

Senate Engrossed

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**JANICE K. BREWER  
SECRETARY OF STATE**

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CHAPTER 85

# **SENATE BILL 1289**

AN ACT

AMENDING SECTIONS 34-101, 34-222, 35-482, 42-18204, 48-2756 AND 48-2758, ARIZONA REVISED STATUTES; AMENDING TITLE 48, CHAPTER 18, ARIZONA REVISED STATUTES, BY ADDING ARTICLE 11; RELATING TO FLOOD PROTECTION DISTRICTS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:  
2 Section 1. Section 34-101, Arizona Revised Statutes, is amended to  
3 read:

4 34-101. Definitions

5 In this title, unless the context otherwise requires:

6 1. "Agent":

7 (a) Means any county, city or town, or officer, board or commission  
8 thereof, and irrigation, power, electrical, drainage, FLOOD PROTECTION and  
9 flood control districts, tax levying public improvement districts, and county  
10 or city improvement districts.

11 (b) Includes any county board of supervisors and any representative  
12 authorized by an agent to act as an agent for the purpose of authorizing  
13 necessary change orders to previously awarded contracts in accordance with  
14 guidelines established by rule of the agent, including the board of  
15 supervisors.

16 2. "Architect services" means those professional architect services  
17 that are within the scope of architectural practice as provided in title 32,  
18 chapter 1.

19 3. "Construction":

20 (a) Means the process of building, altering, repairing, improving or  
21 demolishing any public structure or building or other public improvements of  
22 any kind to any public real property.

23 (b) Does not include the routine operation, routine repair or routine  
24 maintenance of existing facilities, structures, buildings or real property or  
25 demolition projects costing less than two hundred thousand dollars.

26 4. "Construction-manager-at-risk" means a project delivery method in  
27 which:

28 (a) There is a separate contract for design services and a separate  
29 contract for construction services.

30 (b) The contract for construction services may be entered into at the  
31 same time as the contract for design services or at a later time.

32 (c) Design and construction of the project may be in sequential phases  
33 or concurrent phases.

34 (d) Finance services, maintenance services, operations services,  
35 preconstruction services and other related services may be included.

36 5. "Construction services" means either of the following for  
37 construction-manager-at-risk, design-build and job-order-contracting project  
38 delivery methods:

39 (a) Construction, excluding services, through the  
40 construction-manager-at-risk or job-order-contracting project delivery  
41 methods.

1 (b) A combination of construction and, as elected by the agent, one or  
2 more related services, such as finance services, maintenance services,  
3 operations services, design services and preconstruction services, as those  
4 services are authorized in the definitions of construction-manager-at-risk,  
5 design-build or job-order-contracting in this section.

6 6. "Contract" means all types of agent agreements, regardless of what  
7 they are called, for the procurement of services pursuant to this title.

8 7. "Contractor" means any person who has a contract with an agent.

9 8. "Design-bid-build" means a project delivery method in which:

10 (a) There is a sequential award of two separate contracts.

11 (b) The first contract is for design services.

12 (c) The second contract is for construction.

13 (d) Design and construction of the project are in sequential phases.

14 (e) Finance services, maintenance services and operations services are  
15 not included.

16 9. "Design-build" means a project delivery method in which:

17 (a) There is a single contract for design services and construction  
18 services.

19 (b) Design and construction of the project may be in sequential phases  
20 or concurrent phases.

21 (c) Finance services, maintenance services, operations services,  
22 preconstruction services and other related services may be included.

23 10. "Design requirements":

24 (a) Means at a minimum the agent's written description of the project  
25 or service to be procured, including:

26 (i) The required features, functions, characteristics, qualities and  
27 properties.

28 (ii) The anticipated schedule, including start, duration and  
29 completion.

30 (iii) The estimated budgets applicable to the specific procurement for  
31 design and construction and, if applicable, for operation and maintenance.

32 (b) May include:

33 (i) Drawings and other documents illustrating the scale and  
34 relationship of the features, functions and characteristics of the project,  
35 which shall all be prepared by an architect or engineer, as appropriate, who  
36 is registered pursuant to section 32-121.

37 (ii) Additional design information or documents that the agent elects  
38 to include.

39 11. "Design services" means architect services, engineer services or  
40 landscape architect services.

41 12. "Direct selection" means the selection of a technical registrant  
42 without the requirement of advertising or the use of a current register.

43 13. "Engineer services" means those professional engineer services that  
44 are within the scope of engineering practice as provided in title 32,  
45 chapter 1.

1           14. "Finance services" means financing for a construction services  
2 project.

3           15. "Horizontal construction" means highways, roads, streets, bridges,  
4 canals, floodways, earthen dams and landfills.

5           16. "Job-order-contracting" means a project delivery method in which:

6           (a) The contract is a requirements contract for indefinite quantities  
7 of construction.

8           (b) The construction to be performed is specified in job orders issued  
9 during the contract.

10           (c) Finance services, maintenance services, operations services,  
11 preconstruction services, design services and other related services may be  
12 included.

13           17. "Landscape architect services" means those professional landscape  
14 architect services that are within the scope of landscape architectural  
15 practice as provided in title 32, chapter 1.

16           18. "Maintenance services" means routine maintenance, repair and  
17 replacement of existing facilities, structures, buildings or real property.

18           19. "Materials":

19           (a) Means all property, including equipment, supplies, printing,  
20 insurance and leases of property.

21           (b) Does not include land, a permanent interest in land or real  
22 property or leasing space.

23           20. "Operations services" means routine operation of existing  
24 facilities, structures, buildings or real property.

25           21. "Person" means any corporation, business, individual, union,  
26 committee, club, other organization or group of individuals.

27           22. "Preconstruction services" means advice during the design phase.

28           23. "Procurement":

29           (a) Means buying, purchasing, renting, leasing or otherwise acquiring  
30 any materials, services, construction or construction services.

31           (b) Includes all functions that pertain to obtaining any material,  
32 services, construction or construction services, including description of  
33 requirements, selection and solicitation of sources, preparation and award of  
34 contract and all phases of contract administration.

35           24. "Public competition" means a competitive procurement process  
36 pursuant to section 34-103, subsection G that includes advertising in a  
37 public newspaper and a qualification-based selection process.

38           25. "Services":

39           (a) Means the furnishing of labor, time or effort by a contractor or  
40 subcontractor that does not involve the delivery of a specific end product  
41 other than required reports and performance.

42           (b) Does not include employment agreements or collective bargaining  
43 agreements.

1           26. "Specific single project" means one or more facilities at a single  
2 location, at a common location or, if for a similar purpose, at multiple  
3 locations.

4           27. "Subcontractor" means a person who contracts to perform work or  
5 render service to a contractor or to another subcontractor as a part of a  
6 contract with an agent.

7           28. "Technical registrant" means a person who provides any of the  
8 professional services listed in title 32, chapter 1.

9           Sec. 2. Section 34-222, Arizona Revised Statutes, is amended to read:  
10           34-222. Surety bond required; suit on bond; limitations

11           A. Except where specifically exempted by statute, before any contract  
12 is executed with any person for the construction, alteration, or repair of  
13 any public building, a public work or improvement of any county, city or  
14 town, or officer, board or commission thereof, and irrigation, power,  
15 electrical, drainage, FLOOD PROTECTION and flood control districts, tax  
16 levying public improvement districts, and county or city improvement  
17 districts, the person shall furnish to the agent entering into such contract  
18 the following bonds which shall become binding upon the award of the contract  
19 to such person, who, for purposes of this article, means "contractor":

20           1. A performance bond in an amount equal to the full contract amount  
21 conditioned upon the faithful performance of the contract in accordance with  
22 plans, specifications and conditions thereof. Such bond shall be solely for  
23 the protection of the public body awarding the contract.

24           2. A payment bond in an amount equal to the full contract amount  
25 solely for the protection of claimants supplying labor or materials to the  
26 contractor or his subcontractors in the prosecution of the work provided for  
27 in such contract.

28           B. Each such bond shall include a provision allowing the prevailing  
29 party in a suit on such bond to recover as a part of the judgment such  
30 reasonable attorneys' fees as may be fixed by a judge of the court.

31           C. Notwithstanding any other statute, each such bond shall be executed  
32 solely by a surety company or companies holding a certificate of authority to  
33 transact surety business in this state issued by the director of the  
34 department of insurance pursuant to title 20, chapter 2, article 1. The  
35 bonds shall not be executed by an individual surety or sureties, even if the  
36 requirements of section 7-101 are satisfied. The bonds shall be payable to  
37 the public body concerned.

38           D. Such bonds shall be filed in the office of the department, board,  
39 commission, institution, agency or other contracting body awarding the  
40 contract.

41           E. It shall be illegal for the invitation for bids, or any person  
42 acting or purporting to act on behalf of the contracting body, to require  
43 that such bonds be furnished by a particular surety company, or through a  
44 particular agent or broker.

1 F. The conditions and provisions in the payment bond regarding the  
2 surety's obligations shall follow the following form:

3 Now, therefore, the condition of this obligation is such, that  
4 if the principal promptly pays all monies due to all persons  
5 supplying labor or materials to the principal or the principal's  
6 subcontractors in the prosecution of the work provided for in  
7 the contract, this obligation is void. Otherwise it remains in  
8 full force and effect.

9 Provided, however, that this bond is executed pursuant to the  
10 provisions of title 34, chapter 2, article 2, Arizona Revised  
11 Statutes, and all liabilities on this bond shall be determined  
12 in accordance with the provisions, conditions and limitations of  
13 title 34, chapter 2, article 2, Arizona Revised Statutes, to the  
14 same extent as if they were copied at length in this agreement.  
15 The prevailing party in a suit on this bond shall recover as a  
16 part of the judgment reasonable attorney fees that may be fixed  
17 by a judge of the court.

18 G. The conditions and provisions in the performance bond regarding the  
19 surety's obligations shall follow the following form:

20 Now, therefore, the condition of this obligation is such, that  
21 if the principal faithfully performs and fulfills all of the  
22 undertakings, covenants, terms, conditions and agreements of the  
23 contract during the original term of the contract and any  
24 extension of the contract, with or without notice to the surety,  
25 and during the life of any guaranty required under the contract,  
26 and also performs and fulfills all of the undertakings,  
27 covenants, terms, conditions and agreements of all duly  
28 authorized modifications of the contract that may hereafter be  
29 made, notice of which modifications to the surety being hereby  
30 waived, the above obligation is void. Otherwise it remains in  
31 full force and effect.

32 Provided, however, that this bond is executed pursuant to the  
33 provisions of title 34, chapter 2, article 2, Arizona Revised  
34 Statutes, and all liabilities on this bond shall be determined  
35 in accordance with the provisions of title 34, chapter 2,  
36 article 2, Arizona Revised Statutes, to the extent as if it were  
37 copied at length in this agreement.

38 The prevailing party in a suit on this bond shall recover as  
39 part of the judgment reasonable attorney fees that may be fixed  
40 by a judge of the court.

41 H. If the prime contract or specifications require any persons  
42 supplying labor or materials in the prosecution of the work to furnish  
43 payment or performance bonds, these bonds shall be executed solely by a  
44 surety company or companies holding a certificate of authority to transact  
45 surety business in this state issued by the director of the department of

1 insurance pursuant to title 20, chapter 2, article 1. Notwithstanding the  
2 provisions of any other statute, the bonds shall not be executed by an  
3 individual surety or sureties, even if the requirements of section 7-101 are  
4 satisfied.

5 I. All bonds given by a contractor and surety, pursuant to the  
6 provisions of this article, regardless of their actual form, will be deemed  
7 by law to be the form required and set forth in this article and no other.

8 Sec. 3. Section 35-482, Arizona Revised Statutes, is amended to read:  
9 35-482. Summary sale of delinquent property

10 A. As a cumulative remedy, if any installment is delinquent, the  
11 governing body may order the summary sale of the property as provided in this  
12 section.

13 B. The order of the governing body shall identify the property and  
14 shall state the amount of the delinquent installments for which the property  
15 is to be sold.

16 C. Notice of such order shall be mailed to the owners of the property  
17 to be sold as their names and addresses appear on the last equalized tax roll  
18 or as filed with the superintendent or as known to the clerk, within twenty  
19 days of such order.

20 D. ~~The provisions of,~~ In the case of a municipality, section 48-601,  
21 section 48-603, subsection A, section 48-604, section 48-605, subsections A  
22 and B, and sections 48-606 and 48-607, and in the case of a district  
23 INCLUDING A FLOOD PROTECTION DISTRICT, section 48-939, section 48-941,  
24 subsection A, section 48-942, section 48-943, subsections A and B, and  
25 sections 48-944 and 48-945, shall be applicable, except that the list of  
26 assessments of delinquent property ordered sold shall be published within  
27 twenty days of the order for sale, the notice appended to same shall make no  
28 provision for declaring the whole amount of the assessment due, redemption  
29 may be had prior to sale by paying the delinquent amounts, together with  
30 interest, penalties and charges then due, and the amounts for which property  
31 is sold shall include, in addition to interest and penalties, the delinquent  
32 installments and charges for costs of the tax delinquency and summary sale  
33 proceedings.

34 E. The purchaser at a summary sale shall, as to assessments, SHALL  
35 take the property subject to all unpaid installments, interest and penalties  
36 under the same proceeding, to all public improvement assessments and  
37 installments which shall not be subordinate thereto, and to any contingent or  
38 supplemental obligations for deficiencies.

39 F. ON THE SUMMARY SALE OF A LOT, ACRE OR PARCEL SUBJECT TO AN  
40 ASSESSMENT LIEN LEVIED BY A FLOOD PROTECTION DISTRICT, IF THERE ARE NO OFFERS  
41 TO PURCHASE THE ASSESSMENT LIEN, THE LOT, ACRE OR PARCEL SHALL BE STRUCK OFF  
42 TO THE MUNICIPALITY OR DISTRICT WITHOUT ANY PAYMENT BEING MADE BY THE FLOOD  
43 PROTECTION DISTRICT, AND THE DISTRICT SHALL BE DEEMED THE PURCHASER AND SHALL  
44 BE VESTED WITH ALL REMEDIES THAT A PURCHASER AT THE SALE WOULD HAVE OBTAINED.  
45 IN ADDITION, THE DISTRICT OR MUNICIPALITY MAY BRING A JUDICIAL ACTION TO

1 FORECLOSE THE DELINQUENT ASSESSMENT LIEN AT ANY TIME AFTER IT BECOMES THE  
2 PURCHASER. SUCH ACTION SHALL BE FILED IN THE SUPERIOR COURT IN THE COUNTY IN  
3 WHICH THE DISTRICT AND THE ASSESSED LOT, ACRE OR PARCEL ARE LOCATED, AND  
4 SHALL BE PROSECUTED BY THE DISTRICT IN THE SAME MANNER AND WITH THE SAME  
5 RESULTS AS THE FORECLOSURE OF A MORTGAGE OR OTHER LIEN ON REAL PROPERTY.  
6 THIS SUBSECTION SHALL NOT BE CONSTRUED TO CHANGE THE PRIORITY OF THE  
7 ASSESSMENT LIEN LEVIED BY A FLOOD PROTECTION DISTRICT, AND SUCH A LIEN SHALL  
8 REMAIN A FIRST LIEN, SUBJECT ONLY TO THE LIEN FOR GENERAL TAXES.

9 G. THIS SECTION APPLIES TO A FLOOD PROTECTION DISTRICT THAT LEVIES  
10 ASSESSMENTS PURSUANT TO TITLE 48, CHAPTER 18, ARTICLE 11.

11 Sec. 4. Section 42-18204, Arizona Revised Statutes, is amended to  
12 read:

13 42-18204. Judgment foreclosing right to redeem; effect

14 A. In an action to foreclose the right to redeem, if the court finds  
15 that the sale is valid, and that the tax lien has not been redeemed, the  
16 court shall enter judgment:

17 1. Foreclosing the right of the defendant to redeem.

18 2. Directing the county treasurer to expeditiously execute and deliver  
19 to the party in whose favor judgment is entered, including the state, a deed  
20 conveying the property described in the certificate of purchase.

21 B. After entering judgment the parties whose rights to redeem the tax  
22 lien are thereby foreclosed have no further legal or equitable right, title  
23 or interest in the property subject to the right of appeal and stay of  
24 execution as in other civil actions.

25 C. The foreclosure of the right to redeem does not extinguish any  
26 easement on or appurtenant to the property.

27 D. The foreclosure of the right to redeem does not extinguish any lien  
28 for an assessment levied pursuant to title 48, chapter 4, 6, or 14 OR 18, or  
29 section 9-276.

