Approved _	Oua	i Sar	المسرة	3/26/85
ripproved =		Date		

MINUTES OF THE HOUSE	COMMITTEE ON	LOCAL GOVERNMENT
The meeting was called to order by		REPRESENTATIVE IVAN SAND at Chairperson
1:30 XXX/p.m. on	MARCH 21	, 19 <u>85</u> in room <u>521-S</u> of the Capitol.
All members were present except:	Rep. Clyde Graeber, Rep. Robert D. Mill Rep. Samuel Sifers,	Ler, excused
Committee staff present:	Mary Hack, Revisor	cive Research Department of Statutes Office

Conferees appearing before the committee:

Mr. Joseph M. Furjanic, Staff Legal Counsel, KASB -- SB 48

Mr. Ernest Mosher, League of Kansas Municipalities -- SB 75

Mr. Chris McKenzie, League of Kansas Municipalities -- SB 76

Mr. Paul Sasse, City of Independence -- SB 76 Mr. Duane West, City Commissioner, Garden City, KS. -- SB 76

Chairman Ivan Sand called for testimony on SB 48 from Mr. Joseph M. Furjanic, Staff Legal Counsel, Kansas Association of School Boards, who urged the Committee to support the bill. (See Attachment I.) When questioned, Mr. Furjanic noted that KASB had suggested approaching the matter as a super fund but the delegation voted against the idea; that the problem regarding asbestos surfaced in 1973.

Mr. Ernest Mosher, League of Kansas Municipalities, noted that the asbestos problem is not considered a critical problem to cities and counties.

Mr. John Irwin, representing the Department of Health and Environment, pointed out that they are very concerned because young people are exposed.

The hearing on SB 48 was closed.

Chairman Sand called for hearings on the following bills:

SB 75, relating to cities; authorizing the establishment of a special capital improvements fund.

Mr. Ernest Mosher, League of Kansas Municipalities, testified in support of SB 75. (See Attachment II.)

The hearing on SB 75 was closed.

Substitute for SB 76, concerning cities; relating to the abatement of nuisances, removal of weeds and removal of certain structures; providing a method to collect the costs thereof.

Mr. Chris McKenzie, League of Kansas Municipalities, testified in support of Sub. SB 76. (See Attachment III.)

Mr. Paul Sasse, representing the City of Independence, Kansas, testified in support of Sub. SB 76. (See Attachment IV.)

Mr. Duane West, City Commissioner, Garden City, Kansas, appeared to testify in support of Sub. SB 76.

The hearing on Sub. SB 76 was closed.

Chairman Sand called for possible action on the following bills.

SB 48, concerning municipalities; authorizing governing bodies thereof to issue bonds for payment of the costs of removal or encapsulation of friable asbestos-containing material in public buildings; conditions.

#### CONTINUATION SHEET

MINUTES OF	THE HOUSE	COMMITTEE	ONLOCAL	GOVERNMENT ,
room 521-S	Statehouse at	1:30 xxx/p.m.	mARCH	21 19 85

Rep. Phil Kline made a motion that SB 48 be amended as proposed in amendment to SB 48 provided by Staff. Rep. Clinton Acheson seconded the motion. The motion carried. (See Attachment V.)

Rep. Arthur Douville made a motion that SB 48 be passed as amended. Rep. Carl Holmes seconded the motion. The motion carried.

SB 59, relating to cities; authorizing the establishment of an equipment reserve fund.

Rep. Elizabeth Baker made a motion that SB 59 be passed. Rep. Dorothy Nichols seconded the motion. The motion carried.

The minutes for the meeting of March 19, 1985 were approved as presented. The meeting was adjourned.

# HOUSE COMMITTEE ON LOCAL GOVERNMENT

# DATE 3-21-85

	NAME/		ADDRESS	REPRESENTING	
The	· Nast	Sanbe	512-6060	DHR	
	Colm	Durin	Topeka Ks	KOHE	
	Dad	First	Topelia	KA5B	
	Dal	25. Walt	Bel arie	self	
	Tom	Whitaker	Fozeka	xmeA	
	PAU1	SASSE	Independence	City of Independen	
		Man like	April 2	Langer / Curest	6.24
	Buar	w E. 11/2 F	Garden City	city of Garden City	2
6	Dec. 1	Beschins	Clay Contei	City of Clay Center K	)
(	Mem	W of Disenier	Deay lenter	City Day Center	
	David	1 fyll	Independence.	Sudgendine Reporter	_
1	Fran	a Xoward	Cospegalle	Lo GET male	
	Dian	w Coder	Independence	Mayor -	
	Oal	le Saler	Independence	City Commissioner	
				,	



