Sixty-eighth Legislative Assembly of North Dakota

SENATE BILL NO. 2036

Introduced by

Legislative Management

(Water Drainage Committee)

- 1 A BILL for an Act to create and enact thirteen new sections to chapter 61-16.1 of the North
- 2 Dakota Century Code, relating to water resource boards; to amend and reenact sections

3 61-01-06, 61-01-23, 61-05-02.1, 61-16.1-02, 61-16.1-09, 61-16.1-09.1, 61-16.1-15, 61-16.1-17,

4 61-16.1-18, 61-16.1-19, 61-16.1-20, 61-16.1-21, 61-16.1-22, 61-16.1-23, 61-16.1-24,

5 61-16.1-26, 61-16.1-27, 61-16.1-28, 61-16.1-42, 61-16.1-43, 61-16.1-51, and 61-16.1-54,

6 subdivision g of subsection 4 of section 61-32-03.1, and subsection 3 of section 61-32-03.2 of

7 the North Dakota Century Code, relating to water resource boards and procedures for

8 assessment projects undertaken by water resource boards; and to repeal section 61-16.1-01

9 and chapter 61-21 of the North Dakota Century Code, relating to water resource districts, water

10 resource boards, assessment procedures and requirements, and drains.

11 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

12 SECTION 1. AMENDMENT. Section 61-01-06 of the North Dakota Century Code is

13 amended and reenacted as follows:

14 **61-01-06. Watercourse** <u>and waterway</u> - <u>Definition</u><u>Definitions</u>.

151.A watercourse entitled to the protection of the law is constituted if there is a sufficient16natural and accustomed flow of water to form and maintain a distinct and a defined

17 channel. The supply of water is not required to be continuous or from a perennial living

- 18 source. The criteria for constituting a watercourse are satisfied if the flow arises
- periodically from natural causes and reaches a plainly defined channel of a permanent
 character. If requested by a water resource board, the department of water resources
- 21 shall determine whether a watercourse is constituted.
- 22 2. For purposes of this title, unless the context otherwise requires, "waterway" means a
 23 natural, geologic feature that conveys surface water over land.

1	SECTION 2. AMENDMENT. Section 61-01-23 of the North Dakota Century Code is				
2	amended and reenacted as follows:				
3	61-0)1-23	. Investigation or removal of obstructions in channel<u>waterway</u>.		
4	In o	rder te	o investigate or remove obstructions from the channel or bed of any watercourse		
5	and thus	s prev	ent ice from gorging therein and to prevent flooding or pollution of such		
6	waterco	urse			
7	<u>1.</u>	<u>Upo</u>	n a request from a landowner affected by a natural or artificial obstruction to a		
8		wate	erway, the state water commission, any water resource district, any municipality,		
9		any	board of county commissioners, and any federal agency authorized to construct		
10		worl	ks for prevention of<u>to prevent</u> damage by floods or for abatement of<u>abate</u> stream		
11		pollu	ution, mayshall notify, and upon the entity's own volition, may notify, the owner of		
12		land	Is lying adjacent to the obstructed waterway as follows:		
13		<u>a.</u>	The owner of adjacent lands shall remove the obstruction within thirty days of		
14			receiving the notice; and		
15		<u>b.</u>	If the obstruction is not removed within the thirty days, the entity that sent the		
16			notice may enter uponthe owner's lands lying adjacent to such watercoursethe		
17			waterway to investigate or remove, or cause to be removed from the bed,		
18			channel, or banks of such watercoursethe waterway any obstructions whichthat		
19			prevent or hinder the free flow of water or passage of ice therein, at the owner's		
20			<u>expense</u> . However, such entry		
21	<u>2.</u>	<u>Entr</u>	y upon adjacent lands <u>under this section</u> must be by the most accessible route		
22		and	the entering agencyentity is responsible to the landowner for any damage.		
23	SEC		3. AMENDMENT. Section 61-05-02.1 of the North Dakota Century Code is		
24	amende	d and	reenacted as follows:		
25	61-0)5-02	1. Creation and jurisdiction of irrigation district - Limitations.		
26	Notwithstanding section 61-05-02, an irrigation district may not be created if the primary				
27	purpose of the district is to provide drainage benefits to residents of the district. A drainage				
28	project proposed, undertaken, approved, or subject to assessment by an irrigation district also				
29	is subject to the permit requirements under chapter 61-32. Drainage benefits provided by an				
30	irrigation district may not impact the authority of a water resource board to assess for drainage				
31	projects under chapter 61-16.1 or 61-21 .				

