safety.
9760	(b) "Public figure" does not include an individual:
9761	(i) elected to public office; or

9762	(ii) appointed to fill a vacancy in an elected public office.
9763	[(60)] (58) "Qualify" or "qualified" means to take the oath of office and begin
9764	performing the duties of the position for which the individual was elected.
9765	[(61)] (59) "Receiving judge" means the poll worker that checks the voter's name in the
9766	official register at a polling place and provides the voter with a ballot.
9767	[(62)] (60) "Registration form" means a form by which an individual may register to
9768	vote under this title.
9769	[(63)] (61) "Regular ballot" means a ballot that is not a provisional ballot.
9770	[(64)] (62) "Regular general election" means the election held throughout the state on
9771	the first Tuesday after the first Monday in November of each even-numbered year for the
9772	purposes established in Section 20A-1-201.
9773	[(65)] (63) "Regular primary election" means the election, held on the date specified in
9774	Section 20A-1-201.5, to nominate candidates of political parties and candidates for nonpartisan
9775	local school board positions to advance to the regular general election.
9776	[(66)] (64) "Resident" means a person who resides within a specific voting precinct in
9777	Utah.
9778	[(67)] (65) "Return envelope" means the envelope, described in Subsection
9779	20A-3a-202(4), provided to a voter with a manual ballot:
9780	(a) into which the voter places the manual ballot after the voter has voted the manual
9781	ballot in order to preserve the secrecy of the voter's vote; and
9782	(b) that includes the voter affidavit and a place for the voter's signature.
9783	[(68)] (66) "Sample ballot" means a mock ballot similar in form to the official ballot,
9784	published as provided in Section 20A-5-405.
9785	(67) "Special district" means a local government entity under Title 17B, Limited
9786	Purpose Local Government Entities - Special Districts, and includes a special service district
9787	under Title 17D, Chapter 1, Special Service District Act.
9788	(68) "Special district officers" means those special district board members who are
9789	required by law to be elected.
9790	(69) "Special election" means an election held as authorized by Section 20A-1-203.
9791	(70) "Spoiled ballot" means each ballot that:
9792	(a) is spoiled by the voter;

9793	(b) is unable to be voted because it was spoiled by the printer or a poll worker; or
9794	(c) lacks the official endorsement.
9795	(71) "Statewide special election" means a special election called by the governor or the
9796	Legislature in which all registered voters in Utah may vote.
9797	(72) "Tabulation system" means a device or system designed for the sole purpose of
9798	tabulating votes cast by voters at an election.
9799	(73) "Ticket" means a list of:
9800	(a) political parties;
9801	(b) candidates for an office; or
9802	(c) ballot propositions.
9803	(74) "Transfer case" means the sealed box used to transport voted ballots to the
9804	counting center.
9805	(75) "Vacancy" means the absence of a person to serve in any position created by
9806	statute, whether that absence occurs because of death, disability, disqualification, resignation,
9807	or other cause.
9808	(76) "Valid voter identification" means:
9809	(a) a form of identification that bears the name and photograph of the voter which may
9810	include:
9811	(i) a currently valid Utah driver license;
9812	(ii) a currently valid identification card that is issued by:
9813	(A) the state; or
9814	(B) a branch, department, or agency of the United States;
9815	(iii) a currently valid Utah permit to carry a concealed weapon;
9816	(iv) a currently valid United States passport; or
9817	(v) a currently valid United States military identification card;
9818	(b) one of the following identification cards, whether or not the card includes a
9819	photograph of the voter:
9820	(i) a valid tribal identification card;
9821	(ii) a Bureau of Indian Affairs card; or
9822	(iii) a tribal treaty card; or
9823	(c) two forms of identification not listed under Subsection (76)(a) or (b) but that bear

9824	the name of the voter and provide evidence that the voter resides in the voting precinct, which
9825	may include:
9826	(i) a current utility bill or a legible copy thereof, dated within the 90 days before the
9827	election;
9828	(ii) a bank or other financial account statement, or a legible copy thereof;
9829	(iii) a certified birth certificate;
9830	(iv) a valid social security card;
9831	(v) a check issued by the state or the federal government or a legible copy thereof;
9832	(vi) a paycheck from the voter's employer, or a legible copy thereof;
9833	(vii) a currently valid Utah hunting or fishing license;
9834	(viii) certified naturalization documentation;
9835	(ix) a currently valid license issued by an authorized agency of the United States;
9836	(x) a certified copy of court records showing the voter's adoption or name change;
9837	(xi) a valid Medicaid card, Medicare card, or Electronic Benefits Transfer Card;
9838	(xii) a currently valid identification card issued by:
9839	(A) a local government within the state;
9840	(B) an employer for an employee; or
9841	(C) a college, university, technical school, or professional school located within the
9842	state; or
9843	(xiii) a current Utah vehicle registration.
9844	(77) "Valid write-in candidate" means a candidate who has qualified as a write-in
9845	candidate by following the procedures and requirements of this title.
9846	(78) "Vote by mail" means to vote, using a manual ballot that is mailed to the voter, by:
9847	(a) mailing the ballot to the location designated in the mailing; or
9848	(b) depositing the ballot in a ballot drop box designated by the election officer.
9849	(79) "Voter" means an individual who:
9850	(a) meets the requirements for voting in an election;
9851	(b) meets the requirements of election registration;
9852	(c) is registered to vote; and
9853	(d) is listed in the official register book.
9854	(80) "Voter registration deadline" means the registration deadline provided in Section

9855	20A-2-102.5.
9856	(81) "Voting area" means the area within six feet of the voting booths, voting
9857	machines, and ballot box.
9858	(82) "Voting booth" means:
9859	(a) the space or compartment within a polling place that is provided for the preparation
9860	of ballots, including the voting enclosure or curtain; or
9861	(b) a voting device that is free standing.
9862	(83) "Voting device" means any device provided by an election officer for a voter to
9863	vote a mechanical ballot.
9864	(84) "Voting precinct" means the smallest geographical voting unit, established under
9865	Chapter 5, Part 3, Duties of the County and Municipal Legislative Bodies.
9866	(85) "Watcher" means an individual who complies with the requirements described in
9867	Section 20A-3a-801 to become a watcher for an election.
9868	(86) "Write-in ballot" means a ballot containing any write-in votes.
9869	(87) "Write-in vote" means a vote cast for an individual, whose name is not printed on
9870	the ballot, in accordance with the procedures established in this title.
9871	Section 219. Section 20A-1-201 is amended to read:
9872	20A-1-201. Date and purpose of regular general elections.
9873	(1) A regular general election shall be held throughout the state on the first Tuesday
9874	after the first Monday in November of each even-numbered year.
9875	(2) At the regular general election, the voters shall:
9876	(a) choose persons to serve the terms established by law for the following offices:
9877	(i) electors of President and Vice President of the United States;
9878	(ii) United States Senators;
9879	(iii) Representatives to the United States Congress;
9880	(iv) governor, lieutenant governor, attorney general, state treasurer, and state auditor;
9881	(v) senators and representatives to the Utah Legislature;
9882	(vi) county officers;
9883	(vii) State School Board members;
9884	(viii) local school board members;
9885	(ix) except as provided in Subsection (3), [local] special district officers, as applicable;

9886	and
9887	(x) any elected judicial officers; and
9888	(b) approve or reject:
9889	(i) any proposed amendments to the Utah Constitution that have qualified for the ballot
9890	under procedures established in the Utah Code;
9891	(ii) any proposed initiatives or referenda that have qualified for the ballot under
9892	procedures established in the Utah Code; and
9893	(iii) any other ballot propositions submitted to the voters that are authorized by the
9894	Utah Code.
9895	(3) This section:
9896	(a) applies to a special service district for which the county legislative body or the
9897	municipal legislative body, as applicable, has delegated authority for the special service district
9898	to an administrative control board; and
9899	(b) does not apply to a special service district for which the county legislative body or
9900	the municipal legislative body, as applicable, has not delegated authority for the special service
9901	district to an administrative control board.
9902	Section 220. Section 20A-1-202 is amended to read:
9903	20A-1-202. Date and purpose of municipal general election.
9904	(1) Except as provided in Section 20A-1-206, a municipal general election shall be
9905	held in municipalities, and [local] special districts as applicable, on the first Tuesday after the
9906	first Monday in November of each odd-numbered year.
9907	(2) At the municipal general election, the voters shall:
9908	(a) (i) choose persons to serve as municipal officers; and
9909	(ii) for a [local] special district that holds an election during an odd-numbered year,
9910	choose persons to serve as [local] special district officers; and
9911	(b) approve or reject:
9912	(i) any proposed initiatives or referenda that have qualified for the ballot as provided
9913	by law; and
9914	(ii) any other ballot propositions submitted to the voters that are authorized by the Utah
9915	Code.
9916	Section 221. Section 20A-1-206 is amended to read:

9917	20A-1-206. Cancellation of local election or local race Municipalities Special
9918	districts Notice.
9919	(1) As used in this section:
9920	(a) "Contested race" means a race in a general election where the number of
9921	candidates, including any eligible write-in candidates, exceeds the number of offices to be
9922	filled in the race.
9923	(b) "Election" means an event, run by an election officer, that includes one or more
9924	races for public office or one or more ballot propositions.
9925	(c) (i) "Race" means a contest between candidates to obtain the number of votes
9926	necessary to take a particular public office.
9927	(ii) "Race," as the term relates to a contest for an at-large position, includes all open
9928	positions for the same at-large office.
9929	(iii) "Race," as the term relates to a contest for a municipal council position that is not
9930	an at-large position, includes only the contest to represent a particular district on the council.
9931	(2) A municipal legislative body may cancel a local election if:
9932	(a) the ballot for the local election will not include any contested races or ballot
9933	propositions; and
9934	(b) the municipal legislative body passes, no later than 20 days before the day of the
9935	scheduled election, a resolution that cancels the election and certifies that:
9936	(i) the ballot for the election would not include any contested races or ballot
9937	propositions; and
9938	(ii) the candidates who qualified for the ballot are considered elected.
9939	(3) A municipal legislative body may cancel a race in a local election if:
9940	(a) the ballot for the race will not include any contested races or ballot propositions;
9941	and
9942	(b) the municipal legislative body passes, no later than 20 days before the day of the
9943	scheduled election, a resolution that cancels the race and certifies that:
9944	(i) the ballot for the race would not include any contested races or ballot propositions;
9945	and
9946	(ii) the candidate for the race is considered elected.
9947	(4) A municipal legislative body that cancels a local election in accordance with

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9948 Subsection (2) shall give notice that the election is cancelled by:

- (a) subject to Subsection (8), providing notice to the lieutenant governor's office to be
 posted on the Statewide Electronic Voter Information Website described in Section 20A-7-801,
 for 15 consecutive days before the day of the scheduled election;
- (b) if the municipality has a public website, posting notice on the municipality's publicwebsite for 15 days before the day of the scheduled election;
- (c) if the elected officials or departments of the municipality regularly publish a printed
 or electronic newsletter or other periodical, publishing notice in the next scheduled newsletter
 or other periodical published before the day of the scheduled election;
- (d) (i) publishing notice at least twice in a newspaper of general circulation in themunicipality before the day of the scheduled election;
- (ii) at least 10 days before the day of the scheduled election, posting one notice, and at
 least one additional notice per 2,000 population within the municipality, in places within the
 municipality that are most likely to give notice to the voters in the municipality, subject to a
 maximum of 10 notices; or
- (iii) at least 10 days before the day of the scheduled election, mailing notice to eachregistered voter in the municipality; and
- (e) posting notice on the Utah Public Notice Website, created in Section 63A-16-601,for at least 10 days before the day of the scheduled election.
- 9967
- (5) A [local] <u>special</u> district board may cancel a local election if:
- (a) the ballot for the local election will not include any contested races or ballotpropositions; and
- (b) the [local] special district board passes, no later than 20 days before the day of the
 scheduled election, a resolution that cancels the election and certifies that:
- (i) the ballot for the election would not include any contested races or ballotpropositions; and
- 9974 (ii) the candidates who qualified for the ballot are considered elected.
- 9975 (6) A [local] <u>special</u> district board may cancel a [local] <u>special</u> district race if:
- 9976 (a) the race is uncontested; and
- (b) the [local] special district board passes, no later than 20 days before the day of the
 scheduled election, a resolution that cancels the race and certifies that the candidate who

9979 qualified for the ballot for that race is considered elected.