Kansas State Department of Education

Kansas State Education Building
120 East 10th Street Topeka, Kansas 66612

September 19, 1984

(ATTACHMENT I) 3-21-85

TO:

John Myers, Governor's Office

Barbara Sabol, Secretary of Health and Environment

John Koepke, Executive Director, KASB

FROM:

Dale M. Dennis, Asst. Commissioner

Division of Financial and Support Services

SUBJECT:

Asbestos in Schools

Listed below are the preliminary results of a survey conducted on asbestos in schools. Responses have been received from (293) of the (304) unified school districts. When the remaining (11) districts respond, the final survey results will be forwarded to you.

#### ASBESTOS IN SCHOOLS

1.	Do you have	asbestos in	any	of you	r school	facilities?	217	76
						•	YES	NO

2. How much would you estimate that your school district has spent on the removal and/or encapsulation of asbestos materials during the past five years?

Removal	\$ 1,679,098
Encapsulation	\$ 1,275,521
TOTAL	\$ 2,954,619

3. How much would you estimate that it would cost to remove all the asbestos in your school facilities and replace with other material (including what has been encapsulated)?

\$ 25,736,871

. cistiestos Sud. 1984 Workskeits

T					*							100%
-	The same with the same that the same the same that the sam	yes		72	<u>ب</u>	Pe	11.67-2	1	knoop-	Poter		Residence
╣		0				_ -	<del>,</del>					
. [ ]	10/		1					0	0			10000 -
	1.02			-				0	3000-	3000-		75000
	103	i <del></del> -  .	1				1   1	U	0	11 1		7500
	200						1300		1000-	13000 -		5000
1	202		-			رام	100	( !	0			0
	303					1	2000	0	40000-	40000_	•	100000
	204		1			4	:	0	0	0		25000
	205						-		0	12 1 1	1.77	0
	206		1	- : .				0	) ;	11 1 1		500
1	207		1/			1		U		200 -		2500c
	208		V					0	1000-	1000-		10000
	209		سزا	.				0		0		5000
	210		1					0	4500 -	4500-		40000-
	211		1	i i				0	100-	100-		2000 -
	2/2		1					0	500-	500-		5000
	213		1			. ¥	500	-	0	500_		2000-
	214		V				.	0		0		112500
	215				1			0	0	0		
	216		1					0	0	<del>**</del>		
	3-17						,		0	1		
	218		V			-	5000	! !)		5000 -		9000
	219		. 1					0	600-	600-		10000
	220							0	U	0 0		7000
	622		1/		-+				0			3530
	223	1	1		~	4		0	5000-	5000-		9000
	224			1		-		7	3003	0		1000
	225		سد					()	500-	500 -		4000
-	226		1				:	0	0	0		45000
1	227		1	_				$\mathcal{C}$	. 0	C		500,000 -
j	228	1 .	V			1		0	0	0		15000-
	229	1			1			0	0	0		
	230						1/700	_	2900 -	14600-		
	23/		V					0	1580 -	1580 -		32259-
	232		1					0	0	c		40000-
	233		1		-			0	56647-	56647 -		150000-
. !	1234				1			ن				
	. 235- held for heeps	بهارمه	ļ									
	_ 637-		سال					0	0	0		15000-
	238		اسما				-	0				1000
	239		1				.	0	2500-	2500-		10000-
	240		1			-		0	250 -	250 -		1500 -
	24/		V	- :				0	50	50 -		2000
	242								0			4
· · · · · · · · · · · · · · · · · · ·	97-		7		180	+,	150	-		450-		121000
at managai			44			1-5	1750	-	122327	2494-17		1360259-

