IN THE SENATE

SENATE BILL NO. 1268

BY RESOURCES AND ENVIRONMENT COMMITTEE

AN ACT RELATING TO DRAINAGE DISTRICTS; AMENDING SECTION 42-2913, IDAHO CODE, TO RE-VISE PROVISIONS REGARDING DRAINAGE COMMISSIONER COMPENSATION; AMEND-ING SECTION 42-2936, IDAHO CODE, TO PROVIDE FOR ASSESSMENT FOR THE PAY-MENT OR RETIREMENT OF ANY BONDS OR WARRANTS AND TO MAKE TECHNICAL COR-RECTIONS; AMENDING SECTION 42-2962, IDAHO CODE, TO PROVIDE FOR ASSESS-MENTS FOR THE PAYMENT OF RETIREMENT OF BONDS OR WARRANTS AND TO MAKE A TECHNICAL CORRECTION; AMENDING SECTION 42-2979, IDAHO CODE, TO REVISE PROVISIONS REGARDING THE SALE OF PERSONAL PROPERTY OF A DRAINAGE DIS-TRICT AND TO MAKE TECHNICAL CORRECTIONS; AND AMENDING CHAPTER 29, TITLE 42, IDAHO CODE, BY THE ADDITION OF A NEW SECTION 42-2979A, IDAHO CODE, TO PROVIDE FOR THE TRADE-IN OR EXCHANGE OF PERSONAL PROPERTY OF THE DIS-TRICT, TO PROVIDE A PROCEDURE AND TO PROVIDE A CONDITION.

Be It Enacted by the Legislature of the State of Idaho:

SECTION 1. That Section 42-2913, Idaho Code, be, and the same is hereby amended to read as follows:

42-2913. COMPENSATION. The drainage commissioners shall receive for their services such sum as the board of drainage district commissioners fix by resolution, but not greater than the amount allowed in section 59-509(h), Idaho Code, for each day they shall actually be engaged in the business of their office, and actual and necessary expenses. In addition, the commissioners shall each receive a mileage allowance computed at the rate established by the state board of examiners for employees of the state for each mile driven and such allowance shall be the full amount allowed for travel expense.

SECTION 2. That Section 42-2936, Idaho Code, be, and the same is hereby amended to read as follows:

42-2936. ASSESSMENTS ENTERED AS TAX LIENS -- INSTALMENTS. A similar transcript duly certified by the clerk which shall contain a list of the names of all persons and corporations benefited by said improvement and the amount of the assessment upon each lot, parcel or governmental subdivision shall be by said clerk filed with the auditor of the county, who shall immediately enter the same upon the tax rolls of his office, as provided by law for the entry of other taxes, against the land of each of the said persons named in the list, together with the amounts thereof; and the same shall be subject to the same interest and penalties in case of delinquency as in case of general taxes and shall be collected in the same manner as other taxes and subject to the same right of redemption, and the lands sold for the collection of said taxes shall be subject to the same right of redemption, as the sale of lands for general taxes; provided, that said assessment shall not

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48 49 become due and payable except at such time or times and in such amounts as may be designated by the board of commissioners of said drainage district, which designation shall be made to the county auditor by said board of commissioners of said drainage district, by serving written notice upon the county auditor designating the time and the amount of the assessment, said assessment to be in proportion to the benefits to become due and payable, which amount shall fall due at the time of the falling due of general taxes, and the amount so designated shall be added by the auditor to the general taxes of said person, persons or corporation, according to said notice, upon the assessment rolls in his said office, and collected therewith: provided further, that no one call for assessment for the payment or retirement of any bonds or warrants by said commissioners shall be in amount to exceed twenty per cent percent (20%) of the actual amount necessary to pay the cost of proceedings, and the establishment of said district and drainage system and the cost of construction of said work. In all calls for assessments made under the provisions hereof for the payment or retirement of any bonds or warrants issued subsequent to February 25, 1935, the commissioners shall itemize the various items for which a call is made, specifying the percentage called against the assessment roll for bond interest, bond redemption, warrant interest, warrant redemption, operation and maintenance and any other purpose for which a call is made. The board by resolution shall, prior to any call for the payment or retirement of any bonds or warrants issued subsequent to February 25, 1935, determine separately the interest requirement for bonds and warrants outstanding and shall not make a call or levy for interest payment in excess of the actual amount required stated separately. Calls made for the payment of such prior bonds and warrants issued prior to September 25, 1935, as to itemization thereof, as to the specification of the percentage called against the assessment roll for the foregoing purposes and as to the separate determination of interest requirements for the payment of outstanding bonds and warrants and as to the call or levy in amount for interest or principal payments or for the payment of funding or refunding bonds issued heretofore or hereafter to fund or to refund or to pay any of said prior warrants or bonds, shall be as provided by the statutes of Idaho in effect prior to February 25, 1935.

