HOUSE BILL No. 2733

By Committee on Taxation

2-19

AN ACT concerning annexation; relating to the resolution approving annexation; amending K.S.A. 2013 Supp. 12-531 and 12-532 and repealing the existing sections.

Be it enacted by the Legislature of the State of Kansas:

New Section 1. (a) Three years following the annexation of any land pursuant to K.S.A. 12-521, and amendments thereto, or, where there has been litigation relating to the annexation, three years following the conclusion of such litigation, the board of county commissioners shall call a hearing to decide whether the city has complied with the resolution approving the annexation. The board shall consider the following issues:

- (1) Whether all of the conditions contained in the resolution approving the annexation have been met by the city in the time frame set out in the resolution approving the annexation;
- (2) whether the economic or tax benefit promised to the area annexed in the resolution approving the annexation has been achieved by the city;
- (3) whether the city has provided the municipal services as provided in the timetable set forth in the plan in accordance with K.S.A. 12-521, and amendments thereto:
- (4) whether the service plan approved by the city actually pertained to and extended services to the area annexed; and
- (5) any other evidence relating to whether or not the city has met the obligations of the resolution approving the annexation.
- (b) The board of county commissioners shall schedule the matter for public hearing and shall give notice of the date, hour and place of the hearing to: (1) The city; and (2) any landowner in the area subject to the annexation.
- (c) At the hearing, the board shall hear testimony as to the issues listed in subsection (a), from the city and the landowner. After the hearing, the board shall make a finding as to whether or not the city has complied with the resolution approving the annexation concerning the issues in subsection (a). If the board finds that the city has not complied, the board shall notify the city and any affected landowners that such property may be deannexed, as provided in K.S.A. 12-532, and amendments thereto.
- (d) If the board of county commissioners refuses to hold the hearing as required, any owner of land living in such area annexed may bring an

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action under the provisions of K.S.A. 60-1201 et seq., and amendments thereto, to compel the board to hold the hearing. The court, upon finding the hearing is required, shall award reasonable attorney fees and costs to the landowner.

- Sec. 2. K.S.A. 2013 Supp. 12-531 is hereby amended to read as follows: 12-531. (a) Three years following the annexation of any land pursuant to K.S.A. 12-520 or 12-521, and amendments thereto, or, where there has been litigation relating to the annexation, three years following the conclusion of such litigation, the board of county commissioners shall call a hearing to consider whether the city has provided the municipal services as provided in the timetable set forth in the plan in accordance with K.S.A. 12-520b or 12-521, and amendments thereto. The board of county commissioners shall schedule the matter for public hearing and shall give notice of the date, hour and place of the hearing to: (1) The city; and (2) any landowner in the area subject to the service extension plan.
- (b) At the hearing, the board shall hear testimony as to the city's extension of municipal services, or lack thereof, from the city and the landowner. After the hearing, the board shall make a finding as to whether or not the city has provided services in accordance with its service extension plan. If the board finds that the city has not provided services as provided in its service extension plan, the board shall notify the city and the landowner that such property may be deannexed, as provided in K.S.A. 12-532, and amendments thereto, if the services are not provided within 1½ years of the date of the board's findings.
- (c) If the board of county commissioners refuses to hold the hearing as required, any owner of land living in such area annexed may bring an action under provisions of K.S.A. 60-1201 et seq., and amendments thereto, to compel the board to hold the hearing. The court, upon finding the hearing is required, shall award reasonable attorney fees and costs to the landowner.
- Sec. 3. K.S.A. 2013 Supp. 12-532 is hereby amended to read as follows: 12-532. (a) If, within 1½ years following the conclusion of the hearing required by K.S.A. 12-531 or section 1, and amendments thereto, or, where there has been litigation relating to the hearing, 1½ years following the conclusion of such litigation, and the city has not provided the municipal services as provided in the timetable set forth in the plan prepared in accordance with K.S.A. 12-520b or 12-521, and amendments thereto, the or the city has not complied with the resolution approving the annexation as determined according to section 1, and amendments thereto, any owner of such land may petition the board of county commissioners to exclude such land from the boundaries of the city. Within 10 days after receipt of the petition, the board shall schedule the matter for public hearing and shall give notice of the date, hour and place

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 of the hearing to: (1)—The owner Any landowner; (2) the city; (3) the township into which the property, if deannexed, would be placed; and (4) the governing body of any fire district, sewer district, water district or other special district governments which have jurisdiction over territory adjacent to the area sought to be deannexed. The notice shall be sent by certified mail no less than 21 days before the date of the hearing.

- (b) At the hearing, the board shall hear testimony as to the city's extension of municipal services, or lack thereof, and whether or not the city complied with the resolution approving annexation from both the owner landowners and representatives of the city. Except as provided by subsection (e), if the board finds after the hearing that the city has failed to provide the municipal services in accordance with the plan and consistent with the timetable therein or the board finds that the city did not comply with the resolution approving annexation, the board—may shall enter an order excluding the land from the boundaries of the city. Any such order shall take effect in the same manner as provided in K.S.A. 12-523, and amendments thereto, for the effective date of annexation ordinances. Such land shall not be annexed again for three years from the effective date of the order without the written consent of the owner of the land.
- (c) The county clerk shall certify a copy of the order to the register of deeds of the county. The register of deeds shall record the order in the deed records of the county, and, at the expense of the city, the register of deeds also shall record the order of exclusion on the margin of the recorded plat of such land, giving reference thereon to the page and book of records where the order is recorded in the register's office.
- (d) Except as provided by this subsection, after the effective date of the order to exclude the land from the city, such land shall not be liable for any general taxes imposed by the city. Such land shall remain liable, however, for any taxes or special assessments levied by the city as are necessary to pay its proportionate share of the interest on and principal of such bonds or other indebtedness incurred by the city for improvements to the land which were approved by the city before the date on which the owner or owners filed a petition for the exclusion of the land from the city.
 - (e) The board shall not order exclusion of any land if:
- (1) The service extension plan conditions the extension of certain improvements or services on the filing of a legally sufficient petition by the owners of the land for the creation of an improvement district and to levy special assessments therein to pay a portion of the costs of such improvements, and a sufficient petition has not been filed;
- (2) since the annexation, the governing body of the city initiated the creation of an improvement or benefit district affecting such land to levy special assessments thereon to pay a portion of the costs of certain municipal improvements, and the formation of the district was blocked by

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the filing of a sufficient protest petition by some or all of the owners of any land in the proposed district; or

- (3) the exclusion would result in the land being completely surrounded by other tracts of land located within the city's boundaries; or
- (4) the board finds the exclusion of the land would have an adverse impact on the health, safety and welfare of the residents of the city or such land.
- (f) Any owner or the city aggrieved by the decision of the board may appeal the decision to the district court in the manner provided in K.S.A. 19-223, and amendments thereto. Any city so appealing shall not be required to execute the bond prescribed therein.
- (g) If the board of county commissioners refuses to hold the hearing as required, any owner of land may bring an action under provisions of K.S.A. 60-1201 et seq., and amendments thereto, to compel the board to hold the hearing. The court, upon finding the hearing is required, shall award reasonable attorney fees and costs to the landowner.
 - Sec. 4. K.S.A. 2013 Supp. 12-531 and 12-532 are hereby repealed.
- Sec. 5. This act shall take effect and be in force from and after its publication in the statute book.