1	SECTION 4. AMENDMENT. Section 61-16.1-02 of the North Dakota Century Code is					
2	amended and reenacted as follows:					
3	61-1	61-16.1-02. Definitions.				
4	<u>InFc</u>	or purposes of this chapter, unless the context or subject matter otherwise				
5	provides	erequires:				
6	1.	"Affected landowners" means landowners whose land is subject to special				
7		assessment or condemnation for a project.				
8	2.	"Assessment drain" means any natural watercourse opened, or proposed to be-				
9		opened, and improved for the purpose of drainage, and any artificial drain of any				
10		nature or description constructed for the purpose of drainage, including dikes and				
11		appurtenant works, which area drain financed in whole or in part by special				
12		assessment. This definition may include more than one watercourse or artificial				
13		channel constructed for the purpose of drainage when the watercourses or channels-				
14		drain land within a practical drainage area.				
15	3.	"Cleaning out and repairing a drain" means deepening and widening a drain and				
16		removing obstructions or sediment, and any repair necessary to return the drain to a				
17		satisfactory and useful condition.				
18	<u>4.</u>	"Commission" means the state water commission.				
19	<u>4.5.</u>	"Conservation" means planned management of water resources to prevent				
20		exploitation, destruction, neglect, or waste.				
21	<u>5.6.</u>	"Costs of the frivolous complaint" means all reasonable costs associated with the				
22		requisite proceedings regarding the removal of obstructions to a drain, removal of a				
23		noncomplying dike or dam, or closing a noncomplying drain, including all reasonable				
24		construction costs; all reasonable attorney's fees and legal expenses; all reasonable				
25		engineering fees, including investigation and determination costs; compliance				
26		inspections; and necessary technical memorandum and deficiency review; and all				
27		costs associated with any hearing conducted by a district, including preparation and				
28		issuance of any findings of fact and any final closure order.				
29	6.<u>7.</u>	"District" means a water resource district.				
30	7.<u>8.</u>	"Drain" means any natural watercourse opened, or proposed to be opened, and				

31 improved for drainage, and any artificial channel constructed for drainage. The term

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1		includes dikes and appurtenant works and may include more than one watercourse or
2		artificial channel when the watercourses or channels drain land within a practical
3		drainage area.
4	<u>9.</u>	"Frivolous" means allegations and denials in any complaint filed with a district made
5		without reasonable cause and not in good faith.
6	8.<u>10.</u>	"Lateral drain" means a drain constructed after the establishment of an original drain
7		or drainage system and which flows into the original drain or drainage system from
8		outside the limits of the original drain.
9	<u>11.</u>	"Practical drainage area" means, for assessment drains, the practical drainage area
10		determined by the survey and examination required under section 61-16.1-17.
11	<u>12.</u>	"Project" means any undertaking for water conservation;; flood control;; water supply;;
12		water delivery;; erosion control and watershed improvement;; drainage of surface
13		waters , ; collection, processing, and treatment of sewage , or ; discharge of sewage
14		effluent ,; or any combination thereof, includingof purposes in this subsection, and
15		includes incidental features of any suchthe undertaking.
16	9.<u>13.</u>	"Water resource board" or "board" means the water resource district's board of
17		managers.
18	SEC	CTION 5. AMENDMENT. Section 61-16.1-09 of the North Dakota Century Code is
19	amende	d and reenacted as follows:
20	61-1	6.1-09. Powers of water resource board.
21	Eac	h water resource board shall have the power and authority to:
22	1.	Sue and be sued in the name of the district.
23	2.	Exercise the power of eminent domain as follows:
24		a. Except as permitted under subdivision b, the board shall comply with title 32 for
25		the purpose of acquiring and securing by eminent domain any rights, titles,
26		interests, estates, or easements necessary or proper to carry out the duties
27		imposed by this chapter, and particularly to acquire the necessary rights in land
28		for the construction of dams, flood control projects, and other water conservation,
29		distribution, and supply works of any nature and to permit the flooding of lands,
30		and to secure the right of access to such dams and other devices and the right of
31		public access to any waters impounded thereby.

1	b. (1)	If the inte	rest sought to be acquired is an easement for a right of way for any
2		project a	uthorized in this chapter for which federal or state funds have been
3		made ava	ailable, the district may acquire the right of way by quick take
4		eminent o	domain as authorized by section 16 of article I of the Constitution of
5		North Da	kota, after the district attempts to purchase the easement for the
6		right of w	ay by:
7		(a) Col	nducting informal negotiations for not less than sixty days.
8		(b) If ir	nformal negotiations fail, the district shall engage in formal
9		neç	gotiations by:
10		[1]	Sending the landowner an appraisal and written offer for just
11			compensation, which includes a specific description of the exact
12			location of the right of way, by certified mail or commercial
13			delivery requiring a signed receipt, and receiving the signed
14			receipt or documentation of constructive notice.
15		[2]	Sending the landowner a written request for a meeting by
16			certified mail or commercial delivery requiring a signed receipt if
17			there is no agreement regarding compensation or no response to
18			the written offer within fifteen days of receipt, and receiving the
19			signed receipt or documentation of constructive notice.
20		[3]	Sending the landowner a written notice, by certified mail or
21			commercial delivery requiring a signed receipt, of intent to take
22			possession of the right of way if there is no agreement regarding
23			compensation or no response to the written request for a
24			meeting within thirty days of receipt, and receiving the signed
25			receipt or documentation of constructive notice.
26	(2)	Any writte	en communication to the landowner must include contact
27		informatio	on for responding to the board and a description of the required
28		negotiatio	on timeline.
29	(3)	A district	may not include or utilize any reference to quick take eminent
30		domain d	luring negotiations to acquire the necessary easement for a right of
31		way. If for	rmal negotiation efforts fail, the district shall request approval from