			ge	0		No			Pin	w	el l	Esc	eap		Ist	il.					140 Ein	
<del>                                     </del>		244			L		more				0	/5	000	- [	15	0,00	-	1 1			10	000
		845						لم <i>س</i> نا		500	, 11		Į	0		500	- 11		•			ĺ
1		246						بلرز	-		0			0			0					ĺ
					ارا		1		<del></del>		0			0		1 <del>1</del> 1	0				ارجه ا	000
		247			1				1		- 0							•	100		00	1
		248-hold for respon	-	· .													-			-		<u> </u>
		249-			1					27		'		0		27						250
	E	250-						1	- ; ; 		0			0			0					İ
		251			1						0	الح	628	-	5	128	0				7	756
1	7	252		1 1	را						0	- 1	000	- 15		000			*-		15	000
	.  -	253		1 7							0	1	000	16	ì	000					200	000
						-		-			1		500			500					1	00.
ļi		254			1						0	: 4		- 11			- 11			- 1	r 1	i .
		255			~			-			0	ے_	000	1	رگاء	000					ii - 1	000
		256			سما						0	-		0			٥				ii (	000
	6	257			1					2000			500	-	5	500	-		, .		7	pec
	. 9	258			ارا					970	,		260		1	230						800
		259			W				84	00	5 -	315	000	-	400	000	-			12	500	000
		260.						ساد	170		- 11		000	. 1	200		l li				1	ĺ
<b>t</b> - 1		the second secon							7.70	i	1 . 12			Į.		1	13				500	100
- 1		261								† *	0		000	- 1		000	- 3				150	
		262			سرا					000			500			500		-			150	1
		263						مسنه	65	5000	-	10	000	_	25	000	_			-	<b> </b>	<u> </u>
		264			<u> </u>			1			0			0			0				!	
		265			4				8	000	-	۵	000	-	10	000	_				10	200
		266		1	V					-	0	2	653	-	2	653	ل_ ا				10	000
		267	•		1			1			0		250			350					12	1000
†	0	268		1		-					٥		400	. [		400					9	00
<del>}</del>					1		<u> </u>				O									1	17	1000
		269		**						<del> </del>	0			٥		!	0			1	il .	1
		270			1						0		300			300	_				H .	1000
		27/		1	1				ļ	ļ	0			0			0.			1	18	400
	i	272	j .		1					l	0		520	-		500					5	000
		57.3			]			1			0			0			0					
ii		274		1	1					600				0	5	600	_				40	XXX
ij <u> </u>					1.5				 		7			0	-		0				1	
		275						1						1	-		t	المسا			-	
	· i	278			V		<u>-</u> -				0	J 5	500	t 1		500					500	<u>.</u>
		279		ļi							0	ļ		0			0					000
	t.	280		<u> </u>	V					ļ	0		<u> </u>	0			0			<del> </del>	1	000
	را	281	į ·		سا					100	-			0		100					10	000
i l		282			V		11			1	0		500			500			;		5	1000
		283		1	1	1					0		-	0			0		-			500
	9	284		1	مرا					1	0		911			911						1000
	· · · ř	284			160	1					1 1		///			100	-	-,		İ		1
-		285	-		+	<b> </b>		1		+	0		<b>/</b> -	0	<del> </del>	/	0			+	1	
	1 1	286			1	<b> </b>	Lil		1	1 = :	0	14	000	-	1	1000	-				ji .	1000
		287	ļ	ļ	1				1	1	0		500	-		500	-		41.0		3	poc
		288			1	1					0		1	0			0				250	000
Ĭ		289			1,-				:	100	1			U	ق ا	000					10	000
ŧ.		290	į ·	1	1				•	rec				0	, •		0		,		11	000
ŀ	1	291		1	1					1::	0		500			500					11	1000
	. 1	cv. =1.1	Ii.	4	13	85 3		1	er tit	1 .	1/3	1 1	ベンバ	-		:500	,	i		1	n •	16-16-16

		Yes	70	Removal	Encap-	Setal	106% Pensor (
	292 293 294 295			0000	3000-	3000 -	350- 2000 - 1000 -
	297 298 599 300	- L	<u> </u>	0000		100-	2000 - 0 65000 - 9600 -
	301 302 303 304 305			000	000000000000000000000000000000000000000	00000	40005 - 1/5000 - 0 250000 -
	306 307 308 309 ?notin		\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	500 -	000	500-	3000-
	310 311 312 313 314		-	4000 - 0 10000 -	5000 - 9000 - 100 -	7000 - 5000 - 19000 - 700 -	2000 - C 25000 - 20000 -
	315 316 317 318 320			0 0	3- 0 0 0	3000	9000 - 20 - 0 5000 - 500 -
	321 322 323 324 325		L	0 5000 -	20x - 0 0	2003 - 0 2000 - 0	10000 - 0 2500 - 0 2500 -
	326 327 328 329			\$00- \$000- 0	5000 - 2000 -	500 - 9000 - 2000 -	3000 - 60000 - 16500 - 0
	230 33/ 332 333 334 235			0000	25484 0 2570-	25484 0 2500 -	20000 - 200000 - 10000 - 80000 -
	336 336 337 328 339			00000	00000	0000	3=750 — 0 0
				3,3,000=	53.787=	105,787-	2,123,720-