- 9980 (7) A [local] special district that cancels a local election in accordance with Subsection
 9981 (5) shall provide notice that the election is cancelled:
- (a) subject to Subsection (8), by posting notice on the Statewide Electronic Voter
 Information Website described in Section 20A-7-801, for 15 consecutive days before the day of
 the scheduled election;
- (b) if the [local] special district has a public website, by posting notice on the [local]
 special district's public website for 15 days before the day of the scheduled election;
- 9987 (c) if the [local] special district publishes a newsletter or other periodical, by
 9988 publishing notice in the next scheduled newsletter or other periodical published before the day
 9989 of the scheduled election;
- (d) (i) by publishing notice at least twice in a newspaper of general circulation in the
 [local] special district before the scheduled election;
- (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
 within the [local] special district that are most likely to give notice to the voters in the [local]
 special district, subject to a maximum of 10 notices; or
- (iii) at least 10 days before the day of the scheduled election, by mailing notice to each
 registered voter in the [local] special district; and
- (e) by posting notice on the Utah Public Notice Website, created in Section63A-16-601, for at least 10 days before the day of the scheduled election.
- (8) A municipal legislative body that posts a notice in accordance with Subsection
 (4)(a) or a [local] <u>special</u> district that posts a notice in accordance with Subsection (7)(a) is not
 liable for a notice that fails to post due to technical or other error by the publisher of the
 Statewide Electronic Voter Information Website.
- 10004

Section 222. Section **20A-1-512** is amended to read:

10005 **20A-1-512.** Midterm vacancies on special district boards.

10006 (1) (a) When a vacancy occurs on any [local] <u>special</u> district board for any reason, the 10007 following shall appoint a replacement to serve out the unexpired term in accordance with this 10008 section:

10009 (i) the [local] special district board, if the person vacating the position was elected; or

10010	(ii) the appointing authority, as that term is defined in Section 17B-1-102, if the
10011	appointing authority appointed the person vacating the position.
10012	(b) Except as provided in Subsection (1)(c) or (d), before acting to fill the vacancy, the
10013	[local] special district board or appointing authority shall:
10014	(i) give public notice of the vacancy at least two weeks before the [local] special
10015	district board or appointing authority meets to fill the vacancy by:
10016	(A) if there is a newspaper of general circulation, as that term is defined in Section
10017	45-1-201, within the district, publishing the notice in the newspaper of general circulation;
10018	(B) posting the notice in three public places within the [local] special district; and
10019	(C) posting on the Utah Public Notice Website created under Section 63A-16-601; and
10020	(ii) identify, in the notice:
10021	(A) the date, time, and place of the meeting where the vacancy will be filled;
10022	(B) the individual to whom an individual who is interested in an appointment to fill the
10023	vacancy may submit the individual's name for consideration; and
10024	(C) any submission deadline.
10025	(c) An appointing authority is not subject to Subsection (1)(b) if:
10026	(i) the appointing authority appoints one of the appointing authority's own members;
10027	and
10028	(ii) that member meets all applicable statutory board member qualifications.
10029	(d) When a vacancy occurs on the board of a water conservancy district located in
10030	more than one county:
10031	(i) the board shall give notice of the vacancy to the county legislative bodies that
10032	nominated the vacating trustee as provided in Section 17B-2a-1005;
10033	(ii) the county legislative bodies described in Subsection (1)(d)(i) shall collectively
10034	compile a list of three nominees to fill the vacancy; and
10035	(iii) the governor shall, with the advice and consent of the Senate, appoint an
10036	individual to fill the vacancy from nominees submitted as provided in Subsection
10037	17B-2a-1005(2)(c).
10038	(2) If the [local] special district board fails to appoint an individual to complete an
10039	elected board member's term within 90 days, the legislative body of the county or municipality
10040	that created the [local] special district shall fill the vacancy in accordance with the procedure

10041	for a [local] special district described in Subsection (1)(b).
10042	Section 223. Section 20A-1-513 is amended to read:
10043	20A-1-513. Temporary absence in elected office of a political subdivision for
10044	military service.
10045	(1) As used in this section:
10046	(a) "Armed forces" means the same as that term is defined in Section 68-3-12.5, and
10047	includes:
10048	(i) the National Guard; and
10049	(ii) the national guard and armed forces reserves.
10050	(b) (i) "Elected official" is a person who holds an office of a political subdivision that
10051	is required by law to be filled by an election.
10052	(ii) "Elected official" includes a person who is appointed to fill a vacancy in an office
10053	described in Subsection (1)(b)(i).
10054	(c) (i) "Military leave" means the temporary absence from an office:
10055	(A) by an elected official called to active, full-time duty in the armed forces; and
10056	(B) for a period of time that exceeds 30 days and does not exceed 400 days.
10057	(ii) "Military leave" includes the time a person on leave, as described in Subsection
10058	(1)(c)(i), spends for:
10059	(A) out processing;
10060	(B) an administrative delay;
10061	(C) accrued leave; and
10062	(D) on rest and recuperation leave program of the armed forces.
10063	(d) "Political subdivision's governing body" means:
10064	(i) for a county, city, or town, the legislative body of the county, city, or town;
10065	(ii) for a [local] special district, the board of trustees of the [local] special district;
10066	(iii) for a local school district, the local school board;
10067	(iv) for a special service district:
10068	(A) the legislative body of the county, city, or town that established the special service
10069	district, if no administrative control board has been appointed under Section 17D-1-301; or
10070	(B) the administrative control board of the special service district, if an administrative
10071	

10071 control board has been appointed under Section 17D-1-301; and

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10072 (v) for a political subdivision not listed in Subsections (1)(d)(i) through (iv), the body10073 that governs the affairs of the political subdivision.

(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
of the elected official who takes military leave.

10077 (2) An elected official creates a vacancy in the elected official's office if the elected
10078 official is called to active, full-time duty in the armed forces in accordance with Title 10,
10079 U.S.C.A. unless the elected official takes military leave as provided by this section.

(3) (a) An elected official who is called to active, full-time duty in the armed forces in
a status other than in accordance with Title 10, U.S.C.A. shall notify the political subdivision's
governing body of the elected official's orders not later than five days after receipt of orders.

10083 (b) The elected official described in Subsection (3)(a) may:

(i) continue to carry out the official's duties if possible while on active, full-time duty;or

(ii) take military leave if the elected official submits to the political subdivision's
governing body written notice of the intent to take military leave and the expected duration of
the military leave.

(4) (a) An elected official who chooses to continue to carry out the official's duties
while on active, full-time duty shall, within 10 days after arrival at the official's place of
deployment, confirm in writing to the political subdivision's governing body that the official
has the ability to carry out the official's duties.

(b) If no confirmation is received by the political subdivision within the time period
described in Subsection (4)(a), the elected official shall be placed in a military leave status and
a temporary replacement appointed in accordance with Subsection (6).

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(5) An elected official's military leave:

10097 (a) begins the later of:

(i) the day after the day on which the elected official notifies the political subdivision'sgoverning body of the intent to take military leave;

10100 (ii) day 11 after the elected official's deployment if no confirmation is received in 10101 accordance with Subsection (4)(a); or

10102 (iii) the day on which the elected official begins active, full-time duty in the armed

10103	forces; and
10104	(b) ends the sooner of:
10105	(i) the expiration of the elected official's term of office; or
10106	(ii) the day on which the elected official ends active, full-time duty in the armed forces.
10107	(6) A temporary replacement shall:
10108	(a) meet the qualifications required to hold the office; and
10109	(b) be appointed:
10110	(i) in the same manner as provided by this part for a midterm vacancy if a registered
10111	political party nominated the elected official who takes military leave as a candidate for the
10112	office; or
10113	(ii) by the political subdivision's governing body after submitting an application in
10114	accordance with Subsection (8)(b) if a registered political party did not nominate the elected
10115	official who takes military leave as a candidate for office.
10116	(7) (a) A temporary replacement shall exercise the powers and duties of the office for
10117	which the temporary replacement is appointed for the duration of the elected official's military
10118	leave.
10119	(b) An elected official may not exercise the powers or duties of the office while on
10120	military leave.
10121	(c) If a temporary replacement is not appointed as required by Subsection (6)(b), no
10122	person may exercise the powers and duties of the elected official's office during the elected
10123	official's military leave.
10124	(8) The political subdivision's governing body shall establish:
10125	(a) the distribution of the emoluments of the office between the elected official and the
10126	temporary replacement; and
10127	(b) an application form and the date and time before which a person shall submit the
10128	application to be considered by the political subdivision's governing body for appointment as a
10129	temporary replacement.
10130	Section 224. Section 20A-2-101 is amended to read:
10131	20A-2-101. Eligibility for registration.
10132	(1) Except as provided in Subsection (2), an individual may register to vote in an
10133	election who:

10134	(a) is a citizen of the United States;
10135	(b) has been a resident of Utah for at least the 30 days immediately before the election;
10136	(c) will be:
10137	(i) at least 18 years of age on the day of the election; or
10138	(ii) if the election is a regular primary election, a municipal primary election, or a
10139	presidential primary election:
10140	(A) 17 years of age on or before the day of the regular primary election, municipal
10141	primary election, or presidential primary election; and
10142	(B) 18 years of age on or before the day of the general election that immediately
10143	follows the regular primary election, municipal primary election, or presidential primary
10144	election; and
10145	(d) currently resides within the voting district or precinct in which the individual
10146	applies to register to vote.
10147	(2) (a) (i) An individual who is involuntarily confined or incarcerated in a jail, prison,
10148	or other facility within a voting precinct is not a resident of that voting precinct and may not
10149	register to vote in that voting precinct unless the individual was a resident of that voting
10150	precinct before the confinement or incarceration.
10151	(ii) An individual who is involuntarily confined or incarcerated in a jail or prison is a
10152	resident of the voting precinct in which the individual resided before the confinement or
10153	incarceration.
10154	(b) An individual who has been convicted of a felony or a misdemeanor for an offense
10155	under this title may not register to vote or remain registered to vote unless the individual's right
10156	to vote has been restored as provided in Section 20A-2-101.3 or 20A-2-101.5.
10157	(c) An individual whose right to vote has been restored, as provided in Section
10158	20A-2-101.3 or 20A-2-101.5, is eligible to register to vote.
10159	(3) An individual who is eligible to vote and who resides within the geographic
10160	boundaries of the entity in which the election is held may register to vote in a:
10161	(a) regular general election;
10162	(b) regular primary election;
10163	(c) municipal general election;
10164	(d) municipal primary election;

