Session of 2021

HOUSE BILL No. 2177

By Committee on Local Government

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AN ACT concerning municipalities; relating to the dissolution of special 2 districts and assumption of responsibilities by cities or counties.

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

5 Section 1. (a) It is the purpose of sections 1 through 3, and 6 amendments thereto, to establish a procedure for any city or county to 7 assume the powers, responsibilities and duties of any special district 8 located within the city's corporate limits or the county's boundaries and to 9 provide for the dissolution of the special district. No such dissolution shall 10 take place until approved by a joint resolution adopted by the city or 11 county and the special district as provided in section 2, and amendments 12 thereto.

13 (b) For purposes of sections 1 through 3, and amendments thereto, 14 "special district" includes airport authorities, cemetery districts, drainage districts, fire districts, industrial districts, library districts, port authorities, 15 16 rural water districts, sewer districts and rural watershed districts.

17 Sec. 2. (a) The governing bodies of any special district and any city 18 or county that have reached an agreement that the city or county shall 19 assume all powers, responsibilities and duties of the special district shall 20 pass a joint resolution stating their intent to bring about such dissolution 21 and setting the time and place for a joint public hearing on this issue. The 22 joint resolution shall be published once each week for two consecutive 23 weeks in a newspaper of general circulation in the county or counties 24 where the city or county and special district are located. Once the 25 governing bodies have passed the joint resolution stating their intent to 26 bring about the dissolution, the special district shall not issue new debt 27 without first notifying the governing body of the city or county and having 28 the new debt approved by the city or county governing body by resolution.

29 (b) Following the public hearing, the governing bodies of the special 30 district and the city or county shall decide to proceed with or abandon the 31 proposed dissolution. If both governing bodies agree to proceed with the 32 dissolution and assumption of the powers and responsibilities of the 33 special district by the city or county, as evidenced by formal action of each 34 body, the city or county shall adopt an ordinance or county resolution 35 dissolving the special district and assuming all powers, responsibilities and 36 duties of the special district. The special district shall be deemed dissolved 2

on the effective date of the ordinance or county resolution. A copy of the
 ordinance or county resolution shall be provided to the county clerk.

3 Sec. 3. (a) Upon the dissolution of the special district, the city or 4 county shall acquire the property of the special district subject to any 5 leases or agreements duly and validly made by the district. The city or 6 county shall be responsible for the payment or retirement of any special 7 district debts or obligations. All property, funds and assets of the district 8 shall be vested in the city or county.

9 (b) The city or county shall be the successor in every way to the 10 powers, duties and functions of the special district. Every act performed in 11 the exercise of such transferred powers, duties and functions by the city or 12 county shall be deemed to have the same force and effect as if performed 13 by the special district.

(c) Whenever the special district, or words of like effect, are referred
to or designated by a contract or other document and such reference is in
regard to any of the powers, duties and functions transferred to the city or
county, such reference or designation shall be deemed to apply to the city
or county as the context requires.

(d) The city or county shall have the legal custody of all records,
 memoranda, writings, entries, prints, representations, electronic data or
 combinations thereof of any act, transaction, occurrence or event of the
 special district.

23 (e) No suit, action or other proceeding, judicial or administrative, 24 lawfully commenced, or that could have been commenced, by or against 25 the special district prior to its dissolution or by or against any officer of the district, prior to its dissolution in such officer's official capacity or in 26 27 relation to the discharge of such officer's official duties, shall abate by 28 reason of the governmental reorganization effected under the provisions of 29 this act. The court may allow any such suit, action or other proceeding to be maintained by or against the successor of the district or of any such 30 31 officer.

32 Sec. 4. This act shall take effect and be in force from and after its 33 publication in the statute book.