SECTION 3. That Section 42-2962, Idaho Code, be, and the same is hereby amended to read as follows:

42-2962. LEVY OF AND LIMITATION ON ASSESSMENTS. The commissioners may also levy assessments for any expense necessarily incurred by them for construction, maintenance, repair, or any extraordinary reasons, and also may add to said assessment sufficient to pay any deficiency occurring the preceding year or any other unpaid warrant indebtedness, if any, or to pay any outstanding warrants: provided, that any assessments to be hereafter made by any drainage commissioners to pay for the payment or retirement of any bonds or warrants shall not exceed twenty percent (20%) of the original cost of organization and construction, and said assessment for the payment or retirement of any bonds or warrants shall be in addition to the assessments which may be levied under this section or section 42-2936, Idaho Code, and such assessments, when made, shall be apportioned under section 42-2961, Idaho Code, and collected as hereinbefore provided for.

SECTION 4. That Section 42-2979, Idaho Code, be, and the same is hereby amended to read as follows:

- 42-2979. SALE OF PERSONAL PROPERTY -- PROCEDURE. Personal property of a drainage district may be sold by its board of commissioners whenever the board finds and by resolution declares that the district no longer has use therefor.
- 1. If, in the opinion of the board, such property does not exceed $\frac{$500}{$100}$ fifty thousand dollars (\$50,000) in value, it may sell the same without independent appraisal, notice or competitive bids.
- 2. Personal property exceeding \$500 fifty thousand dollars (\$50,000) in <u>estimated</u> value shall first be appraised by three (3) disinterested free-holders of the district, who shall be selected by the board. It may then be sold at public or private sale to the highest bidder for cash at not less than its appraised value, after due notice.
- 3. Notice of sale shall describe the property, the appraised value thereof (by separate items, if so appraised), and the time, place and condition of sale.
- 4. If the appraised value does not exceed \$1000 fifty thousand dollars (\$50,000), notice of sale shall be posted in three (3) public places in said district to be determined in the resolution of said board of commissioners (one (1) of which shall be at the office or meeting place of said board) at least ten (10) days before the date of sale.
- 5. If the appraised value of the property exceeds \$1000 fifty thousand dollars (\$50,000), notice shall be posted as set forth in subdivision 4 above subsection 4. of this section and in addition shall be published in a weekly newspaper, published or having a general circulation in the district, once each week during the four (4) weeks preceding the date of sale.
- SECTION 5. That Chapter 29, Title 42, Idaho Code, be, and the same is hereby amended by the addition thereto of a $\underline{\text{NEW SECTION}}$, to be known and designated as Section 42-2979A, Idaho Code, and to read as follows:
- 42-2979A. TRADE-IN OR EXCHANGE OF DISTRICT PROPERTY. (1) Whenever the board of commissioners of a drainage district finds and by resolution declares that the district no longer has use for any personal property of the district, or finds and declares that such property is no longer economical to use, the district may, in lieu of the sale of said property as provided in section 42-2979, Idaho Code, dispose of the property by exchanging the same in part payment for new or replacement property.
- (2) If the acquisition of the new or replacement property is to be let to bid under the provisions of chapter 28, title 67, Idaho Code, the district shall include in its request for bids a full description of the property to be exchanged as part payment and shall permit any interested bidder to examine the same, and any contract let as a result of said bid shall be awarded on the basis of net cost to the district after allowance for the property to be exchanged in part payment.
- (3) Exchange of property will be permitted only when, in the opinion of the board of commissioners of the district, the sale of property under the provisions of section 42-2979, Idaho Code, will yield a lesser monetary return to the district than the exchange thereof as provided in this section.