		the board of county commissioners of the county in which the right of way is
		located to take possession of the right of way by quick take eminent domain.
		After receiving the request, the county commissioners shall hold a public
		meeting and give the landowner thirty days' notice of the meeting to allow
		the landowner to attend. After receiving verification from the district that
		there has been no reference or threat of quick take eminent domain by the
		district during negotiations, the commissioners shall vote on whether to
		approve the taking of the easement for a right of way using quick take
		eminent domain. If the county commissioners approve the use of quick take
		eminent domain by a majority vote, the district may take immediate
		possession of the right of way, but not a blanket easement, if the district files
		an affidavit by the chairman of the water resource board which states the
		district has fulfilled the required negotiation steps and deposits the amount
		of the written offer with the clerk of the district court of the county in which
		the right of way is located.
	(4)	Within thirty days after notice has been given in writing to the landowner by
		the clerk of the district court that a deposit has been made for the taking of a
		right of way as authorized in this subsection, the owner of the property taken
		may appeal to the district court by serving a notice of appeal upon the
		acquiring agency, and the matter must be tried at the next regular or special
		term of court with a jury unless a jury be waived, in the manner prescribed
		for trials under chapter 32-15.
	(5)	If ownership of a right of way has not terminated, ownership of a right of way
		acquired under this subdivision terminates automatically when the district no
		longer needs the right of way for the purpose for which it was acquired.
3.	Accept fu	unds and property or other assistance, financial or otherwise, from federal,
	state, an	d other public or private sources for the purposes of aiding the construction or
	maintena	ance of water conservation, distribution, and flood control projects; and
	cooperat	e and contract with the state or federal government, or any department or
	agency t	hereof, or any municipality within the district, in furnishing assurances and
	3.	(5) 3. Accept fu state, an maintena cooperat

- meeting local cooperation requirements of any project involving control, conservation,
 distribution, and use of water.
- 4. Procure the services of engineers and other technical experts, and employ an attorney
 or attorneys to assist, advise, and act for it in its proceedings.
- 5. Plan, locate, relocate, construct, reconstruct, modify, maintain, repair, and control all
 dams and water conservation and management devices of every nature and water
 channels, and to control and regulate the same and all reservoirs, artificial lakes, and
 other water storage devices within the district.
- 9 6. Maintain and control the water levels and the flow of water in the bodies of water and
 10 streams involved in water conservation and flood control projects within the district and
 11 regulate streams, channels, <u>drains</u>, or watercourses and the flow of water thereinin
 12 them by changing, widening, deepening, or straightening the same, or otherwise
 13 improving the use and capacity thereof them; or by cleaning out and repairing a drain.
- Regulate and control water for the prevention of floods and flood damages by
 deepening, widening, straightening, or diking the channels or floodplains of any stream
 or watercourse within the district, and construct reservoirs or other structures to
 impound and regulate such waters.
- Make rules and regulations concerning the management, control, regulation, and
 conservation of waters and prevent the pollution, contamination, or other misuse of the
 water resources, streams, or bodies of water included within the district.
- 9. Do all things reasonably necessary and proper to preserve the benefits to be derived
 from the conservation, control, and regulation of the water resources of this state.
- Construct, operate, and maintain recreational facilities, including beaches, swimming
 areas, boat docking and landing facilities, toilets, wells, picnic tables, trash
 receptacles, and parking areas, and to establish and enforce rules and regulations for
 the use thereof.
- Have, in addition to any powers provided in this chapter, the authority to construct an
 assessment drain in accordance with the procedures and provisionsrequirements of
 this chapter 61-21.
- 30 12. Acquire by lease, purchase, gift, condemnation, or other lawful means and to hold in
 31 its corporate name for its use and control both real and personal property and

1		easements and rights of way within or without the limits of the district for all purposes
2		authorized by law or necessary to the exercise of any other stated power.
3	13.	Convey, sell, dispose of, or lease personal and real property of the district as provided
4		by this chapter.
5	14.	Authorize and issue warrants to finance construction of water conservation and flood
6		control projects, assess benefited property for part or all of the cost of such projects,
7		and require appropriations and tax levies to maintain sinking funds for construction
8		warrants on a cash basis at all times.
9	15.	Borrow money within the limitations imposed by this chapter for projects herein
10		authorized and pledge security for the repayment of such loans.
11	16.	Order or initiate appropriate legal action to compel the entity responsible for the
12		maintenance and repair of any bridge or culvert to remove from under, within, and
13		around such bridge or culvert all dirt, rocks, weeds, brush, shrubbery, other debris,
14		and any artificial block which hinders or decreases the flow of water through such
15		bridge or culvert.
16	17.	Order or initiate appropriate legal action to compel the cessation of the destruction of
17		native woodland bordering within two hundred feet [60.96 meters] of that portion of a
18		riverbank subject to overflow flooding that will cause extensive property damage, or in
19		the alternative, order, that, if such destruction is permitted, the party or parties
20		responsible for the destruction must, when the board has determined that such
21		destruction will cause excessive property damage from overflow flooding due to the
22		erosion or blocking of the river channel, plant a shelterbelt which meets the
23		specifications of the board. In the event the native woodland within such area has
24		already been destroyed, the board may, in its discretion, order the planting of a
25		shelterbelt which, in the judgment of the board, will curtail the erosion or blocking of

- such river channel where overflow flooding has caused extensive property damage.
 For purposes of this subsection, the words "riverbank" and "river channel" relate to
 rivers as defined in the United States geological survey base map of North Dakota,
 edition of 1963. The provisions of this subsection shall not be construed to limit.
- edition of 1963. The provisions of this subsection shall not be construed to limit,
 impair, or abrogate the rights, powers, duties, or functions of any federal, state, or local

1 2 entity to construct and maintain any flood control, irrigation, recreational, or municipal or industrial water supply project.

