## AMENDMENTS TO LB116

Introduced by Urban Affairs.

1 1. Strike original section 1 and insert the following new section:

Section 1. Section 31-735, Revised Statutes Cumulative Supplement,

3 2014, is amended to read:

31-735 (1) On the first Tuesday after the second Monday in September 4 5 which is at least fifteen months after the judgment of the district court creating a sanitary and improvement district and on the first Tuesday 6 after the second Monday in September each two years thereafter, the board 7 of trustees shall cause a special election to be held, at which election 8 a board of trustees of five in number shall be elected. The board of 9 trustees shall have five members except as provided in subsection (2) of 10 this section. Each member elected to the board of trustees shall be 11 elected to a term of two years and shall hold office until such member's 12 13 successor is elected and qualified. Any person desiring to file for the may file for such office with 14 office of trustee the election commissioner, or county clerk in counties 15 having no election commissioner, of the county in which the greater proportion in area of 16 the district is located not later than fifty days before the election. If 17 such person will serve on the board of trustees as a designated 18 representative of a limited partnership, general partnership, limited 19 20 liability company, public, private, or municipal corporation, estate, or 21 trust which owns real estate in the district, the filing shall indicate that fact and shall include appropriate documentation evidencing such 22 fact. No filing fee shall be required. A person filing for the office of 23 trustee to be elected at the election held four years after the first 24 election of trustees and each election thereafter shall designate whether 25 he or she is a candidate for election by the resident owners of such 26 27 district or whether he or she is a candidate for election by all of the 8

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owners of real estate located in the district. If a person filing for the office of trustee is a designated representative of a limited partnership, a general partnership, a limited liability company, a public, private, or municipal corporation, an estate, or a trust which owns real estate in the district, the name of such entity shall accompany the name of the candidate on the ballot in the following form: (Name of candidate) to represent (name of entity) as a member of the board. The

name of each candidate shall appear on only one ballot.

9 The name of a person may be written in and voted for as a candidate for the office of trustee, and such write-in candidate may be elected to 10 11 the office of trustee. A write-in candidate for the office of trustee who will serve as a designated representative of a limited partnership, a 12 general partnership, a limited liability company, a public, private, or 13 14 municipal corporation, an estate, or a trust which owns real estate in 15 the district shall not be elected to the office of trustee unless (a) each vote is accompanied by the name of the entity which the candidate 16 17 will represent and (b) within ten days after the date of the election the candidate provides the county clerk or election commissioner with 18 appropriate documentation evidencing his or her representation of the 19 entity. Votes cast which do not carry such accompanying designation shall 20 21 not be counted.

22 A trustee shall be an owner of real estate located in the district 23 or shall be a person designated to serve as a representative on the board 24 of trustees if the real estate is owned by a limited partnership, a general partnership, a limited liability company, a public, private, or 25 26 municipal corporation, an estate, or a trust. Notice of the date of the 27 election shall be mailed by the clerk of the district not later than sixty-five days prior to the election to each person who is entitled to 28 29 vote at the election for trustees whose property ownership or lease 30 giving a right to vote is of record on the records of the register of deeds as of a date designated by the election commissioner or county 31

1 clerk, which date shall be not more than seventy-five days prior to the 2 election.

3 (2)(a) For any sanitary and improvement district, a person persons whose ownership or right to vote becomes of record or is received after 4 5 the date specified pursuant to subsection (1) of this section may vote 6 when such person establishes his or her their right to vote to the 7 satisfaction of the election board. At the first election and at the 8 election held two years after the first election, any person may cast one 9 vote for each trustee for each acre of unplatted land or fraction thereof and one vote for each platted lot which he or she may own in the 10 11 district.

12 (b) This subdivision applies to a district until the board of trustees amends its articles of association pursuant to subdivision (2) 13 14 (d) of this section. At the election held four years after the first 15 election of trustees, two members of the board of trustees shall be elected by the legal property owners resident within such sanitary and 16 17 improvement district and three members shall be elected by all of the owners of real estate located in the district pursuant to this section. 18 Every resident property owner may cast one vote for a candidate for each 19 20 office of trustee to be filled by election of resident property owners 21 only. Such resident property owners may also each cast one vote for each 22 acre of unplatted land or fraction thereof and for each platted lot owned 23 within the district for a candidate for each office of trustee to be 24 filled by election of all property owners. For each office of trustee to be filled by election of all property owners of the district, every legal 25 26 property owner not resident within such sanitary and improvement district 27 may cast one vote for each acre of unplatted land or fraction thereof and one vote for each platted lot which he or she owns in the district. At 28 29 the election held eight years after the first election of trustees and at 30 each election thereafter, three members of the board of trustees shall be elected by the legal property owners resident within such sanitary and 31