10165	(e) statewide special election;
10166	(f) local special election;
10167	(g) [local] <u>special</u> district election;
10168	(h) bond election; and
10169	(i) presidential primary election.
10170	Section 225. Section 20A-3a-102 is amended to read:
10171	20A-3a-102. Residency and age requirements of voters.
10172	(1) An individual may vote in any regular general election or statewide special election
10173	if that individual has registered to vote in accordance with Chapter 2, Voter Registration.
10174	(2) An individual may vote in the presidential primary election or a regular primary
10175	election if:
10176	(a) that individual has registered to vote in accordance with Chapter 2, Voter
10177	Registration; and
10178	(b) that individual's political party affiliation, or unaffiliated status, allows the person
10179	to vote in the election.
10180	(3) An individual may vote in a municipal general election, municipal primary election,
10181	local special election, [local] special district election, and bond election if that individual:
10182	(a) has registered to vote in accordance with Chapter 2, Voter Registration; and
10183	(b) is a resident of a voting district or precinct within the local entity that is holding the
10184	election.
10185	Section 226. Section 20A-3a-104 is amended to read:
10186	20A-3a-104. Voting by secret ballot.
10187	All voting at each regular and municipal general election, at each statewide or local
10188	special election, at each primary election, at each [local] special district election, and at each
10189	bond election shall be by secret ballot.
10190	Section 227. Section 20A-3a-501 is amended to read:
10191	20A-3a-501. Prohibited conduct at polling place Other prohibited activities.
10192	(1) As used in this section:
10193	(a) "electioneering" includes any oral, printed, or written attempt to persuade persons to
10194	refrain from voting or to vote for or vote against any candidate or issue; and
10195	(b) "polling place" means the physical place where ballots are cast and includes the

10196	physical place where a ballot drop box is located.
10197	(2) (a) An individual may not, within a polling place or in any public area within 150
10198	feet of the building where a polling place is located:
10199	(i) do any electioneering;
10200	(ii) circulate cards or handbills of any kind;
10201	(iii) solicit signatures to any kind of petition; or
10202	(iv) engage in any practice that interferes with the freedom of voters to vote or disrupts
10203	the administration of the polling place.
10204	(b) A county, municipality, school district, or [local] special district may not prohibit
10205	electioneering that occurs more than 150 feet from the building where a polling place is
10206	located, but may regulate the place and manner of that electioneering to protect the public
10207	safety.
10208	(3) (a) An individual may not obstruct the doors or entries to a building in which a
10209	polling place is located or prevent free access to and from any polling place.
10210	(b) A sheriff, deputy sheriff, or municipal law enforcement officer shall prevent the
10211	obstruction of the entrance to a polling place and may arrest an individual creating an
10212	obstruction.
10213	(4) An individual may not solicit any voter to show the voter's ballot.
10214	(5) (a) An individual may not knowingly possess or control another individual's voted
10215	manual ballot, unless:
10216	(i) the individual is an election official or postal worker acting in the capacity of an
10217	election official or postal worker;
10218	(ii) the individual possesses or controls the voted ballot in accordance with Section
10219	20A-3a-301, relating to emergency ballots;
10220	(iii) the possession or control is authorized in order to deliver a military-overseas ballot
10221	in accordance with Chapter 16, Uniform Military and Overseas Voters Act;
10222	(iv) subject to Section 20A-3a-208, the individual is authorized by a voter to possess or
10223	control the voter's voted ballot if the voter needs assistance delivering the ballot due to the
10224	voter's age, illness, or disability; or
10225	(v) the individual resides in the same household as the voter.
10226	(b) A violation of Subsection (5)(a) does not invalidate the ballot.

10227	(6) An individual who violates any provision of this section is, in addition to the
10228	penalties described in Subsections 20A-1-609(2) and (3), guilty of a class A misdemeanor.
10229	(7) A political subdivision may not prohibit political signs that are located more than
10230	150 feet away from a polling place, but may regulate their placement to protect public safety.
10231	Section 228. Section 20A-3a-605 is amended to read:
10232	20A-3a-605. Exemptions from early voting.
10233	(1) (a) This part does not apply to an election of a board member of a [local] special
10234	district.
10235	(b) Notwithstanding Subsection (1)(a), a [local] special district may, in the [local]
10236	special district's discretion, provide early voting in accordance with this part for election of a
10237	board member.
10238	(2) Notwithstanding the requirements of Section 20A-3a-601, a municipality of the
10239	fifth class or a town as described in Section 10-2-301 may provide early voting as provided
10240	under this part for:
10241	(a) a municipal primary election; or
10242	(b) a municipal general election.
10243	(3) A municipality is not required to conduct early voting for the election.
10244	Section 229. Section 20A-4-301 is amended to read:
10245	20A-4-301. Board of canvassers.
10246	(1) (a) Each county legislative body is the board of county canvassers for:
10247	(i) the county; and
10248	(ii) each [local] special district whose election is conducted by the county if:
10249	(A) the election relates to the creation of the [local] special district;
10250	(B) the county legislative body serves as the governing body of the [local] special
10251	district; or
10252	(C) there is no duly constituted governing body of the [local] special district.
10253	(b) The board of county canvassers shall meet to canvass the returns at the usual place
10254	of meeting of the county legislative body, at a date and time determined by the county clerk
10255	that is no sooner than seven days after the election and no later than 14 days after the election.
10256	(c) If one or more of the county legislative body fails to attend the meeting of the board
10257	of county canvassers, the remaining members shall replace the absent member by appointing in

10258	the order named:
10259	(i) the county treasurer;
10260	(ii) the county assessor; or
10261	(iii) the county sheriff.
10262	(d) Attendance of the number of persons equal to a simple majority of the county
10263	legislative body, but not less than three persons, shall constitute a quorum for conducting the
10264	canvass.
10265	(e) The county clerk is the clerk of the board of county canvassers.
10266	(2) (a) The mayor and the municipal legislative body are the board of municipal
10267	canvassers for the municipality.
10268	(b) The board of municipal canvassers shall meet to canvass the returns at the usual
10269	place of meeting of the municipal legislative body:
10270	(i) for canvassing of returns from a municipal general election, no sooner than seven
10271	days after the election and no later than 14 days after the election; or
10272	(ii) for canvassing of returns from a municipal primary election, no sooner than seven
10273	days after the election and no later than 14 days after the election.
10274	(c) Attendance of a simple majority of the municipal legislative body shall constitute a
10275	quorum for conducting the canvass.
10276	(3) (a) The legislative body of the entity authorizing a bond election is the board of
10277	canvassers for each bond election.
10278	(b) The board of canvassers for the bond election shall comply with the canvassing
10279	procedures and requirements of Section 11-14-207.
10280	(c) Attendance of a simple majority of the legislative body of the entity authorizing a
10281	bond election shall constitute a quorum for conducting the canvass.
10282	Section 230. Section 20A-4-304 is amended to read:
10283	20A-4-304. Declaration of results Canvassers' report.
10284	(1) Each board of canvassers shall:
10285	(a) except as provided in Part 6, Municipal Alternate Voting Methods Pilot Project,
10286	declare "elected" or "nominated" those persons who:
10287	(i) had the highest number of votes; and
10288	(ii) sought election or nomination to an office completely within the board's

10289	jurisdiction;
10290	(b) declare:
10291	(i) "approved" those ballot propositions that:
10292	(A) had more "yes" votes than "no" votes; and
10293	(B) were submitted only to the voters within the board's jurisdiction; or
10294	(ii) "rejected" those ballot propositions that:
10295	(A) had more "no" votes than "yes" votes or an equal number of "no" votes and "yes"
10296	votes; and
10297	(B) were submitted only to the voters within the board's jurisdiction;
10298	(c) certify the vote totals for persons and for and against ballot propositions that were
10299	submitted to voters within and beyond the board's jurisdiction and transmit those vote totals to
10300	the lieutenant governor; and
10301	(d) if applicable, certify the results of each [local] special district election to the [local]
10302	special district clerk.
10303	(2) As soon as the result is declared, the election officer shall prepare a report of the
10304	result, which shall contain:
10305	(a) the total number of votes cast in the board's jurisdiction;
10306	(b) the names of each candidate whose name appeared on the ballot;
10307	(c) the title of each ballot proposition that appeared on the ballot;
10308	(d) each office that appeared on the ballot;
10309	(e) from each voting precinct:
10310	(i) the number of votes for each candidate;
10311	(ii) for each race conducted by instant runoff voting under Part 6, Municipal Alternate
10312	Voting Methods Pilot Project, the number of valid votes cast for each candidate for each
10313	potential ballot-counting phase and the name of the candidate excluded in each ballot-counting
10314	phase; and
10315	(iii) the number of votes for and against each ballot proposition;
10316	(f) the total number of votes given in the board's jurisdiction to each candidate, and for
10317	and against each ballot proposition;
10318	(g) the number of ballots that were rejected; and
10319	(h) a statement certifying that the information contained in the report is accurate.

10320	(3) The election officer and the board of canvassers shall:
10321	(a) review the report to ensure that it is correct; and
10322	(b) sign the report.
10323	(4) The election officer shall:
10324	(a) record or file the certified report in a book kept for that purpose;
10325	(b) prepare and transmit a certificate of nomination or election under the officer's seal
10326	to each nominated or elected candidate;
10327	(c) publish a copy of the certified report in accordance with Subsection (5); and
10328	(d) file a copy of the certified report with the lieutenant governor.
10329	(5) Except as provided in Subsection (6), the election officer shall, no later than seven
10330	days after the day on which the board of canvassers declares the election results, publicize the
10331	certified report described in Subsection (2):
10332	(a) (i) by publishing notice at least once in a newspaper of general circulation within
10333	the jurisdiction;
10334	(ii) by posting one notice, and at least one additional notice per 2,000 population of the
10335	jurisdiction, in places within the jurisdiction that are most likely to give notice to the residents
10336	of the jurisdiction, subject to a maximum of 10 notices; or
10337	(iii) by mailing notice to each residence within the jurisdiction;
10338	(b) by posting notice on the Utah Public Notice Website, created in Section
10339	63A-16-601, for one week; and
10340	(c) if the jurisdiction has a website, by posting notice on the jurisdiction's website for
10341	one week.
10342	(6) Instead of including a copy of the entire certified report, a notice required under
10343	Subsection (5) may contain a statement that:
10344	(a) includes the following: "The Board of Canvassers for [indicate name of
10345	jurisdiction] has prepared a report of the election results for the [indicate type and date of
10346	election]."; and
10347	(b) specifies the following sources where an individual may view or obtain a copy of
10348	the entire certified report:
10349	(i) if the jurisdiction has a website, the jurisdiction's website;
10350	(ii) the physical address for the jurisdiction; and

