## SECOND REGULAR SESSION HOUSE COMMITTEE SUBSTITUTE FOR SENATE COMMITTEE SUBSTITUTE FOR

# **SENATE BILL NO. 510**

## 96TH GENERAL ASSEMBLY

4503L.04C

D. ADAM CRUMBLISS, Chief Clerk

## AN ACT

To repeal sections 71.012, 71.014, 71.015, 94.110, 137.076, and 250.140, RSMo, and to enact in lieu thereof seven new sections relating to political subdivisions.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Sections 71.012, 71.014, 71.015, 94.110, 137.076, and 250.140, RSMo, are repealed and seven new sections enacted in lieu thereof, to be known as sections 71.012, 71.014, 71.015, 94.110, 137.076, 250.140, and 339.098, to read as follows:

71.012. 1. Notwithstanding the provisions of sections 71.015 and 71.860 to 71.920, the governing body of any city, town or village may annex unincorporated areas which are 2 contiguous and compact to the existing corporate limits of the city, town or village pursuant to 3 this section. The term "contiguous and compact" does not include a situation whereby the 4 5 unincorporated area proposed to be annexed is contiguous to the annexing city, town or village only by a railroad line, trail, pipeline or other strip of real property less than one-quarter mile in 6 7 width within the city, town or village so that the boundaries of the city, town or village after 8 annexation would leave unincorporated areas between the annexed area and the prior boundaries 9 of the city, town or village connected only by such railroad line, trail, pipeline or other such strip of real property. The term "contiguous and compact" does not prohibit voluntary annexations 10 11 pursuant to this section merely because such voluntary annexation would create an island of 12 unincorporated area within the city, town or village, so long as the owners of the unincorporated 13 island were also given the opportunity to voluntarily annex into the city, town or village. Notwithstanding the provisions of this section, the governing body of any city, town or village 14 15 in any county of the third classification which borders a county of the fourth classification, a 16 county of the second classification and **the** Mississippi River may annex areas along a road or

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

highway up to two miles from existing boundaries of the city, town or village or the governing body in any city, town or village in any county of the third classification without a township form of government with a population of at least twenty-four thousand inhabitants but not more than thirty thousand inhabitants and such county contains a state correctional center may voluntarily annex such correctional center pursuant to the provisions of this section if the correctional center is along a road or highway within two miles from the existing boundaries of the city, town or village.

24 2. (1) When a [verified] notarized petition, requesting annexation and signed by the 25 owners of all fee interests of record in all tracts of real property located within the area proposed to be annexed, or a request for annexation signed under the authority of the governing body of 26 27 any common interest community and approved by a majority vote of unit owners located within 28 the area proposed to be annexed is presented to the governing body of the city, town or village, 29 the governing body shall hold a public hearing concerning the matter not less than fourteen nor 30 more than sixty days after the petition is received, and the hearing shall be held not less than 31 seven days after notice of the hearing is published in a newspaper of general circulation qualified 32 to publish legal matters and located within the boundary of the petitioned city, town or village. If no such newspaper exists within the boundary of such city, town or village, then the notice 33 34 shall be published in the qualified newspaper nearest the petitioned city, town or village. For the 35 purposes of this subdivision, the term "common-interest community" shall mean a condominium 36 as said term is used in chapter 448, or a common-interest community, a cooperative, or a planned 37 community.

(a) A "common-interest community" shall be defined as real property with respect to
which a person, by virtue of such person's ownership of a unit, is obliged to pay for real property
taxes, insurance premiums, maintenance or improvement of other real property described in a
declaration. "Ownership of a unit" does not include a leasehold interest of less than twenty years
in a unit, including renewal options;

(b) A "cooperative" shall be defined as a common-interest community in which the real
property is owned by an association, each of whose members is entitled by virtue of such
member's ownership interest in the association to exclusive possession of a unit;

46 (c) A "planned community" shall be defined as a common-interest community that is not
47 a condominium or a cooperative. A condominium or cooperative may be part of a planned
48 community.

49 (2) At the public hearing any interested person, corporation or political subdivision may50 present evidence regarding the proposed annexation.

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52 If, after holding the hearing, the governing body of the city, town or village determines that the

annexation is reasonable and necessary to the proper development of the city, town or village, and the city, town or village has the ability to furnish normal municipal services to the area to be annexed within a reasonable time, it may, subject to the provisions of subdivision (3) of this subsection, annex the territory by ordinance without further action.