30 Sec. 5. Section 48-2756, Arizona Revised Statutes, is amended to read:  
31 48-2756. Terms of bonds; form; interest rate; record of sales

32 A. All bonds issued under this chapter shall be payable in legal  
33 currency of the United States, and except for the refunding bonds provided  
34 for in ~~article~~ ARTICLES 8 AND 11 of this chapter, shall be in ten series as  
35 follows:

36 1. On January 1, after the expiration of eleven years, five per cent  
37 of the total number of the bonds.

38 2. On January 1, after the expiration of twelve years, six per cent.

39 3. On January 1, after the expiration of thirteen years, seven per  
40 cent.

41 4. On January 1, after the expiration of fourteen years, eight per  
42 cent.

43 5. On January 1, after the expiration of fifteen years, nine per cent.

44 6. On January 1, after the expiration of sixteen years, ten per cent.

1           7. On January 1, after the expiration of seventeen years, eleven per  
2 cent.

3           8. On January 1, after the expiration of eighteen years, thirteen per  
4 cent.

5           9. On January 1, after the expiration of nineteen years, fifteen per  
6 cent.

7           10. On January 1, after the expiration of twenty years, sixteen per  
8 cent.

9           B. The several enumerated percentages shall be the entire amount of  
10 the issue, but each bond shall be made payable at a given time for its entire  
11 amount and not for a percentage.

12           C. The bonds shall bear interest at the rate or rates set by the  
13 accepted bid which shall not exceed the maximum rate of interest set forth in  
14 the notice of the election, payable semiannually on January 1 and July 1 each  
15 year. The principal and interest shall be payable at the office of the  
16 county treasurer of the county in which the office of the board of directors  
17 is located.

18           D. The bonds shall be in denominations of not less than one hundred  
19 nor more than one thousand dollars each, shall be negotiable in form, and  
20 signed by the president and secretary of the board of directors with the seal  
21 of the district affixed thereto. The bonds of each issue shall be numbered  
22 consecutively, and shall bear the date of their issue. Coupons for the  
23 several installments of interest shall be attached to each bond and shall  
24 bear the facsimile signature of the secretary. The bonds shall express on  
25 their face that they were signed by the authority of this chapter, and shall  
26 state the number of the issue of which the bonds are a part.

27           E. The secretary shall keep a record of the bonds sold, their number,  
28 the date of sale, the price received and the name of the purchaser or  
29 purchasers.

30           Sec. 6. Section 48-2758, Arizona Revised Statutes, is amended to read:  
31 48-2758. Lien of bonds; payment of bonds

32           A. All bonds issued under the provisions OF THIS ARTICLE AND ARTICLE 8  
33 of this chapter shall be a lien upon the real property included in the  
34 district, and the lien of the bonds of any issue shall be a preferred lien to  
35 that of any subsequent issue.

36           B. The bonds and the interest thereon shall be paid from revenues  
37 derived by assessments as provided by article 5 of this chapter upon the real  
38 property included in the district, and all the real property in the district  
39 shall be and remain liable for assessment for payment thereof.

40           C. This section shall not be construed as creating, or intended to  
41 create, any lien on or to authorize any tax against any state, school or  
42 university lands included within a district.

1           Sec. 7. Title 48, chapter 18, Arizona Revised Statutes, is amended by  
2 adding article 11, to read:

3           ARTICLE 11. FINANCING FLOOD PROTECTION FACILITIES

4           48-2831. Definitions

5           IN THIS ARTICLE, UNLESS THE CONTEXT OTHERWISE REQUIRES:

6           1. "ACRE" MEANS ONE ACRE OF UNSUBDIVIDED LAND.

7           2. "ASSESSMENT" OR "ASSESSMENT ROLL" MEANS A SPECIAL ASSESSMENT MADE  
8 UNDER THIS ARTICLE.

9           3. "BLOCK" MEANS A PARCEL OF LAND, WHETHER REGULAR OR IRREGULAR, THAT  
10 IS BOUNDED BY STREETS, OR BY ONE OR MORE STREETS AND BY ONE OR MORE BOUNDARY  
11 LINES OF THE FLOOD PROTECTION DISTRICT.

12           4. "BOARD" MEANS THE BOARD OF DIRECTORS OF THE DISTRICT.

13           5. "CLERK" OR "SECRETARY" MEANS A MEMBER OF THE BOARD OR SUCH OTHER  
14 PERSON AS MAY BE DESIGNATED BY THE BOARD TO FUNCTION AS A CLERK OR SECRETARY.

15           6. "CONTRACTOR" MEANS A CONTRACTOR, OR A PERSONAL REPRESENTATIVE OR  
16 ASSIGNEE OF A CONTRACTOR, AND ANY PERSON OR ENTITY PROCURED PURSUANT TO TITLE  
17 34, CHAPTER 6, ARTICLE 1.

18           7. "DELINQUENCY" MEANS DELINQUENCY IN THE PAYMENT OF AN ASSESSMENT  
19 UNDER THIS ARTICLE.

20           8. "ENGINEER" MEANS A PERSON WHO, UNDER ANY OFFICIAL TITLE, IS THE  
21 CIVIL ENGINEER OR SURVEYOR OF THE DISTRICT OR THE PERSON APPOINTED OR  
22 EMPLOYED BY THE BOARD TO PERFORM THE DUTIES REQUIRED OF AN ENGINEER UNDER  
23 THIS ARTICLE.

24           9. "FLOOD PROTECTION FACILITY" MEANS DAMS, LEVIES, DIVERSION WORKS,  
25 TUNNELS, EXCAVATIONS, DITCHES, DRAINS, CONDUITS, CHANNELS, OUTLETS AND  
26 OUTFALLS OF EVERY CHARACTER, AND MACHINERY, APPARATUS, EQUIPMENT AND ALL  
27 APPLIANCES AND STRUCTURES NECESSARY OR INCIDENTAL TO THE CONSTRUCTION,  
28 INSTALLATION OR OPERATION OF A COMPLETE FLOOD PROTECTION SYSTEM.

29           10. "IMPROVEMENT BOND" MEANS A BOND ISSUED UNDER THIS ARTICLE.

30           11. "LOT" MEANS ANY PORTION, PIECE, PARCEL OR SUBDIVISION OF LAND OR  
31 PROPERTY.

32           12. "OWNER" MEANS THE PERSON WHO, ON THE DAY THE ACTION OR PROCEEDING  
33 IS BEGUN OR A NOTICE IS GIVEN, POSSESSES LEGAL TITLE TO THE LOT BY DEED  
34 RECORDED IN THE COUNTY RECORDER'S OFFICE OR THE PERSON WHO IS IN POSSESSION  
35 OF THE LOT UNDER CLAIM OF TITLE OR EXERCISING ACTS OF OWNERSHIP OVER THE LOT  
36 FOR THE PERSON OR AS THE PERSONAL REPRESENTATIVE OF THE OWNER.

37           13. "PARCEL" MEANS AN UNSUBDIVIDED PARCEL OF LAND THAT IS LARGER THAN  
38 AN ACRE.

39           14. "TREASURER" MEANS THE TREASURER OF THE COUNTY IN WHICH THE DISTRICT  
40 IS LOCATED.

41           15. "WORK" OR "IMPROVEMENT" MEANS THE CONSTRUCTION, RECONSTRUCTION,  
42 REPLACEMENT, RENOVATION AND REPAIR OF ALL OR PART OF A FLOOD PROTECTION  
43 FACILITY.



1 BY THE OWNERS OF MORE THAN FIFTY PER CENT OF THE ACREAGE THAT IS PROPOSED TO  
2 BE SUBJECT TO THE ASSESSMENT.

3 B. THE PETITION MAY CONSIST OF ONE OR MORE DOCUMENTS BUT SHALL CONTAIN  
4 A DESCRIPTION OF THE BOUNDARIES FOR THE PROPOSED ASSESSMENT, A DESCRIPTION OF  
5 THE PROPOSED PROJECT AND AN ESTIMATE OF THE AMOUNT OF THE PROPOSED  
6 ASSESSMENT. THE PETITION SHALL ALSO STATE THAT PROPERTY WITHIN THE DISTRICT  
7 WILL BE ASSESSED TO PAY THE COSTS AND EXPENSES OF THE PROJECT.

8 C. ON RECEIPT OF A PETITION SIGNED BY THE REQUIRED PROPERTY OWNERS,  
9 THE BOARD MAY CONSIDER ADOPTING A RESOLUTION OF INTENTION ORDERING AN  
10 IMPROVEMENT.

11 D. BEFORE ORDERING AN IMPROVEMENT AUTHORIZED BY THIS ARTICLE, THE  
12 BOARD SHALL ADOPT A RESOLUTION OF INTENTION TO ORDER IMPROVEMENT THAT BRIEFLY  
13 DESCRIBES THE IMPROVEMENT AND ITS LOCATION. PURSUANT TO THE RESOLUTION AND  
14 THE SUBSEQUENT PROCEEDINGS, ONE OR MORE FLOOD PROTECTION FACILITIES MAY BE  
15 CONSTRUCTED AND SHALL CONSTITUTE ONE IMPROVEMENT AND MAY BE CONSTRUCTED UNDER  
16 ONE OR MORE CONTRACTS. SUCH A RESOLUTION MAY ALSO STATE REASONS WHY THE  
17 PROJECT SHOULD BE CONSTRUCTED.

18 E. THE BOARD MAY ORDER THE EXPENSE OF THE IMPROVEMENT CHARGEABLE ON AN  
19 ASSESSMENT DISTRICT IN THE FLOOD PROTECTION DISTRICT. THE BOARD SHALL  
20 DESCRIBE THE EXTENT OF THE ASSESSMENT DISTRICT IN GENERAL TERMS IN ITS  
21 RESOLUTION OF INTENTION BY REFERENCE TO STREET LINES OR BLOCK NUMBERS OR BY  
22 DESIGNATING ITS EXTERIOR BOUNDARIES BY THEIR COURSES AND DISTANCES FROM THE  
23 STREET OR STREETS LOCATED WHERE THE IMPROVEMENT IS PROPOSED, OR MAY REFER TO  
24 A MAP THAT IS EITHER ATTACHED TO THE RESOLUTION OF INTENTION OR ON FILE IN  
25 THE OFFICE OF THE FLOOD PROTECTION DISTRICT AND THAT SHOWS THE EXTERIOR  
26 BOUNDARY LINES OF THE ASSESSMENT DISTRICT AND CONTAINS SUCH DETAILS AS WILL  
27 SHOW THE LOCATION OF THE PROPOSED FLOOD PROTECTION FACILITY. IF THE  
28 RESOLUTION OF INTENTION REFERENCES A MAP, A COPY OF THE MAP SHALL BE ATTACHED  
29 TO THE NOTICE OF THE PASSAGE OF THE RESOLUTION OF INTENTION.

30 48-2835. Preliminary plans

31 BEFORE THE BOARD ADOPTS THE RESOLUTION OF INTENTION PURSUANT TO SECTION  
32 48-2834, THE ENGINEER SHALL PREPARE PRELIMINARY PLANS, SPECIFICATIONS AND  
33 ESTIMATES OF THE COST AND EXPENSES OF THE IMPROVEMENT AND SHALL FILE THESE  
34 WITH THE CLERK. IF THE BOARD ORDERS THE WORK OR IMPROVEMENT, AS PROVIDED IN  
35 THIS ARTICLE, FINAL PLANS AND SPECIFICATIONS SHALL BE FILED BEFORE EITHER:

36 1. INVITING PROPOSALS FOR THE CONSTRUCTION OF THE PROPOSED FLOOD  
37 PROTECTION FACILITY.

38 2. PROCURING CONSTRUCTION SERVICES PURSUANT TO TITLE 34, CHAPTER 6,  
39 ARTICLE 1.

40 48-2836. Notice of intent to construct and to levy assessment

41 THE BOARD SHALL SEND TO EACH PROPERTY OWNER WHOSE PROPERTY MAY BE  
42 ASSESSED A NOTICE OF THE PASSAGE OF THE RESOLUTION OF INTENTION PURSUANT TO  
43 SECTION 48-2834. THE NOTICE SHALL INCLUDE A BRIEF DESCRIPTION OF THE  
44 PROPOSED IMPROVEMENT AND A STATEMENT THAT THE BOARD PROPOSES TO LEVY AN  
45 ASSESSMENT TO PAY ALL OR A PORTION OF THE COSTS AND EXPENSES OF SUCH A FLOOD

1 PROTECTION FACILITY, AS APPLICABLE. THE NOTICE SHALL BE SENT BY UNITED  
2 STATES MAIL TO EACH PERSON NAMED AS AN OWNER OF PROPERTY THAT MAY BE SUBJECT  
3 TO ASSESSMENT AS SHOWN ON THE MOST RECENT EQUALIZED PROPERTY TAX ROLL.

4 48-2837. Objection to extent of assessment district; hearing;  
5 modified assessment district; special action

6 A. IF THE COST OF THE PROPOSED FLOOD PROTECTION FACILITY IS MADE  
7 CHARGEABLE ON AN ASSESSMENT DISTRICT, OBJECTIONS TO THE EXTENT OF THE  
8 DISTRICT TO BE ASSESSED TO PAY THE EXPENSES OF THE IMPROVEMENT MAY BE MADE BY  
9 AN OWNER IN THE PROPOSED ASSESSMENT DISTRICT WITHIN TWENTY DAYS AFTER THE  
10 DATE THE NOTICE OF THE PASSAGE OF THE RESOLUTION OF INTENTION IS MAILED  
11 PURSUANT TO SECTION 48-2836. THE OBJECTIONS SHALL SHOW THE COUNTY ASSESSOR'S  
12 PARCEL NUMBER OF EACH PARCEL OF LAND OWNED BY THE OBJECTOR.

13 B. IF AN OBJECTION TO THE EXTENT OF THE PROPOSED ASSESSMENT DISTRICT  
14 HAS BEEN FILED, THE BOARD SHALL FIX A TIME FOR HEARING THE OBJECTION. AT  
15 LEAST TEN DAYS BEFORE THE HEARING, THE BOARD SHALL NOTIFY THE OBJECTORS BY  
16 MAIL, AT THE ADDRESS GIVEN BY EACH OBJECTOR, OF THE DATE AND LOCATION OF THE  
17 HEARING.

18 C. AT THE HEARING, WHICH MAY BE ADJOURNED, THE BOARD SHALL HEAR AND  
19 PASS ON THE OBJECTIONS, AND ITS DECISION SHALL BE FINAL AND CONCLUSIVE. THE  
20 BOARD MAY MODIFY THE EXTENT OF THE PROPOSED ASSESSMENT DISTRICT TO REMOVE THE  
21 OBJECTOR'S LAND FROM THE ASSESSMENT DISTRICT. IF THE BOARD DETERMINES THAT  
22 THE OBJECTOR'S LAND WILL NOT BENEFIT FROM THE PROPOSED FLOOD PROTECTION  
23 FACILITY, THE OBJECTOR'S LAND SHALL BE EXCLUDED FROM THE ASSESSMENT DISTRICT,  
24 AND THE BOARD MAY ORDER THE WORK OR IMPROVEMENT AND ASSESS THE COSTS ON THE  
25 REMAINING LAND IN THE ASSESSMENT DISTRICT. IF THE BOARD DETERMINES THAT  
26 OTHER LAND IN THE FLOOD PROTECTION DISTRICT SHOULD BE INCLUDED IN THE  
27 ASSESSMENT DISTRICT, THE BOARD SHALL ADOPT A NEW RESOLUTION OF INTENTION THAT  
28 CONTAINS A DESCRIPTION OF THE MODIFIED DISTRICT AND SHALL SEND NOTICE OF THE  
29 ADOPTION OF THE NEW RESOLUTION TO EACH PROPERTY OWNER AS REQUIRED FOR AN  
30 ORIGINAL RESOLUTION OF INTENTION PURSUANT TO SECTION 48-2836.