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10351 (iii) a mailing address and telephone number. 10352 (7) When there has been a regular general or a statewide special election for statewide 10353 officers, for officers that appear on the ballot in more than one county, or for a statewide or two 10354 or more county ballot proposition, each board of canvassers shall: 10355 (a) prepare a separate report detailing the number of votes for each candidate and the 10356 number of votes for and against each ballot proposition; and 10357 (b) transmit the separate report by registered mail to the lieutenant governor. 10358 (8) In each county election, municipal election, school election, [local] special district 10359 election, and local special election, the election officer shall transmit the reports to the 10360 lieutenant governor within 14 days after the date of the election. (9) In a regular primary election and in a presidential primary election, the board shall 10361 10362 transmit to the lieutenant governor: (a) the county totals for multi-county races, to be telephoned or faxed to the lieutenant 10363 10364 governor not later than the second Tuesday after the election; and 10365 (b) a complete tabulation showing voting totals for all primary races, precinct by 10366 precinct, to be mailed to the lieutenant governor on or before the third Friday following the primary election. 10367 10368 Section 231. Section **20A-4-305** is amended to read: 10369 20A-4-305. Delivery of checked official register to county clerk after canvass. 10370 Within 10 days after the canvass of a November municipal election, [local] special 10371 district election, bond election, or special election, the clerk or recorder shall transmit the 10372 checked official register to the county clerk. 10373 Section 232. Section **20A-4-401** is amended to read: 10374 20A-4-401. Recounts -- Procedure. 10375 (1) (a) This section does not apply to a race conducted by instant runoff voting under 10376 Chapter 4, Part 6, Municipal Alternate Voting Methods Pilot Project. 10377 (b) Except as provided in Subsection (1)(c), for a race between candidates, if the 10378 difference between the number of votes cast for a winning candidate in the race and a losing 10379 candidate in the race is equal to or less than .25% of the total number of votes cast for all candidates in the race, that losing candidate may file a request for a recount in accordance with 10380

10381 Subsection (1)(d).

10382	(c) For a race between candidates where the total of all votes cast in the race is 400 or
10383	less, if the difference between the number of votes cast for a winning candidate in the race and
10384	a losing candidate in the race is one vote, that losing candidate may file a request for a recount
10385	in accordance with Subsection (1)(d).
10386	(d) A candidate who files a request for a recount under Subsection (1) (b) or (c) shall
10387	file the request:
10388	(i) for a municipal primary election, with the municipal clerk, before 5 p.m. within
10389	three days after the canvass; or
10390	(ii) for all other elections, before 5 p.m. within seven days after the canvass with:
10391	(A) the municipal clerk, if the election is a municipal general election;
10392	(B) the [local] special district clerk, if the election is a [local] special district election;
10393	(C) the county clerk, for races voted on entirely within a single county; or
10394	(D) the lieutenant governor, for statewide races and multicounty races.
10395	(e) The election officer shall:
10396	(i) supervise the recount;
10397	(ii) recount all ballots cast for that race;
10398	(iii) reexamine all uncounted ballots to ensure compliance with Chapter 3a, Part 4,
10399	Disposition of Ballots;
10400	(iv) for a race where only one candidate may win, declare elected the candidate who
10401	receives the highest number of votes on the recount; and
10402	(v) for a race where multiple candidates may win, declare elected the applicable
10403	number of candidates who receive the highest number of votes on the recount.
10404	(2) (a) Except as provided in Subsection (2)(b), for a ballot proposition or a bond
10405	proposition, if the proposition passes or fails by a margin that is equal to or less than .25% of
10406	the total votes cast for or against the proposition, any 10 voters who voted in the election where
10407	the proposition was on the ballot may file a request for a recount before 5 p.m. within seven
10408	days after the day of the canvass with the person described in Subsection (2)(c).
10409	(b) For a ballot proposition or a bond proposition where the total of all votes cast for or
10410	against the proposition is 400 or less, if the difference between the number of votes cast for the
10411	proposition and the number of votes cast against the proposition is one vote, any 10 voters who
10412	voted in the election where the proposition was on the ballot may file a request for a recount

- 10413 before 5 p.m. within seven days after the day of the canvass with the person described in 10414 Subsection (2)(c). 10415 (c) The 10 voters who file a request for a recount under Subsection (2)(a) or (b) shall 10416 file the request with: 10417 (i) the municipal clerk, if the election is a municipal election; 10418 (ii) the [local] special district clerk, if the election is a [local] special district election; 10419 (iii) the county clerk, for propositions voted on entirely within a single county; or 10420 (iv) the lieutenant governor, for statewide propositions and multicounty propositions. 10421 (d) The election officer shall: 10422 (i) supervise the recount; 10423 (ii) recount all ballots cast for that ballot proposition or bond proposition; 10424 (iii) reexamine all uncounted ballots to ensure compliance with Chapter 3a, Part 4, 10425 Disposition of Ballots: and 10426 (iv) declare the ballot proposition or bond proposition to have "passed" or "failed" 10427 based upon the results of the recount. 10428 (e) Proponents and opponents of the ballot proposition or bond proposition may 10429 designate representatives to witness the recount. 10430 (f) The voters requesting the recount shall pay the costs of the recount. 10431 (3) Costs incurred by recount under Subsection (1) may not be assessed against the 10432 person requesting the recount. 10433 (4) (a) Upon completion of the recount, the election officer shall immediately convene 10434 the board of canvassers. 10435 (b) The board of canvassers shall: 10436 (i) canvass the election returns for the race or proposition that was the subject of the 10437 recount; and 10438 (ii) with the assistance of the election officer, prepare and sign the report required by Section 20A-4-304 or 20A-4-306. 10439 10440 (c) If the recount is for a statewide or multicounty race or for a statewide proposition, 10441 the board of county canvassers shall prepare and transmit a separate report to the lieutenant 10442 governor as required by Subsection 20A-4-304(7).
- 10443 (d) The canvassers' report prepared as provided in this Subsection (4) is the official

10444	result of the race or proposition that is the subject of the recount.
10445	Section 233. Section 20A-5-302 is amended to read:
10446	20A-5-302. Automated voting system.
10447	(1) (a) Any county or municipal legislative body or [local] special district board may:
10448	(i) adopt, experiment with, acquire by purchase, lease, or otherwise, or abandon any
10449	automated voting system that meets the requirements of this section; and
10450	(ii) use that system in any election, in all or a part of the voting precincts within its
10451	boundaries, or in combination with manual ballots.
10452	(b) Nothing in this title shall be construed to require the use of electronic voting
10453	devices in local special elections, municipal primary elections, or municipal general elections.
10454	(2) Each automated voting system shall:
10455	(a) provide for voting in secrecy, except in the case of voters who have received
10456	assistance as authorized by Section 20A-3a-208;
10457	(b) permit each voter at any election to:
10458	(i) vote for all persons and offices for whom and for which that voter is lawfully
10459	entitled to vote;
10460	(ii) vote for as many persons for an office as that voter is entitled to vote; and
10461	(iii) vote for or against any ballot proposition upon which that voter is entitled to vote;
10462	(c) permit each voter, at presidential elections, by one mark, to vote for the candidates
10463	of that party for president, vice president, and for their presidential electors;
10464	(d) at elections other than primary elections, permit each voter to vote for the nominees
10465	of one or more parties and for independent candidates;
10466	(e) at primary elections:
10467	(i) permit each voter to vote for candidates of the political party of the voter's choice;
10468	and
10469	(ii) reject any votes cast for candidates of another party;
10470	(f) prevent the voter from voting for the same person more than once for the same
10471	office;
10472	(g) provide the opportunity for each voter to change the ballot and to correct any error
10473	before the voter casts the ballot in compliance with the Help America Vote Act of 2002, Pub.
10474	L. No. 107-252;

10475	(h) include automatic tabulating equipment that rejects choices recorded on a voter's
10476	ballot if the number of the voter's recorded choices is greater than the number which the voter
10477	is entitled to vote for the office or on the measure;
10478	(i) be of durable construction, suitably designed so that it may be used safely,
10479	efficiently, and accurately in the conduct of elections and counting ballots;
10480	(j) when properly operated, record correctly and count accurately each vote cast;
10481	(k) for voting equipment certified after January 1, 2005, produce a permanent paper
10482	record that:
10483	(i) shall be available as an official record for any recount or election contest conducted
10484	with respect to an election where the voting equipment is used;
10485	(ii) (A) shall be available for the voter's inspection prior to the voter leaving the polling
10486	place; and
10487	(B) shall permit the voter to inspect the record of the voter's selections independently
10488	only if reasonably practicable commercial methods permitting independent inspection are
10489	available at the time of certification of the voting equipment by the lieutenant governor;
10490	(iii) shall include, at a minimum, human readable printing that shows a record of the
10491	voter's selections;
10492	(iv) may also include machine readable printing which may be the same as the human
10493	readable printing; and
10494	(v) allows a watcher to observe the election process to ensure the integrity of the
10495	election process; and
10496	(1) meet the requirements of Section 20A-5-802.
10497	(3) For the purposes of a recount or an election contest, if the permanent paper record
10498	contains a conflict or inconsistency between the human readable printing and the machine
10499	readable printing, the human readable printing shall supercede the machine readable printing
10500	when determining the intent of the voter.
10501	(4) Notwithstanding any other provisions of this section, the election officers shall
10502	ensure that the ballots to be counted by means of electronic or electromechanical devices are of
10503	a size, layout, texture, and printed in a type of ink or combination of inks that will be suitable
10504	for use in the counting devices in which they are intended to be placed.
10505	Section 234. Section 20A-5-400.5 is amended to read:

- 10506 20A-5-400.5. Election officer for bond and leeway elections. 10507 (1) When a voted leeway or bond election is held on the regular general election date, 10508 the county clerk shall serve as the provider election officer to conduct that election. 10509 (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 10510 10511 local political subdivision calling the election is entirely within the boundaries of the 10512 unincorporated county, the county clerk shall serve as the provider election officer to conduct 10513 that election subject to Subsection (3). 10514 (b) When a voted leeway or bond election is held on the municipal general election 10515 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 10516 10517 municipality, the municipal clerk for that municipality shall, except as provided in Subsection 10518 (3), serve as the provider election officer to conduct that election. 10519 (c) When a voted leeway or bond election is held on the municipal general election 10520 date or any other election date permitted for special elections under Section 20A-1-204, and the 10521 local political subdivision calling the election extends beyond the boundaries of a single 10522 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:
 - (a) the clerk or chief executive officer of a [local] special district or the business
 administrator or superintendent of the school district, as applicable, shall serve as the election
 officer to conduct the bond election for those portions of the local political subdivision in
 which no other election, other than another voted leeway or bond election, is being held, unless
 the [local] special district or school district has contracted with a provider election officer; and

10537	(b) the county clerk, municipal clerk, or both, as determined by the local political
10538	subdivision holding the bond election, shall serve as the provider election officer to conduct the
10539	bond election for those portions of the local political subdivision in which another election,
10540	other than another voted leeway or bond election, is being held.
10541	(4) A provider election officer required by this section to conduct an election for a local
10542	political subdivision shall comply with Section 20A-5-400.1.
10543	Section 235. Section 20A-5-401 is amended to read:
10544	20A-5-401. Official register Preparation Contents.
10545	(1) (a) Before the registration days for each regular general, municipal general, regular
10546	primary, municipal primary, or presidential primary election, each county clerk shall prepare an
10547	official register of all voters that will participate in the election.
10548	(b) The county clerk shall ensure that the official register is prepared and contains the
10549	following for each registered voter:
10550	(i) name;
10551	(ii) party affiliation;
10552	(iii) an entry field for a voter challenge, including the name of the individual making
10553	the challenge and the grounds for the challenge;
10554	(iv) election name and date;
10555	(v) date of birth;
10556	(vi) place of current residence;
10557	(vii) street address of current residence;
10558	(viii) zip code;
10559	(ix) identification and provisional ballot information as required under Subsection
10560	(1)(d); and
10561	(x) space for the voter to sign the voter's name for the election.
10562	(c) When preparing the official register for the presidential primary election, the county
10563	clerk shall include:
10564	(i) an entry field to record the name of the political party whose ballot the voter voted;
10565	and
10566	(ii) an entry field for the poll worker to record changes in the voter's party affiliation.
10567	(d) When preparing the official register for any regular general election, municipal

general election, statewide special election, local special election, regular primary election,
 municipal primary election, [local] special district election, or election for federal office, the
 county clerk shall include:

(i) an entry field for the poll worker to record the type of identification provided by thevoter;

(ii) a space for the poll worker to record the provisional envelope ballot number forvoters who receive a provisional ballot; and

10575 (iii) a space for the poll worker to record the type of identification that was provided by10576 voters who receive a provisional ballot.

