## House Bill 2108

Sponsored by Representative CLEM (Presession filed.)

## SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure as introduced.

Authorizes district or city to require consent to eventual annexation of property before providing extraterritorial service to property. Creates exception if extraterritorial service is provided pursuant to certain intergovernmental agreements, if consent is not requirement of intergovernmental agreement or of comprehensive plan adopted for area in which property is situated and if extraterritorial service is service other than water service, sewer service, storm water service, constructing first paved access to property or service provided by municipal electric utility.

Declares emergency, effective on passage.

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## A BILL FOR AN ACT

2 Relating to consent to annexation for extraterritorial service; amending ORS 198.869 and 222.115; 3 and declaring an emergency.

Be It Enacted by the People of the State of Oregon: 4

SECTION 1. ORS 198.869 is amended to read:

198.869. (1) As used in this section, "extraterritorial service" means a service provided 6 7 by:

(a) A district in an area outside the district's boundaries; or

(b) A municipal electric utility as defined in ORS 757.600 outside the incorporated 9 10 boundaries of the city that owns and operates the utility or on whose behalf the utility is owned and operated. 11

(2) Except as provided in subsection (3) of this section, a district may require a land-12 owner to consent to eventual annexation of property before providing an extraterritorial 13service to the property. 14

15(3) A district may not require a landowner to consent to eventual annexation before 16 providing an extraterritorial service if:

(a) The extraterritorial service is provided to the landowner's property pursuant to an 17 intergovernmental agreement described in ORS 190.010 with a county; 18

19 (b) The contract containing the landowner's consent to eventual annexation is not a requirement of the intergovernmental agreement with the county or the comprehensive plan 20 21adopted for the area in which the property is situated; and

22(c) The extraterritorial service is a service other than water service, sewer service, 23 storm water service, constructing a road or street to provide the first paved access to a landowner's property or service provided by a municipal electric utility. 24

25(4) A contract between a district and a landowner [relating to extraterritorial provision of service and consent to eventual annexation of property of the landowner shall containing the landowner's 26consent to eventual annexation of the landowner's property in return for extraterritorial 27 28 service:

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(a) Must be recorded; and[,] 1 2 (b) When recorded, [shall be binding on all successors with an] is binding on successors in interest in [that] the property. 3 SECTION 2. ORS 222.115 is amended to read: 4 222.115. (1) As used in this section, "extraterritorial service" means a service provided 5 by: 6 (a) A city in an area outside the city's incorporated boundaries; or 7(b) A municipal electric utility as defined in ORS 757.600 outside the incorporated 8 9 boundaries of the city that owns and operates the utility or on whose behalf the utility is 10 owned and operated. (2) Except as provided in subsection (3) of this section, a city may require a landowner 11 12to consent to eventual annexation of property before providing an extraterritorial service to 13 the property. (3) A city may not require a landowner to consent to eventual annexation before provid-14 15 ing an extraterritorial service if: (a) The extraterritorial service is provided to the landowner's property pursuant to an 16 intergovernmental agreement described in ORS 190.010 with another local government as 17 defined in ORS 174.116; 18 (b) The contract containing the landowner's consent to eventual annexation is not a re-19 quirement of the intergovernmental agreement with the other local government or the 20comprehensive plan adopted for the area in which the property is situated; and 2122(c) The extraterritorial service is a service other than water service, sewer service, storm water service, constructing a road or street to provide the first paved access to a 23landowner's property or service provided by a municipal electric utility. 24 (4) A contract between a city and a landowner containing the landowner's consent to eventual 25annexation of the landowner's property in return for extraterritorial [services] service: 2627[(1)] (a) Must be recorded; and [(2)] (b) When recorded, is binding on successors in interest in [that] the property. 28SECTION 3. This 2019 Act being necessary for the immediate preservation of the public 29peace, health and safety, an emergency is declared to exist, and this 2019 Act takes effect 30 31 on its passage. 32

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