31 D. A PROPERTY OWNER WHO IS DAMAGED OR OTHERWISE AGGRIEVED BY A  
32 DECISION OF THE BOARD UNDER THIS SECTION MAY HAVE THE DECISION REVIEWED BY  
33 FILING A SPECIAL ACTION IN THE SUPERIOR COURT IN THE COUNTY IN WHICH THE  
34 DISTRICT IS LOCATED WITHIN THIRTY DAYS AFTER THE BOARD'S DECISION. IF THE  
35 MINUTES OF THE MEETING OF THE BOARD AT WHICH THE ACTION WAS TAKEN SHOW THAT  
36 THE OBJECTOR APPEARED AT THE MEETING, THE THIRTY DAY PERIOD SHALL BEGIN ON  
37 THE DAY FOLLOWING THE DECISION. IF THE MINUTES SHOW THAT THE OBJECTOR WAS  
38 NOT PRESENT, THE THIRTY DAY PERIOD BEGINS FIVE DAYS AFTER THE BOARD MAILED  
39 WRITTEN NOTICE OF THE BOARD'S ACTION WITH RESPECT TO THAT OBJECTION TO THE  
40 AFFECTED OBJECTOR. IF NO SPECIAL ACTION IS FILED, THE ACTION OF THE BOARD IN  
41 SETTING THE BOUNDARIES OF THE ASSESSMENT DISTRICT IS DEEMED FINAL AND  
42 CONCLUSIVE, AND THEREAFTER NO SUIT OF ANY NATURE MAY BE BROUGHT THAT IN ANY  
43 MANNER CONTESTS THE ACTION. FAILURE TO OBJECT TO THE EXTENT OF THE  
44 ASSESSMENT DISTRICT IS DEEMED A WAIVER OF THE OBJECTOR'S RIGHT TO OBJECT, AND  
45 NO SUIT OR ACTION MAY THEREAFTER BE INSTITUTED CONTESTING THE BOARD'S

1 DETERMINATION TO ORDER THE CONSTRUCTION OF THE FLOOD PROTECTION FACILITY  
2 DESCRIBED IN THE RESOLUTION OF INTENTION.

3 48-2838. Resolution ordering improvement; notice; proposals;  
4 alternative procurement methods

5 A. THE BOARD MAY ORDER BY RESOLUTION THE CONSTRUCTION OR ACQUISITION  
6 OF THE PROPOSED FLOOD PROTECTION FACILITY DESCRIBED IN THE RESOLUTION OF  
7 INTENTION IF:

8 1. NO OBJECTIONS AS TO THE EXTENT OF THE PROPOSED ASSESSMENT DISTRICT  
9 HAVE BEEN FILED WITHIN THE PRESCRIBED TIME.

10 2. IF ANY OBJECTIONS TO THE EXTENT OF THE PROPOSED ASSESSMENT DISTRICT  
11 HAVE BEEN HEARD AND DENIED, THE BOARD FINDS THAT NO ACTION REQUESTING REVIEW  
12 OF THE BOARD'S DECISION IS PENDING OR ALL ACTIONS FOR REVIEW OF THE BOARD'S  
13 DECISION HAVE BEEN FINALLY RESOLVED IN FAVOR OF THE BOARD'S DECISION.

14 B. THE RESOLUTION ORDERING THE CONSTRUCTION OR ACQUISITION OF THE  
15 PROPOSED FLOOD PROTECTION FACILITY DESCRIBED IN THE RESOLUTION OF INTENTION  
16 NEED NOT FULLY DESCRIBE THE IMPROVEMENT OR THE EXTENT OF THE ASSESSMENT  
17 DISTRICT BUT MAY REFER TO THE RESOLUTION OF INTENTION FOR THE DESCRIPTION.

18 C. IF THE BOARD DETERMINES THAT SEALED PROPOSALS SHOULD BE INVITED FOR  
19 THE CONSTRUCTION OR ACQUISITION OF THE PROPOSED FLOOD PROTECTION FACILITY  
20 DESCRIBED IN THE RESOLUTION OF INTENTION, THE BOARD SHALL PUBLISH TWICE IN  
21 ONE OR MORE DAILY NEWSPAPERS OR ONCE IN A WEEKLY OR SEMI-WEEKLY NEWSPAPER OF  
22 GENERAL CIRCULATION IN THE FLOOD PROTECTION DISTRICT A NOTICE OF THE PASSAGE  
23 OF THE RESOLUTION ORDERING THE IMPROVEMENT AND INVITING SEALED PROPOSALS FROM  
24 PERSONS INTERESTED IN CONSTRUCTING THE IMPROVEMENT. THE BOARD SHALL POST A  
25 COPY OF THE NOTICE FOR FIVE DAYS ON OR NEAR THE DOOR OF THE MEETING PLACE OF  
26 THE BOARD. THE NOTICE SHALL STATE THE TIME WITHIN WHICH BID PROPOSALS MAY BE  
27 FILED WITH THE CLERK, WHICH SHALL BE AT LEAST TEN DAYS AFTER THE DATE OF THE  
28 FIRST PUBLICATION OF THE NOTICE.

29 D. IF THE BOARD DETERMINES THAT IT IS IN THE BEST INTERESTS OF THE  
30 DISTRICT TO PROCURE CONSTRUCTION SERVICES THROUGH ANY METHOD DESCRIBED IN  
31 SECTION 34-602, SECTION 48-2841 DOES NOT APPLY, AND THE BOARD SHALL PROCURE  
32 SUCH CONSTRUCTION SERVICES AS PRESCRIBED IN TITLE 34, CHAPTER 6, ARTICLE 1.  
33 IF THE BOARD DETERMINES THAT THE CONTRACTING SERVICES SHOULD BE PROCURED AS  
34 PRESCRIBED IN TITLE 34, CHAPTER 6, ARTICLE 1, IT SHALL PUBLISH A NOTICE OF  
35 THE PASSAGE OF THE RESOLUTION ORDERING THE IMPROVEMENT AND STATING THAT THE  
36 CONTRACTING SERVICES WILL BE PROCURED AS PRESCRIBED IN TITLE 34, CHAPTER 6,  
37 ARTICLE 1.

38 48-2839. Assessment of public property

39 A. IF A LOT, ACRE OR PARCEL BELONGING TO THE UNITED STATES, AN INDIAN  
40 TRIBE OR COMMUNITY, THIS STATE, A COUNTY, CITY OR SCHOOL DISTRICT OR ANY  
41 OTHER POLITICAL SUBDIVISION OR INSTITUTION OF THIS STATE OR A COUNTY IS  
42 INCLUDED IN THE ASSESSMENT DISTRICT, THE BOARD, IN THE RESOLUTION OF  
43 INTENTION, SHALL DECLARE WHETHER THE LOT, ACRE OR PARCEL SHALL BE OMITTED  
44 FROM THE ASSESSMENT TO BE MADE.

1 B. IF A LOT, ACRE OR PARCEL IS OMITTED FROM THE ASSESSMENT PURSUANT TO  
2 SUBSECTION A, THE TOTAL EXPENSES OF ALL WORK DONE SHALL BE ASSESSED AGAINST  
3 THE REMAINING LOTS, ACRES OR PARCELS FRONTING ON THE IMPROVEMENT OR LYING IN  
4 THE ASSESSMENT DISTRICT, WITHOUT REGARD TO THE OMITTED LOT, ACRE OR PARCEL.

5 C. IF THE BOARD DECLARES THE LOT, ACRE OR PARCEL TO BE INCLUDED IN THE  
6 ASSESSMENT OR IF NO DECLARATION IS MADE WITH RESPECT TO THE LOT, ACRE OR  
7 PARCEL, THE FLOOD PROTECTION DISTRICT IS LIABLE FOR AND SHALL PAY THE AMOUNT  
8 ASSESSED AGAINST THE LOT, ACRE OR PARCEL. THE AMOUNT OF THE ASSESSMENT  
9 LEVIED AGAINST THE LOT, ACRE OR PARCEL MAY BE INCLUDED IN ANY BONDS ISSUED  
10 FOR THE IMPROVEMENT, AND, IF SO INCLUDED, THE ASSESSMENTS BEAR THE SAME  
11 INTEREST AND ARE PAYABLE BY THE FLOOD PROTECTION DISTRICT IN INSTALLMENTS AS  
12 ASSESSMENTS AGAINST THE PROPERTY OF PRIVATE PERSONS.

13 D. THE FLOOD PROTECTION DISTRICT MAY CONTRACT WITH THIS STATE OR THE  
14 GOVERNING BODY OF THE ENTITY TO WHICH THE LOT, ACRE OR PARCEL BELONGS FOR  
15 PAYMENT TO THE DISTRICT OF THE ASSESSMENT AND INTEREST AS EACH BECOMES DUE  
16 AND PAYABLE, AND THE STATE OR THE GOVERNING BODY SHALL PERFORM THE CONTRACT.

17 48-2840. Payment of costs by flood protection district

18 THE BOARD MAY ORDER IN THE RESOLUTION OF INTENTION THAT ALL OR PART OF  
19 THE COST OF ANY WORK BE PAID FROM THE TREASURY OF THE FLOOD PROTECTION  
20 DISTRICT FROM THE FUND IT DESIGNATES WHEN SO ORDERED. THE BOARD, IN MAKING UP  
21 THE ASSESSMENT, SHALL FIRST DEDUCT FROM THE WHOLE COST SUCH PART AS HAS BEEN  
22 ORDERED PAID FROM THE TREASURY OR OTHER SOURCE OF MONIES AND ASSESS THE  
23 REMAINDER OF THE COSTS AND EXPENSES PROPORTIONATELY, ACCORDING TO THE  
24 BENEFITS RECEIVED, ON THE LOTS, ACRES AND PARCELS TO BE ASSESSED FOR THE  
25 WORK.

26 48-2841. Proposals; bond; award of contract; entering into  
27 contract; liability on bond

28 A. IF THE BOARD INVITES PROPOSALS FOR CONSTRUCTION OF THE FLOOD  
29 PROTECTION FACILITY, WRITTEN AND SIGNED PROPOSALS SHALL BE SUBMITTED  
30 ACCOMPANIED BY A BOND PAYABLE TO THE FLOOD PROTECTION DISTRICT IN AN AMOUNT  
31 OF AT LEAST TEN PER CENT OF THE AGGREGATE PROPOSAL.

32 B. THE BOARD, IN OPEN SESSION, SHALL EXAMINE AND PUBLICLY DECLARE THE  
33 PROPOSALS. THE BOARD MAY REJECT ANY PROPOSALS IF DEEMED FOR THE PUBLIC GOOD  
34 AND SHALL REJECT ALL PROPOSALS OTHER THAN THE LOWEST AND BEST PROPOSAL OF A  
35 RESPONSIBLE BIDDER. THE BOARD MAY AWARD THE CONTRACT FOR THE IMPROVEMENT TO  
36 THE LOWEST AND BEST RESPONSIBLE BIDDER AT THE PRICE NAMED IN THAT BIDDER'S  
37 PROPOSAL ON A MOTION, NOTED IN ITS MINUTES, APPROVED BY A MAJORITY VOTE OF  
38 ITS MEMBERS.

39 C. NOTICE OF THE AWARD OF THE CONTRACT SHALL BE PUBLISHED TWICE IN A  
40 DAILY NEWSPAPER OR ONCE IN A WEEKLY OR SEMI-WEEKLY NEWSPAPER OF GENERAL  
41 CIRCULATION IN THE COUNTY.

42 D. AT ANY TIME WITHIN FIFTEEN DAYS AFTER THE DATE OF THE FIRST  
43 PUBLICATION, A PERSON HAVING AN INTEREST IN A LOT, ACRE OR PARCEL LIABLE FOR  
44 AN ASSESSMENT WHO CLAIMS THAT ANY OF THE PREVIOUS ACTS OR PROCEEDINGS  
45 RELATING TO THE IMPROVEMENT ARE IRREGULAR, ILLEGAL OR FAULTY MAY FILE WITH

1 THE BOARD A WRITTEN NOTICE SPECIFYING IN WHAT RESPECT THE ACTS AND  
2 PROCEEDINGS ARE IRREGULAR, ILLEGAL OR FAULTY. ALL OBJECTIONS TO ANY ACT OR  
3 PROCEEDING THAT ARE TAKEN BEFORE THE FIRST PUBLICATION OF THE NOTICE OF THE  
4 AWARD ARE DEEMED TO BE WAIVED, EXCEPT AS TO MATTERS DIRECTLY AFFECTING THE  
5 AUTHORITY OF THE BOARD. IF THE BOARD FINDS ANY OBJECTION TO BE VALID, IT MAY  
6 ABANDON THE PROCEEDINGS, CORRECT OR MODIFY ANY PORTION OF THE PROCEEDINGS OR  
7 PROCEED AS IN THE FIRST INSTANCE.

8 E. WITHIN TWENTY DAYS AFTER THE DATE OF THE FIRST PUBLICATION, IF NO  
9 OBJECTIONS HAVE BEEN FILED, THE SUCCESSFUL BIDDER SHALL ENTER INTO A CONTRACT  
10 TO MAKE THE IMPROVEMENT ACCORDING TO ITS BID. IF OBJECTIONS ARE FILED BUT  
11 ARE REJECTED BY THE BOARD, THE CONTRACT SHALL BE ENTERED INTO WITHIN FIVE  
12 DAYS AFTER RECEIVING NOTICE FROM THE BOARD OF THAT REJECTION. IF THE BIDDER  
13 FAILS TO ENTER INTO THE CONTRACT WITHIN THAT PERIOD, THE BOARD, WITHOUT  
14 FURTHER PROCEEDINGS, SHALL ADVERTISE FOR PROPOSALS IN THE SAME MANNER AS FOR  
15 THE INITIAL PROPOSALS. A BIDDER WHO FAILS TO ENTER INTO THE CONTRACT IS  
16 LIABLE ON THE BIDDER'S BOND ACCOMPANYING THE PROPOSAL FOR ALL COSTS AND  
17 DAMAGES INCURRED AND SUSTAINED BY REASON OF THE FAILURE TO ENTER INTO THE  
18 CONTRACT.

19 F. IF THE BOARD DETERMINES THAT CONTRACTING SERVICES FOR CONSTRUCTION  
20 OF THE FLOOD PROTECTION FACILITY SHOULD BE PROCURED PURSUANT TO TITLE 34,  
21 CHAPTER 6, ARTICLE 1, BEFORE EXECUTING THE CONTRACT PURSUANT TO SECTION  
22 34-607, THE BOARD SHALL FORMALLY APPROVE THE FORM OF CONTRACT AND AWARD THE  
23 CONTRACT TO THE SELECTED PERSON OR FIRM ON A MOTION, NOTED IN ITS MINUTES AND  
24 APPROVED BY A MAJORITY VOTE OF ITS MEMBERS.

25 G. NOTICE OF THE AWARD OF THE CONTRACT SHALL BE PUBLISHED TWICE IN A  
26 DAILY NEWSPAPER OR ONCE IN A WEEKLY OR SEMI-WEEKLY NEWSPAPER OF GENERAL  
27 CIRCULATION IN THE COUNTY. THE NOTICE OF AWARD SHALL SPECIFICALLY STATE THE  
28 TYPE OF CONTRACT AND THAT THE CONTRACT WAS PROCURED PURSUANT TO TITLE 34,  
29 CHAPTER 6, ARTICLE 1 WITHOUT COMPETITIVE BIDDING.

30 H. AT ANY TIME WITHIN FIFTEEN DAYS AFTER THE DATE OF THE FIRST  
31 PUBLICATION, ANY PERSON OR ENTITY THAT PARTICIPATED IN THE PROCUREMENT  
32 PROCESS THAT SELECTED THE PERSON OR ENTITY TO WHOM SUCH CONTRACT WAS AWARDED,  
33 OR A PERSON HAVING AN INTEREST IN A LOT, ACRE OR PARCEL LIABLE FOR AN  
34 ASSESSMENT WHO CLAIMS THAT ANY OF THE PREVIOUS ACTS OR PROCEEDINGS RELATING  
35 TO THE IMPROVEMENT OR THE PROCUREMENT OF CONTRACTING SERVICES ARE IRREGULAR,  
36 ILLEGAL OR FAULTY, MAY FILE WITH THE BOARD A WRITTEN NOTICE SPECIFYING IN  
37 WHAT RESPECT THE ACTS AND PROCEEDINGS ARE IRREGULAR, ILLEGAL OR FAULTY. ALL  
38 OBJECTIONS TO ANY ACT OR PROCEEDING THAT ARE NOT MADE BEFORE THE NOTICE OF  
39 THE AWARD ARE DEEMED TO BE WAIVED, EXCEPT AS TO MATTERS DIRECTLY AFFECTING  
40 THE AUTHORITY OF THE BOARD. IF THE BOARD FINDS ANY OBJECTION TO BE VALID, IT  
41 MAY ABANDON THE PROCEEDINGS, CORRECT OR MODIFY ANY PORTION OF THE PROCEEDINGS  
42 OR PROCEED AS IN THE FIRST INSTANCE.