(2) (a) (i) For regular and municipal elections, primary elections, regular municipal
elections, [local] <u>special</u> district elections, and bond elections, the county clerk shall make an
official register only for voting precincts affected by the primary, municipal, [local] <u>special</u>
district, or bond election.

(ii) If a polling place to be used in a bond election serves both voters residing in the
local political subdivision calling the bond election and voters residing outside of that local
political subdivision, the official register shall designate whether each voter resides in or
outside of the local political subdivision.

(iii) Each county clerk, with the assistance of the clerk of each affected [local] special
district, shall provide a detailed map or an indication on the registration list or other means to
enable a poll worker to determine the voters entitled to vote at an election of [local] special
district officers.

(b) Municipalities shall pay the costs of making the official register for municipalelections.

10591 Section 236. Section **20A-5-403** is amended to read:

10592 **20A-5-403.** Polling places -- Booths -- Ballot boxes -- Inspections --

10593 Arrangements.

10594 (1) Except as provided in Section 20A-7-609.5, each election officer shall:

- 10595 (a) designate polling places for each voting precinct in the jurisdiction; and
- 10596 (b) obtain the approval of the county or municipal legislative body or [local] <u>special</u>
- 10597 district governing board for those polling places.

10598 (2) (a) For each polling place, the election officer shall provide:

10599	(i) an American flag;
10600	(ii) a sufficient number of voting booths or compartments;
10601	(iii) the voting devices, voting booths, ballots, ballot boxes, and any other records and
10602	supplies necessary to enable a voter to vote;
10603	(iv) the constitutional amendment cards required by Part 1, Election Notices and
10604	Instructions;
10605	(v) the instructions required by Section 20A-5-102; and
10606	(vi) a sign, to be prominently displayed in the polling place, indicating that valid voter
10607	identification is required for every voter before the voter may vote and listing the forms of
10608	identification that constitute valid voter identification.
10609	(b) Each election officer shall ensure that:
10610	(i) each voting booth is at a convenient height for writing, and is arranged so that the
10611	voter can prepare the voter's ballot screened from observation;
10612	(ii) there are a sufficient number of voting booths or voting devices to accommodate
10613	the voters at that polling place; and
10614	(iii) there is at least one voting booth or voting device that is configured to
10615	accommodate persons with disabilities.
10616	(c) Each county clerk shall provide a ballot box for each polling place that is large
10617	enough to properly receive and hold the ballots to be cast.
10618	(3) (a) All polling places shall be physically inspected by each county clerk to ensure
10619	access by a person with a disability.
10620	(b) Any issues concerning inaccessibility to polling places by a person with a disability
10621	discovered during the inspections referred to in Subsection (3)(a) or reported to the county
10622	clerk shall be:
10623	(i) forwarded to the Office of the Lieutenant Governor; and
10624	(ii) within six months of the time of the complaint, the issue of inaccessibility shall be
10625	either:
10626	(A) remedied at the particular location by the county clerk;
10627	(B) the county clerk shall designate an alternative accessible location for the particular
10628	precinct; or
10629	(C) if no practical solution can be identified, file with the Office of the Lieutenant

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10630 Governor a written explanation identifying the reasons compliance cannot reasonably be met.

- 10631 (4) (a) The municipality in which the election is held shall pay the cost of conducting10632 each municipal election, including the cost of printing and supplies.
- 10633(b) (i) Costs assessed by a county clerk to a municipality under this section may not10634exceed the actual costs incurred by the county clerk.
- 10635 (ii) The actual costs shall include:
- 10636 (A) costs of or rental fees associated with the use of election equipment and supplies; 10637 and
 - (B) reasonable and necessary administrative costs.
- 10639 (5) The county clerk shall make detailed entries of all proceedings had under this10640 chapter.
- 10641 (6) (a) Each county clerk shall, to the extent possible, ensure that the amount of time 10642 that an individual waits in line before the individual can vote at a polling place in the county 10643 does not exceed 30 minutes.
- (b) The lieutenant governor may require a county clerk to submit a line management
 plan before the next election if an individual waits in line at a polling place in the county longer
 than 30 minutes before the individual can vote.
- 10647 (c) The lieutenant governor may consider extenuating circumstances in deciding 10648 whether to require the county clerk to submit a plan described in Subsection (6)(b).
- (d) The lieutenant governor shall review each plan submitted under Subsection (6)(b)
 and consult with the county clerk submitting the plan to ensure, to the extent possible, that the
 amount of time an individual waits in line before the individual can vote at a polling place in
 the county does not exceed 30 minutes.
- Section 237. Section **20A-5-407** is amended to read:

10654 **20A-5-407.** Election officer to provide ballot boxes.

- 10655 (1) Except as provided in Subsection (3), an election officer shall:
- 10656 (a) provide one ballot box with a lock and key for each polling place; and
- 10657 (b) deliver the ballot boxes, locks, and keys to the polling place before the polls open.
- 10658 (2) An election officer for a municipality or [local] special district may obtain ballot 10659 boxes from the county clerk's office.
- 10660 (3) If locks and keys are unavailable, the election officer shall ensure that the ballot

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10661 box lid is secured by tape. 10662 Section 238. Section **20A-5-601** is amended to read: 10663 20A-5-601. Appointment of poll workers in elections where candidates are 10664 distinguished by registered political parties. 10665 (1) (a) This section governs appointment of poll workers in elections where candidates 10666 are distinguished by registered political parties. 10667 (b) On or before March 1 of each even-numbered year, an election officer shall provide 10668 to the county chair of each registered political party a list of the number of poll workers that the 10669 party must nominate for each polling place. 10670 (c) On or before April 1 of each even-numbered year, the county chair and secretary of 10671 each registered political party shall file a list with the election officer containing the names of 10672 individuals in the county who are willing to serve as poll workers, who are qualified to serve as 10673 poll workers in accordance with this section, and who are competent and trustworthy. (d) The county chair and secretary shall submit names equal in number to the number 10674 10675 required by the election officer, plus one. 10676 (2) Each election officer shall provide for the appointment of individuals to serve as 10677 poll workers at each election. 10678 (3) (a) For each election, each election officer shall provide for the appointment of at 10679 least three registered voters, or one individual who is 16 or 17 years old and two registered 10680 voters, one of whom is at least 21 years old, from the list to serve as poll workers. 10681 (b) An election officer may appoint additional poll workers, as needed. (4) For each set of three poll workers appointed for a polling place for an election, the 10682 10683 election officer shall ensure that: (a) two poll workers are appointed from the political party that cast the highest number 10684 10685 of votes for governor, lieutenant governor, attorney general, state auditor, and state treasurer, 10686 excluding votes for unopposed candidates, in the jurisdiction holding the election at the last 10687 regular general election before the appointment of the poll workers; and (b) one poll worker is appointed from the political party that cast the second highest 10688 10689 number of votes for governor, lieutenant governor, attorney general, state auditor, and state 10690 treasurer, excluding votes for unopposed candidates, in the county, city, or [local] special 10691 district, as applicable, at the last regular general election before the appointment of the poll

workers.(5) The election officer shall provide for the appointment of any qualified county voter as a poll worker when:
as a poll worker when:
(a) a political party fails to file the poll worker list by the filing deadline; or
(b) the list is incomplete.
(6) A registered voter of the county may serve as a poll worker at any polling place in
the county, municipality, or district, as applicable.
(7) An election officer may not appoint a candidate's parent, sibling, spouse, child,
mother-in-law, father-in-law, sister-in-law, brother-in-law, daughter-in-law, or son-in-law to
serve as a poll worker in a polling place where the candidate appears on the ballot.
(8) The election officer shall fill all poll worker vacancies.
(9) If a conflict arises over the right to certify the poll worker lists for any political
party, the election officer may decide between conflicting lists, but may only select names from
a properly submitted list.
(10) The clerk shall establish compensation for poll workers.
(11) The election officer may appoint additional poll workers to serve in the polling
place as needed.
Section 239. Section 20A-5-602 is amended to read:
20A-5-602. Appointment of poll workers in elections where candidates are not
distinguished by registered political parties.
(1) (a) This section governs appointment of poll workers in elections where candidates
are not distinguished by registered political parties.
(b) An election officer shall appoint the poll worker at least 15 days before the date of
the local election.
(2) (a) The election officer shall appoint, or provide for the appointment of, at least
three poll workers as follows:
(i) three registered voters; or
(ii) two registered voters, one of whom is at least 21 years old, and one individual who
is 16 or 17 years old.
(b) The election officer may appoint additional poll workers to serve in the polling

10722 place as needed.

10723	(3) The election officer may not appoint any candidate's parent, sibling, spouse, child,
10724	mother-in-law, father-in-law, sister-in-law, brother-in-law, daughter-in-law, or son-in-law to
10725	serve as a poll worker at a polling place where the candidate appears on the ballot.
10726	(4) (a) The clerk shall compensate poll workers for their services.
10727	(b) The clerk of a municipality or [local] special district may not compensate poll
10728	workers at a rate higher than that paid by the county to the county's poll workers.
10729	Section 240. Section 20A-9-101 is amended to read:
10730	20A-9-101. Definitions.
10731	As used in this chapter:
10732	(1) (a) "Candidates for elective office" means persons who file a declaration of
10733	candidacy under Section 20A-9-202 to run in a regular general election for a federal office,
10734	constitutional office, multicounty office, or county office.
10735	(b) "Candidates for elective office" does not mean candidates for:
10736	(i) justice or judge of court of record or not of record;
10737	(ii) presidential elector;
10738	(iii) any political party offices; and
10739	(iv) municipal or [local] special district offices.
10740	(2) "Constitutional office" means the state offices of governor, lieutenant governor,
10741	attorney general, state auditor, and state treasurer.
10742	(3) "Continuing political party" means the same as that term is defined in Section
10743	20A-8-101.
10744	(4) (a) "County office" means an elective office where the officeholder is selected by
10745	voters entirely within one county.
10746	(b) "County office" does not mean:
10747	(i) the office of justice or judge of any court of record or not of record;
10748	(ii) the office of presidential elector;
10749	(iii) any political party offices;
10750	(iv) any municipal or [local] special district offices; and
10751	(v) the office of United States Senator and United States Representative.
10752	(5) "Electronic candidate qualification process" means:
10753	(a) as it relates to a registered political party that is not a qualified political party, the

10754	process for gathering signatures electronically to seek the nomination of a registered political
10755	party, described in:
10756	(i) Section 20A-9-403;
10757	(ii) Section 20a-9-405, except Subsections 20A-9-405(3) and (5); and
10758	(iii) Section 20A-21-201; and
10759	(b) as it relates to a qualified political party, the process, for gathering signatures
10760	electronically to seek the nomination of a registered political party, described in:
10761	(i) Section 20A-9-405, except Subsections 20A-9-405(3) and (5);
10762	(ii) Section 20A-9-408; and
10763	(iii) Section 20A-21-201.
10764	(6) "Federal office" means an elective office for United States Senator and United
10765	States Representative.
10766	(7) "Filing officer" means:
10767	(a) the lieutenant governor, for:
10768	(i) the office of United States Senator and United States Representative; and
10769	(ii) all constitutional offices;
10770	(b) for the office of a state senator or state representative, the lieutenant governor or the
10771	applicable clerk described in Subsection (7)(c) or (d);
10772	(c) the county clerk, for county offices and local school district offices;
10773	(d) the county clerk in the filer's county of residence, for multicounty offices;
10774	(e) the city or town clerk, for municipal offices; or
10775	(f) the [local] special district clerk, for [local] special district offices.
10776	[(8) "Local district office" means an elected office in a local district.]
10777	[(9)] (8) "Local government office" includes county offices, municipal offices, and
10778	[local] special district offices and other elective offices selected by the voters from a political
10779	division entirely within one county.
10780	[(10)] (9) "Manual candidate qualification process" means the process for gathering
10781	signatures to seek the nomination of a registered political party, using paper signature packets
10782	that a signer physically signs.
10783	[(11)] (10) (a) "Multicounty office" means an elective office where the officeholder is
10784	selected by the voters from more than one county.