	•	Yes	no	Remaral	Encep.	Sotal	1009° Rens
	340	1 1 1	<b>F</b> 1111		27-	27-	150
	34/	1	# 1111	0	100-	100-	7500
	342		1 1 1	+1110	41	1 1 1	
	343			0	16 4 1	3500 -	10000
					11		1 1 1 1
	344		1		1	760 -	/000
	345	4		50 -	1/50 -	530 -	30000
	346	<u>                                   </u>	‡	0	0	(h · · · · · · · · · · · · · · · · · · ·	10000
	347	L		1853-	1517-	3370 -	3370
	348			1 0			
	349	31 2 2	1	1   0	0		
1 1	350	1/		0	580 -	500 -	10000
	357			1	1800-	1800-	2500
				0	8000 -	8000 -	24000
	352	-+	# · · · <del> </del> · · · <del> </del> · · · <del> </del> · · ·	49364-	0000		4936
	353			16 1 1	ii na mitinda 🗼 🗀	49364-	
	354	+		<u> </u>	2000 -	27000 -	3000
	355	$\sim$	1	200-	200 -	400-	2000
	356	1 1	1	8000 -		8000 -	2000
	957	1 1 1	-		0		5000
	358	\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \			0		3000
	35-9		1	0	0	0	
	360	V		0	5000 -	5000 -	2500
<b>!</b>	361	1	<u> </u>	0	3357-	3357 -	15000
	362	<u> </u>	+	0	5000 -	5000-	1500
	363,	1					5000
	363		<u> </u>	0 6	0	0 <	1500
: 1	1364			+-+O		10	2500
	365				250-	250 -	
	366	-   -   -	1		18000-	18000 -	17500
	367		1	0	13100 -	13100 -	1800α
	368		L	1200 -	750-	1950-	
	369 .		1 1	1 10			
	37/-	V	1		1	0	10000
					4000 -	4000 -	2000
	<i>372</i> <i>373</i>	111/2	4		1300 -	1300 -	4000
				7 1 1	1 1		
-	374 375				10000-	Como -	140000
			<u> </u>	1000	3500-	5500-	
	374	++++-		2000	1 324	2000	face
#	377				#		(1) (2)
i	378			+	1 1		10000
4	1379		1 1 1	11935 -	350-	9285	45000
:	380-	1 1	1		1 0		3000
	381		1 - 1 - 1	0			
	382	1 1		0	13000-	13000-	2500
	383		4	99270-	30000-	129274-	160000
	384	1	1	10	150-	150-	3000
	385		4 1 1 1	13000 -	20000-	33000-	18000
	386	1 1 1 1		1 , 7,000	1	1	

		Yes	760-	Removal	Encap.	Total	1069: Fenne:
	387 388 389 390	\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	L L L	0000	0000	0000	/Scc
	392 393 394 396			/0000 0 0 0	10000- 2000- 3000- 4000-	2000 - 2000 - 2000 - 2000 -	3000 1000 500 750 35000
	397 398 399 400		\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \		3000- 1000- 1200-	3520 - 1000 - 1200 -	17500 25000 75000
	402 402 403 404 405				500 - 7520 - 0	500 0 7500 - 1000 -	10000 75 300 10000
	406 not in 407 408 409		ν	10000 - 1000 - 0	25700-  O   570-   0	35000 - 7000 - 500 - 500 -	150000 2000
	411 412 413 415	\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \			0 0 700-	000000000000000000000000000000000000000	45.65 2000 2530
11 1	416 417 418 419	\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \		000	3000-	15000- 1500- 3000-	152000 3000 100000
	420 421 422 423			0000	2000 - 150 - 100 -	2005 - 150 - 100 -	100 00 1000 2000 5000
	424 425 426 427 428		L	000	500- C 800- 500- 4000-	520 - 0 800 - 5700 -	10000 5200 5000 500000
	429 420 431 432 433			640-	7000	7co - 640 - 0	7000 7000 8000
	433 434	\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\	L. L	10708-	123,450	10708 -	2,669,000