1 I. WITHIN TWENTY DAYS AFTER THE DATE OF THE FIRST PUBLICATION, IF NO  
2 OBJECTIONS HAVE BEEN FILED, THE PERSON OR ENTITY TO WHOM CONTRACTING SERVICES  
3 HAVE BEEN AWARDED SHALL ENTER INTO A CONTRACT TO CONSTRUCT THE FLOOD  
4 PROTECTION FACILITY ACCORDING TO ITS PROPOSAL. IF OBJECTIONS ARE FILED BUT  
5 ARE REJECTED BY THE BOARD, THE CONTRACT SHALL BE ENTERED INTO WITHIN FIVE  
6 DAYS AFTER RECEIVING NOTICE FROM THE BOARD OF THE REJECTION. IF THE PERSON  
7 OR ENTITY TO WHOM CONTRACTING SERVICES HAVE BEEN AWARDED FAILS TO ENTER INTO  
8 THE CONTRACT WITHIN THAT PERIOD, THE BOARD WITHOUT FURTHER PROCEEDINGS SHALL  
9 EITHER ADVERTISE FOR PROPOSALS, NEGOTIATE A CONTRACT WITH ONE OF THE OTHER  
10 PERSONS OR ENTITIES THAT PARTICIPATED IN THE PROCUREMENT PROCESS OR  
11 REINITIATE THE PROCESS FOR PROCUREMENT OF CONTRACTING SERVICES PURSUANT TO  
12 TITLE 34, CHAPTER 6, ARTICLE 1. THE PERSON OR ENTITY THAT FAILED TO ENTER  
13 INTO THE CONTRACT IS LIABLE FOR ALL COSTS AND DAMAGES INCURRED AND SUSTAINED  
14 BY REASON OF THAT FAILURE.

15 48-2842. Form and execution of contract; supervision of  
16 performance; surety

17 A. THE DISTRICT SHALL MAKE ALL WRITTEN CONTRACTS AND RECEIVE ALL BONDS  
18 AUTHORIZED BY THIS ARTICLE. THE CONTRACTS SHALL SPECIFY A REASONABLE TIME  
19 FOR COMPLETING THE FLOOD PROTECTION FACILITY.

20 B. THE BOARD MAY PRESCRIBE A FORM FOR THE CONTRACT THAT IS NOT  
21 INCONSISTENT WITH THIS ARTICLE OR WITH TITLE 34, CHAPTER 6, ARTICLE 1, IF  
22 THAT PROCUREMENT METHOD IS CHOSEN, AND FIX A REASONABLE TIME FOR COMPLETING  
23 THE WORK, WHICH MAY BE EXTENDED BY THE BOARD.

24 C. THE WORK SHALL BE DONE UNDER THE DIRECTION OF THE BOARD OR ITS  
25 ENGINEER. THE BOARD MAY PRESCRIBE ADMINISTRATIVE RULES RELATING TO  
26 SUPERVISING THE WORK. THE BOARD MAY APPOINT ITS ENGINEER OR A SUITABLE  
27 PERSON TO TAKE CHARGE OF AND DIRECT THE CONSTRUCTION OF A FLOOD PROTECTION  
28 FACILITY ON BEHALF OF THE DISTRICT. THE PERSON APPOINTED IS RESPONSIBLE FOR  
29 SUPERVISING FULFILLMENT OF THE CONTRACT. THE BOARD SHALL FIX THE  
30 COMPENSATION FOR THAT PERSON.

31 D. IF THE WORK IS NOT PERFORMED WITH DILIGENCE, THE BOARD, AFTER A  
32 HEARING AND SERVICE OF NOTICE ON THE CONTRACTOR AND THE CONTRACTOR'S SURETY,  
33 MAY PRESCRIBE THOSE TERMS AND CONDITIONS AS IT DEEMS PROPER BEFORE PERMITTING  
34 THE CONTRACTOR TO CONTINUE WITH THE WORK.

35 E. IF THE BOARD FINDS THAT THE CONTRACTOR IS UNABLE TO CONTINUE WITH  
36 THE WORK OR TO PERFORM THE WORK ACCORDING TO THE CONTRACT, THE BOARD SHALL  
37 HOLD THE CONTRACTOR IN DEFAULT AND MAKE DEMAND ON THE SURETY TO ACT ACCORDING  
38 TO THE CONTRACT AND THE TERMS AND CONDITIONS OF THE PERFORMANCE BOND. IF THE  
39 SURETY FAILS TO ACT WITHIN SIXTY DAYS AFTER THE DATE OF THE WRITTEN NOTICE,  
40 THE BOARD MAY ORDER THAT PROPOSALS BE RECEIVED FROM OTHER CONTRACTORS TO  
41 COMPLETE THE WORK. AFTER RECEIVING PROPOSALS, THE BOARD MAY AWARD THE  
42 CONTRACT TO THE LOWEST RESPONSIBLE BIDDER. IF, AFTER RECEIVING THE NEW  
43 PROPOSALS, THE COST OF COMPLETION EXCEEDS THE MONIES OR BONDS AVAILABLE FOR  
44 PAYMENT, THE BOARD SHALL MAKE A DEMAND ON THE DEFAULTING CONTRACTOR'S SURETY  
45 FOR PAYMENT OF THE DIFFERENCE WITHIN TWENTY DAYS AFTER THE MAILING OF THE

1 NOTICE. IF THE SURETY IS REPRESENTED BY AN ATTORNEY-IN-FACT, THE DEMAND MAY  
2 BE SERVED ON THE ATTORNEY-IN-FACT OR AT THE SURETY'S PRINCIPAL OFFICE IN THIS  
3 STATE. IF THE SURETY HAS NO ATTORNEY-IN-FACT AND NO PRINCIPAL OFFICE IN THIS  
4 STATE, THE DEMAND SHALL BE SERVED ON THE DIRECTOR OF INSURANCE. THE DEMAND  
5 MAY NOT EXCEED THE PENAL SUM OF THE PERFORMANCE BOND. MONIES COLLECTED FROM  
6 THE SURETY SHALL BE USED TO PAY ANY ADDED COSTS OF COMPLETING THE WORK. ANY  
7 DIFFERENCE BETWEEN THE ACTUAL COSTS OF THE WORK AND THE AMOUNT ASSESSED SHALL  
8 BE ADVANCED BY THE DISTRICT, WHICH SHALL USE ITS CONTINGENCY FUND OR ANY  
9 OTHER AVAILABLE MONIES TO PAY THE NEW CONTRACTOR. THE DISTRICT SHALL  
10 REIMBURSE ITSELF FROM THE AMOUNTS PAID BY THE FORMER CONTRACTOR OR ITS SURETY  
11 OR FROM ASSESSMENTS AND BONDS WHEN MONIES BECOME AVAILABLE. ALL ADDITIONAL  
12 COSTS OF THE WORK NOT RECEIVED FROM THE ORIGINAL CONTRACTOR'S SURETY SHALL  
13 ULTIMATELY BE ASSESSED AGAINST THE BENEFITING PARCELS OF PROPERTY.

14 48-2843. Bonds required from contractor

15 BEFORE EXECUTING THE CONTRACT, THE CONTRACTOR SHALL FILE WITH THE  
16 DISTRICT A PERFORMANCE BOND IN THE FORM PRESCRIBED IN SECTION 34-222 AND A  
17 PAYMENT BOND IN THE FORM PRESCRIBED IN SECTION 34-223.

18 48-2844. Diagrams of property affected; estimate of benefits;  
19 assessment; warrant

20 A. THE ENGINEER SHALL MAKE DUPLICATE DIAGRAMS OF THE PROPERTY IN THE  
21 ASSESSMENT DISTRICT. THE DIAGRAMS SHALL SHOW EACH SEPARATE LOT, ACRE OR  
22 PARCEL OF LAND IN THE ASSESSMENT DISTRICT, NUMBERED CONSECUTIVELY, AND THE  
23 LOCATION OF THE LOT, ACRE OR PARCEL IN RELATION TO THE WORK PROPOSED TO BE  
24 DONE.

25 B. AFTER THE BOARD HAS APPROVED, CERTIFIED AND DATED THE DIAGRAMS,  
26 THEY SHALL BE FILED IN THE OFFICE OF THE FLOOD PROTECTION DISTRICT.

27 C. AT ANY TIME AFTER A CONTRACT HAS BEEN EXECUTED FOR CONSTRUCTION OF  
28 THE FLOOD PROTECTION FACILITY, THE DISTRICT SHALL ESTIMATE OR CAUSE TO BE  
29 ESTIMATED ON THE LOTS, ACRES OR PARCELS IN THE ASSESSMENT DISTRICT THE  
30 BENEFITS ARISING OR EXPECTED TO ARISE FROM THE WORK. THE DISTRICT SHALL THEN  
31 MAKE AN ASSESSMENT TO COVER THE AMOUNT DUE FOR THE WORK PERFORMED AND  
32 SPECIFIED IN THE CONTRACT FOR CONSTRUCTION OF THE FLOOD PROTECTION FACILITY,  
33 INCLUDING INCIDENTAL EXPENSES, AND SHALL ASSESS AGAINST THE LOTS, ACRES AND  
34 PARCELS THE TOTAL AMOUNT OF THE COSTS AND EXPENSES OF THE WORK. IN SO DOING  
35 THE DISTRICT SHALL ASSESS THE TOTAL AMOUNT ON THE SEVERAL LOTS, ACRES OR  
36 PARCELS, EACH RESPECTIVELY IN PROPORTION TO THE RESPECTIVE BENEFITS TO BE  
37 RECEIVED.

38 D. THE ASSESSMENT SHALL COVER THE AMOUNT DUE FOR THE WORK PERFORMED AS  
39 SPECIFIED IN THE CONTRACT AND SHALL INCLUDE INCIDENTAL EXPENSES. THE  
40 INCIDENTAL EXPENSES SHALL INCLUDE THE COMPENSATION OF THE DISTRICT ENGINEER  
41 FOR ITS WORK, THE COST OF PRINTING, ADVERTISING AND POSTING, THE COMPENSATION  
42 OF THE PERSON APPOINTED BY THE DISTRICT TO TAKE CHARGE OF AND DIRECT THE  
43 CONSTRUCTION OF THE IMPROVEMENT ON BEHALF OF THE FLOOD PROTECTION DISTRICT,  
44 THE EXPENSES OF MAKING THE ASSESSMENT, THE INTEREST ON THE BONDS FOR A PERIOD  
45 NOT LONGER THAN THE EXPECTED PERIOD OF CONSTRUCTION AND ONE YEAR BEYOND, ALL

1 COSTS INCURRED BY THE DISTRICT WITH RESPECT TO THE FLOOD PROTECTION FACILITY,  
2 OR THE PROCEEDINGS LEADING TO THE ASSESSMENT THAT MUST BE REPAID TO THE  
3 COUNTY AND ALL LEGAL AND FINANCIAL FEES, EXPENSES AND COSTS INCURRED IN  
4 DRAFTING THE PROCEEDINGS AND IN THE SALE OF THE BONDS, INCLUDING ANY INITIAL  
5 ISSUE DISCOUNT ON THE BONDS. THE AMOUNT OF INCIDENTAL EXPENSES SHALL BE  
6 SETTLED AND ALLOWED BY THE BOARD, OR THE DISTRICT'S REPRESENTATIVE  
7 SPECIFICALLY APPOINTED BY THE BOARD FOR SUCH PURPOSE, ON PRESENTATION OF  
8 ITEMIZED BILLS.

9 E. THE ASSESSMENT SHALL BRIEFLY REFER TO THE CONTRACT AND SHALL NAME  
10 THE CONTRACTOR AND THE CONTRACTOR'S SURETY, THE AMOUNT TO BE PAID PURSUANT TO  
11 THE CONTRACT AND ALL INCIDENTAL EXPENSES, THE AMOUNT OF EACH ASSESSMENT, THE  
12 NAME OF THE OWNER OF EACH LOT, ACRE OR PARCEL, IF KNOWN, AND IF UNKNOWN THE  
13 WORD "UNKNOWN" SHALL BE WRITTEN OPPOSITE THE NUMBER OF THE ASSESSMENT,  
14 TOGETHER WITH THE AMOUNT ASSESSED ON THE LOT, ACRE OR PARCEL. THE DISTRICT  
15 SHALL LIST THE NAMES OF OWNERS AS SHOWN ON THE MOST RECENT CERTIFIED COUNTY  
16 ASSESSMENT ROLL AND ANY OTHER PERSON OF WHOM THE DISTRICT HAS PERSONAL  
17 KNOWLEDGE THAT MAY BE THE OWNER OF THE RESPECTIVE LOT, ACRE OR PARCEL. THE  
18 ASSESSMENTS ON THE LOTS, ACRES OR PARCELS SHALL BE CONSECUTIVELY NUMBERED,  
19 AND THE DIAGRAM SHALL BE NUMBERED TO CORRESPOND WITH THE ASSESSMENT NUMBERS.

20 F. A WARRANT SHALL BE ATTACHED TO THE ASSESSMENT SIGNED BY THE  
21 CHAIRPERSON OR PRESIDENT OF THE BOARD, WHICH SHALL BE SUBSTANTIALLY IN THE  
22 FOLLOWING FORM:

23 I (NAME OF CHAIRPERSON OR PRESIDENT OF BOARD OF  
24 DIRECTORS), OF THE (NAME OF FLOOD PROTECTION DISTRICT AND  
25 COUNTY), STATE OF ARIZONA, BY VIRTUE OF THE AUTHORITY VESTED IN  
26 ME AS CHAIRPERSON OR PRESIDENT, AUTHORIZE AND EMPOWER (NAME OF  
27 PERSON NOMINATED BY THE BOARD TO COLLECT THE SEVERAL ASSESSMENTS  
28 BY MAKING CASH DEMANDS ON THE OWNERS), OR HIS OR HER AGENTS, TO  
29 DEMAND AND RECEIVE THE SEVERAL ASSESSMENTS ON THE ASSESSMENT  
30 ATTACHED, AND THIS SHALL BE HIS OR HER WARRANT FOR THE SAME.

31 G. THE WARRANT AND ASSESSMENT SHALL BE RECORDED IN THE DISTRICT'S  
32 OFFICE AND ONE DIAGRAM SHALL BE FILED NOT EARLIER THAN THE DATE OF EXECUTION  
33 OF THE CONTRACT. WHEN RECORDED, THE SEVERAL AMOUNTS ASSESSED ARE A FIRST  
34 LIEN ON THE LOTS, ACRES OR PARCELS ASSESSED SUBJECT ONLY TO THE LIEN FOR  
35 GENERAL PROPERTY TAXES, BUT COEQUAL WITH PRIOR SPECIAL ASSESSMENTS, FOR A  
36 PERIOD BEGINNING ON THE DATE OF RECORDING AND TERMINATING ON THE DATE THE  
37 ASSESSMENT AGAINST THE RESPECTIVE LOT, ACRE OR PARCEL IS PAID IN FULL. THE  
38 RECORDING CONSTITUTES NOTICE TO ALL PERSONS INTERESTED IN THE CONTENTS OF THE  
39 RECORD. THE BOARD ALSO MAY ORDER THAT NOTICE OF THE RECORDING OF THE  
40 ASSESSMENT IN THE OFFICE OF THE DISTRICT BE RECORDED IN THE OFFICE OF THE  
41 COUNTY RECORDER OF THE COUNTY IN WHICH THE FLOOD PROTECTION DISTRICT IS  
42 LOCATED. IF NOTICE IS RECORDED IN THE OFFICE OF THE COUNTY RECORDER, IT  
43 SHALL BE SUFFICIENT TO STATE THE BOUNDARIES OF THE ASSESSMENT DISTRICT OR  
44 ATTACH A MAP SHOWING THE BOUNDARIES AND REFER TO THE ACTUAL RECORDING OF THE  
45 WARRANT AND ASSESSMENT AT THE DISTRICT'S OFFICE. FAILURE TO FILE SUCH A

1 NOTICE WITH THE COUNTY RECORDER SHALL NOT INVALIDATE EITHER THE ASSESSMENT OR  
2 THE WARRANT AND SHALL NOT DIMINISH IN ANY MANNER THE SCOPE OF THE NOTICE  
3 AFFORDED BY RECORDING THE WARRANT AND ASSESSMENT IN THE DISTRICT OFFICE.