57 (3) If a written objection to the proposed annexation is filed with the governing body of 58 the city, town or village not later than fourteen days after the public hearing by at least five 59 percent of the qualified voters of the city, town or village, or two qualified voters of the area 60 sought to be annexed if the same contains two qualified voters, the provisions of sections 71.015 61 and 71.860 to 71.920, shall be followed.

62 3. If no objection is filed, the city, town or village shall extend its limits by ordinance to include such territory, specifying with accuracy the new boundary lines to which the city's, 63 town's or village's limits are extended. Upon duly enacting such annexation ordinance, the city, 64 town or village shall cause three certified copies of the same to be filed with the county assessor 65 and the clerk of the county wherein the city, town or village is located, and one certified copy to 66 67 be filed with the election authority, if different from the clerk of the county which has jurisdiction over the area being annexed, whereupon the annexation shall be complete and final 68 69 and thereafter all courts of this state shall take judicial notice of the limits of that city, town or village as so extended. 70

4. Any action of any kind seeking to deannex from any city, town, or village any area annexed under this section or seeking, in any way, to reverse, invalidate, set aside, or otherwise challenge such annexation or oust such city, town, or village from jurisdiction over such annexed area shall be brought within three years of the date of adoption of the annexation ordinance.

71.014. 1. Notwithstanding the provisions of section 71.015, the governing body of any city, town, or village which is located within a county which borders a county of the first classification with a charter form of government with a population in excess of six hundred fifty thousand, proceeding as otherwise authorized by law or charter, may annex unincorporated areas which are contiguous and compact to the existing corporate limits upon [verified] notarized petition requesting such annexation signed by the owners of all fee interests of record in all tracts located within the area to be annexed.

8 2. Any action of any kind seeking to deannex from any city, town, or village any 9 area annexed under this section or seeking, in any way, to reverse, invalidate, set aside, or 10 otherwise challenge such annexation or oust such city, town, or village from jurisdiction 11 over such annexed area shall be brought within three years of the date of adoption of the 12 annexation ordinance. 71.015. 1. Should any city, town, or village, not located in any county of the first
classification which has adopted a constitutional charter for its own local government, seek to
annex an area to which objection is made, the following shall be satisfied:

4 (1) Before the governing body of any city, town, or village has adopted a resolution to
5 annex any unincorporated area of land, such city, town, or village shall first as a condition
6 precedent determine that the land to be annexed is contiguous to the existing city, town, or
7 village limits and that the length of the contiguous boundary common to the existing city, town,
8 or village limit and the proposed area to be annexed is at least fifteen percent of the length of the
9 perimeter of the area proposed for annexation.
10 (2) The governing body of any city, town, or village shall propose an ordinance setting

10 (2) The governing body of any city, town, or village shall propose an ordinance setting 11 forth the following:

(a) The area to be annexed and affirmatively stating that the boundaries comply with thecondition precedent referred to in subdivision (1) above;

14 (b) That such annexation is reasonable and necessary to the proper development of the 15 city, town, or village;

16 (c) That the city has developed a plan of intent to provide services to the area proposed 17 for annexation;

18 (d) That a public hearing shall be held prior to the adoption of the ordinance;

19 (e) When the annexation is proposed to be effective, the effective date being up to 20 thirty-six months from the date of any election held in conjunction thereto.

(3) The city, town, or village shall fix a date for a public hearing on the ordinance and make a good faith effort to notify all fee owners of record within the area proposed to be annexed by certified mail, not less than thirty nor more than sixty days before the hearing, and notify all residents of the area by publication of notice in a newspaper of general circulation qualified to publish legal matters in the county or counties where the proposed area is located, at least once a week for three consecutive weeks prior to the hearing, with at least one such notice being not more than twenty days and not less than ten days before the hearing.

(4) At the hearing referred to in subdivision (3), the city, town, or village shall presentthe plan of intent and evidence in support thereof to include:

(a) A list of major services presently provided by the city, town, or village including, but
not limited to, police and fire protection, water and sewer systems, street maintenance, parks and
recreation, and refuse collection[, etc.];

(b) A proposed time schedule whereby the city, town, or village plans to provide such
services to the residents of the proposed area to be annexed within three years from the date the
annexation is to become effective;

36 (c) The level at which the city, town, or village assesses property and the rate at which37 it taxes that property;

(d) How the city, town, or village proposes to zone the area to be annexed;

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39 (e) When the proposed annexation shall become effective.