10785	(b) "Multicounty office" does not mean:
10786	(i) a county office;
10787	(ii) a federal office;
10788	(iii) the office of justice or judge of any court of record or not of record;
10789	(iv) the office of presidential elector;
10790	(v) any political party offices; or
10791	(vi) any municipal or [local] special district offices.
10792	[(12)] (11) "Municipal office" means an elective office in a municipality.
10793	[(13)] (12) (a) "Political division" means a geographic unit from which an officeholder
10794	is elected and that an officeholder represents.
10795	(b) "Political division" includes a county, a city, a town, a [local] special district, a
10796	school district, a legislative district, and a county prosecution district.
10797	[(14)] (13) "Qualified political party" means a registered political party that:
10798	(a) (i) permits a delegate for the registered political party to vote on a candidate
10799	nomination in the registered political party's convention remotely; or
10800	(ii) provides a procedure for designating an alternate delegate if a delegate is not
10801	present at the registered political party's convention;
10802	(b) does not hold the registered political party's convention before the fourth Saturday
10803	in March of an even-numbered year;
10804	(c) permits a member of the registered political party to seek the registered political
10805	party's nomination for any elective office by the member choosing to seek the nomination by
10806	either or both of the following methods:
10807	(i) seeking the nomination through the registered political party's convention process,
10808	in accordance with the provisions of Section 20A-9-407; or
10809	(ii) seeking the nomination by collecting signatures, in accordance with the provisions
10810	of Section 20A-9-408; and
10811	(d) (i) if the registered political party is a continuing political party, no later than 5 p.m.
10812	on the first Monday of October of an odd-numbered year, certifies to the lieutenant governor
10813	that, for the election in the following year, the registered political party intends to nominate the
10814	registered political party's candidates in accordance with the provisions of Section 20A-9-406;
10815	or

10816	(ii) if the registered political party is not a continuing political party, certifies at the
10817	time that the registered political party files the petition described in Section 20A-8-103 that, for
10818	the next election, the registered political party intends to nominate the registered political
10819	party's candidates in accordance with the provisions of Section 20A-9-406.
10820	[(15)] (14) "Signature," as it relates to a petition for a candidate to seek the nomination
10821	of a registered political party, means:
10822	(a) when using the manual candidate qualification process, a holographic signature
10823	collected physically on a nomination petition described in Subsection 20A-9-405(3); or
10824	(b) when using the electronic candidate qualification process:
10825	(i) an electronic signature collected under Subsection 20A-21-201(6)(c)(ii)(A); or
10826	(ii) a holographic signature collected electronically under Subsection
10827	20A-21-201(6)(c)(ii)(B).
10828	(15) "Special district office" means an elected office in a special district.
10829	Section 241. Section 20A-9-503 is amended to read:
10830	20A-9-503. Certificate of nomination Filing Fees.
10831	(1) Except as provided in Subsection (1)(b), after the certificate of nomination has been
10832	certified, executed, and acknowledged by the county clerk, the candidate shall:
10833	(a) (i) file the petition in person with the lieutenant governor, if the office the candidate
10834	seeks is a constitutional office or a federal office, or the county clerk, if the office the candidate
10835	seeks is a county office, during the declaration of candidacy filing period described in Section
10836	20A-9-201.5; and
10837	(ii) pay the filing fee; or
10838	(b) not later than the close of normal office hours on June 15 of any odd-numbered
10839	year:
10840	(i) file the petition in person with the municipal clerk, if the candidate seeks an office
10841	in a city or town, or the [local] special district clerk, if the candidate seeks an office in a [local]
10842	special district; and
10843	(ii) pay the filing fee.
10844	(2) (a) The provisions of this Subsection (2) do not apply to an individual who files a
10845	declaration of candidacy for president of the United States.
10846	(b) Subject to Subsections (4)(c) and 20A-9-502(2), an individual may designate an

10847	agent to file a declaration of candidacy with the appropriate filing officer if:
10848	(i) the individual is located outside of the state during the entire filing period;
10849	(ii) the designated agent appears in person before the filing officer; and
10850	(iii) the individual communicates with the filing officer using an electronic device that
10851	allows the individual and filing officer to see and hear each other.
10852	(3) (a) At the time of filing, and before accepting the petition, the filing officer shall
10853	read the constitutional and statutory requirements for candidacy to the candidate.
10854	(b) If the candidate states that the candidate does not meet the requirements, the filing
10855	officer may not accept the petition.
10856	(4) (a) An individual filing a certificate of nomination for president or vice president of
10857	the United States under this section shall pay a filing fee of \$500.
10858	(b) Notwithstanding Subsection (1), an individual filing a certificate of nomination for
10859	president or vice president of the United States:
10860	(i) may file the certificate of nomination during the declaration of candidacy filing
10861	period described in Section 20A-9-201.5; and
10862	(ii) may use a designated agent to file the certificate of nomination.
10863	(c) An agent designated under Subsection (2) or described in Subsection (4)(b)(ii) may
10864	not sign the certificate of nomination form.
10865	Section 242. Section 20A-11-101 is amended to read:
10866	20A-11-101. Definitions.
10867	As used in this chapter:
10868	(1) (a) "Address" means the number and street where an individual resides or where a
10869	reporting entity has its principal office.
10870	(b) "Address" does not include a post office box.
10871	(2) "Agent of a reporting entity" means:
10872	(a) a person acting on behalf of a reporting entity at the direction of the reporting
10873	entity;
10874	(b) a person employed by a reporting entity in the reporting entity's capacity as a
10875	reporting entity;
10876	(c) the personal campaign committee of a candidate or officeholder;
10877	(d) a member of the personal campaign committee of a candidate or officeholder in the

H.B. 22 10878 member's capacity as a member of the personal campaign committee of the candidate or 10879 officeholder: or 10880 (e) a political consultant of a reporting entity. 10881 (3) "Ballot proposition" includes initiatives, referenda, proposed constitutional 10882 amendments, and any other ballot propositions submitted to the voters that are authorized by 10883 the Utah Code Annotated 1953. 10884 (4) "Candidate" means any person who: 10885 (a) files a declaration of candidacy for a public office; or 10886 (b) receives contributions, makes expenditures, or gives consent for any other person to 10887 receive contributions or make expenditures to bring about the person's nomination or election 10888 to a public office. 10889 (5) "Chief election officer" means: 10890 (a) the lieutenant governor for state office candidates, legislative office candidates, 10891 officeholders, political parties, political action committees, corporations, political issues committees, state school board candidates, judges, and labor organizations, as defined in 10892 10893 Section 20A-11-1501; and (b) the county clerk for local school board candidates. 10894 10895 (6) (a) "Contribution" means any of the following when done for political purposes: 10896 (i) a gift, subscription, donation, loan, advance, or deposit of money or anything of 10897 value given to the filing entity; 10898 (ii) an express, legally enforceable contract, promise, or agreement to make a gift, 10899 subscription, donation, unpaid or partially unpaid loan, advance, or deposit of money or 10900 anything of value to the filing entity; 10901 (iii) any transfer of funds from another reporting entity to the filing entity; (iv) compensation paid by any person or reporting entity other than the filing entity for 10902 10903 personal services provided without charge to the filing entity; 10904 (v) remuneration from: 10905 (A) any organization or its directly affiliated organization that has a registered lobbyist; 10906 or 10907 (B) any agency or subdivision of the state, including school districts; 10908 (vi) a loan made by a candidate deposited to the candidate's own campaign; and

10909 (vii) in-kind contributions. 10910 (b) "Contribution" does not include: 10911 (i) services provided by individuals volunteering a portion or all of their time on behalf 10912 of the filing entity if the services are provided without compensation by the filing entity or any 10913 other person; 10914 (ii) money lent to the filing entity by a financial institution in the ordinary course of 10915 business; 10916 (iii) goods or services provided for the benefit of a political entity at less than fair 10917 market value that are not authorized by or coordinated with the political entity; or 10918 (iv) data or information described in Subsection (24)(b). 10919 (7) "Coordinated with" means that goods or services provided for the benefit of a 10920 political entity are provided: 10921 (a) with the political entity's prior knowledge, if the political entity does not object; 10922 (b) by agreement with the political entity; 10923 (c) in coordination with the political entity; or 10924 (d) using official logos, slogans, and similar elements belonging to a political entity. 10925 (8) (a) "Corporation" means a domestic or foreign, profit or nonprofit, business 10926 organization that is registered as a corporation or is authorized to do business in a state and 10927 makes any expenditure from corporate funds for: 10928 (i) the purpose of expressly advocating for political purposes; or 10929 (ii) the purpose of expressly advocating the approval or the defeat of any ballot 10930 proposition. 10931 (b) "Corporation" does not mean: 10932 (i) a business organization's political action committee or political issues committee; or 10933 (ii) a business entity organized as a partnership or a sole proprietorship. 10934 (9) "County political party" means, for each registered political party, all of the persons 10935 within a single county who, under definitions established by the political party, are members of 10936 the registered political party. 10937 (10) "County political party officer" means a person whose name is required to be 10938 submitted by a county political party to the lieutenant governor in accordance with Section 10939 20A-8-402.