4 48-2845. Delivery of warrant and assessment to contractor;  
5 demand for payment; release of assessments; review  
6 of assessment

7 A. AFTER THE WARRANT AND ASSESSMENT ARE RECORDED PURSUANT TO SECTION  
8 48-2844, THEY SHALL BE DELIVERED TO THE PERSON CHARGED BY THE BOARD WITH THE  
9 DUTY OF MAKING DEMANDS FOR THE PAYMENT, TOGETHER WITH ONE OF THE DIAGRAMS.  
10 BY VIRTUE OF THE WARRANT, THAT PERSON MAY DEMAND AND RECEIVE THE AMOUNT OF  
11 THE SEVERAL ASSESSMENTS.

12 B. THE PERSON CHARGED BY THE BOARD SHALL CALL ON THE PERSON ASSESSED,  
13 EITHER IN PERSON OR BY MAIL IF THE PERSON CAN CONVENIENTLY BE FOUND, AND  
14 DEMAND PAYMENT, AND IF PAID THE PERSON NOMINATED BY THE BOARD SHALL PROVIDE A  
15 RECEIPT. THE RECEIPT, WHEN PRESENTED TO THE DISTRICT, CONSTITUTES AN ORDER  
16 TO IT TO RELEASE THE ASSESSMENT. A COPY OF THE RECEIPT SHALL BE KEPT ON FILE  
17 AT THE DISTRICT OFFICE.

18 C. THE PERSON NOMINATED BY THE BOARD SHALL PROMPTLY NOTIFY THE  
19 DISTRICT OF ALL PAYMENTS RECEIVED, AND THE DISTRICT SHALL RELEASE ALL  
20 ASSESSMENTS THAT HAVE BEEN FULLY PAID. IF THE NAME OF THE OWNER OF THE LOT,  
21 ACRE OR PARCEL IS STATED ON THE ASSESSMENT AS "UNKNOWN", THE PERSON NOMINATED  
22 BY THE BOARD SHALL DEMAND PAYMENT OF A PERSON IN POSSESSION OF THE LOT, ACRE  
23 OR PARCEL. IF SOMEONE IS IN POSSESSION, THE DEMAND MAY BE MADE EITHER BY  
24 MAIL, IF A MAILING ADDRESS FOR THE PERSON IN POSSESSION CAN BE DETERMINED, OR  
25 IN PERSON. IF THE PREMISES ARE UNOCCUPIED OR THE PERSON IN POSSESSION CANNOT  
26 BE FOUND, THE DEMAND IS UNNECESSARY.

27 D. THE WARRANT SHALL BE RETURNED TO THE BOARD WITHIN THIRTY DAYS AFTER  
28 ITS DATE ENDORSED WITH "RETURN", SIGNED BY THE PERSON NOMINATED BY THE BOARD,  
29 VERIFIED ON OATH AND STATING THE NATURE AND CHARACTER OF THE DEMAND, WHETHER  
30 ANY ASSESSMENTS REMAIN WHOLLY OR PARTIALLY UNPAID AND THE AMOUNT OF ANY  
31 UNPAID ASSESSMENTS. IN THE ABSENCE OF FRAUD OR BAD FAITH, THE VERIFIED  
32 STATEMENT OF THE PERSON MAKING THE RETURN IS CONCLUSIVE PROOF THAT THE DEMAND  
33 FOR PAYMENT WAS MADE ON EACH OWNER OR EACH PERSON IN POSSESSION OF EACH LOT,  
34 ACRE OR PARCEL OF PROPERTY AS REQUIRED BY THIS SECTION. THE BOARD SHALL  
35 RECORD THE RETURN IN THE MARGIN OF THE RECORD OF THE WARRANT AND ASSESSMENT.  
36 AFTER RETURN OF THE ASSESSMENT AND WARRANT, ALL AMOUNTS REMAINING DUE SHALL  
37 DRAW INTEREST AT THE MAXIMUM RATE SPECIFIED IN THE RESOLUTION OF INTENTION  
38 UNTIL PAID OR, ON THE ISSUANCE OF BONDS, AT THE RATE SPECIFIED IN THE BONDS  
39 PAYABLE FOR THE SEMIANNUAL PERIODS SPECIFIED IN THE BONDS, NOTWITHSTANDING  
40 THAT THE INSTALLMENTS OF ASSESSMENTS MAY BE DUE AT DATES EARLIER THAN THE  
41 DATES INSTALLMENTS OF PRINCIPAL OR INTEREST ARE PAYABLE ON THE BONDS.

42 E. ON RECORDING THE ASSESSMENT AND WARRANT, THE BOARD SHALL FIX A TIME  
43 WHEN IT WILL HEAR AND CONSIDER THE ASSESSMENT AND THE PROCEEDINGS TAKEN,  
44 WHICH SHALL BE AT LEAST TWENTY DAYS AFTER THE DATE OF THE RECORDING. THE  
45 BOARD SHALL PUBLISH NOTICE OF THE HEARING FOR FIVE DAYS IN A DAILY NEWSPAPER

1 OR TWO TIMES IN A WEEKLY OR SEMIWEEKLY NEWSPAPER OF GENERAL CIRCULATION IN  
2 THE FLOOD PROTECTION DISTRICT. THE BOARD SHALL SEND NOTICES OF THE TIME AND  
3 PLACE OF THE HEARING BY FIRST CLASS MAIL AT LEAST TWENTY DAYS BEFORE THE  
4 HEARING DATE TO THE CONTRACTOR AT THE ADDRESS SHOWN IN THE CONTRACT, AND TO  
5 ALL PERSONS OWNING REAL PROPERTY AFFECTED BY THE ASSESSMENTS AS THEIR NAMES  
6 AND ADDRESSES APPEAR ON THE LAST CERTIFIED PROPERTY TAX ROLL. ON REQUEST OF  
7 THE DISTRICT, THE COUNTY ASSESSOR SHALL PROVIDE THE NAMES AND ADDRESSES AS  
8 SHOWN ON THE LAST CERTIFIED TAX ROLL. IF NO ADDRESS APPEARS FOR A PERSON ON  
9 THE LAST CERTIFIED TAX ROLL, NO NOTICE NEED BE MAILED TO THAT PERSON. THE  
10 CHAIRPERSON OF THE BOARD SHALL MAKE AN AFFIDAVIT OF THE MAILING AND SHALL  
11 STATE THAT THE PERSONS TO WHOM NOTICES WERE MAILED CONSTITUTE ALL PERSONS  
12 WHOSE NAMES AND ADDRESSES APPEAR ON THE TAX ROLL AS OWNING PROPERTY IN THE  
13 AREA ASSESSED OR THE ASSESSMENT DISTRICT, AS APPLICABLE. THE AFFIDAVIT IS  
14 CONCLUSIVE PROOF THAT NOTICE WAS MAILED TO EACH PERSON TO WHOM NOTICE IS  
15 REQUIRED TO BE MAILED. THE FAILURE TO RECEIVE NOTICE DOES NOT CONSTITUTE ANY  
16 JURISDICTIONAL DEFECT INVALIDATING A DISTRICT PROCEEDING OR ASSESSMENT IF  
17 NOTICE HAS BEEN GIVEN PURSUANT TO THIS SUBSECTION.

18 F. BEFORE THE TIME FIXED FOR THE HEARING, ANY OWNER, CONTRACTOR OR  
19 OTHER PERSON DIRECTLY INTERESTED IN THE WORK OR IN THE ASSESSMENT WHO HAS ANY  
20 OBJECTION TO THE AMOUNT OR LEGALITY OF THE ASSESSMENT OR TO ANY OF THE  
21 PREVIOUS PROCEEDINGS, OR WHO CLAIMS THAT THE WORK HAS NOT BEEN PERFORMED  
22 ACCORDING TO THE CONTRACT, MAY FILE A WRITTEN NOTICE BRIEFLY SPECIFYING THE  
23 GROUNDS OF THE OBJECTION. AT THE TIME FIXED FOR THE HEARING OR AT ANY TIME  
24 WITHIN TEN DAYS AFTER THE ORIGINAL HEARING DATE, DURING WHICH THE HEARING MAY  
25 BE POSTPONED, THE BOARD SHALL HEAR AND CONSIDER ALL SUCH OBJECTIONS. THE  
26 DECISION OF THE BOARD IS FINAL AND CONCLUSIVE ON ALL PERSONS ENTITLED TO  
27 OBJECT AS TO ALL ERRORS, INFORMALITIES AND IRREGULARITIES THAT THE BOARD MAY  
28 HAVE REMEDIED OR AVOIDED AT ANY TIME DURING THE PROCEEDINGS.

29 G. AFTER THE HEARING, IF THE BOARD OF DIRECTORS FINDS THAT THE  
30 ASSESSMENT HAS NOT YET BEEN FAIRLY APPORTIONED, IT SHALL MODIFY THE AMOUNTS  
31 OF THE SEVERAL ASSESSMENTS AND MAY ORDER THAT THE ASSESSMENT BE RECOMPUTED IF  
32 IT FINDS THAT THE BENEFITS TO ANY LOTS, ACRES OR PARCELS DO NOT EQUAL THE  
33 AMOUNT ASSESSED AGAINST THE LOT, ACRE OR PARCEL. WHEN RECOMPUTING THE  
34 ASSESSMENT, THE BOARD SHALL LEVY THE REASSESSMENTS ACCORDING TO THE BENEFITS  
35 DERIVED, NOTWITHSTANDING THAT THE REDUCTION OF ANY ASSESSMENT MAY CAUSE A  
36 CORRESPONDING INCREASE IN OTHER ASSESSMENTS.

37 H. AT ANY TIME WITHIN ONE YEAR AFTER THE DATE THE DISTRICT FILES THE  
38 CERTIFICATE OF SUBSTANTIAL COMPLETION AS PROVIDED IN SECTION 48-2851,  
39 SUBSECTION G, ANY MEMBER OF THE BOARD OF DIRECTORS, ANY OWNER OR ANY PERSON  
40 CLAIMING AN INTEREST IN ANY ASSESSED LOT, ACRE OR PARCEL MAY FILE A WRITTEN  
41 NOTICE WITH THE CLERK STATING THAT THE WORK HAS NOT BEEN PERFORMED  
42 SUBSTANTIALLY ACCORDING TO THE RESOLUTION OF INTENTION OR THE PLANS,  
43 SPECIFICATIONS AND CONTRACT FOR CONSTRUCTION OF THE FLOOD PROTECTION  
44 FACILITY. THE NOTICE SHALL STATE IN PARTICULAR THE CONTRACTOR'S FAILURE TO  
45 PERFORM AND MAY ALSO STATE, IF APPLICABLE, ANY REQUESTED REDUCTION IN THE

1 ASSESSMENT OF ANY ONE OR MORE PARCELS DUE SOLELY TO THE FAILURE OF SUCH  
2 PERFORMANCE. THE NOTICE SHALL STATE THE NAME AND ADDRESS OF THE PERSON  
3 FILING THE NOTICE AND SHALL DESCRIBE THE PERSON'S INTEREST IN LAND SUBJECT TO  
4 ASSESSMENT, IF APPLICABLE.

5 I. ON RECEIPT OF A NOTICE PURSUANT TO SUBSECTION H OF THIS SECTION,  
6 THE BOARD OF DIRECTORS SHALL SET A DATE FOR A HEARING ON THE NOTICE. THE  
7 BOARD OF DIRECTORS SHALL GIVE NOTICE OF THE HEARING TO THE CONTRACTOR, THE  
8 CONTRACTOR'S SURETY, THE PERSON APPOINTED TO TAKE CHARGE OF AND DIRECT THE  
9 WORK AND ALL PERSONS WHOSE NAMES AND ADDRESSES APPEAR IN THE NOTICE. THE  
10 CLERK SHALL PUBLISH A NOTICE OF THE HEARING TWICE IN A NEWSPAPER OF GENERAL  
11 CIRCULATION IN THE COUNTY.

12 J. AT THE HEARING, THE BOARD SHALL DETERMINE WHETHER THE WORK WAS  
13 COMPLETED ACCORDING TO THE RESOLUTION OF INTENTION, THE PLANS, SPECIFICATIONS  
14 AND CONTRACT FOR CONSTRUCTION OF THE FLOOD PROTECTION FACILITY AND ANY  
15 CORRECTIONS OR ALTERATIONS OF THE PLANS DEEMED NECESSARY. IF THE BOARD  
16 DETERMINES THAT THE WORK HAS NOT BEEN SO COMPLETED, IT SHALL ORDER THE  
17 CONTRACTOR TO COMPLETE THE WORK, SET A REASONABLE TIME FOR COMPLETION AND  
18 RECESS THE HEARING UNTIL THE DATE SET FOR COMPLETION. IF, AT THE DATE SET TO  
19 RECONVENE THE HEARING, THE EVIDENCE SHOWS THAT THE WORK IS THEN COMPLETED,  
20 THE BOARD SHALL ENTER THOSE FINDINGS ON ITS MINUTES. IF THE BOARD DETERMINES  
21 THAT THE CONTRACTOR IS MAKING A GOOD FAITH ATTEMPT TO COMPLETE THE WORK, IT  
22 MAY CONTINUE THE COMPLETION DATE AND RECESS THE HEARING TO A LATER DATE. IF,  
23 AT THE HEARING OR AT ANY RECESSED HEARING, THE BOARD OF DIRECTORS FINDS THAT  
24 THE CONTRACTOR REFUSES TO COMPLETE OR IS INCAPABLE OF COMPLETING THE WORK,  
25 THE BOARD SHALL ORDER AND THE DISTRICT'S ATTORNEY SHALL BRING AN ACTION  
26 AGAINST THE CONTRACTOR AND ITS SURETY TO COLLECT SUCH AMOUNTS OR CAUSE SUCH  
27 PERFORMANCE AS IS NECESSARY TO COMPLETE THE WORK.

28 K. IF THE BOARD DETERMINES THAT FOR ANY REASON THE WORK CANNOT BE  
29 COMPLETED AND NO RECOVERY CAN BE MADE AGAINST THE CONTRACTOR OR THE  
30 CONTRACTOR'S SURETY, THE BOARD MAY RECOMPUTE THE ASSESSMENT, TAKING INTO  
31 CONSIDERATION THE EFFECT THE CONTRACTOR'S FAILURE TO PERFORM MAY HAVE HAD ON  
32 THE ACTUAL BENEFITS DERIVED FROM THE IMPROVEMENT, AND REDUCE SOME OR ALL  
33 ASSESSMENTS TO REFLECT THE REDUCED BENEFITS. IF THE ASSESSMENTS ARE REDUCED,  
34 THE DISTRICT SHALL ASSUME AS A CONTINGENT LIABILITY ANY DIFFERENCE BETWEEN  
35 THE AMOUNTS THEREAFTER RECEIVED ON THE SEMIANNUAL ASSESSMENT PAYMENTS AND THE  
36 AMOUNTS OF PRINCIPAL AND INTEREST THEREAFTER DUE ON THE BONDS. THE  
37 ASSUMPTION OF THAT AMOUNT SHALL BE A CONTINGENT GENERAL OBLIGATION OF THE  
38 DISTRICT.

39 L. ALL DECISIONS MADE CONCERNING ANY NOTICE FILED PURSUANT TO THIS  
40 SECTION ARE FINAL AND CONCLUSIVE AS TO THE PERSONS FILING THE NOTICE, THE  
41 CONTRACTOR AND THE CONTRACTOR'S SURETY AND AS TO THE ALLEGED DEFECT, OR  
42 DEFECTS, IN THE WORK. AFTER A RULING ON ANY ALLEGED DEFECT, OR DEFECTS, IN  
43 THE WORK, THE BOARD SHALL NOT CONSIDER OR HEAR A LATER NOTICE CONCERNING THE  
44 SAME DEFECT, WHETHER OR NOT FILED BY A PERSON OTHER THAN THE PERSON FILING  
45 THE ORIGINAL NOTICE.

1 M. AFTER THE WORK IS COMPLETED, THE DISTRICT SHALL FILE A RECOMPUTED  
2 ASSESSMENT BASED ON THE ACTUAL QUANTITIES DETERMINED BY THE ENGINEER TO HAVE  
3 BEEN CONSTRUCTED OR INSTALLED, OR THE ACTUAL COST OF THE ACQUISITION,  
4 TOGETHER WITH THE KNOWN INCIDENTAL EXPENSES PAID TO THAT DATE AND THE  
5 ITEMIZED ESTIMATED INCIDENTAL EXPENSES REMAINING TO BE PAID. THE ENGINEER  
6 NEED NOT RECOMPUTE EACH INDIVIDUAL ASSESSMENT BUT SHALL DETERMINE THE AMOUNT  
7 OF THE INCREASE OR DECREASE TO BE ASSESSED AND SHALL FILE A SUPPLEMENTAL  
8 STATEMENT WITH THE CLERK STATING THE RATIO OF THE DIFFERENCE BETWEEN THE  
9 CONTRACTOR'S BID AND THE RECAPITULATED AMOUNT AND ORDERING THAT EACH  
10 ASSESSMENT BE INCREASED OR DECREASED BY THAT RATIO. IF THE TOTAL ASSESSMENT  
11 IS DECREASED, THE TREASURER SHALL CREDIT THE AMOUNT OF THE DECREASE  
12 PROPORTIONATELY ON THE ASSESSMENTS REMAINING UNPAID AND RETURN TO THE OWNER,  
13 IF THE OWNER CAN BE LOCATED, THAT PORTION OF EACH ASSESSMENT PREVIOUSLY PAID  
14 IN CASH THAT REPRESENTS AN EXCESS PAYMENT.

