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## HOUSE BILL 1061

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State of Washington 53rd Legislature 1993 Regular Session

By Representatives Rayburn, Chandler, Schoesler, Lisk, Grant, Hansen and Morton

Read first time 01/13/93. Referred to Committee on Agriculture & Rural Development.

- AN ACT Relating to irrigation districts; amending RCW 87.03.530;
- 2 adding new sections to chapter 87.03 RCW; and adding a new section to
- 3 chapter 36.93 RCW.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 87.03.530 and 1919 c 180 s 18 are each amended to read 6 as follows:
- 7 (1) Two or more irrigation districts may be consolidated into one
- 8 district as provided in RCW 87.03.535 through 87.03.551 and may include
- 9 in such district other lands susceptible of irrigation in the manner
- 10 provided in this act, and upon the organization of such consolidated
- 11 district it shall be an organized irrigation district subject to
- 12 ((all)) the provisions of this chapter.
- 13 (2) A smaller irrigation district may be merged into a larger
- 14 <u>irrigation district as provided in sections 2 through 7 of this act if</u>
- 15 the assessed acreage in the smaller district constitutes not more than
- 16 twenty-five percent of the combined assessed acreage of the two
- 17 <u>districts</u>. In such a proceeding, the smaller district is referred to
- 18 as the "minor" irrigation district and the larger district is referred
- 19 to as the "major" irrigation district. The district resulting from

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- 1 such a merger shall be an organized district subject to the provisions
- 2 of this chapter.

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- NEW SECTION. Sec. 2. This section and sections 3 through 7 of this act provide the procedures by which a minor irrigation district may be merged into a major irrigation district as authorized by RCW 87.03.530(2).
- To institute proceedings for such a merger, the board of directors of the minor district shall adopt a resolution requesting the board of directors of the major district to consider the merger.
- The board of directors of the major irrigation district shall consider the request at the next regularly scheduled meeting of the board of directors of the major district following its receipt of the minor district's request or at a special meeting called for the purpose of considering the request. If the board of the major district denies the request of the minor district, no further action on the request shall be taken.
  - If the board of the major district does not deny the request, it shall conduct a public hearing on the request and shall give notice regarding the hearing. The notice shall be published once a week for two consecutive weeks preceding the date of the hearing and the last publication shall be not more than seven days before the date of the hearing. The notice shall contain a statement that unless the holders of title or evidence of title to at least twenty percent of the assessed lands within the major district file a protest opposing the merger with the board of the major district at or before the hearing, the board is free to approve the request for the merger without an election being conducted in the major district on the request.
- 28 NEW SECTION. **Sec. 3.** (1) If, following the public hearing 29 conducted under section 2 of this act, the board of directors of the major irrigation district denies the request for a merger, no further 30 31 action shall be taken on the request. If, following the public hearing, the board adopts a resolution approving the merger, the merger 32 33 is approved by the major irrigation district and no election shall be held in the major district to approve the merger. However, if the 34 35 holders of title or evidence of title to at least twenty percent of the assessed lands within the major district file a protest opposing the 36 37 merger with the board of the major district at or before the public

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hearing, the board shall call a special election and submit to the voters of the major district the question of whether the merger should or should not be approved. Votes shall be cast as "Merger - Yes" or "Merger - No." If such a special election must be conducted and a majority of all votes cast in the district approve the merger, the merger is approved by the major district. Such an approval is effective on the date the returns of the election are canvassed under RCW 87.03.105.

9 (2) Except as provided in subsection (3) of this section, the board 10 of directors of the minor irrigation district shall, within thirty days of the date the merger is approved by the major district or of the date 11 the board of the major district issues its call for a special election 12 on the merger, call a special election within the minor district and 13 14 submit to the voters of the minor district the question of whether the 15 merger should or should not be approved. If special elections must be conducted in both districts, both elections shall be conducted on the 16 date set by the board of the major district. If only the minor 17 district must conduct such a special election, the election shall be 18 19 held not later than sixty days after the date the merger has been approved by the board of the major district. Votes on the question 20 shall be cast as "Merger - Yes" or "Merger - No." If a majority of all 21 votes cast in the district are cast for "Merger - Yes," the merger is 22 approved by the minor irrigation district. Such an approval is 23 24 effective on the date the returns of the election are canvassed under 25 RCW 87.03.105.

26 (3) In lieu of conducting a special election in the minor district to approve the merger it has proposed, the board of directors of the 27 minor district may secure the signatures of the holders of title or 28 29 evidence of title to not less than seventy-five percent of the acreage 30 of the district on a petition supporting the merger. The petition signatures shall be secured: Not later than sixty days after the date 31 that the board of the major district approves the merger if no special 32 election is required in the major district; or, if such an special 33 34 election is conducted in the major district, not later than the date of 35 the special election. If the board of directors of the minor district finds that a sufficient number of valid signatures have been secured on 36 37 the petition by such date, the board shall certify its finding. merger is approved by the minor district effective on the date of the 38 39 certification.

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(4) Notice of election in each district on the merger question shall conform to the requirements of notices for elections in the major Elections and voting in each district shall be consistent 4 with RCW 87.03.045, 87.03.051, and 87.03.071. If the majority of all votes cast in a special election in either the major or a minor district are cast for "Merger - No," the merger is not approved. If a petition is used in a minor district in lieu of a special election as authorized by subsection (3) of this section, but a sufficient number of signatures of voters is not secured on the petition by the required date, the merger is not approved.