40 (5) Following the hearing, and either before or after the election held in subdivision (6) 41 of this subsection, should the governing body of the city, town, or village vote favorably by 42 ordinance to annex the area, the governing body of the city, town or village shall file an action 43 in the circuit court of the county in which such unincorporated area is situated, under the 44 provisions of chapter 527, praying for a declaratory judgment authorizing such annexation. The 45 petition in such action shall state facts showing:

46 (a) The area to be annexed and its conformity with the condition precedent referred to 47 in subdivision (1) of this subsection;

(b) That such annexation is reasonable and necessary to the proper development of thecity, town, or village; and

50 (c) The ability of the city, town, or village to furnish normal municipal services of the 51 city, town, or village to the unincorporated area within a reasonable time not to exceed three 52 years after the annexation is to become effective. Such action shall be a class action against the 53 inhabitants of such unincorporated area under the provisions of section 507.070.

54 (6) Except as provided in subsection 3 of this section, if the court authorizes the city, 55 town, or village to make an annexation, the legislative body of such city, town, or village shall 56 not have the power to extend the limits of the city, town, or village by such annexation until an 57 election is held at which the proposition for annexation is approved by a majority of the total votes cast in the city, town, or village and by a separate majority of the total votes cast in the 58 59 unincorporated territory sought to be annexed. However, should less than a majority of the total 60 votes cast in the area proposed to be annexed vote in favor of the proposal, but at least a majority 61 of the total votes cast in the city, town, or village vote in favor of the proposal, then the proposal shall again be voted upon in not more than one hundred twenty days by both the registered voters 62 63 of the city, town, or village and the registered voters of the area proposed to be annexed. If at 64 least two-thirds of the qualified electors voting thereon are in favor of the annexation, then the 65 city, town, or village may proceed to annex the territory. If the proposal fails to receive the 66 necessary majority, no part of the area sought to be annexed may be the subject of another 67 proposal to annex for a period of two years from the date of the election, except that, during the 68 two-year period, the owners of all fee interests of record in the area or any portion of the area 69 may petition the city, town, or village for the annexation of the land owned by them pursuant to 70 the procedures in section 71.012. The elections shall if authorized be held, except as herein 71 otherwise provided, in accordance with the general state law governing special elections, and the

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entire cost of the election or elections shall be paid by the city, town, or village proposing toannex the territory.

(7) Failure to comply in providing services to the said area or to zone in compliance with the plan of intent within three years after the effective date of the annexation, unless compliance is made unreasonable by an act of God, shall give rise to a cause of action for deannexation which may be filed in the circuit court by any resident of the area who was residing in the area at the time the annexation became effective.

(8) No city, town, or village which has filed an action under this section as this section
read prior to May 13, 1980, which action is part of an annexation proceeding pending on May
13, 1980, shall be required to comply with subdivision (5) of this subsection in regard to such
annexation proceeding.

(9) If the area proposed for annexation includes a public road or highway but does not
include all of the land adjoining such road or highway, then such fee owners of record, of the
lands adjoining said highway shall be permitted to intervene in the declaratory judgment action
described in subdivision (5) of this subsection.

87 2. Notwithstanding any provision of subsection 1 of this section, for any annexation by 88 any city with a population of three hundred fifty thousand or more inhabitants which is located 89 in more than one county that becomes effective after August 28, 1994, if such city has not 90 provided water and sewer service to such annexed area within three years of the effective date 91 of the annexation, a cause of action shall lie for deannexation, unless the failure to provide such 92 water and sewer service to the annexed area is made unreasonable by an act of God. The cause 93 of action for deannexation may be filed in the circuit court by any resident of the annexed area who is presently residing in the area at the time of the filing of the suit and was a resident of the 94 95 annexed area at the time the annexation became effective. If the suit for deannexation is 96 successful, the city shall be liable for all court costs and attorney fees.

97 3. Notwithstanding the provisions of subdivision (6) of subsection 1 of this section, all 98 cities, towns, and villages located in any county of the first classification with a charter form of 99 government with a population of two hundred thousand or more inhabitants which adjoins a 100 county with a population of nine hundred thousand or more inhabitants shall comply with the 101 provisions of this subsection. If the court authorizes any city, town, or village subject to this 102 subsection to make an annexation, the legislative body of such city, town or village shall not 103 have the power to extend the limits of such city, town, or village by such annexation until an 104 election is held at which the proposition for annexation is approved by a majority of the total 105 votes cast in such city, town, or village and by a separate majority of the total votes cast in the 106 unincorporated territory sought to be annexed; except that:

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(1) In the case of a proposed annexation in any area which is contiguous to the existing city, town or village and which is within an area designated as flood plain by the Federal Emergency Management Agency and which is inhabited by no more than thirty registered voters and for which a final declaratory judgment has been granted prior to January 1, 1993, approving such annexation and where notarized affidavits expressing approval of the proposed annexation

are obtained from a majority of the registered voters residing in the area to be annexed, the area may be annexed by an ordinance duly enacted by the governing body and no elections shall be required; and

115 (2) In the case of a proposed annexation of unincorporated territory in which no qualified 116 electors reside, if at least a majority of the qualified electors voting on the proposition are in 117 favor of the annexation, the city, town or village may proceed to annex the territory and no 118 subsequent election shall be required. If the proposal fails to receive the necessary separate 119 majorities, no part of the area sought to be annexed may be the subject of any other proposal to 120 annex for a period of two years from the date of such election, except that, during the two-year 121 period, the owners of all fee interests of record in the area or any portion of the area may petition 122 the city, town, or village for the annexation of the land owned by them pursuant to the procedures in section 71.012 or 71.014. The election shall, if authorized, be held, except as otherwise 123 124 provided in this section, in accordance with the general state laws governing special elections, 125 and the entire cost of the election or elections shall be paid by the city, town, or village proposing 126 to annex the territory. Failure of the city, town or village to comply in providing services to the 127 area or to zone in compliance with the plan of intent within three years after the effective date 128 of the annexation, unless compliance is made unreasonable by an act of God, shall give rise to 129 a cause of action for deannexation which may be filed in the circuit court not later than four 130 years after the effective date of the annexation by any resident of the area who was residing 131 in such area at the time the annexation became effective or by any nonresident owner of real 132 property in such area. Except for a cause of action for deannexation under this subdivision 133 (2) of this subsection, any action of any kind seeking to deannex from any city, town, or 134 village any area annexed under this section or seeking, in any way, to reverse, invalidate, 135 set aside, or otherwise challenge such annexation or oust such city, town, or village from 136 jurisdiction over such annexed area shall be brought within three years of the date of 137 adoption of the annexation ordinance.

94.110. The council shall have power and authority to levy and collect a license tax on
wholesale houses, auctioneers, architects, druggists, grocers, banks, brokers, wholesale
merchants, merchants of all kinds, confectioners, delivery trucks, ice trucks, transfer trucks,
laundry wagons, milk wagons, merchant delivery companies, cigar and tobacco stands, hay
scales, wood dealers, coal dealers, lumber dealers, real estate agents, loan companies, abstracters,

abstract agencies, loan agents, collection agencies, undertakers, public buildings, office 6 buildings, public halls, public grounds, concerts, photographers in office or upon the streets, 7 canvassers, artists, drummers, patent right dealers, automobile agents and dealers, automobile 8 9 accessory dealers, insurance companies, insurance agents, taverns, hotels, rooming houses, boardinghouses, health schools, telephone companies, street contractors, paper hanger 10 contractors, painting contractors, plastering contractors, and all subcontractors, flour mills, 11 express company agencies, wagons, buggies, carriages, tinners, barbers, barbershops, hair 12 13 dressers, hair dressing shops, whether conducted in connection with other business or separate 14 beauty parlors, tailors, florists, nursery stock agents, book binders, monument dealers and agencies, manufacturing agents, shoe cobbler shops, storage warehouses, shoe shining parlors, 15 newspaper offices, job printing plants, ready-to-wear clothing agencies, tailor-made clothing 16 17 agencies, sewing machine agents, piano and organ dealers and agents, foreign coffee and tea dealers and agents, and all other vocations whatsoever, and fix the rate of carriage of persons and 18 19 wagonage, drayage and cartage of property; and to levy and collect a license tax and regulate 20 hawkers, peddlers, pawnbrokers, restaurants, butchers, wholesale butchers, bathhouses and 21 masseurs, lunch stands, lunch counters, lunch wagons, soft drink and ice cream stand and 22 vendors, ice cream parlors, peanut and popcorn stands, and stands of every kind, hucksters, opera 23 houses, moving picture shows, private parks, public lectures, public meetings, baseball parks, 24 outdoor advertising, horse and cattle dealers, stockyards, wagon yards, auto yards, oil stations, 25 wholesale and retail, inspectors, gaugers, mercantile agents, manufacturing and other 26 corporations, or institutions, machine shops, blacksmith shops, foundries, sewer contractors, 27 building contractors, stone contractors, plumbing contractors, brick contractors, cement 28 contractors, sidewalk contractors, bridge contractors, and all subcontractors, street railroad cars, 29 light, power and water companies, gas companies, laundries, laundry agencies, ice plants and ice 30 plant agencies, ice dealers, omnibuses, automobiles, automobile trailers, tractors, carts, drays, 31 milk wagons, laundry wagons, delivery wagons, transfer and job wagons, ice wagons, and all 32 other vehicles, traveling and auction stores, plumbers, pressing establishments, installment 33 houses and agencies, produce and poultry dealers, feather renovators, bakers and bakeries, bakery 34 delivery wagons, and delivery autos, bottling works, dye works, cleaning establishments, sand 35 plants, steam fitters, corn doctors, chiropodists, hackmen, taxicabs, buses, draymen, omnibus 36 drivers, porters, residential and commercial alarm and security entities, ferries, and to 37 regulate the same, and the landing thereof, within the limits of the city, and all others pursuing 38 like occupations; and to levy and collect a license tax, regulate, restrain, prohibit and suppress 39 ordinaries, money brokers, money changers, intelligence and employment offices and agencies, 40 public masquerades, balls, street exhibitions, dance halls, fortune tellers, pistol galleries, 41 shooting galleries, palmists, private venereal hospitals, museums, menageries, equestrian