15 48-2846. Action against property owner to collect assessment

16 A. IF THE OWNER OF A LOT, ACRE OR PARCEL OF PROPERTY THAT RECEIVED AN  
17 ASSESSMENT FILES A REQUEST THAT NO BONDS BE ISSUED AGAINST THE OWNER'S LOT,  
18 ACRE OR PARCEL, AT ANY TIME AFTER THIRTY-FIVE DAYS FROM THE DATE OF THE  
19 WARRANT, THE DISTRICT MAY SUE THE OWNER OF THE LOT, ACRE OR PARCEL ASSESSED  
20 AND RECOVER THE AMOUNT OF AN ASSESSMENT REMAINING UNPAID WITH INTEREST AT THE  
21 MAXIMUM RATE SPECIFIED IN THE RESOLUTION OF INTENTION UNTIL PAID OR FORECLOSE  
22 THE LIEN OF THE ASSESSMENT.

23 B. IF PERSONAL DEMAND HAS BEEN MADE AND THE OWNER HAS REFUSED TO PAY  
24 THE ASSESSMENT SO DEMANDED, THE DISTRICT MAY RECOVER REASONABLE ATTORNEY  
25 FEES.

26 C. ONLY ONE ACTION SHALL BE BROUGHT TO FORECLOSE LIENS ARISING UNDER A  
27 SINGLE PROCEEDING AGAINST THE SAME DEFENDANT.

28 D. THE WARRANT, ASSESSMENT AND DIAGRAM, WITH THE AFFIDAVIT OF DEMAND  
29 AND NONPAYMENT, ARE PRIMA FACIE EVIDENCE OF THE REGULARITY AND CORRECTNESS OF  
30 THE ASSESSMENT AND OF THE PRIOR PROCEEDINGS AND ACTS OF THE BOARD ON WHICH  
31 THE WARRANT, ASSESSMENT AND DIAGRAM ARE BASED AND ARE ALSO EVIDENCE OF THE  
32 RIGHT OF THE DISTRICT TO RECOVER.

33 48-2847. Invalidity of liens or bonds; extent of validity;  
34 means to secure interest of persons damaged

35 A. IF THE LIEN OF AN ASSESSMENT OR REASSESSMENT OR OF A BOND ISSUED TO  
36 REPRESENT THE AMOUNT ASSESSED ON ANY LOT, ACRE OR PARCEL IS HELD INVALID BY A  
37 COURT BECAUSE A PORTION OF THE IMPROVEMENT ORDERED WAS NOT WITHIN THE POWER  
38 OF THE BOARD TO ORDER OR WAS NOT PROPERLY EMBRACED IN THE CONTRACT FOR THE  
39 WORK OR IN THE ASSESSMENT MADE TO COVER THE EXPENSES, THE DISTRICT OR THE  
40 HOLDER OF A BOND SECURED BY SUCH ASSESSMENT IS ENTITLED TO A JUDGMENT  
41 DETERMINING WHAT PORTION OF THE ASSESSMENT IS LEGAL. THE DISTRICT, WITHIN  
42 SIXTY DAYS AND PURSUANT TO THE DIRECTIONS OF THE JUDGMENT, SHALL ISSUE A NEW  
43 ASSESSMENT FOR AN AMOUNT THE COURT FINDS IS THE REASONABLE VALUE OF THE  
44 PORTION OF THE IMPROVEMENT LEGALLY AUTHORIZED BY THE PROCEEDINGS. THIS  
45 AMOUNT SHALL BE REASSESSED AGAINST THE PROPERTY IN THE SAME MANNER AND WITH

1 THE SAME EFFECT AS PROVIDED FOR ISSUING THE ORIGINAL ASSESSMENT, AND MAY BE  
2 ENFORCED AS AN ORIGINAL ASSESSMENT.

3 B. IF THE LIEN OF AN ASSESSMENT OR OF A BOND ISSUED FOR AN ASSESSMENT  
4 AMOUNT IS HELD INVALID BY A COURT FOR ANY CAUSE ARISING AFTER THE AUTHORITY  
5 OF THE BOARD ATTACHES TO ORDER THE WORK, OR IF THE LIEN IS DEFEATED OR HELD  
6 INVALID FOR ANY CAUSE, AND IT ALSO APPEARS THAT THE OWNER OF THE PROPERTY AT  
7 THE TIME THAT THE NOTICE OF THE AWARD OF THE CONTRACT WAS PUBLISHED HAD  
8 PERSONAL KNOWLEDGE OF THE INTENTION TO ORDER THE AWARD OF THE CONTRACT AND  
9 HAS NOT FILED AN OBJECTION TO THE AWARD OF THE CONTRACT, THE DISTRICT SHALL  
10 RECOVER A JUDGMENT CONFIRMING THE LIEN OF THAT ASSESSMENT ON THE LOT, ACRE OR  
11 PARCEL COVERED BY THE ASSESSMENT IN AN AMOUNT THE COURT FINDS THE LOT, ACRE  
12 OR PARCEL TO HAVE ACTUALLY BENEFITED FROM THE FLOOD PROTECTION FACILITY, NOT  
13 EXCEEDING THE AMOUNT THAT WOULD HAVE BEEN PROPERLY ASSESSED AGAINST THE LOT,  
14 ACRE OR PARCEL.

15 48-2848. Correctness of assessment; reallocation of assessment

16 A. AFTER AN ASSESSMENT HAS BEEN APPROVED BY THE BOARD, ALL PERSONS  
17 HAVING AN INTEREST IN ANY LOT, ACRE OR PARCEL ASSESSED MAY REQUEST THE BOARD  
18 IN WRITING TO MODIFY OR CORRECT AN ASSESSMENT. THE BOARD MAY ORDER SUCH A  
19 MODIFICATION OR CORRECTION OF THE ASSESSMENT, ON THE RECORD, TOGETHER WITH  
20 THE DATE IT IS MADE. THE MODIFICATION OR CORRECTION UNDER THIS SUBSECTION  
21 DOES NOT AFFECT THE RIGHTS OF PERSONS UNDER THE ASSESSMENT WHO HAVE NOT  
22 JOINED IN THE REQUEST.

23 B. THE BOARD MAY REALLOCATE ALL OR PART OF AN ASSESSMENT AS FOLLOWS:

24 1. THE BOARD SHALL PREPARE A LIST OF ALL ASSESSMENTS TO BE  
25 REALLOCATED, INCLUDING:

26 (a) THE ASSESSMENT NUMBER AND LEGAL DESCRIPTION OF AND THE AMOUNT  
27 ASSESSED ON EACH AFFECTED PARCEL BEFORE THE REALLOCATION.

28 (b) THE ASSESSMENT NUMBER AND LEGAL DESCRIPTION OF EACH AFFECTED  
29 PARCEL AND THE NAME AND ADDRESS OF THE OWNER AS SHOWN ON THE MOST RECENT TAX  
30 ROLL.

31 (c) THE AMOUNT TO BE ASSESSED ON EACH PARCEL AFTER REALLOCATION.

32 2. THE BOARD SHALL PREPARE AN AMENDMENT TO THE ASSESSMENT DIAGRAM  
33 REFLECTING THE NEW ASSESSMENT NUMBERS AND PARCEL BOUNDARIES.

34 3. THE BOARD SHALL MAIL A NOTICE TO EACH OWNER OF AN AFFECTED PARCEL  
35 SHOWING THE PROPOSED REALLOCATION AND STATING THAT THE OWNER MAY FILE A  
36 WRITTEN OBJECTION TO THE REALLOCATION WITHIN TWENTY DAYS AFTER THE NOTICE WAS  
37 MAILED.

38 4. IF NO OBJECTIONS ARE RECEIVED WITHIN TWENTY DAYS AFTER THE NOTICE  
39 IS MAILED, THE BOARD MAY APPROVE THE PROPOSED REALLOCATION. IF TIMELY  
40 OBJECTIONS ARE RECEIVED, THE BOARD SHALL HOLD A HEARING ON THE OBJECTIONS.  
41 THE BOARD SHALL MAIL NOTICE OF THE HEARING TO ALL AFFECTED OWNERS AT LEAST  
42 TEN DAYS BEFORE THE HEARING. AT THE HEARING, THE OBJECTING PARTIES SHALL  
43 PRESENT EVIDENCE SUPPORTING THEIR OBJECTIONS. AFTER THE HEARING, THE BOARD  
44 SHALL RULE ON ALL OBJECTIONS RECEIVED AND MAY APPROVE THE PROPOSED  
45 REALLOCATION OR MAY MAKE CHANGES TO THE REALLOCATION AS THE BOARD CONSIDERS

1 NECESSARY, AND APPROVE THE REALLOCATION AS CHANGED. THE BOARD SHALL ALSO  
2 APPROVE THE AMENDMENT TO THE ASSESSMENT DIAGRAM AS SUBMITTED OR WITH CHANGES  
3 THE BOARD CONSIDERS TO BE NECESSARY.

4 5. THE BOARD SHALL ISSUE AN ORDER ON THE RECORD APPROVING THE  
5 REALLOCATED ASSESSMENT AND AMENDED ASSESSMENT DIAGRAM.

6 6. THE AMOUNT ASSESSED IMMEDIATELY AFTER THE REALLOCATION SHALL BE  
7 EQUAL TO THE AMOUNT ASSESSED IMMEDIATELY BEFORE THE REALLOCATION.

8 7. AS A CONDITION TO REALLOCATION, THE BOARD MAY REQUIRE THE AFFECTED  
9 PROPERTY OWNERS TO PAY THE COSTS OF REALLOCATION, INCLUDING ENGINEERING AND  
10 LEGAL COSTS, OR MAY INCLUDE THE COSTS IN THE AMOUNT ASSESSED AGAINST THE  
11 AFFECTED PARCELS. THE COSTS ARE DUE AND PAYABLE AS PART OF THE NEXT  
12 INSTALLMENT OF THE ASSESSMENT.

13 48-2849. Issuance of improvement bonds; fund for payment of  
14 bonds

15 A. THE BOARD MAY DETERMINE THAT IMPROVEMENT BONDS SHALL BE ISSUED FOR  
16 THE COST AND EXPENSE OF THE FLOOD PROTECTION FACILITY. THE BONDS SHALL BE  
17 ISSUED IN THE NAME OF THE FLOOD PROTECTION DISTRICT BUT SHALL BE MADE PAYABLE  
18 ONLY FROM THE SPECIAL FUND COLLECTED BY THE FLOOD PROTECTION DISTRICT FROM  
19 SPECIAL ASSESSMENTS LEVIED AND ASSESSED ON THE LOTS, ACRES OR PARCELS  
20 FRONTING ON THE FLOOD PROTECTION FACILITY OR, IF AN ASSESSMENT DISTRICT HAS  
21 BEEN CREATED BY THE RESOLUTION OF INTENTION FOR THE WORK, ON THE LOTS, ACRES  
22 OR PARCELS INCLUDED IN THE ASSESSMENT DISTRICT.

23 B. ALL AMOUNTS COLLECTED FROM THE SPECIAL ASSESSMENTS SHALL BE PLACED  
24 IN THE SPECIAL FUND AND SHALL NOT BE USED FOR ANY PURPOSE OTHER THAN PAYMENT  
25 OF THE PRINCIPAL AND INTEREST OF THE BONDS.

26 48-2850. Description of improvement bonds in resolution and  
27 notices

28 A. IF THE BOARD DETERMINES THAT IMPROVEMENT BONDS SHALL BE ISSUED, IT  
29 SHALL STATE THIS IN THE RESOLUTION OF INTENTION FOR THE WORK AND SHALL  
30 SPECIFY THE MAXIMUM RATE OF INTEREST THE BONDS MAY BEAR. A SIMILAR  
31 DESCRIPTION OF THE BONDS SHALL BE INSERTED IN ALL NOTICES OF THE PROCEEDINGS  
32 REQUIRED TO BE PUBLISHED, POSTED OR MAILED AND A NOTICE THAT THE BONDS WILL  
33 BE PAID FROM A SPECIAL FUND COLLECTED IN NOT MORE THAN FORTY ANNUAL  
34 INSTALLMENTS FROM THE ASSESSMENTS REMAINING UNPAID AT THE DATE OF THE  
35 ISSUANCE OF THE BONDS OR THIRTY DAYS AFTER THE DATE OF THE WARRANT, OR FIVE  
36 DAYS AFTER THE DECISION OF THE BOARD ON AN OBJECTION TO THE ASSESSMENT.

37 B. ALL OTHER PROCEEDINGS FOR THE WORK UP TO AND INCLUDING THE APPROVAL  
38 OF THE ASSESSMENT BY THE BOARD, INCLUDING DEMAND FOR PAYMENT OF THE SEVERAL  
39 ASSESSMENTS AND THE RETURN AND RECORDING, SHALL BE CONDUCTED AS PROVIDED IN  
40 THIS ARTICLE.

41 48-2851. List of unpaid assessments; issuance of bonds;  
42 denominations; due date; certificate of completion

43 A. AFTER THE PRESCRIBED TIME FROM THE DATE OF THE WARRANT HAS EXPIRED  
44 AND AFTER THE FLOOD PROTECTION DISTRICT HAS RECORDED THE RETURN, THE BOARD  
45 SHALL MAKE AND CERTIFY A COMPLETE LIST OF ALL UNPAID ASSESSMENTS.

1           B. IF ANY PERSON, BEFORE CERTIFICATION OF THE LIST, PRESENTS TO THE  
2 BOARD AN AFFIDAVIT THAT THE PERSON IS THE OWNER OF A LOT, ACRE OR PARCEL ON  
3 THE LIST, ACCOMPANIED BY THE CERTIFICATE OF A SEARCHER OF RECORD THAT THE  
4 PERSON IS THE OWNER OF RECORD, AND NOTIFIES THE BOARD, IN WRITING, THAT THE  
5 OWNER DESIRES NO BOND TO BE ISSUED FOR THE ASSESSMENT ON THE LOT, ACRE OR  
6 PARCEL, THE ASSESSMENT SHALL NOT BE INCLUDED IN THE LIST AND SHALL REMAIN  
7 COLLECTIBLE AS PROVIDED IN THIS ARTICLE. THE FAILURE TO FILE THE NOTICE BARS  
8 ANY DEFENSE AGAINST THE BONDS EXCEPT FOR THE DEFENSE THAT THE BOARD DID NOT  
9 HAVE AUTHORITY TO ISSUE THE BONDS.

10           C. THE CLERK SHALL PRESENT THE LIST TO THE DISTRICT AT ITS NEXT  
11 MEETING AFTER THE RETURN HAS BEEN RECORDED. AT ANY TIME AFTER AWARDED A  
12 CONTRACT FOR CONSTRUCTION OR ACQUISITION, THE DISTRICT, BY RESOLUTION, MAY  
13 DIRECT IMPROVEMENT BONDS TO BE ISSUED IN AN AMOUNT THAT DOES NOT EXCEED THE  
14 AMOUNT OF UNPAID ASSESSMENTS AS MAY BE SHOWN ON THE CERTIFIED LIST OF UNPAID  
15 ASSESSMENTS. THE RESOLUTION SHALL PRESCRIBE THE MAXIMUM NUMBER AND  
16 DENOMINATION OF THE BONDS AND THE TIMES WHEN PAYABLE, WHICH SHALL BE FIXED SO  
17 THAT AN APPROXIMATELY EQUAL AMOUNT OF PRINCIPAL IS PAID EACH YEAR OR ANY  
18 APPROXIMATELY EQUAL AGGREGATE AMOUNT OF PRINCIPAL AND INTEREST IS PAID EACH  
19 YEAR UNTIL THE WHOLE AMOUNT IS PAID. THE BONDS SHALL MATURE IN A PERIOD THAT  
20 DOES NOT EXCEED FORTY YEARS AND THREE MONTHS FROM THE DATE OF THE BONDS. THE  
21 DENOMINATIONS OF THE BONDS SHALL BE FIXED BY THE DISTRICT. THE DISTRICT MAY  
22 PROVIDE IN THE FORM OF THE BOND FOR REDEMPTION BEFORE MATURITY BY GIVING SUCH  
23 NOTICE AS THE DISTRICT DETERMINES TO BE REASONABLE AND BY THE PAYMENT OF A  
24 PREMIUM AT REDEMPTION IF THE DISTRICT DETERMINES A PREMIUM IS ADVISABLE. THE  
25 RESOLUTION SHALL ALSO FIX THE PLACE, IF ANY, OTHER THAN THE OFFICE OF THE  
26 TREASURER, AT WHICH THE BONDS AND THE INTEREST ARE PAYABLE. THE BOARD MAY  
27 ISSUE FULLY REGISTERED BONDS AND MAY ISSUE BONDS REGISTERED IN THE NOMINEE  
28 NAME OF A DEPOSITORY TO PROVIDE FOR A BOOK ENTRY SYSTEM TO ADMINISTER  
29 REGISTRATION AND PAYMENT OF PRINCIPAL, PREMIUM, IF ANY, AND INTEREST ON THE  
30 BONDS.