- 3 18. Petition any zoning authority established pursuant to chapter 11-33, 11-35, or 40-47 or 4 section 58-03-13 to assume jurisdiction over a floodplain for zoning purposes when 5 such zoning is required to regulate and enforce the placement, erection, construction, 6 reconstruction, repair, and use of buildings and structures to protect and promote the 7 health, safety, and general welfare of the public within a floodplain area. In the event 8 such zoning authority fails to act or does not exist, the board may request the state 9 water commission to assist it in a study to determine and delineate the floodplain area. 10 Upon completion of such study, the board shall make suitable recommendations for 11 the establishment of a floodplain zone to all zoning authorities and the governing 12 bodies of all political subdivisions having jurisdiction within the floodplain area.
- 13 19. Plan, locate, relocate, construct, reconstruct, modify, extend, improve, operate, 14 maintain, and repair sanitary and storm sewer systems, or combinations thereof, 15 including sewage and water treatment plants, and regulate the quantity of sewage 16 effluent discharged from municipal lagoons; and contract with the United States 17 government, or any department or agency thereof, or any private or public corporation 18 or limited liability company, the government of this state, or any department, agency, 19 or political subdivision thereof, or any municipality or person with respect to any such 20 systems.
- 20. Develop water supply systems, store and transport water, and provide, contract for,
 and furnish water service for domestic, municipal, and rural water purposes, irrigation,
 milling, manufacturing, mining, metallurgical, and any and all other beneficial uses,
 and fix the terms and rates therefor. Each district may acquire, construct, operate, and
 maintain dams, reservoirs, ground water storage areas, canals, conduits, pipelines,
 tunnels, and any and all works, facilities, improvements, and property necessary
 therefor.
- 28 21. Coordinate proposals for installation, modification, or construction of culverts and
 29 bridges in an effort to achieve appropriate sizing and maximum consistency of road
 30 openings. The department of transportation, railroads, counties, and townships shall
 31 cooperate with the districts in this effort. Each district shall also consider the possibility

of incorporating appropriate water control structures, where appropriate, as a part of
 such road openings.

- Plug abandoned water wells and participate in cost-sharing arrangements with water
 well owners to plug water wells to protect aquifers from pollution or depletion, maintain
 pressure, and prevent damage to surrounding property.
- 6 23. Have, in addition to any powers provided in this chapter, the authority to conduct
 7 weather modification operations in accordance with the procedures and provisions of
 8 chapter 61-04.1.
- <u>24.</u> Establish, deepen, widen, and improve drains; and extend drains as necessary to
 provide a suitable outlet or reasonably drain lands within a practical drainage area.
- 11 <u>25.</u> Install artificial subsurface drainage systems.

SECTION 6. A new section to chapter 61-16.1 of the North Dakota Century Code is createdand enacted as follows:

14 **Right of way - How acquired - Assessment of damages - Issuance of warrants.**

15 If lands assessed for drainage benefits are not contiguous to the drain, the water resource

16 board may exercise eminent domain to acquire a right of way easement to the drain over the

17 land of others. The right of way, when acquired, is the property of the water resource district in

18 which the lands are located. The board may issue warrants in a sum sufficient to pay the

19 damages assessed for the right of way. The warrants must be drawn upon the proper county

20 treasurer or, if the water resource district treasurer is custodian of the drain funds, water

21 resource district treasurer, and are payable out of drain funds in the hands of the treasurer

22 which have been collected for the construction of the drain for which the right of way is sought.

23 SECTION 7. AMENDMENT. Section 61-16.1-09.1 of the North Dakota Century Code is

24 amended and reenacted as follows:

25 **61-16.1-09.1.** Watercourses, bridges, and low-water crossings.

- A water resource board may undertake the snagging, clearing, and maintaining of
 natural watercourses and the debrisment of bridges and low-water crossings. The
 board may finance the project in whole or in part with funds raised through the
 collection of a special assessment levied against the land and premises benefited by
 the project. The benefits of a project must be determined in the manner provided in
- 31 section <u>61-16.1-1761-16.1-18</u>. Revenue from an assessment under this section may

1	not	be us	ed for construction of a drain or reconstruction or maintenance of an existing		
2	assessment drain. Any question as to whether the board is maintaining a natural				
3	wate	ercou	rse or is constructing a drain or reconstructing or maintaining an existing		
4	asse	essm	ent drain must be resolved by the department of water resources. All		
5	pro	ision/	s of this chapter apply to assessments levied under this section except:		
6	a.	An a	assessment may not exceed fifty cents per acre [.40 hectare] annually on		
7		agri	cultural lands and may not exceed fifty cents annually for each five hundred		
8		dolla	ars of taxable valuation of nonagricultural property ; and .		
9	b.	If the	e assessment is for a project costing less than one hundred thousand dollars,		
10		no a	action is required for the establishment of the assessment district or the		
11		asse	essments except the board must approve the project and assessment by a		
12		vote	e of two-thirds of the members and the board of county commissioners of the		
13		coui	nty in which the project is located must approve and levy the assessments to		
14		be n	nade by a vote of two-thirds of its members.		
15		(1)	If a board that undertakes a project finds the project will benefit lands		
16			outside water resource district boundaries, the board shall provide notice to		
17			the water resource board where the benefited lands are located together		
18			with the report prepared under section 61-16.1-17.		
19		(2)	The board of each water resource district containing lands benefited by a		
20			project must approve the project and assessment by a vote of two-thirds of		
21			its members. The board of county commissioners in each county that		
22			contains lands benefited by a project must approve and levy the		
23			assessment to be made by a vote of two-thirds of its members.		
24		(3)	If a project and assessment is not approved by all affected water resource		
25			boards and county commission boards, the board of each water resource		
26			district and the board of county commissioners of each county shall meet to		
27			ensure all common water management problems are resolved pursuant to		
28			section 61-16.1-10. In addition, the water resource board that undertakes		
29			the project may proceed with the project if the board finances the cost of the		
30			project and does not assess land outside the boundaries of the district.		