performances, fluoroscopic views, picture shows, telescopic views, lung testers, muscle 42 43 developers, magnifying glasses, ten pin alleys, ball alleys, bowling alleys, billiard tables, pool 44 and other tables, miniature golf courses, theatrical or other exhibitions, boxing and sparring 45 exhibitions, shows and amusements, amusement parks, and the sales of unclaimed goods by express companies or common carriers, auto wrecking shops, bill posters, junk dealers, porters, 46 47 carnival and street fairs, circuses and shows, for parade and exhibition, or both, skating rinks, 48 and runners and solicitors for steamboats, cars, stages, taxicabs, hotels, rooming houses, 49 boardinghouses, bathhouses, masseurs, health schools, and all other vocations and business 50 whatsoever, and all others pursuing like occupations.

137.076. In establishing the value of a parcel of real property the county assessor shall
consider current market conditions and previous decisions of the county board of equalization,
the state tax commission or a court of competent jurisdiction that affected the value of such
parcel. For purposes of this section, the term "current market conditions", shall include
the impact upon the housing market of foreclosures and bank sales.

250.140. 1. Sewerage services, water services, or water and sewerage services combined shall be deemed to be furnished to both the occupant and owner of the premises receiving such service and, except as otherwise provided in subsection 2 of this section, the city, town, village, or sewer district or water supply district organized and incorporated under chapter 247 rendering such services shall have power to sue the occupant or owner, or both, of such real estate in a civil action to recover any sums due for such services less any deposit that is held by the city, town, village, or sewer district or water supply district organized and incorporated under chapter 247 for such services, plus a reasonable attorney's fee to be fixed by the court.

9 2. When the occupant is delinquent in payment for thirty days, the city, town, village, sewer district, or water supply district shall make a good faith effort to notify the owner of the 10 11 premises receiving such service of the delinquency and the amount thereof. Notwithstanding any other provision of this section to the contrary, when an occupant is delinquent more than ninety 12 13 days, the owner shall not be liable for sums due for more than ninety days of service[; provided, however, that in any city not within a county and any home rule city with more than four hundred 14 15 thousand inhabitants and located in more than one county, until January 1, 2007, when an 16 occupant is delinquent more than one hundred twenty days the owner shall not be liable for sums 17 due for more than one hundred twenty days of service, and after January 1, 2007, when an occupant is delinquent more than ninety days the owner shall not be liable for sums due for more 18 19 than ninety days]. Any notice of termination of service shall be sent to both the occupant and 20 owner of the premises receiving such service.

3. The provisions of this section shall apply only to residences that have their ownprivate water and sewer lines. In instances where several residences share a common water or

sewer line, the owner of the real property upon which the residences sit shall be liable for waterand sewer expenses.

4. Notwithstanding any other provision of law to the contrary, any water provider or premises owner who terminates service due to delinquency of payment by a consumer shall not be liable for any civil or criminal damages for termination of such service, nor shall it be deemed constructive eviction or forcible entry and detainer.

5. The provisions of this section shall not apply to unapplied-for utility services. As used in this subsection, "unapplied-for utility services" means services requiring application by the property owner and acceptance of such application by the utility prior to the establishment of an account. The property owner is billed directly for the services provided, and as a result, any delinquent payment of a bill becomes the responsibility of the property owner rather than the occupant.

339.098. Any person who purchases or pays for an appraisal, directly or indirectly,

2 with respect to property the person owns or has a contract to purchase shall have standing

3 to file a complaint with the Real Estate Appraiser Commission.