House Bill 2945

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.**

Prohibits city or district from requiring consent by landowner to eventual annexation in exchange for providing extraterritorial service when city or district is providing service on behalf of another local government pursuant to intergovernmental agreement.

Declares consent by landowner to annexation obtained by city or district prior to effective date of Act void if consent was demanded for service provided outside boundaries of city or district on behalf of another local government pursuant to intergovernmental agreement.

Clarifies language authorizing city or district to require consent to eventual annexation in exchange for providing extraterritorial service to landowner.

A BILL FOR AN ACT

- Relating to consent to annexation for extraterritorial service; creating new provisions; and amending ORS 198.869 and 222.115.
- Be It Enacted by the People of the State of Oregon:
- **SECTION 1.** ORS 198.869 is amended to read:
 - 198.869. (1) As used in this section, "extraterritorial service" does not include a service performed outside the boundaries of a district by the district on behalf of another local government, as defined in ORS 174.116, pursuant to an intergovernmental agreement.
 - (2) A district may require a landowner to consent to eventual annexation before providing an extraterritorial service.
 - (3) 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 a landowner's consent to eventual annexation in return for extraterritorial services:
 - (a) Must be recorded; and[,]
- (b) When recorded, [shall be binding on all successors with an] is binding on successors in interest in that property.
- SECTION 2. Section 3 of this 2011 Act is added to and made a part of ORS 198.705 to 198.955.
 - SECTION 3. Consent by a landowner to eventual annexation that was required by a district prior to the effective date of this 2011 Act is void if the district attempted to require the consent in exchange for a service provided outside the boundaries of the district on behalf of another local government, as defined in ORS 174.116, pursuant to an intergovernmental agreement.
- **SECTION 4.** ORS 222.115 is amended to read:
 - 222.115. (1) As used in this section, "extraterritorial service" does not include a service performed outside the boundaries of a city by the city on behalf of another local government, as defined in ORS 174.116, pursuant to an intergovernmental agreement.
 - (2) A city may require a landowner to consent to eventual annexation before providing

1

5

6

7

8 9

10

11

12

13 14

15 16

17

18

19 20

21

22

23

24

25

26 27

28

an extraterritorial service.

- (3) A contract between a city and a landowner [relating to extraterritorial provision of service and consent to eventual annexation of property of the landowner shall] containing a landowner's consent to eventual annexation in return for extraterritorial services:
 - (a) Must be recorded; and[,]
- **(b)** When recorded, [shall be binding on all successors with an] is binding on successors in interest in that property.

SECTION 5. Consent by a landowner to eventual annexation that was required by a city prior to the effective date of this 2011 Act is void if the city attempted to require the consent in exchange for a service provided outside the boundaries of the city on behalf of another local government, as defined in ORS 174.116, pursuant to an intergovernmental agreement.