			ye	2		R	<i>5</i> -	Nation Wes	R	vi	vel	12.	rce (	p	1	iti	Į				102 Est.	
	J	435			10			T			0			.   (	<b>S</b>		1	3			€	Da
		436			4						0		20	0-	-   .	30	0-	-			11	800
		737 438?			1	1		1			0		20		-	20		-				100
	1.	438?			4						0			5-		`\\ .	5-	1				Loa
		439			1						0		£50		1.	352	ـ اير		1 '			300
	İ	440						1	É	500	0 -	ļ	-	0		520			1		1-:-	
		441			1		1::				70	). <sup>[]</sup>	10	,		10					<	X
		442		1			1	1	٠		1				1			1			)	
		443			1		1:						100	/ -	1	100	_			•	1	100
		444			1		1				0		300		1	300	Y) -				33	1200
		445		1.	2	•			ļ .	2/86		1) 1)		0	11	186	•	# !!	<del> </del>		150	1
		446			1		- 1		11	364			37/		. ,	736					J	000
		447	1	1	1		1			100		!	7"	90	- 4	400	سر				11	000
		448	1	1	1/				L <sup>2</sup>	500		ļ			11	-1	1	<b> </b>	-	1	2	000
	1	449		1	1				• · - · <b>·</b>		!()		10	ر ا	1	500	i				1: 1	1
		450	1		سرا		<u> </u>			000		j	10		-5	000	)	<del> </del>	+	-	7	500
		451	-		لميزرا				<i>ب</i> ی	ال		# -	1	00	0	1000	/ <u> </u>			-	K 1	000
		452.						٠			0	ļ					0			İ	/ /4	100
		453					1					: !	77/	1	٠. ـ	A it	10	7	1	ĺ		
	ļ	1754				·			4	608		/.	736		0	344	i 1				ي ۾ ريح	i
	<del> </del> -	455	1				-	1_		50	0		+	10	<u> </u>	52	0 <u> –                                   </u>		┧		ł ł	ક્યુટ
		456	-					لمروا			10			0	1		0					(
	1	457-				i				700				10		17α			!			
		458			1				165	pac					173	j.				İ	800	
		459			1	. :						. /	122		•	177.	1				37	
		460			لرز			-		<del>-</del>	0			<u> </u>		+	10	<del> </del>			جي ا	
		461						مرزر		-	0		500	1-	•	5000		<u>;</u> !			30	000
i		462						1		77	/			0		77		Ĭ				
1		i /					:::; -				10							1.5				
į		463 464	-				- ··	-		1.1.1	0			0								000
					1	-					0		1000			1000	1-		-		20	
	• •	465				,		- 4		. :	0		300	1-	1 7	300	1-	. ~ ~ .			50	
1		466									0	:		0		ļ.,	0				: 1	000
		467	+	• • •		-					0	· · · ·	200	-		200		-i				زئنن
		168									0	· ·	300			300			ļ			200
		169	+		-						0		100	1		100	1				1	875
		470							210					0	i	1000	11 سند		[.i		10	200
ļ		7/1/			V			-#		44.8			567	1 1		0/3		-			:	!
	-	473 474			1	,	., -	- 1	43	000	1	16	2000	1 -	59	Oa	<b>&gt;</b> -	<u></u>			. 94	,
-	. [	the second control of the second control of	1		V						U			0			0				3	000
+		475	<b>  </b>		4			#	85	000	_	ć	2000		8.	700					150	
-		476	#		4		4.4			****	0	بينان		0			0				85	500
ĺ		1/20	∯ -÷: }	1	-			4			0			0	1 .		0		,			K
		1/02		1 -	-		.	H			0	6	112	-	6	112					7	000
		480			V					000	-	. 4	600	-	. 5	000					5000	200
i	ļ.	7,81			إسئا			ļ.	ب	ad			520	: H		500	_	, . ]			100	
	f: 	482		<u> </u>	#_			1			$\omega$			0			0					
·					32			9	60	20.	0	82	239	1	691	249	٠ ٢		2	, à #	0,13	52
1		r. L	1;	- 1	1	- 1		1	- 1		li									T		

The second of the second

The word of the stage of the said of the

		Yes no Removal Excep Satal	100% Cm154
48	,6	0 1200 - 1200 - 1200 - 1200 - 12600 -	2500 - 39000 -
4	87 88 89 90	0 50- 50- 0 800- 800- U 5000- 0 15000- U 3000- 3000- 6000-	10000 10000 20000 5000
4/ 4/ 4/ 2/	92 93- 94- 195-not in	5000 - 0 5000 - 0 4000 - 0 4000 - 0 0 0 0 0 0 0 0	10000-
44	96-MUL for heap 197- 198 199	U 0 68000 - 68000 - 3	850000 5500
555	01 02 03	V 75799- 2422- 7822/- 1 V 6000- 0 6000- V 6000- 1200- 1200-	2,00000 27500 10000
5	75 76 77 78	0 350 - 350 - 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	2500 1,660 3,000
() (4) (4)	79 771 772	10 402,369 - 172672 - 5715,041 - 2	55000 759,500
		278 1,679,546 1,276,688 2,956,234	25,779,3

35 75—City Capital Improvements I and

Purpose: To authorize cities to establish a general capital improvements fund, from current, budgeted revenues. SB 75 passed the Senate on February 19 by a vote of 37 to 3.