31           D. THE BONDS SHALL BE ISSUED AS OF THE DATE DETERMINED BY THE DISTRICT  
32 AND SHALL BEAR INTEREST FROM THAT DATE AT THE RATE NOT TO EXCEED THAT  
33 SPECIFIED IN THE RESOLUTION OF INTENTION. THE BONDS SHALL HAVE SEMI-ANNUAL  
34 INTEREST PAYMENTS, THE FIRST OF WHICH IS PAYABLE ON JANUARY 1 OR JULY 1, AS  
35 THE CASE MAY BE, OCCURRING AT LEAST NINETY DAYS AFTER THE LATER OF THE DATE  
36 OF THE BOND OR THE EXPECTED COMPLETION OF THE WORK, AND SHALL BE FOR THE  
37 INTEREST ACCRUED AT THAT TIME.

38           E. THE DUE DATE OF ALL BONDS IS JANUARY 1 OR JULY 1, AS STATED ON THE  
39 FACE OF THE BONDS, IN THE YEARS IN WHICH THEY BECOME DUE, RESPECTIVELY.

40           F. THE DISTRICT MAY SELL THE BONDS AT PUBLIC OR PRIVATE SALE AT A  
41 PRICE AT, ABOVE OR BELOW PAR AND ACCRUED INTEREST TO THE DATE OF PAYMENT, AND  
42 AT AN INTEREST RATE NOT EXCEEDING THE MAXIMUM RATE SET IN THE RESOLUTION OF  
43 INTENTION. IF DEEMED NECESSARY BY THE BOARD OF DIRECTORS, A RESERVE FUND MAY  
44 BE ESTABLISHED EITHER WITH PROCEEDS FROM THE SALE OF THE BONDS OR BY  
45 INCREASING THE COLLECTIONS OF THE ANNUAL INSTALLMENTS OF PRINCIPAL UP TO THE

1 FIRST TEN YEARS THE BONDS ARE OUTSTANDING, OVER AND ABOVE THE AMOUNTS  
2 REQUIRED TO PAY MATURING PRINCIPAL ON THE BONDS. THE MONIES IN THE RESERVE  
3 FUND MAY BE USED ONLY TO CURE DEFICITS IN THE PRINCIPAL AND INTEREST FUNDS OR  
4 TO PAY INTEREST AND PRINCIPAL ON THE FINAL MATURITY OR MATURITIES OF THE  
5 BONDS.

6 G. THE PROCEEDS FROM THE SALE OF THE BONDS SHALL BE PLACED IN A  
7 SPECIAL FUND TO BE HELD BY THE TREASURER AND TO BE USED TO PAY INCIDENTAL  
8 EXPENSES AND PAYMENTS FOR CONSTRUCTION OR ACQUISITION. IF THE DISTRICT  
9 RECEIVED SEALED PROPOSALS FOR CONSTRUCTION OF THE FLOOD PROTECTION FACILITY,  
10 THE PROCEEDS FROM THE SALE OF THE BONDS SHALL BE USED TO MAKE SEMIMONTHLY OR  
11 MONTHLY PAYMENTS TO THE CONTRACTOR ON A BASIS OF NINETY PER CENT OF THE VALUE  
12 OF THE WORK ACTUALLY PERFORMED AS ESTIMATED BY THE DISTRICT OR ENGINEER  
13 EMPLOYED FOR THOSE PURPOSES TO AND INCLUDING THE FIFTEENTH OR LAST DAY OF  
14 EACH CALENDAR MONTH. THE BALANCE SHALL BE PAID AFTER THE DISTRICT HAS  
15 RECORDED A CERTIFICATE OF SUBSTANTIAL COMPLETION OF THE FLOOD PROTECTION  
16 FACILITY, IN THE SAME MANNER AS THE RECORDING OF THE ASSESSMENT. THE  
17 DISTRICT SHALL RECORD THE CERTIFICATE ONLY AFTER THE WORK HAS BEEN COMPLETED  
18 TO ITS SATISFACTION.

19 H. IF CONTRACTING SERVICES ARE PROCURED PURSUANT TO TITLE 34, CHAPTER  
20 6, ARTICLE 1, PROCEEDS FROM THE SALE OF THE BONDS SHALL BE USED TO MAKE  
21 MONTHLY PROGRESS PAYMENTS TO THE CONTRACTOR AS PROVIDED IN SECTION 34-607,  
22 SUBSECTION B EXCEPT THAT NOTWITHSTANDING ANY PROVISION OF TITLE 34, THE  
23 BALANCE SHALL BE PAID AFTER THE WORK IS SUBSTANTIALLY COMPLETE AND THE  
24 DISTRICT HAS RECORDED A CERTIFICATE OF SUBSTANTIAL COMPLETION OF THE FLOOD  
25 PROTECTION FACILITY IN THE SAME MANNER AS THE RECORDING OF THE ASSESSMENT.

26 I. THE DISTRICT SHALL MAIL A COPY OF THE NOTICE OF COMPLETION TO EACH  
27 PROPERTY OWNER IN THE SAME MANNER AS THE NOTICE OF HEARING ON THE ASSESSMENT.  
28 PENDING USE OF THE BOND PROCEEDS, THE TREASURER MAY INVEST THE PROCEEDS IN  
29 ANY INVESTMENTS FOR WHICH SINKING FUNDS OF THIS STATE MAY BE INVESTED OR IN A  
30 POOLED INVESTMENT FUND ESTABLISHED UNDER SECTION 35-326, EXCEPT THAT IF BOND  
31 ANTICIPATION NOTES HAVE BEEN ISSUED, THE BOND PROCEEDS OR SO MUCH AS IS  
32 NECESSARY SHALL BE USED TO REDEEM THE NOTES.

33 J. REFUNDING BONDS MAY BE ISSUED TO REFUND ALL OR ANY PORTION OF AN  
34 ISSUE OF BONDS ISSUED AND SOLD PURSUANT TO THIS SECTION IN THE MANNER  
35 PRESCRIBED BY TITLE 35, CHAPTER 3, ARTICLE 4.

36 48-2852. Form of bonds

37 A. THE BONDS SHALL BE SIGNED BY THE CHAIRMAN OR PRESIDENT OF THE  
38 BOARD, ATTESTED BY THE CLERK OR SECRETARY AND SEALED WITH THE CORPORATE SEAL  
39 OF THE DISTRICT, AND THE INTEREST COUPONS, IF ANY, SHALL BEAR THE FACSIMILE  
40 SIGNATURE OF THE CHAIRMAN AND SECRETARY OF THE DISTRICT.

41 B. THE BONDS SHALL BE SUBSTANTIALLY IN THE FOLLOWING FORM:

42 \_\_\_\_\_ FLOOD PROTECTION DISTRICT OF  
43 \_\_\_\_\_ IMPROVEMENT BOND.

1 KNOW ALL MEN BY THESE PRESENTS: THAT THE \_\_\_\_\_  
2 FLOOD PROTECTION DISTRICT OF \_\_\_\_\_ COUNTY, ARIZONA  
3 (THE "FLOOD PROTECTION DISTRICT"), A DULY ORGANIZED MUNICIPAL  
4 CORPORATION, PROMISES TO PAY AS HEREINAFTER STATED TO THE BEARER  
5 HEREOF, ON THE \_\_\_\_\_ DAY OF \_\_\_\_\_, \_\_\_\_\_, THE SUM  
6 OF \_\_\_\_\_ DOLLARS, TOGETHER WITH INTEREST ON SUCH  
7 SUM, AT THE RATE OF \_\_\_\_\_ PER CENT PER ANNUM, PAYABLE  
8 SEMIANNUALLY ON JANUARY 1 AND JULY 1 OF EACH YEAR. BOTH  
9 PRINCIPAL AND INTEREST ARE PAYABLE AT THE OFFICE OF THE  
10 \_\_\_\_\_ COUNTY TREASURER (OR PAYING AGENT) AT THE  
11 OPTION OF THE HOLDER. THE BOND IS ISSUED IN PURSUANCE OF LAW  
12 AND IS ONE OF A SERIES OF \_\_\_\_\_ BONDS OF LIKE  
13 TENOR AND DATE FOR THE TOTAL SUM OF \_\_\_\_\_ DOLLARS  
14 ISSUED FOR THAT CERTAIN IMPROVEMENT IN SUCH FLOOD PROTECTION  
15 DISTRICT CONSISTING OF \_\_\_\_\_ (BRIEFLY DESCRIBE IMPROVEMENT) \_\_\_\_\_,  
16 INITIATED BY RESOLUTION NO. \_\_\_\_\_ OF \_\_\_\_\_ FLOOD  
17 PROTECTION DISTRICT, AND IS PAYABLE ONLY OUT OF THE SPECIAL FUND  
18 TO BE COLLECTED FROM SPECIAL ASSESSMENTS IMPOSED ON THE LOTS,  
19 ACRES OR PARCELS OF LAND FRONTING ON OR BENEFITED BY SUCH  
20 IMPROVEMENT. SUCH SPECIAL FUND IS SET APART BY LAW FOR THE  
21 PAYMENT OF SUCH BONDS AND CAN BE USED FOR NO OTHER PURPOSE.

22 IT IS HEREBY CERTIFIED AND DECLARED THAT THE IMPROVEMENT  
23 FOR WHICH THIS SERIES OF BONDS IS ISSUED IS AUTHORIZED BY LAW,  
24 THAT ALL THE ACTS, CONDITIONS AND THINGS REQUIRED TO BE DONE,  
25 PRECEDENT TO AND IN THE ISSUING OF THIS SERIES OF BONDS, HAVE  
26 BEEN DONE OR WILL BE DONE, AND PERFORMED IN REGULAR AND DUE FORM  
27 AS REQUIRED BY THE LAW OF THIS STATE AND ALL RESOLUTIONS OF THE  
28 FLOOD PROTECTION DISTRICT, THAT THE SPECIAL ASSESSMENTS OUT OF  
29 WHICH SUCH BONDS ARE TO BE PAID ARE FIRST LIENS ON THE PROPERTY  
30 ASSESSED, SUBJECT ONLY TO THE LIEN FOR GENERAL TAXES AND PRIOR  
31 SPECIAL ASSESSMENTS, AND ANY BONA FIDE PURCHASER FOR VALUE OF  
32 THIS BOND HAS THE RIGHT TO RELY ON THE RECITALS CONTAINED IN THE  
33 BOND. FOR THE ASSESSMENT OR REASSESSMENT, COLLECTION AND  
34 PAYMENT OF SUCH SPECIAL ASSESSMENTS, THE FULL FAITH AND  
35 DILIGENCE OF SUCH FLOOD PROTECTION DISTRICT ARE HEREBY  
36 IRREVOCABLY PLEDGED.

37 48-2853. Certification of unpaid assessments; payments by  
38 installment; interest; payments in advance

39 A. THE BOARD, AT THE TIME IT CERTIFIES THE LIST OF UNPAID ASSESSMENTS,  
40 SHALL WRITE THE WORD "CERTIFIED" ON THE RECORD OF THE ASSESSMENT OPPOSITE  
41 EACH UNPAID ASSESSMENT INCLUDED IN THE LIST, AND ALL ASSESSMENTS CEASE TO BE  
42 PAYABLE IN CASH AND ARE THEREAFTER PAYABLE ONLY IN EQUAL ANNUAL INSTALLMENTS  
43 ON EITHER JANUARY 1 OR JULY 1, OR SEMIANNUALLY ON JANUARY 1 AND JULY 1, OF  
44 EACH YEAR IN WHICH THE BONDS BECOME DUE. THE BOARD MAY PROVIDE A PLAN BY  
45 WHICH THE ANNUAL INSTALLMENT PLUS AN ADDITIONAL OVER LEVY AS DETERMINED BY

1 THE BOARD TO COVER THE ANTICIPATED DELINQUENCIES IN THE COLLECTION OF THE  
2 ASSESSMENT MAY BE COLLECTED IN PARTIAL PAYMENTS BEFORE THE INSTALLMENT IS  
3 DUE, AND THE LIEN OF EACH ASSESSMENT ON THE PROPERTY ASSESSED IS, AND  
4 REMAINS, VALID OR UNTIL THE ASSESSMENT IS FULLY PAID.

5 B. AN UNCOLLECTED INSTALLMENT SHALL BE ADDED TO THE SUCCEEDING  
6 INSTALLMENT AND PAID, TOGETHER WITH INTEREST AND PENALTIES.

7 C. THE NUMBER OF INSTALLMENTS IN WHICH THE ASSESSMENT IS PAYABLE SHALL  
8 CORRESPOND TO THE NUMBER OF YEARS IN WHICH THERE ARE BONDS TO BE PAID. THE  
9 TOTAL NUMBER OF ANNUAL INSTALLMENTS SHALL NOT EXCEED FORTY.

10 D. ALL ASSESSMENTS NOT PAID BEFORE THE CERTIFICATION OF THE LIST OF  
11 UNPAID ASSESSMENTS BEAR INTEREST FROM THE DATE OF THE WARRANT AT THE SAME  
12 RATE AS THAT SPECIFIED FOR THE BONDS IN THE RESOLUTION OF INTENTION. THE  
13 INTEREST IS PAYABLE ON JULY 1 AND JANUARY 1 OF EACH YEAR, IMMEDIATELY BEFORE  
14 THE INTEREST BECOMES DUE ON THE BONDS. THE BOARD MAY PROVIDE A PLAN BY WHICH  
15 THE INTEREST IS COLLECTED IN PARTIAL PAYMENTS BEFORE THE DATE IT BECOMES DUE.

16 E. THE BOARD MAY PROVIDE FOR RECEIVING PAYMENT OF THE INSTALLMENTS OF  
17 THE ASSESSMENTS BEFORE THEY BECOME DUE AND MAY USE THE PROCEEDS TO REDEEM THE  
18 BONDS PRESENTED FOR REDEMPTION BY THE BOND OWNERS OR INVEST THE PROCEEDS. NO  
19 INVESTMENT OF THESE MONIES MAY BE MADE SO AS TO PREJUDICE THE PROMPT PAYMENT  
20 OF THE BONDS ON THE DATE THEY BECOME DUE.

21 48-2854. Collection of assessments by taxation

22 A. THE INSTALLMENTS OF PRINCIPAL AND INTEREST ON THE BONDS SHALL BE  
23 COLLECTIBLE IN THE MANNER AND BY THE OFFICERS PROVIDED BY LAW FOR THE  
24 COLLECTION AND ENFORCEMENT OF STATE AND COUNTY AD VALOREM TAXES AND THE AD  
25 VALOREM TAXES LEVIED BY THE DISTRICT.

26 B. THE TIME FOR PAYMENT OF THE RESPECTIVE INSTALLMENTS OF PRINCIPAL  
27 AND INTEREST UNDER THE RESOLUTION SHALL BE THE LAST REGULAR DATE FOR THE  
28 PAYMENT OF GENERAL TAXES OF THE DISTRICT BEFORE THE DATE AT WHICH THE  
29 INSTALLMENTS OF PRINCIPAL AND INTEREST BECOME DELINQUENT. THE DELINQUENCY,  
30 THE PENALTIES INCURRED FOR DELINQUENCY AND THE METHOD OF COLLECTION UNDER THE  
31 RESOLUTION ARE THE SAME AS FOR GENERAL TAXES OF THE DISTRICT.

