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## IN THE HOUSE OF REPRESENTATIVES

## HOUSE BILL NO. 572

## BY REVENUE AND TAXATION COMMITTEE

AN ACT

RELATING TO URBAN RENEWAL AGENCIES; AMENDING SECTION 50-2006, IDAHO

CODE, TO DELETE PROVISIONS FOR APPOINTMENT OF URBAN RENEWAL AGENCY

COMMISSIONERS, TO PROVIDE FOR ELECTION OF URBAN RENEWAL AGENCY

COMMISSIONERS, TERMS OF OFFICE, ELIGIBILITY, FILLING OF VACANCIES AND

ELECTION OF A CHAIRMAN OF THE BOARD OF COMMISSIONERS OF AN URBAN RENEWAL

AGENCY.

Be It Enacted by the Legislature of the State of Idaho:

SECTION 1. That Section 50-2006, Idaho Code, be, and the same is hereby amended to read as follows:

50-2006. URBAN RENEWAL AGENCY. (a) There is hereby created in each municipality an independent public body corporate and politic to be known as the "urban renewal agency" for the municipality; provided, that such agency shall not transact any business or exercise its powers hereunder until or unless the local governing body has made the findings prescribed in section 50-2005, Idaho Code.

- (b) Upon the local governing body making such findings, the urban renewal agency is authorized to transact the business and exercise the powers hereunder by a board of commissioners to be appointed or designated elected as follows:
  - (1) The mayor, by and with the advice and consent of the local governing body, shall appoint a board of commissioners of the urban renewal agency which shall consist of not less than three (3) commissioners, nor more than nine (9) commissioners. In the order of appointment, the mayor shall designate the number of commissioners to be appointed, and the term of each, provided that the original term of office of no more than two (2) commissioners shall expire in the same year. commissioners shall serve for terms not to exceed five (5) years, from the date of appointment, except that all vacancies shall be filled for the unexpired term. For inefficiency or neglect of duty or misconduct in office, a commissioner may be removed only after a hearing and after he shall have been given a copy of the charges at least ten (10) days prior to such hearings and have had an opportunity to be heard in person or by counsel one (1) of whom shall be elected or reelected at each general election conducted by the county in a countywide election. After the initial election of three (3) commissioners at the 2010 general election, one (1) commissioner shall serve a term of two (2) years, one (1) commissioner shall serve a term of four (4) yeas and one (1) commissioner shall serve a term of six (6) years. Thereafter, each commissioner shall hold office for a term of six (6) years, or until a vacancy has been filled as provided in subsection (b) (3) of this section.

- (2) By enactment of an ordinance, the local governing body may appoint and designate itself to be the board of commissioners of the urban renewal agency, in which case all the rights, powers, duties, privileges and immunities vested by the urban renewal law of 1965, and as amended, in an appointed board of commissioners, shall be vested in the local governing body, who shall, in all respects when acting as an urban renewal agency, be acting as an arm of state government, entirely separate and distinct from the municipality, to achieve, perform and accomplish the public purposes prescribed and provided by said urban renewal law of 1965, and as amended Any person shall be eliqible to hold the office of urban renewal agency commissioner who is a registered elector of the county in which the municipality is situated.
- (3) By enactment of an ordinance, the local governing body may terminate the appointed board of commissioners and thereby appoint and designate itself as the board of commissioners of the urban renewal agency A vacancy on the board shall be filled by appointment made by the chairman of the commission with the consent of the commission. Such appointee shall serve until the next general election of the county in which the municipality is situated when the office to which he was appointed shall be filled for the balance of the original term of that office.
- (4) After July 1, 2010, commissioners appointed to office shall continue to serve until the first meeting in January following the 2010 general election. At each meeting in January following a general election, each elected commissioner shall subscribe the oath of office, be presented a certificate of election and assume the duties of the office. The commissioners shall elect one (1) member as chairman of the commission at each meeting in January following a general election.
- (c) A commissioner shall receive no compensation for his services but shall be entitled to the necessary expenses, including traveling expenses, incurred in the discharge of his duties. Each commissioner shall hold office until his successor has been appointed and has qualified. A certificate of the appointment or reappointment election of any commissioner shall be filed with the clerk of the municipality and the county and such certificate shall be conclusive evidence of the due and proper appointment election of such commissioner.

The powers of an urban renewal agency shall be exercised by the commissioners thereof. A majority of the commissioners shall constitute a quorum for the purpose of conducting business and exercising the powers of the agency and for all other purposes. Action may be taken by the agency upon a vote of a majority of the commissioners present, unless in any case the bylaws shall require a larger number.

The mayor may appoint a chairman, a cochairman, or a vice chairman for a term of office of one (1) year from among the commissioners, thereafter the commissioners shall elect the chairman, cochairman or vice chairman for a term of one (1) year from among their members. An agency may employ an executive director, technical experts and such other agents and employees, permanent and temporary, as it may require, and determine their qualifications, duties and compensation. For such legal service as it may require, an agency may employ or retain its own counsel and legal staff.

An agency authorized to transact business and exercise powers under this chapter shall file, with the local governing body, on or before March 31 of each year a report of its activities for the preceding calendar year, which report shall include a complete financial statement setting forth its assets, liabilities, income and operating expense as of the end of such calendar year. At the time of filing the report, the agency shall publish in a newspaper of general circulation in the community a notice to the effect that such report has been filed with the municipality and that the report is available for inspection during business hours in the office of the city clerk or county recorder and in the office of the agency.

- (d) An urban renewal agency shall have the same fiscal year as a municipality and shall be subject to the same audit requirements as a municipality. An urban renewal agency shall be required to prepare and file with its local governing body an annual financial report and shall prepare, approve and adopt an annual budget for filing with the local governing body, for informational purposes. A budget means an annual estimate of revenues and expenses for the following fiscal year of the agency.
- (e) An urban renewal agency shall comply with the public records law pursuant to chapter 3, title 9, Idaho Code, open meetings law pursuant to chapter 23, title 67, Idaho Code, the ethics in government law pursuant to chapter 7, title 59, Idaho Code, and the competitive bidding provisions of chapter 28, title 67, Idaho Code.