Background: There is no single state law that generally authorizes cities to establish a capital improvements fund, which could be used to finance a variety of public improvements. Several special statutes exist which can be used for specified purposes, such as for buildings. However, the basic thrust of Kansas laws has been to effectively require the financing of public improvements by the issuance of debt. Kansas cities will need to continue to rely on debt financing in the future, given the quantity of the existing infrastructure problem. However, legislation to facilitate meeting current capital improvement needs from current revenue, to the maximum extent possible, appears advisable, especially to meet deferred maintenance and repair.

It is possible that cities, under their constitutional home rule powers, may now accomplish this general objective, although charter ordinance amendments to some cash basis and budget laws would appear necessary, which has not been standard operating procedure to date. As a matter of state public policy, there is an advantage to specific legislation authorizing such capital improvement planning and financing:

**Explanation:** SB 75 is broadly written to permit maximum local discretion. It permits a city, by ordinance of the governing body, to establish a capital improvements fund to be used to finance current and future capital improvements, including the repair, restoration or rehabilitation of existing public facilities. Moneys credited to the fund, directly or by transfer, would have to be budgeted. To assure the use of the fund for planned purposes, an officially adopted capital improvement plan is required.

The bill does <u>not</u> authorize a property tax; however, a separate property tax could be levied for this fund by home rule ordinance. The tax could be within or outside the local tax lid, as locally determined. Any such tax would be subject to a voter petition for a referendum, under the Constitution or K.S.A. 12-137.

Under subsection (c), moneys could not be credited to the capital improvement fund unless budgeted, except for reimbursed expenses.

Receipts and expenditures of the reserve fund must be shown in the annual budget. (Lines 49-52).

Subsection (d) provides that any unneeded moneys in the reserve fund may be retransferred, subject to budget procedure requirements.

Advantages. SB 75 would assist cities in the orderly planning and financing of public infrastructure needs and could facilitate meeting current needs from current revenues.

It provides an incentive for cities to annually revise and adopt a capital improvements program.

Since budgeted transfers could be made, it would permit charging the cost of an improvement from a single fund, rather than two or more funds.

It provides a means for the advance financing of engineering and other public improvement studies.

It is likely that the fund will be used primarily for expensive repair and rehabilitation work, with major new improvements financed by bonds.

Passage of this bill is supported by the League of Kansas Municipalities. It is a policy objective set forth in the League's convention-adopted Statement of Municipal Policy and has been approved by the League govening body.

Session of 1985

#### SENATE BILL No. 75

By Committee on Local Government

1-24

0018 AN ACT relating to cities; authorizing the establishment of a 0019 special capital improvements fund.

0020 Be it enacted by the Legislature of the State of Kansas:

Occion 1. (a) The governing body of any city, which has formally approved a multi-year capital improvement plan setting forth the public improvement and infrastructure needs of the city occion a prioritized basis, may establish, by adoption of an ordinance, a capital improvements fund. The ordinance establishing such fund, and any amendments thereto, may provide for the budgeted transfer of moneys from other city funds lawfully available for improvement purposes to the capital improvements fund, including moneys in the city's federal general revenue sharing fund and general fund. Any general property tax specifically levied for the use of such fund shall be authorized by ordinance adopted under the provisions of section 5 of article 12 of the Kansas constitution.

0034 (b) Moneys in such capital improvements fund may be used 0035 to finance, in whole or in part, any public improvement need set 0036 forth in the adopted capital improvement plan, including the 0037 repair, restoration and rehabilitation of existing public facilities. 0038 The ordinance may provide that disbursements from such fund 0039 may be made for engineering and other advance public improvement plans and studies and that reimbursements shell may 0041 be made to the fund from future revenue from bond proceeds, 0042 special assessments or state or federal aid available for the 0043 completed project.

0044 (c) Except for such reimbursed expenses, no moneys shall be 0045 credited to such special fund except as may be budgeted an-

SB 75-Am.