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- (5) If the merger is approved by the major irrigation district and 11 by the minor irrigation district as provided by this section, the minor 12 13 irrigation district is merged into the major irrigation district. two or more minor districts are merging with a major district in one 14 15 process as authorized by section 7 of this act and if the merger is approved by the major irrigation district and by at least one of the 16 minor irrigation districts as provided by this section, each minor 17 irrigation district so approving is merged into the major irrigation 18 19 The effective date of the merger is the date by which approval of the merger has been secured in both districts or, under 20 section 7 of this act, in the major and minor district or districts. 21 The board or boards of county commissioners of the county or counties 22 23 containing territory of the merged districts and the director of the 24 department of ecology shall be notified that the districts have merged.
- 25 NEW SECTION. Sec. 4. The members of the board of directors of the major irrigation district shall hold office as directors of the 26 district formed by the merger until the end of their terms of office. 27 This board shall initially reapportion the district created by the 28 29 merger into director divisions to reflect the new boundaries of the district and this requirement regarding the directors of the major 30 district. The reapportionment shall be approved by the legislative 31 authority of the county in which a majority of the territory within the 32 33 merged district lies. The board of directors of the major irrigation 34 district shall submit to the county legislative authority the proposed reapportionment prior to approving the merger. 35

36 On the effective date of the merger, the directors of the minor 37 district shall transfer the property and other assets of the district 38 as required in section 6 of this act. Following the transfer of the

HB 1061 p. 4 1 property and other assets, the minor irrigation district and the office 2 of director of the minor district shall cease to exist.

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The board of directors of the district formed by the merger shall have all the powers and obligations of the boards of the major and minor districts that were merged to form the district including, but not limited to, such boards' powers and obligations for any local improvement districts created in the minor or major district under this chapter.

- 9 NEW SECTION. Sec. 5. (1) The merger of irrigation districts shall not affect or impair any bonds or obligations of the merged districts 10 and the holders of the bonds of any merged district shall be entitled 11 to all remedies for their enforcement as if the district had not been 12 merged. All obligations incurred by the district prior to its merger 13 14 shall be a prior lien to any obligation that may be incurred against 15 the district created by the merger. However, the board of directors of the merged district may, when authorized under RCW 87.03.200 and with 16 the consent of the bondholders, exchange the bonds of the district 17 18 created by the merger for the bonds of the districts that merged. If the major or minor district entered, prior to the merger, into a 19 contract with the United States under this chapter and the board of 20 directors of the district created by the merger proposes that the 21 merged district enter into a contract with the United States, the board 22 23 may do so when authorized under RCW 87.03.200 and may, with the consent 24 of the United States, cancel any contract previously entered into 25 between the major or minor district and the United States.
  - (2) The district created by the merger shall be entitled to all remedies for the enforcement of the irrigation district assessments and other obligations of lands to the districts that merged as if the districts had not merged. All obligations incurred for irrigation district or local improvement district purposes by the lands within the major or minor district prior to its merger shall be a prior lien to any obligation that may be incurred against those lands after the merger.
  - (3) Until premerger assessments have been collected and all of the premerger indebtedness of the major and minor districts that merged have been paid, separate funds shall be maintained for each district as were maintained in each prior to the merger. The board of directors of the irrigation district created by the merger may establish a local

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- 1 improvement district for each district included in the merger to carry
- 2 out the obligations of each such district. This board shall have all
- 3 the powers possessed by the boards of directors of the districts
- 4 included in the merger to carry out all contracts of the included
- 5 districts and to levy, assess, and cause to be collected any and all
- 6 assessments or charges against the lands of each of the included
- 7 districts. A petition shall not be required for the formation of a
- 8 local improvement district created for this purpose.
- 9 <u>NEW SECTION.</u> **Sec. 6.** Prior to or on the effective date of a 10 merger of a minor irrigation district and a major irrigation district,
- the board of directors of the minor district shall cause to be prepared
- 12 a statement of all property and other assets of the minor district.
- 13 The statement shall be filed with the board of directors of the
- 14 district created by the merger and on the effective date of the merger.
- 15 The statement shall also be filed with the county auditor of the county
- 16 containing the majority of the territory of the district after the
- 17 merger. Upon the filing with the board, the property and other assets
- 18 of the minor district shall, subject to the rights of the holders of
- 19 bonds or other obligations of the minor district, become the property
- 20 and other assets of the district created by the merger.
- 21 <u>NEW SECTION.</u> **Sec. 7.** More than two irrigation districts may merge
- 22 under RCW 87.03.530(2) and sections 2 through 6 of this act in one
- 23 merger process. However, only one of the districts may be a "major"
- 24 irrigation district and the assessed acreage in all of the other
- 25 districts merging in the process, when taken collectively, shall not
- 26 constitute more than twenty-five percent of the combined assessed
- 27 acreage of all of the merging districts. In such a case, each of these
- 28 other, nonmajor districts is considered to be a "minor" irrigation
- 29 district under RCW 87.03.530(2) and sections 2 through 6 of this act.
- 30 <u>NEW SECTION.</u> **Sec. 8.** A new section is added to chapter 36.93 RCW
- 31 to read as follows:
- 32 This chapter does not apply to the merger of irrigation districts
- 33 authorized under RCW 87.03.530(2) and sections 2 through 7 of this act.

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- NEW SECTION. Sec. 9. Sections 2 through 7 of this act are each added to chapter 87.03 RCW.
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