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- c. All revenue from an assessment under this section must be exhausted before a
 subsequent assessment covering any portion of lands subject to a prior
 assessment may be levied.
- 2. Before an assessment may be levied under this section, a public hearing must be held
 and attended by a quorum of the affected water resource boards and a quorum of the
 affected boards of county commissioners. The hearing must be preceded by notice as
 to date, time, location, and subject matter published in the official newspaper in the
 county or counties in which the proposed assessment is to be levied. The notice must
 be published at least ten days but not more than thirty days before the public hearing.
 SECTION 8. AMENDMENT. Section 61-16.1-15 of the North Dakota Century Code is
- 11 amended and reenacted as follows:

12 61-16.1-15. Financing project<u>Initiating project financed</u> through revenue bonds,

13 general taxes, or special assessments - Apportionment of benefitsBond required.

14 A water resource board shall have the authority, either upon request or by its own motion. 15 tomay acquire needed interest in property and provide for the cost of construction, alteration, 16 repair, operation, and maintenance of a project through issuance of improvement warrants or 17 with funds raised by special assessments, general tax levy, issuance of revenue bonds, or by a 18 combination of general ad valorem tax, special assessments, and revenue bonds. Whenever a-19 water resource board decides to acquire property or interests in property to construct, operate, 20 alter, repair, or maintain a project with funds raised in whole or in part through special-21 assessments, such assessments shall be apportioned to and spread upon lands or premises-22 benefited by the project in proportion to and in accordance with benefits accruing thereto. The 23 board shall assess the proportion of the cost of the project, or the part of the cost to be financed 24 with funds raised through levy and collection of special assessments which any lot, piece, or 25 parcel of land shall bear in proportion to the benefits accruing thereto and any county, city, or 26 township which is benefited thereby. In determining assessments, the water resource board-27 shall carry out to the maximum extent possible the water management policy of this chapter that

28 upstream landowners must share with downstream landowners the responsibility to provide for-

29 the proper management of surface waters. A request under this section must be in writing and

30 <u>be accompanied by a bond in a sum the water resource board deems sufficient to pay all</u>

31 <u>expenses of the board related to the petition in case the petition is denied. If the proposed</u>

1 project is an assessment drain, the request must identify the starting point, terminus, and 2 general course of the proposed drain and be signed by at least two owners of property that 3 would be drained by the proposed drain. If among the leading purposes of the proposed drain 4 are benefits to the health, convenience, or welfare of the residents of any city, the petition must 5 be signed by a sufficient number of the property owners of the city to satisfy the board there is a 6 public demand for the drain. If a petition under this section is approved by voters under section 7 61-16.1-19 but the project is not constructed, the board may not require the petitioners to pay 8 any expenses incurred by the board related to the petition. 9 SECTION 9. AMENDMENT. Section 61-16.1-17 of the North Dakota Century Code is 10 amended and reenacted as follows: 11 61-16.1-17. Financing of special improvementsAssessment projects - Procedure -12 Engineer report. 13 When it is proposed to finance in whole or in part the construction of a project with a water 14 resource board receives a petition or approves a motion to construct a project with funds raised 15 through the collection of special assessments levied against lands and premises benefited by 16 construction and maintenance of such project, the water resource board shall examine the 17 proposed project, and if in its opinion. If the water resource board decides further proceedings 18 are warranted, itthe board shall adopt a resolution and declare that itdeclaring constructing and 19 maintaining the proposed project is necessary to construct and maintain the project. The 20 resolution shall briefly state, identifying the nature and purpose of the proposed project, and 21 shall designated esignating a registered engineer to assist the board. As soon as practicable, 22 the board shall publish the resolution in the newspaper of general circulation in each area in 23 which lands that reasonably may be condemned or subject to assessment for the project are 24 located. For the purpose of making examinations or surveys, the board or its employeesthe 25 board's agents, after written notice to each landowner at the landowner's address as shown by 26 the tax rolls of the county in which the affected property is located, may enter upon any land on 27 which the proposed project is located or any other lands necessary to gain access. The 28 engineer shall prepare profiles, plans, and specifications, and total estimated costs of the 29 proposed project and estimates of the total cost thereof. The estimate of costs prepared by the 30 engineer shallmust include acquisition of rightthe cost to acquire rights of way and shall be in-31 sufficient detail to allow be sufficiently detailed for the board to determine the probable share of

- 1 the total costs that willto be assessed against each of the affected landowners in the proposed
- 2 project assessment district.
- 3 SECTION 10. AMENDMENT. Section 61-16.1-18 of the North Dakota Century Code is
 4 amended and reenacted as follows:

5 61-16.1-18. Hearing <u>on assessment project</u> - Notice - Contents.