(11) "Detailed listing" means:
(a) for each contribution or public service assistance:
(i) the name and address of the individual or source making the contribution or public
service assistance, except to the extent that the name or address of the individual or source is
unknown;
(ii) the amount or value of the contribution or public service assistance; and
(iii) the date the contribution or public service assistance was made; and
(b) for each expenditure:
(i) the amount of the expenditure;
(ii) the goods or services acquired by the expenditure; and
(iii) the date the expenditure was made.
(12) (a) "Donor" means a person that gives money, including a fee, due, or assessment
for membership in the corporation, to a corporation without receiving full and adequate
consideration for the money.
(b) "Donor" does not include a person that signs a statement that the corporation may
not use the money for an expenditure or political issues expenditure.
(13) "Election" means each:
(a) regular general election;
(b) regular primary election; and
(c) special election at which candidates are eliminated and selected.
(14) "Electioneering communication" means a communication that:
(a) has at least a value of \$10,000;
(b) clearly identifies a candidate or judge; and
(c) is disseminated through the Internet, newspaper, magazine, outdoor advertising
facility, direct mailing, broadcast, cable, or satellite provider within 45 days of the clearly
identified candidate's or judge's election date.
(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:
(i) any disbursement from contributions, receipts, or from the separate bank account
required by this chapter;
(ii) a purchase, payment, donation, distribution, loan, advance, deposit, gift of money,

10971 or anything of value made for political purposes; 10972 (iii) an express, legally enforceable contract, promise, or agreement to make any 10973 purchase, payment, donation, distribution, loan, advance, deposit, gift of money, or anything of 10974 value for political purposes; 10975 (iv) compensation paid by a filing entity for personal services rendered by a person 10976 without charge to a reporting entity; 10977 (v) a transfer of funds between the filing entity and a candidate's personal campaign 10978 committee: 10979 (vi) goods or services provided by the filing entity to or for the benefit of another 10980 reporting entity for political purposes at less than fair market value; or 10981 (vii) an independent expenditure, as defined in Section 20A-11-1702. 10982 (b) "Expenditure" does not include: 10983 (i) services provided without compensation by individuals volunteering a portion or all 10984 of their time on behalf of a reporting entity; 10985 (ii) money lent to a reporting entity by a financial institution in the ordinary course of 10986 business; or 10987 (iii) anything listed in Subsection (15)(a) that is given by a reporting entity to 10988 candidates for office or officeholders in states other than Utah. 10989 (16) "Federal office" means the office of president of the United States, United States 10990 Senator, or United States Representative. 10991 (17) "Filing entity" means the reporting entity that is required to file a financial 10992 statement required by this chapter or Chapter 12, Part 2, Judicial Retention Elections. 10993 (18) "Financial statement" includes any summary report, interim report, verified 10994 financial statement, or other statement disclosing contributions, expenditures, receipts, 10995 donations, or disbursements that is required by this chapter or Chapter 12, Part 2, Judicial 10996 Retention Elections. 10997 (19) "Governing board" means the individual or group of individuals that determine the 10998 candidates and committees that will receive expenditures from a political action committee. 10999 political party, or corporation. 11000 (20) "Incorporation" means the process established by Title 10, Chapter 2a, Municipal 11001 Incorporation, by which a geographical area becomes legally recognized as a city, town, or

11002	metro township.
11003	(21) "Incorporation election" means the election conducted under Section $10-2a-210$ or
11004	10-2a-404.
11005	(22) "Incorporation petition" means a petition described in Section 10-2a-208.
11006	(23) "Individual" means a natural person.
11007	(24) (a) "In-kind contribution" means anything of value, other than money, that is
11008	accepted by or coordinated with a filing entity.
11009	(b) "In-kind contribution" does not include survey results, voter lists, voter contact
11010	information, demographic data, voting trend data, or other information that:
11011	(i) is not commissioned for the benefit of a particular candidate or officeholder; and
11012	(ii) is offered at no cost to a candidate or officeholder.
11013	(25) "Interim report" means a report identifying the contributions received and
11014	expenditures made since the last report.
11015	(26) "Legislative office" means the office of state senator, state representative, speaker
11016	of the House of Representatives, president of the Senate, and the leader, whip, and assistant
11017	whip of any party caucus in either house of the Legislature.
11018	(27) "Legislative office candidate" means a person who:
11019	(a) files a declaration of candidacy for the office of state senator or state representative;
11020	(b) declares oneself to be a candidate for, or actively campaigns for, the position of
11021	speaker of the House of Representatives, president of the Senate, or the leader, whip, and
11022	assistant whip of any party caucus in either house of the Legislature; or
11023	(c) receives contributions, makes expenditures, or gives consent for any other person to
11024	receive contributions or make expenditures to bring about the person's nomination, election, or
11025	appointment to a legislative office.
11026	(28) "Loan" means any of the following provided by a person that benefits a filing
11027	entity if the person expects repayment or reimbursement:
11028	(a) an expenditure made using any form of payment;
11029	(b) money or funds received by the filing entity;
11030	(c) the provision of a good or service with an agreement or understanding that payment
11031	or reimbursement will be delayed; or
11032	(d) use of any line of credit.

11033	(29) "Major political party" means either of the two registered political parties that
11034	have the greatest number of members elected to the two houses of the Legislature.
11035	(30) "Officeholder" means a person who holds a public office.
11036	(31) "Party committee" means any committee organized by or authorized by the
11037	governing board of a registered political party.
11038	(32) "Person" means both natural and legal persons, including individuals, business
11039	organizations, personal campaign committees, party committees, political action committees,
11040	political issues committees, and labor organizations, as defined in Section 20A-11-1501.
11041	(33) "Personal campaign committee" means the committee appointed by a candidate to
11042	act for the candidate as provided in this chapter.
11043	(34) "Personal use expenditure" has the same meaning as provided under Section
11044	20A-11-104.
11045	(35) (a) "Political action committee" means an entity, or any group of individuals or
11046	entities within or outside this state, a major purpose of which is to:
11047	(i) solicit or receive contributions from any other person, group, or entity for political
11048	purposes; or
11049	(ii) make expenditures to expressly advocate for any person to refrain from voting or to
11050	vote for or against any candidate or person seeking election to a municipal or county office.
11051	(b) "Political action committee" includes groups affiliated with a registered political
11052	party but not authorized or organized by the governing board of the registered political party
11053	that receive contributions or makes expenditures for political purposes.
11054	(c) "Political action committee" does not mean:
11055	(i) a party committee;
11056	(ii) any entity that provides goods or services to a candidate or committee in the regular
11057	course of its business at the same price that would be provided to the general public;
11058	(iii) an individual;
11059	(iv) individuals who are related and who make contributions from a joint checking
11060	account;
11061	(v) a corporation, except a corporation a major purpose of which is to act as a political
11062	action committee; or
11063	(vi) a personal campaign committee.

11064	(36) (a) "Political consultant" means a person who is paid by a reporting entity, or paid
11065	by another person on behalf of and with the knowledge of the reporting entity, to provide
11066	political advice to the reporting entity.
11067	(b) "Political consultant" includes a circumstance described in Subsection (36)(a),
11068	where the person:

(i) has already been paid, with money or other consideration;

(ii) expects to be paid in the future, with money or other consideration; or

(iii) understands that the person may, in the discretion of the reporting entity or another
person on behalf of and with the knowledge of the reporting entity, be paid in the future, with
money or other consideration.

11074 (37) "Political convention" means a county or state political convention held by a11075 registered political party to select candidates.

(38) "Political entity" means a candidate, a political party, a political action committee,or a political issues committee.

(39) (a) "Political issues committee" means an entity, or any group of individuals orentities within or outside this state, a major purpose of which is to:

(i) solicit or receive donations from any other person, group, or entity to assist in
placing a ballot proposition on the ballot, assist in keeping a ballot proposition off the ballot, or
to advocate that a voter refrain from voting or vote for or vote against any ballot proposition;

(ii) make expenditures to expressly advocate for any person to sign or refuse to sign a
ballot proposition or incorporation petition or refrain from voting, vote for, or vote against any
proposed ballot proposition or an incorporation in an incorporation election; or

- (iii) make expenditures to assist in qualifying or placing a ballot proposition on theballot or to assist in keeping a ballot proposition off the ballot.
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(b) "Political issues committee" does not mean:

(i) a registered political party or a party committee;

(ii) any entity that provides goods or services to an individual or committee in the
regular course of its business at the same price that would be provided to the general public;
(iii) an individual;

(iv) individuals who are related and who make contributions from a joint checkingaccount;

11095	(v) a corporation, except a corporation a major purpose of which is to act as a political
11096	issues committee; or
11097	(vi) a group of individuals who:
11098	(A) associate together for the purpose of challenging or supporting a single ballot
11099	proposition, ordinance, or other governmental action by a county, city, town, [local] special
11100	district, special service district, or other local political subdivision of the state;
11101	(B) have a common liberty, property, or financial interest that is directly impacted by
11102	the ballot proposition, ordinance, or other governmental action;
11103	(C) do not associate together, for the purpose described in Subsection (39)(b)(vi)(A),
11104	via a legal entity;
11105	(D) do not receive funds for challenging or supporting the ballot proposition,
11106	ordinance, or other governmental action from a person other than an individual in the group;
11107	and
11108	(E) do not expend a total of more than \$5,000 for the purpose described in Subsection
11109	(39)(b)(vi)(A).
11110	(40) (a) "Political issues contribution" means any of the following:
11111	(i) a gift, subscription, unpaid or partially unpaid loan, advance, or deposit of money or
11112	anything of value given to a political issues committee;
11113	(ii) an express, legally enforceable contract, promise, or agreement to make a political
11114	issues donation to influence the approval or defeat of any ballot proposition;
11115	(iii) any transfer of funds received by a political issues committee from a reporting
11116	entity;
11117	(iv) compensation paid by another reporting entity for personal services rendered
11118	without charge to a political issues committee; and
11119	(v) goods or services provided to or for the benefit of a political issues committee at
11120	less than fair market value.
11121	(b) "Political issues contribution" does not include:
11122	(i) services provided without compensation by individuals volunteering a portion or all
11123	of their time on behalf of a political issues committee; or
11124	(ii) money lent to a political issues committee by a financial institution in the ordinary
11125	course of business.

11126	(41) (a) "Political issues expenditure" means any of the following when made by a
11127	political issues committee or on behalf of a political issues committee by an agent of the
11128	reporting entity:
11129	(i) any payment from political issues contributions made for the purpose of influencing
11130	the approval or the defeat of:
11131	(A) a ballot proposition; or
11132	(B) an incorporation petition or incorporation election;
11133	(ii) a purchase, payment, distribution, loan, advance, deposit, or gift of money made for
11134	the express purpose of influencing the approval or the defeat of:
11135	(A) a ballot proposition; or
11136	(B) an incorporation petition or incorporation election;
11137	(iii) an express, legally enforceable contract, promise, or agreement to make any
11138	political issues expenditure;
11139	(iv) compensation paid by a reporting entity for personal services rendered by a person
11140	without charge to a political issues committee; or
11141	(v) goods or services provided to or for the benefit of another reporting entity at less
11142	than fair market value.
11143	(b) "Political issues expenditure" does not include:
11144	(i) services provided without compensation by individuals volunteering a portion or all
11145	of their time on behalf of a political issues committee; or
11146	(ii) money lent to a political issues committee by a financial institution in the ordinary
11147	course of business.
11148	(42) "Political purposes" means an act done with the intent or in a way to influence or
11149	tend to influence, directly or indirectly, any person to refrain from voting or to vote for or
11150	against any:
11151	(a) candidate or a person seeking a municipal or county office at any caucus, political
11152	convention, or election; or
11153	(b) judge standing for retention at any election.
11154	(43) (a) "Poll" means the survey of a person regarding the person's opinion or
11155	knowledge of an individual who has filed a declaration of candidacy for public office, or of a
11156	ballot proposition that has legally qualified for placement on the ballot, which is conducted in