32 C. IF ANY INSTALLMENT OF AN ASSESSMENT IS NOT COLLECTED WHEN DUE, IT  
33 MAY BE ADDED TO AND COLLECTED WITH ANY SUCCEEDING INSTALLMENT.

34 D. THE PROVISIONS OF TITLE 35, CHAPTER 3, ARTICLE 4.1, RELATING TO  
35 SUMMARY SALE AND JUDICIAL FORECLOSURE OF PROPERTY SUBJECT TO AN ASSESSMENT,  
36 MAY BE EXERCISED TO COLLECT ANY DELINQUENT ANNUAL ASSESSMENT INSTALLMENT.

37 48-2855. Procedure if assessment declared void

38 A. IF THE ASSESSMENT ON A LOT, ACRE OR PARCEL LEVIED FOR AN  
39 IMPROVEMENT UNDER THIS ARTICLE, OR PART OF AN IMPROVEMENT, OR THE ENTIRE  
40 ASSESSMENT, IS ADJUDGED VOID FOR ANY REASON, THE BOARD SHALL LEVY AND ASSESS  
41 ON THE LOT, ACRE OR PARCEL ON WHICH THE ASSESSMENT HAS BEEN HELD VOID, OR ON  
42 ALL THE LOTS, ACRES OR PARCELS INCLUDED WITHIN THE LIMITS ASSESSED FOR THE  
43 WORK, A NEW ASSESSMENT SUFFICIENT TO PROVIDE FOR THE PAYMENT OF THE  
44 PROPORTIONATE SHARE OF THE PRINCIPAL AND INTEREST ON ALL DISTRICT IMPROVEMENT

1 BONDS THEN UNPAID. THE REASSESSMENT SHALL BE MADE AS NEARLY AS PRACTICABLE  
2 IN THE SAME MANNER AND WITH THE SAME EFFECT AS THE ORIGINAL ASSESSMENT.

3 B. IN CASE OF PARTIAL DEFICIT, THE BOARD MAY PAY THE DEFICIT FROM THE  
4 DISTRICT'S GENERAL FUND.

5 48-2856. Failure to hold or adjourn scheduled hearing;  
6 subsequent hearing

7 IF THE TIME AND PLACE FOR A HEARING ARE FIXED BY THE BOARD UNDER THIS  
8 ARTICLE, AND FOR ANY REASON THE HEARING IS NOT HELD OR IS REGULARLY ADJOURNED  
9 TO A SPECIFIED TIME AND PLACE, THE AUTHORITY OF THE BOARD IS NOT DIVESTED OR  
10 LOST. THE BOARD MAY THEREAFTER FIX A TIME AND PLACE FOR THE HEARING AND GIVE  
11 NOTICE BY PUBLICATION BY AT LEAST ONE INSERTION IN A NEWSPAPER OF GENERAL  
12 CIRCULATION IN THE DISTRICT AS DESIGNATED BY THE BOARD. THE PUBLICATION  
13 SHALL BE AT LEAST FIVE DAYS BEFORE THE DATE OF THE HEARING.

14 48-2857. Proof of publication and posting

15 UNLESS OTHERWISE PROVIDED, PROOF OF PUBLICATION, POSTING OR MAILING OF  
16 RESOLUTIONS OR NOTICES SHALL BE MADE BY THE AFFIDAVIT OF THE PERSON REQUIRED  
17 TO MAKE PUBLICATION OR DO THE POSTING. THE AFFIDAVIT SHALL STATE THE MANNER  
18 OF PUBLICATION OR POSTING AND THE DATES, SHALL HAVE ATTACHED A COPY OF THE  
19 PUBLICATION OR NOTICE POSTED AND SHALL BE FILED IN THE DISTRICT OFFICE.

20 48-2858. Public records; duties of engineer

21 A. THE DISTRICT SHALL KEEP THE RECORDS REQUIRED BY THIS ARTICLE AT THE  
22 DISTRICT OFFICE. THE RECORDS SHALL BE OPEN TO INSPECTION DURING OFFICE HOURS.

23 B. THE ENGINEER SHALL DO THE SURVEYING AND ALL OTHER ENGINEERING WORK  
24 NECESSARY UNDER THIS ARTICLE. EVERY CERTIFICATE SIGNED BY THE ENGINEER IN  
25 THE ENGINEER'S OFFICIAL CAPACITY IS PRIMA FACIE EVIDENCE OF THE TRUTH OF ITS  
26 CONTENTS. THE ENGINEER SHALL KEEP A RECORD OF ALL SURVEYS MADE BY HIM. IN  
27 DISTRICTS WHERE THERE IS NO ENGINEER, THE BOARD MAY APPOINT A SUITABLE PERSON  
28 TO DISCHARGE THOSE DUTIES AND FIX THAT PERSON'S COMPENSATION.

29 48-2859. Bond anticipation notes; form; procedures applicable

30 A. IF THE BOARD DETERMINES AND STATES IN THE RESOLUTION OF INTENTION  
31 THAT IMPROVEMENT BONDS SHALL BE ISSUED, BOND ANTICIPATION NOTES MAY BE SOLD  
32 AT ANY TIME AFTER THE AWARD OF A CONSTRUCTION CONTRACT.

33 B. BOND ANTICIPATION NOTES SHALL BE PAID SOLELY FROM THE PROCEEDS OF  
34 THE SALE OF IMPROVEMENT BONDS AND MONIES COLLECTED FROM PROPERTY OWNERS WHO  
35 WANT TO PAY ALL OR PART OF THEIR ASSESSMENTS IN CASH BEFORE THE FILING OF THE  
36 CERTIFIED LIST OF UNPAID ASSESSMENTS AS PROVIDED IN SECTION 48-2853. THE  
37 NOTES MAY BE IN SUCH FORM AND DENOMINATION AS THE BOARD PROVIDES. THE NOTES  
38 SHALL BE EXECUTED BY THE CHAIRMAN OF THE BOARD AND ATTESTED BY THE SECRETARY.  
39 THE NOTES MAY BEAR INTEREST FROM THEIR DATE AT A RATE NOT IN EXCESS OF THE  
40 MAXIMUM RATE SHOWN IN THE RESOLUTION OF INTENTION. THE TERM OF THE NOTES  
41 SHALL NOT BE MORE THAN SIX MONTHS BEYOND THE DATE SET FOR COMPLETION OF THE  
42 CONSTRUCTION. THE BOARD MAY REPAY SUCH NOTES BEFORE MATURITY AND WITHOUT  
43 PENALTY OR EXTEND THE LIFE OF THE NOTES IF THE TERM OF THE CONSTRUCTION  
44 CONTRACT IS EXTENDED OR IF ANY DEFAULT IS MADE BY THE CONTRACTOR. THE NOTES  
45 SHALL BE AUTHORIZED BY RESOLUTION OF THE BOARD.

- 1 C. THE TOTAL AMOUNT OF NOTES ISSUED FOR ANY IMPROVEMENT SHALL NOT BE  
2 GREATER THAN THE AGGREGATE OF NINETY PER CENT OF THE CONTRACT PRICE AND THE  
3 TOTAL ESTIMATED AMOUNT OF INCIDENTAL EXPENSES. THE NOTES SHALL BE SOLD AT  
4 NOT LESS THAN PAR AT EITHER PUBLIC OR PRIVATE SALE. IF AUTHORIZED BY THE  
5 BOARD, THE CHAIRMAN MAY ENTER INTO LOAN AGREEMENTS WITH THE PURCHASER OF THE  
6 NOTES RELATIVE TO:
- 7 1. THE TIME AND PLACE OF DELIVERY.
  - 8 2. THE SALE OF IMPROVEMENT BONDS TO THE PURCHASER OF THE NOTES IF THE  
9 DISTRICT IS UNABLE TO PROCURE A PURCHASER WILLING TO PURCHASE THE BONDS WHEN  
10 ISSUED.
  - 11 3. MAKING THE DEMAND ON THE OWNERS OF PROPERTY FOR PAYMENT IN CASH.
  - 12 4. COLLECTION OF CASH PAYMENTS FROM PERSONS WHO WANT TO PAY THEIR  
13 ASSESSMENTS IN CASH AND APPLICATION OF SUCH CASH PAYMENTS TO THE REPAYMENT OF  
14 THE NOTES.
  - 15 5. PAYMENT OF AN ADDITIONAL FEE TO THE PURCHASER OF THE NOTE TO COVER  
16 THE ADMINISTRATIVE EXPENSES OF THE CASH COLLECTIONS IF THE PURCHASER IS THE  
17 PERSON TO WHOM CASH COLLECTIONS ARE MADE.
- 18 D. TO SECURE THE PAYMENT OF THE NOTES, THE LOAN AGREEMENTS MAY PROVIDE  
19 FOR A COLLATERAL ASSIGNMENT TO THE PURCHASER OF THE NOTES OF ALL CASH  
20 COLLECTIONS, THE WARRANT AND THE DISTRICT'S INTEREST IN THE PERFORMANCE BOND.
- 21 E. THE PROCEEDS FROM THE SALE OF THE NOTES SHALL BE PLACED IN A  
22 SPECIAL FUND TO BE HELD BY THE TREASURER AND USED FOR PAYMENT OF INCIDENTAL  
23 EXPENSES AND PAYMENTS TO THE CONSTRUCTION CONTRACTOR.
- 24 F. PROCEEDS FROM THE SALE OF THE NOTES SHALL BE USED TO MAKE  
25 SEMIMONTHLY OR MONTHLY PAYMENTS TO THE CONTRACTOR ON A BASIS OF NINETY PER  
26 CENT OF THE VALUE OF THE WORK ACTUALLY PERFORMED, AS ESTIMATED BY THE  
27 ENGINEER EMPLOYED FOR SUCH PURPOSE, UP TO AND INCLUDING THE FIFTEENTH OR LAST  
28 DAY OF EACH CALENDAR MONTH. THE BALANCE SHALL BE PAID TO THE CONTRACTOR  
29 AFTER THE SALE OF THE BONDS SOLELY FROM THE PROCEEDS FROM THE BOND SALE, OR  
30 IF BONDS EQUAL TO THE BALANCE REMAINING CANNOT BE SOLD, THE BALANCE SHALL BE  
31 PAID BY DELIVERY OF A SIMILAR PRINCIPAL AMOUNT OF BONDS TO THE CONTRACTOR.
- 32 G. THE ISSUANCE OF BOND ANTICIPATION NOTES CONSTITUTES AN ASSIGNMENT  
33 TO THE DISTRICT OF THE MONIES DUE THE CONTRACTOR UNDER THE CONSTRUCTION  
34 CONTRACT.
- 35 H. IF BONDS ARE ISSUED TO REPRESENT ANY ASSESSMENTS REMAINING UNPAID  
36 ON THE DATE THE LIST IS CERTIFIED, THE DISTRICT SHALL SELL THE BONDS AND USE  
37 THE PROCEEDS TO REDEEM THE NOTES AND PAY THE BALANCE DUE TO THE CONTRACTOR.
- 38 I. IN ADDITION TO ANY INCIDENTAL EXPENSES INCLUDED IN THE ASSESSMENT,  
39 IF BOND ANTICIPATION NOTES ARE ISSUED, THE NOTES MAY ALSO INCLUDE IN THE  
40 INCIDENTAL EXPENSES ALL INTEREST ACCRUING ON THE BOND ANTICIPATION NOTES, THE  
41 ADDED COSTS OF CASH COLLECTIONS, IF ANY, AND ALL LEGAL OR FINANCIAL FEES  
42 INCURRED IN THE ISSUANCE AND SALE OF THE BOND ANTICIPATION NOTES.

1 J. IF BOND ANTICIPATION NOTES HAVE BEEN ISSUED AND THE CONTRACTOR HAS  
2 BEEN PAID IN ACCORDANCE WITH SUBSECTION F OF THIS SECTION, THE DISTRICT SHALL  
3 APPLY THE PROCEEDS COLLECTED FROM DEMANDS ON THE PROPERTY OWNERS TO THE  
4 REDUCTION OF THE OUTSTANDING PORTION OF THE BOND ANTICIPATION NOTES AND, IF  
5 THE NOTES HAVE BEEN PAID, TO THE CONTRACTOR TO REDUCE ANY BALANCE DUE HIM.

6 48-2860. Deficiency in collections

7 IF THERE IS A DEFICIENCY IN THE REVENUES COLLECTED FROM THE SPECIAL  
8 ASSESSMENTS BY REASON OF THE INADEQUACY OF THE METHOD OF COLLECTION, THE  
9 DISTRICT MAY MAKE GOOD THE DEFICIENCY, REIMBURSING ITSELF FROM THE MONIES  
10 COLLECTED FROM THE INSTALLMENTS WHEN THEY ARE RECEIVED.

11 48-2861. Reallocation of assessments; public land exchange

12 IF A PARCEL OF PROPERTY THAT HAS BEEN SUBJECTED TO AN ASSESSMENT AND A  
13 LIEN IS EXCHANGED TO THIS STATE OR THE UNITED STATES FOR ANOTHER PARCEL OF  
14 PROPERTY IN THE FLOOD PROTECTION DISTRICT OWNED BY THIS STATE OR THE UNITED  
15 STATES, AND THE PARCEL OF NEW PRIVATE PROPERTY RECEIVES SUBSTANTIALLY THE  
16 SAME BENEFIT FROM THE IMPROVEMENT CONSTRUCTED AS THE PARCEL EXCHANGED TO THIS  
17 STATE OR THE UNITED STATES, THE ASSESSMENT LIEN IMPOSED ON THE ORIGINAL  
18 PARCEL OF PROPERTY MAY BE TRANSFERRED TO AND IMPOSED ON THE PARCEL OF NEW  
19 PRIVATE PROPERTY AFTER THE OWNER OF THE NEW PRIVATE PROPERTY HAS RECEIVED A  
20 MAILED NOTICE OF SUCH ASSESSMENT AND AN OPPORTUNITY TO OBJECT TO EITHER THE  
21 TRANSFER OF THE ASSESSMENT LIEN TO THE NEW PRIVATE PROPERTY OR THE AMOUNT  
22 ASSESSED AGAINST SUCH NEW PRIVATE PROPERTY.

APPROVED BY THE GOVERNOR APRIL 28, 2008.

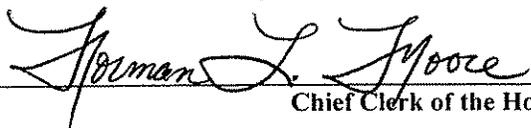
FILED IN THE OFFICE OF THE SECRETARY OF STATE APRIL 28, 2008.

Passed the House April 21, 20 08,

by the following vote: 53 Ayes,

7 Nays, 0 Not Voting

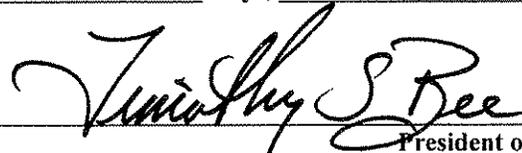
  
Speaker of the House

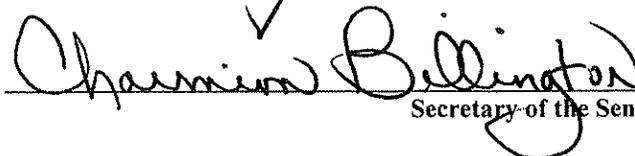
  
Chief Clerk of the House

Passed the Senate March 13, 20 08,

by the following vote: 21 Ayes,

7 Nays, 2 Not Voting

  
President of the Senate

  
Secretary of the Senate

EXECUTIVE DEPARTMENT OF ARIZONA  
OFFICE OF GOVERNOR

This Bill was received by the Governor this

22nd day of April, 2008,

at 2:15 o'clock P. M.

  
Secretary to the Governor

Approved this 28 day of

April, 2008,

at 10:15 o'clock A. M.

  
Governor of Arizona

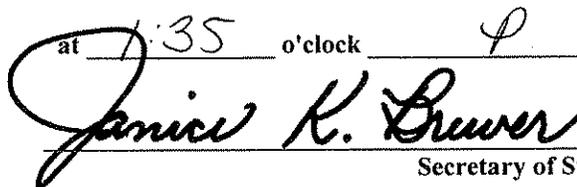
S.B. 1289

EXECUTIVE DEPARTMENT OF ARIZONA  
OFFICE OF SECRETARY OF STATE

This Bill was received by the Secretary of State

this 28 day of April, 2008,

at 1:35 o'clock P. M.

  
Secretary of State