- 6 <u>1.</u> Upon the filing of the engineer's report provided for in section 61-16.1-17, and after 7 satisfying the requirements of section 61-16.1-21, the water resource board shall fix a 8 date and place for <u>a</u> public hearing on the proposed project. The place of hearing must 9 be in the vicinity of the proposed project and must be convenient and accessible for 10 the majority of the landowners subject to assessment for the project or whose property 11 is subject to condemnation for the proposed project.
- 12 2. The board shall cause a complete list of the benefits and assessments to be made. 13 setting forth each county, township, or city assessed in its corporate capacity as well 14 as each lot, piece, or parcel of land assessed; the amount each is would be benefited 15 by the improvementproposed project; and the amount assessed against each. At least 16 ten days before the hearing, the board shall file with the county auditor of each county 17 or counties in which the project is or will be located the list showing the percentage 18 assessment against each parcel of land benefited by the proposed project and the 19 approximate assessment in terms of money apportioned thereto. Notice of the filing-
- 20 must be included in the notice of hearing. Noticesto each parcel.
- 21 <u>3.</u> <u>The water resource board shall provide notice</u> of the hearing <u>which</u> must contain:
- 22 <u>a.</u> Include a copy of the <u>petition</u>, if any, and the resolution of the board as well as;
- 23 <u>b.</u> Specify the time and place where the board will conductof the hearing. The notice
 24 of hearing must specify the general nature;
- 25c.Identify the beginning, terminus, and general course of the project as finally26determined by the engineer and the board. The notice of hearing must also-27specify:
- 28
 d. Specify when and where votes concerning the proposed project may be filed. The

 29
 :
- 30e.Include the assessment list showing the percentage assessment against each31parcel of land benefited by the proposed project and the approximate

1			assessment in terms of money apportioned thereto, along with a copy of the-					
2			notice of the hearing, must beto each parcel;					
3		<u>f.</u>	<u>Be</u> mailed <u>with a ballot to vote on the proposed project</u> to each affected					
4			landowner at the landowner's address as shown by the tax rolls of the county $\overline{\mathrm{or}}$					
5			counties in which the affected property is located. The board may send the					
6			assessment list and notice and ballot by regular mail attested by an affidavit of					
7			mailing signed by the attorney or secretary of the board . The board shall cause					
8			the notice of hearing to be; and					
9		<u>g.</u>	Be published once a week for two consecutive weeks in the newspaper or -					
10			newspapers of general circulation in the area in which the affected landowners-					
11			reside and in the official county newspaper of each county in which the benefited					
12			lands are located.					
13	<u>4.</u>	The	date set for the hearing must not be less than at least twenty days after the mailing-					
14		of th	e notice<u>day</u> the notice is mailed . A record of the hearing must be made by the					
15	board, includinginclude a list of affected landowners present in person or by agent,							
16		and the record must be preserved in the minutes of the meeting. Affected						
17		landowners, Each affected landowner and the governing body of any county, township,						
18		or c	or city to be assessed , must be informed at the hearing of the probable total cost of					
19		the	project and their individual share, the share of the cost the landowner or governing					
20		<u>bod</u>	<u>y will be assessed,</u> and the portion of their landowner or governing body's property,					
21		if an	y, to be condemned for the project.					
22	SEC		11. AMENDMENT. Section 61-16.1-19 of the North Dakota Century Code is					
23	amende	d and	reenacted as follows:					
24	61-1	6.1-1	9. Voting on proposed projects <u>- Notice of result</u> .					
25	At th	ne hea	aring on an assessment project, the affected landowners, and any county,					
26	township	o, or o	city to be assessed, must also be informed when and where votes concerning the					
27	propose	d pro	ject may be filed. Affected landowners, and the governing body of any county,					
28	township	o, or o	city to be assessed, have thirty days after the date of the hearing to file their votes					
29	for or against the project with the secretary of the water resource board concerning the project .							
30	If a vote is mailed to the secretary, the vote is timely if the vote is received within the voting							

31 period. During the voting period, ballots may not be opened and votes may not be counted.

1 Once the deadline for filing votes has been reached, no more votes may be filed and no person-2 may withdraw a vote votes may not be filed or withdrawn. Any withdrawal of a vote concerning 3 the proposed project before that time must be in writing. When the votes have been filed and 4 the deadline for filing votes has passed, the board immediately shall immediately determine 5 whether the project is approved. If the board finds that fifty percent or more of the total votes 6 filed are against the proposed project, then the vote constitutes a bar against proceeding further 7 with the project. If the board finds that the number of votes filed against the proposed project is 8 less than fifty percent of the votes filed, the board shall issue an order establishing the proposed 9 project and may proceed, after complying with the requirements of sections 61-16.1-21 and 10 61-16.1-22, tomay contract or provide for the construction or maintenance of the project in 11 substantially the manner and according to the forms and procedure provided in title 40 for the 12 construction of sewers within municipalities. The board may enter into an agreement with any 13 federal or state agency under the terms of which the contract for the project is to be let by the 14 federal agency, the state agency, or a combination thereof both. In projects in which If there is an 15 agreement that for a party other than the board will to let the contract, the board may dispense 16 with all of the requirements of title 40. Upon making an order establishing a project or denying-17 establishment of determining the vote bars establishing a project, the board shall publish notice 18 of the order or determination in a newspaper of general circulation in the area in which the 19 affected landowners reside and in the official county newspaper of each county in which the 20 benefited lands are located. The notice must advise affected landowners of their right to appeal. 21 Any right of appeal begins to run on the date of publication of the notice. As used in this section, 22 "board" means water resource board. 23 SECTION 12. AMENDMENT. Section 61-16.1-20 of the North Dakota Century Code is

- 24 amended and reenacted as follows:
- 25

61-16.1-20. Voting right or powers of landowners.