2

nually, or transferred by the annual budget from other budgeted funds. Such fund shall not thereafter be subject to the provisions of K.S.A. 79-2925 to 79-2937, inclusive, and amendments thereto.

In making the budgets of such cities, the amounts credited to, and the amount on hand in, such special fund and the amount expended therefrom shall be shown thereon for the information of the taxpayers of such cities. Moneys in such fund may be invested in accordance with the provisions of K.S.A. 10-131, and amendments thereto, with interest thereon credited to such fund.

0056 (d) If the governing body of any city determines that money which has been transferred to such special fund or any part thereof is not needed for the purposes for which so transferred, 0059 the governing body, by adoption of a resolution, may transfer ouch amount not needed to the general or other fund from which it was derived and such transfer and expenditure thereof shall be subject to the budget requirement provisions of K.S.A. 79-2925 to 79-2937, inclusive, and amendments thereto.

O064 Sec. 2. This act shall take effect and be in force from and output after its publication in the statute book.



# PUBLISHERS OF KANSAS GOVERNMENT JOURNAL/112 WEST SEVENTH ST., TOPEKA, KANSAS 66603/AREA 913-354-9565

# **MEMORANDUM**

TO:

The House Committee on Local Government

FROM:

Chris McKenzie, Attorney/Director of Research

DATE: March 21, 1985

SUBJECT: Substitute for SB 76

SB 76 was introduced by the Senate Committee on Local Government at the request of the League of Kansas Municipalities. For a number of years, the League has received requests from its member cities to seek legislative authorization of an alternative procedure for recovering the city's expenses and costs as a result of undertaking the abatement of public nuisances, the removal of noxious weeds, and the removal of dangerous structures. Sub. for SB 76 is designed to authorize cities to recover such costs and expenses by bringing an action in District Court if a special assessment for the amount remains unpaid for a period of one year or more after their initial levy. Following is a further explanation of the need for the bill:

## 1. Background.

K.S.A. 12-1617(e), 12-1617(f) and 12-1755 presently authorize cities to abate public nuisances, remove noxious weeds and remove dangerous structures after giving personal notice to the owner of the property with the objectionable condition. In such cases, if the owner fails to respond and correct the problem, the city is authorized to step in and take corrective action. Each of the above statutes presently authorize the city to attempt to recover its costs by certifying the outstanding amount to the county clerk for collection as a special assessment at the time other taxes are collected. In many instances, however, the owners of such properties refuse to pay the special assessments and the city is required to wait for the county to foreclose on the property for the delinquent special assessments and other property taxes before it has any chance of recouping any of its expenses. Under current Kansas law, three years and ten months must pass before foreclosure action may be commenced for delinquent taxes and assessments. Further, as noted in the discussion yesterday of SB 212, many counties have delayed initiating the foreclosure process, thereby further delaying any opportunity for the city to make itself whole.

In the case of condemned dangerous structures, it is also common for the owner of such property to simply abandon it and refuse to pay the special assessments and taxes altogether. In such cases, the tax foreclosure sale price many times is less than the city's costs of removal. Since the proceeds of such sales must be apportioned among the various taxing jurisdictions, the city rarely recovers much of its costs.

## 2. Explanation.

K.S.A. 79-2015 presently authorizes the State of Kansas to collect any taxes, fees, interests and penalties which it levies by bringing an action in District Court just as the State would bring an action to collect a personal debt. That statute, a copy of which is attached, was enacted by the legislature in 1959.

Sub. for SB 76 would grant cities the right to bring similar actions in District Court for the collection of the outstanding amount due the city for the abatement of public nuisances, removal of noxious weeds or removal of dangerous structures. Such actions could only be brought, however, if special assessments levied to recoup the city's costs remain unpaid for a period of one year or more after their initial levy (see new section 4). Please note that this collection procedure could only be used to collect outstanding amounts owed for only these purposes. This procedure could not be used for the collection of special assessments levied for public improvements.

In the case of dangerous structures Sub. for SB 76 also contains amendments in lines 123-125 that would preclude the levy of any special assessments unless the proceeds of any insurance policy in which the city has created the lien (pursuant to K.S.A. 1984 Supp. 40-3901 et seq.) are insufficient to cover the city's expenses. In its current form, K.S.A. 12-1755 (see section 3) also requires the sale of all salvageable material from the structure before the city's expenses may be recovered through the special assessment procedure. This provision is unchanged. The amendment in lines 123-125 simply adds the additional requirement that the city exhaust all insurance proceeds before beginning such actions.