improvement district and two members shall be elected by all of the 1 owners of real estate located in the district pursuant to this section, 2 3 except that if more than fifty percent of the homes in any sanitary and improvement district are used as a second, seasonal, or recreational 4 residence, the owners of such property shall be considered legal property 5 6 owners resident within such district for purposes of electing trustees, 7 and at the election held six years after the first election of trustees and at each election thereafter, three members of the board of trustees 8 9 shall be elected by the legal property owners resident within such sanitary and improvement district and two members shall be elected by all 10 11 of the owners of real estate located in the district pursuant to this section. If there are not any legal property owners resident within such 12 district or if not less than ninety percent of the area of the district 13 14 is owned for other than residential uses, the five members shall be 15 elected by the legal property owners of all property within such district as provided in this section. 16

(c) Any public, private, or municipal corporation owning any land or 17 lot in the district may vote at  $\underline{an}$  such election the same as an 18 individual. If more than fifty percent of the homes in any sanitary and 19 20 improvement district are used as a second, seasonal, or recreational 21 residence, the owners of such property shall be considered legal property 22 owners resident within such district for purposes of electing trustees. 23 For purposes of voting for trustees, each condominium apartment under a 24 condominium property regime established prior to January 1, 1984, under the Condominium Property Act or established after January 1, 1984, under 25 26 the Nebraska Condominium Act shall be deemed to be a platted lot and the 27 lessee or the owner of the lessee's interest, under any lease for an initial term of not less than twenty years which requires the lessee to 28 29 pay taxes and special assessments levied on the leased property, shall be 30 deemed to be the owner of the property so leased and entitled to cast the vote of such property. When ownership of a platted lot or unplatted land 31

is held jointly by two or more persons, whether as joint tenants, tenants 1 2 in common, limited partners, members of a limited liability company, or 3 any other form of joint ownership, only one person shall be entitled to cast the vote of such property. The executor, administrator, guardian, or 4 5 trustee of any person or estate interested shall have the right to vote. 6 No corporation, estate, or irrevocable trust shall be deemed to be a 7 resident owner for purposes of voting for trustees. Should two or more 8 persons or officials claim the right to vote on the same tract, the 9 election board shall determine the party entitled to vote. Such board shall select one of their number chairperson and one of their number 10 11 clerk. In case of a vacancy on such board, the remaining trustees shall fill the vacancy on such board until the next election. 12

13 (d) For any sanitary and improvement district which has been in 14 existence for at least ten years, which has less than seventy property 15 owners entitled to vote for trustees, which has at least two resident property owners, and in which less than ten percent of the area of the 16 17 district is owned for other than residential uses, the board of trustees may amend its articles of association as provided in section 31-740.01 to 18 19 provide for a reduction in the number of trustees on the board from five members to three members to be effective at the beginning of the term of 20 21 office for the board of trustees elected at the next election. At the 22 next election and at each election thereafter, two members of the board 23 of trustees shall be elected by the legal property owners resident within 24 such sanitary and improvement district and one member shall be elected by all of the owners of real estate located in the district pursuant to this 25 26 section. Every resident property owner may cast one vote for a candidate 27 for each office of trustee to be filled by election of resident property owners only. Such resident property owners may also each cast one vote 28 29 for each acre of unplatted land or fraction thereof and for each platted 30 lot owned within the district for a candidate for the office of trustee to be filled by election of all property owners. For the office of 31

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- 1 <u>trustee to be filled by election of all property owners of the district,</u>
- 2 <u>every legal property owner not resident within such sanitary and</u>
- 3 <u>improvement district may cast one vote for each acre of unplatted land or</u>
- 4 fraction thereof and one vote for each platted lot which he or she owns
- 5 <u>in the district.</u>
- 6 (3) The election commissioner or county clerk shall hold any 7 election required by subsection (1) of this section by sealed mail ballot 8 by notifying the board of trustees on or before July 1 of a given year. 9 The election commissioner or county clerk shall, at least twenty days prior to the election, mail a ballot and return envelope to each person 10 11 who is entitled to vote at the election and whose property ownership or 12 lease giving a right to vote is of record with the register of deeds as of the date designated by the election commissioner or county clerk, 13 14 which date shall not be more than seventy-five days prior to the 15 election. The ballot and return envelope shall include: (a) The names and addresses of the candidates; (b) room for write-in candidates; and (c) 16 17 instructions on how to vote and return the ballot. Such ballots shall be returned to the election commissioner or county clerk no later than 5 18 p.m. on the date set for the election. 19