26 In order that there may be The allocation of voting rights among affected landowners on the 27 guestion of establishing a proposed project must provide a fair relationrelationship between the 28 amount of liability for assessments and the power of objecting to the establishment of a-29 proposed the project, the voting rights of affected landowners on the guestion of establishing the 30 project are as provided in this section. The landowner or landowners of tracts of land affected

31 by the project. Affected landowners have one vote for each dollar of assessment thatto which

1	the land is subject to or one vote for each dollar of the assessed valuation of land condemned					
2	for the p	for the project, as determined in accordance with title 57. The governing body of any county,				
3	townshi	township, or city to be assessed also has one vote for each dollar of assessment against				
4	such <u>the</u>	county, township, or city. There may be only one vote for each dollar of assessment,				
5	regardle	ss of the number of owners of such<u>a</u> tract of land. Where<u>If there is</u> more than one				
6	owner o	f such<u>the</u> land exists, the votes must be prorated among them<u>the</u> owners in accordance				
7	with eac	h owner's property interest. A written power of attorney authorizes an agent to protest a				
8	project o	on behalf of any<u>the</u> affected landowner or landowners<u>that executed the power of</u>				
9	<u>attorney</u>	· · · · · · · · · · · · · · · · · · ·				
10	SEC	TION 13. AMENDMENT. Section 61-16.1-21 of the North Dakota Century Code is				
11	amende	d and reenacted as follows:				
12	61- 1	6.1-21. Assessment of cost of projectCalculating benefits and assessments -				
13	<u>Certific</u>	ation.				
14	Whe	enever				
15	<u>1.</u>	If the water resource board proposes to make any special assessment under the-				
16		provisions of this chapter, the board, prior to<u>before</u> the hearing required under section				
17		61-16.1-18, shall inspect any and all lots and parcels of land , which may be subject to				
18		assessment and shall determine from the inspection the particular lots and parcels of				
19		lands which, in the opinion of the board, will be especially benefited by the				
20		construction of the work for which the assessment is made and. The board shall				
21		assessdetermine the proportion of the total cost of acquiring right of way and				
22		constructing and maintaining such improvement <u>the project</u> in accordance with <u>, but not</u>				
23		<u>exceeding, the</u> benefits received but not exceeding such benefits , against :				
24	1.	Any any county, township, or city, in its corporate capacity, which may be				
25		benefited directly or indirectly thereby.				
26	2.	Anyand any lot, piece, or parcel of land which is directly benefited by such				
27		improvement <u>the project</u> .				
28	<u>2.</u>	In determining benefits the board shall consider, among other factors, property values,				
29		degree of improvement of properties, and productivity, and the water management-				
30		policy as expressed in section 61-16.1-15. Property belonging to the United States				
31		shall beis exempt from such assessment under this chapter, unless the United States				

1		has provided for the payment of any assessment which may be levied against itsthe
2		property for benefits received. Benefited property belonging to counties, cities, school
3		districts, park districts, and townships shall not be<u>is not</u> exempt from such assessment
4		under this chapter, and political subdivisions whose property is so assessed shall
5		provide for the payment of such <u>the</u> assessments, installments thereof, and interest
6		thereon, by the levy of taxes according to law. Any county, township, or city assessed
7		in its corporate capacity for benefits received shall provide for the payment of suchthe
8		assessments, installments thereof, and interest thereon from itsthe political
9		subdivision's general fund or by levy of a general property tax against all the taxable
10		property thereinin the political subdivision in accordance with law. No tax limitation Tax
11		limitations provided by any statute of this state shalldo not apply to tax levies made by
12		any sucha political subdivision for the purpose of paying any special assessments
13		made in accordance with the provisions of under this chapter. There shall be attached
14		to the list of assessments a
15	<u>3.</u>	The board shall prepare a list identifying the assessments allocated to each lot and
16		parcel of land for the project. A certificate signed by a majority of the members of the
17		board certifying that the same is a true and correct assessment of the benefit
18		thereinmust be attached to the list and state the assessment in the list are based on a
19		correct determination of the benefits to the assessed land described to the best of
20		their <u>the members'</u> judgment and stating. The certificate also must identify the several
21		items of expense included in the assessment.
22	SE	CTION 14. AMENDMENT. Section 61-16.1-22 of the North Dakota Century Code is
23	amende	ed and reenacted as follows:
24	61-	16.1-22. Assessment list to be published - Notice of hearing - Alteration of
25	assess	ments - Confirmation of assessment list - Filing.
26	<u>1.</u>	After entering an order establishing the project, the water resource board shall cause-
27		the assessment list to be published once each week for three successive weeks in the
28		newspaper or newspapers of general circulation in the district and in the official county-
29		newspaper of each county in which the benefited lands are located together with a
30		notice of the time when, and place where, the board will meet to hear objections to any
31		assessment by any interested party, or an agent or attorney for that party. The board