#### 3. Senate Committee Amendments.

As originally introduced, SB 76 would have allowed a city to elect whether it wanted to pursue the collection of such outstanding costs through the special assessment process or by bringing a personal action in District Court. The Senate Committee amendments, with which the League concurs, require the city to wait a period of one year or more after the initial levy of the special assessments before it may collect the amount due by bringing an action in District Court. The Senate Committee amendments also make it clear that the city may pursue collection both by levying special assessment and by bringing a personal action (after one year has passed), but only until the full cost and any applicable interest has been paid in full.

Additional committee amendments were offered and adopted which improved the notice and billing provisions of sections 1, 2 and 3 of the bill. The League endorses these changes.

### 4. Conclusion.

In a recent Attorney General's Opinion (No. 85-5), the Attorney General concluded that K.S.A. 79-2015 does not authorize the city to collect special assessments in the same manner as a personal debt of the property owner since that statute only applies to the State of Kansas. In other words, in the absence of a specific statutory authorization, cities may only attempt to make themselves whole by recovering the expenses through the special assessment procedure. This procedure has proven to be extremely costly in the past and unworkable in certain instances. As a practial matter, the longer these costs go unpaid the longer the public-at-large is required to bear that expense.

The League believes that SB 76 will remove a significant financial burden from the shoulders of city taxpayers for the expense of abating nuisances, removing weeds and removing dangerous structures. At the same time, it preserves the existing special assessment procedure. We urge your favorable consideration of this legislation

# Office of the City Manager City Hall - 120 North Sixth Street Independence, Kansas 67301

(ATTACHMENT IV) 3-21-85

March 21, 1985

Representative Ivan Sand, Chairperson House Committee on Local Governments Statehouse Topeka, Ks

Re: S.B.76 as amended, Collection of Certain Debts by Cities
Dear Representative Sand:

S.B. 76, as amended, provides an alternative method for cities to recover their costs for abating public nuisances, removing noxious weeds, and removing unsafe structures. The alternative included in S.B. 76, as amended, would give cities the same authority the State of Kansas currently has under K.S.A. 79-2015 for collecting delinquent taxes and fees through bringing of action in district court.

Under current statutes, if such health and safety hazards are not improved by the property owner after notice and
public hearing, then these nuisances must be corrected by the
City. The cost of performing this work is paid by the City
and is placed as a special assessment against the property.
Many of these properties are vacant or have no residents
living on the property and already have outstanding taxes
owed, with the specials becoming one more delinquent tax. It
might be added that many of these properties are owned by
residents of our City or County.

By current statutes, if the City recovers any cost through tax sale, it is after over four (4) years from the date the cost is incurred by the City and more commonly the property is sold at tax sale below the value of the cost of four (4) years of weed mowing or the cost of removing such unsafe and dangerous structures.

The reason for our concern is the magnitude of the costs; i.e., 1982, 1983, and 1984 assessed cost for weed mowing alone was \$14,901.08. This does not include any cost of removing unsafe structures which have been funded in the last several years from federal Community Development Funds which are not anticipated to be as available in future years. The cost for removal of unsafe structures each year is estimated at \$15,000 per year.

The Honorable Ivan Sand Chairperson, Committee on Local Governments Page 2

The theme of this bill is simple, to require individuals to be responsible for maintenance and upkeep for their own property, and if this is not done allow the City an option in recovering its costs. It is our opinion that the general tax payer should not have to bear the burden for his neighbor not maintaining his property. Furthermore, the elected officials in our cities should have the option to either (1) bring an action through the courts, which in some cases provides the only remedy to recover such costs, or (2) to follow current statutes by placing special assessments on the property.

Sincerely yours,

Paul A. Sasse City Manager

PAS/sr

(ATTACHMENT V) 3-2i-85

## REPORTS OF STANDING COMMITTEES

MR. SPEAKER:

Your Committee on Local Government

Recommends that Senate Bill No. 48 (As Amended by Senate Committee of the Whole)

"AN ACT concerning municipalities; authorizing governing bodies thereof to issue bonds for payment of the costs of removal or encapsulation of friable asbestos-containing material in public buildings; conditions."

Be amended:

On page 1, in line 34, after "encapsulation" by inserting "and the costs of any remodeling, replacement or other restoration necessitated by such removal or encapsulation";

In the title, in line 26, after "buildings" by inserting "and any remodeling, replacement or restoration costs thereof";

And the bill be passed as amended.

Chai	irper	son