11157 person or by telephone, facsimile, Internet, postal mail, or email. 11158 (b) "Poll" does not include: 11159 (i) a ballot; or 11160 (ii) an interview of a focus group that is conducted, in person, by one individual, if: 11161 (A) the focus group consists of more than three, and less than thirteen, individuals; and 11162 (B) all individuals in the focus group are present during the interview. (44) "Primary election" means any regular primary election held under the election 11163 11164 laws. 11165 (45) "Publicly identified class of individuals" means a group of 50 or more individuals 11166 sharing a common occupation, interest, or association that contribute to a political action 11167 committee or political issues committee and whose names can be obtained by contacting the 11168 political action committee or political issues committee upon whose financial statement the 11169 individuals are listed. 11170 (46) "Public office" means the office of governor, lieutenant governor, state auditor, 11171 state treasurer, attorney general, state school board member, state senator, state representative, 11172 speaker of the House of Representatives, president of the Senate, and the leader, whip, and 11173 assistant whip of any party caucus in either house of the Legislature. 11174 (47) (a) "Public service assistance" means the following when given or provided to an 11175 officeholder to defray the costs of functioning in a public office or aid the officeholder to 11176 communicate with the officeholder's constituents: 11177 (i) a gift, subscription, donation, unpaid or partially unpaid loan, advance, or deposit of 11178 money or anything of value to an officeholder; or 11179 (ii) goods or services provided at less than fair market value to or for the benefit of the 11180 officeholder. 11181 (b) "Public service assistance" does not include: 11182 (i) anything provided by the state; 11183 (ii) services provided without compensation by individuals volunteering a portion or all 11184 of their time on behalf of an officeholder; 11185 (iii) money lent to an officeholder by a financial institution in the ordinary course of 11186 business; 11187 (iv) news coverage or any publication by the news media; or

11188	(v) any article, story, or other coverage as part of any regular publication of any
11189	organization unless substantially all the publication is devoted to information about the
11190	officeholder.
11191	(48) "Receipts" means contributions and public service assistance.
11192	(49) "Registered lobbyist" means a person licensed under Title 36, Chapter 11,
11193	Lobbyist Disclosure and Regulation Act.
11194	(50) "Registered political action committee" means any political action committee that
11195	is required by this chapter to file a statement of organization with the Office of the Lieutenant
11196	Governor.
11197	(51) "Registered political issues committee" means any political issues committee that
11198	is required by this chapter to file a statement of organization with the Office of the Lieutenant
11199	Governor.
11200	(52) "Registered political party" means an organization of voters that:
11201	(a) participated in the last regular general election and polled a total vote equal to 2%
11202	or more of the total votes cast for all candidates for the United States House of Representatives
11203	for any of its candidates for any office; or
11204	(b) has complied with the petition and organizing procedures of Chapter 8, Political
11205	Party Formation and Procedures.
11206	(53) (a) "Remuneration" means a payment:
11207	(i) made to a legislator for the period the Legislature is in session; and
11208	(ii) that is approximately equivalent to an amount a legislator would have earned
11209	during the period the Legislature is in session in the legislator's ordinary course of business.
11210	(b) "Remuneration" does not mean anything of economic value given to a legislator by:
11211	(i) the legislator's primary employer in the ordinary course of business; or
11212	(ii) a person or entity in the ordinary course of business:
11213	(A) because of the legislator's ownership interest in the entity; or
11214	(B) for services rendered by the legislator on behalf of the person or entity.
11215	(54) "Reporting entity" means a candidate, a candidate's personal campaign committee,
11216	a judge, a judge's personal campaign committee, an officeholder, a party committee, a political
11217	action committee, a political issues committee, a corporation, or a labor organization, as
11218	defined in Section 20A-11-1501.

11219 (55) "School board office" means the office of state school board. 11220 (56) (a) "Source" means the person or entity that is the legal owner of the tangible or 11221 intangible asset that comprises the contribution. 11222 (b) "Source" means, for political action committees and corporations, the political 11223 action committee and the corporation as entities, not the contributors to the political action 11224 committee or the owners or shareholders of the corporation. 11225 (57) "State office" means the offices of governor, lieutenant governor, attorney general, 11226 state auditor, and state treasurer. 11227 (58) "State office candidate" means a person who: 11228 (a) files a declaration of candidacy for a state office; or 11229 (b) receives contributions, makes expenditures, or gives consent for any other person to 11230 receive contributions or make expenditures to bring about the person's nomination, election, or 11231 appointment to a state office. 11232 (59) "Summary report" means the year end report containing the summary of a 11233 reporting entity's contributions and expenditures. 11234 (60) "Supervisory board" means the individual or group of individuals that allocate expenditures from a political issues committee. 11235 11236 Section 243. Section **20A-11-1202** is amended to read: 20A-11-1202. Definitions. 11237 11238 As used in this part: 11239 (1) "Applicable election officer" means: 11240 (a) a county clerk, if the email relates only to a local election; or 11241 (b) the lieutenant governor, if the email relates to an election other than a local election. 11242 11243 (2) "Ballot proposition" means constitutional amendments, initiatives, referenda, judicial retention questions, opinion questions, bond approvals, or other questions submitted to 11244 the voters for their approval or rejection. 11245 11246 (3) "Campaign contribution" means any of the following when done for a political 11247 purpose or to advocate for or against a ballot proposition: (a) a gift, subscription, donation, loan, advance, deposit of money, or anything of value 11248 11249 given to a filing entity;

11250	(b) an express, legally enforceable contract, promise, or agreement to make a gift,
11251	subscription, donation, unpaid or partially unpaid loan, advance, deposit of money, or anything
11252	of value to a filing entity;
11253	(c) any transfer of funds from another reporting entity to a filing entity;
11254	(d) compensation paid by any person or reporting entity other than the filing entity for
11255	personal services provided without charge to the filing entity;
11256	(e) remuneration from:
11257	(i) any organization or the organization's directly affiliated organization that has a
11258	registered lobbyist; or
11259	(ii) any agency or subdivision of the state, including a school district; or
11260	(f) an in-kind contribution.
11261	(4) (a) "Commercial interlocal cooperation agency" means an interlocal cooperation
11262	agency that receives its revenues from conduct of its commercial operations.
11263	(b) "Commercial interlocal cooperation agency" does not mean an interlocal
11264	cooperation agency that receives some or all of its revenues from:
11265	(i) government appropriations;
11266	(ii) taxes;
11267	(iii) government fees imposed for regulatory or revenue raising purposes; or
11268	(iv) interest earned on public funds or other returns on investment of public funds.
11269	(5) "Expenditure" means:
11270	(a) a purchase, payment, donation, distribution, loan, advance, deposit, gift of money,
11271	or anything of value;
11272	(b) an express, legally enforceable contract, promise, or agreement to make any
11273	purchase, payment, donation, distribution, loan, advance, deposit, gift of money, or anything of
11274	value;
11275	(c) a transfer of funds between a public entity and a candidate's personal campaign
11276	committee;
11277	(d) a transfer of funds between a public entity and a political issues committee; or
11278	(e) goods or services provided to or for the benefit of a candidate, a candidate's
11279	personal campaign committee, or a political issues committee for political purposes at less than
11280	fair market value.

11281	(6) "Filing entity" means the same as that term is defined in Section 20A-11-101.
11282	(7) "Governmental interlocal cooperation agency" means an interlocal cooperation
11283	agency that receives some or all of its revenues from:
11284	(a) government appropriations;
11285	(b) taxes;
11286	(c) government fees imposed for regulatory or revenue raising purposes; or
11287	(d) interest earned on public funds or other returns on investment of public funds.
11288	(8) "Influence" means to campaign or advocate for or against a ballot proposition.
11289	(9) "Interlocal cooperation agency" means an entity created by interlocal agreement
11290	under the authority of Title 11, Chapter 13, Interlocal Cooperation Act.
11291	[(10) "Local district" means an entity under Title 17B, Limited Purpose Local
11292	Government Entities - Local Districts, and includes a special service district under Title 17D,
11293	Chapter 1, Special Service District Act.]
11294	[(11)] (10) "Political purposes" means an act done with the intent or in a way to
11295	influence or intend to influence, directly or indirectly, any person to refrain from voting or to
11296	vote for or against any:
11297	(a) candidate for public office at any caucus, political convention, primary, or election;
11298	or
11299	(b) judge standing for retention at any election.
11300	[(12)] (11) "Proposed initiative" means an initiative proposed in an application filed
11301	under Section 20A-7-202 or 20A-7-502.
11302	[(13)] (12) "Proposed referendum" means a referendum proposed in an application
11303	filed under Section 20A-7-302 or 20A-7-602.
11304	[(14)] (13) (a) "Public entity" includes the state, each state agency, each county,
11305	municipality, school district, [local] special district, governmental interlocal cooperation
11306	agency, and each administrative subunit of each of them.
11307	(b) "Public entity" does not include a commercial interlocal cooperation agency.
11308	(c) "Public entity" includes local health departments created under Title 26, Chapter 1,
11309	Department of Health Organization.
11310	[(15)] (14) (a) "Public funds" means any money received by a public entity from
11311	appropriations, taxes, fees, interest, or other returns on investment.

11312	(b) "Public funds" does not include money donated to a public entity by a person or
11313	entity.
11314	[(16)] (15) (a) "Public official" means an elected or appointed member of government
11315	with authority to make or determine public policy.
11316	(b) "Public official" includes the person or group that:
11317	(i) has supervisory authority over the personnel and affairs of a public entity; and
11318	(ii) approves the expenditure of funds for the public entity.
11319	[(17)] (16) "Reporting entity" means the same as that term is defined in Section
11320	20A-11-101.
11321	(17) (a) "Special district" means an entity under Title 17B, Limited Purpose Local
11322	Government Entities - Special Districts.
11323	(b) "Special district" includes a special service district under Title 17D, Chapter 1,
11324	Special Service District Act.
11325	(18) (a) "State agency" means each department, commission, board, council, agency,
11326	institution, officer, corporation, fund, division, office, committee, authority, laboratory, library,
11327	unit, bureau, panel, or other administrative unit of the state.
11328	(b) "State agency" includes the legislative branch, the Utah Board of Higher Education,
11329	each institution of higher education board of trustees, and each higher education institution.
11330	Section 244. Section 20A-17-103 is amended to read:
11331	20A-17-103. Posting political signs on public property.
11332	(1) As used in this section:
11333	(a) "Local government entity" means:
11334	(i) a county, municipality, or other political subdivision;
11335	(ii) a [local] <u>special</u> district, as defined in Section 17B-1-102;
11336	(iii) a special service district, as defined in Section 17D-1-102;
11337	(iv) a local building authority, as defined in Section 17D-2-102;
11338	(v) a conservation district, as defined in Section 17D-3-102;
11339	(vi) an independent entity, as defined in Section 63E-1-102;
11340	(vii) a public corporation, as defined in Section 63E-1-102;
11341	(viii) a public transit district, organized under Title 17B, Chapter 2a, Part 8, Public
11342	Transit District Act;

11343	(ix) a school district;
11344	(x) a public school, including a charter school or other publicly funded school;
11345	(xi) a state institution of higher education;
11346	(xii) an entity that expends public funds; and
11347	(xiii) each office, agency, or other division of an entity described in Subsections
11348	(1)(a)(i) through (xii).
11349	(b) "Political sign" means any sign or document that advocates:
11350	(i) the election or defeat of a candidate for public office; or
11351	(ii) the approval or defeat of a ballot proposition.
11352	(c) (i) "Public property" means any real property, building, or structure owned or leased
11353	by a local government entity.
11354	(ii) "Public property" does not include any real property, building, or structure during a
11355	period of time that the real property, building, or structure is rented out by a government entity
11356	to a private party for a meeting, convention, or similar event.
11357	(2) A local government entity, a local government officer, a local government
11358	employee, or another person with authority or control over public property that posts or permits
11359	a person to post a political sign on public property:
11360	(a) shall permit any other person to post a political sign on the public property, subject
11361	to the same requirements and restrictions imposed on all other political signs permitted to be
11362	posted on the public property; and
11363	(b) may not impose a requirement or restriction on the posting of a political sign if the
11364	requirement or restriction is not politically neutral and content neutral.
11365	Section 245. Repealer.
11366	This bill repeals:
11367	Section 17B-1-101, Title.

11368 Section **17B-2a-101**, **Title**.