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1		also	shall mail a copy of the notice of the hearing in an envelope clearly marked			
2		"AS	"ASSESSMENT NOTICE" to each affected landowner at the landowner's address as-			
3		sho	shown by the tax rolls of the county or counties in which the affected property is			
4		loca	ated.provide notice of a hearing at which the board will meet to hear objections to			
5		<u>the</u>	proposed assessments from any interested party or agent for an interested party.			
6		<u>The</u>	e notice must:			
7		<u>a.</u>	Include a copy of the order establishing the project;			
8		<u>b.</u>	Specify the time and place of the hearing;			
9		<u>C.</u>	Identify the beginning, terminus, and general course of the project as finally			
10			determined by the engineer and the board;			
11		<u>d.</u>	Include the assessment list showing the percentage assessment against each			
12			parcel of land benefited by the proposed project and the approximate			
13			assessment in terms of money apportioned;			
14		<u>e.</u>	Be mailed to each affected landowner at the landowner's address as shown by			
15			the tax rolls of the county in which the affected property is located. The board			
16			may send the assessment list and notice by regular mail attested by an affidavit			
17			of mailing signed by the attorney or secretary of the board; and			
18		<u>f.</u>	Be published once a week for two consecutive weeks in the newspaper of			
19			general circulation in the area in which the affected lands are located.			
20	<u>2.</u>	The	e date set for the hearing may not<u>must</u> be less than thirty<u>at</u> least twenty days after			
21		the	mailing of the notice <u>is mailed</u> . At the hearing, the board may make such			
22		alte	rations in<u>alter</u> the assessments as in its opinion may be<u>the board deems</u> just and			
23		nec	essary to correct any error in the assessment but must<u>shall</u> make the aggregate of			
24		all a	assessments equal to <u>either</u> the total amount required to pay the entire cost of the			
25		wor	k for which the assessments are made, or the part of the cost to be paid by special			
26		ass	essment. An assessment may not exceed the benefit as determined by the board			
27		to tl	he parcel of land or political subdivision assessed. The board <u>then</u> shall then			
28		con	firm the assessment list and the. The secretary shall attach to the list a certificate			
29		that	t the samestating the list is correct as confirmed by the board and shall file the list			
30		in th	ne office of the secretary.			

SECTION 15. AMENDMENT. Section 61-16.1-23 of the North Dakota Century Code is
 amended and reenacted as follows:

3 61-16.1-23. Appeal to department of water resources.

4 AfterWithin twenty days after the hearing provided for inmeeting at which the water 5 resource board approves the final assessment list required under section 61-16.1-22, affected: 6 1. Affected landowners and any political subdivision subject to assessment, having not 7 less than twenty thirty-three percent of the possible votes as determined by section 8 61-16.1-20, whowhich believe the assessment was not made fairly or equitably or the 9 project is not located or designed properly, may appeal to the department of water 10 resources by petition, within ten days after the hearing on assessments, to make a 11 review of the assessments and to examine the location and design of the proposed 12 project. Upon receipt of the petition the department shall examine the lands assessed 13 and the location and design of the proposed project, and if it appears the assessments 14 were not made equitably, the department may correct the assessments, and the 15 department's correction and adjustment of the assessment is final. If the department 16 believes the project was located or designed improperly, the department may order a 17 relocation and redesign that must be followed in the construction of the proposed 18 project.

19 2. Upon filing a bond for two hundred fifty dollars with the board for the payment of the 20 costs of the department in the matter, any landowner or political subdivision claiming 21 the landowner or political subdivision will receive no benefit from the construction of a 22 new project may appeal that issue to the department within ten days after the hearing-23 on assessments. Upon an appeal by an individual landowner or political subdivision, 24 the department may determine whether there is any benefit to the landowner or 25 political subdivision, but not the specific amount of benefit. The determination of the 26 department regarding whether there is a benefit is final.

SECTION 16. AMENDMENT. Section 61-16.1-24 of the North Dakota Century Code is
 amended and reenacted as follows:

29 **61-16.1-24**. When assessments may be made <u>- Prohibition on certain contracts</u>.

After the requirements of this chapter have been satisfied and a contract and bond for any
 work for which a special assessment is to be levied have been approved by the water resource

1 board, the board may direct special assessments to be levied for the payment of appropriate 2 costs, and the secretary shall certify to the board the items of total cost to be paid by special 3 assessments so far as they the costs have been ascertained. The certificate shallmust include 4 the estimated construction cost under the terms of any contract, for the project; a reasonable 5 allowance for the cost of extra work which that may be authorized under the plans and 6 specifications, acquisition of right of way, engineering, fiscal agents' and attorney's fees for any 7 services in connection with the authorization and financing of the improvement, project; cost of 8 publication of required notices, and; printing of improvement warrants; cost necessarily paid for 9 damages caused by such the improvement; interest during the construction period; and all 10 expenses incurred in making the improvement and levy of assessments. 11 In no event shall any contract or contracts be awarded which exceed A contract that 12 exceeds, by twenty percent or more, the estimated cost of the project as presented to and 13 approved by the affected landowners is prohibited.

SECTION 17. AMENDMENT. Section 61-16.1-26 of the North Dakota Century Code is
 amended and reenacted as follows:

16 **61-16.1-26. Reassessment of benefits.**

17 TheA water resource board may hold at any time or, upon petition of any affected 18 landowner or <u>assessed</u> political subdivision which has been assessed after a project has been 19 in existence for at least one year, shall hold a hearing for the purpose of determiningto 20 determine the benefits of such the project to each tract of land affected. Notice of the hearing 21 must be given by publication once each week for three consecutive weeks, beginning at least 22 thirty days before the hearing, in the newspaper or newspapers having general circulation in the 23 district and in the official county newspaper of each county in which the benefited lands are 24 located and by mailing notice of the hearing in an envelope clearly marked "ASSESSMENT 25 NOTICE" to each owner of land in the assessed district at the landowner's address as shown by 26 the tax rolls of the counties in which the affected property is located. The provisions of this 27 chapter governing the original determination of benefits and assessment of costs apply to any 28 reassessment of benefits carried out under this section. The board may not be forced to make-29 suchRegardless of the number of petitions received, the board is not required to conduct a 30 reassessment more than once every ten years, nor may any. An assessment or balance thereof-31 supporting a project fund may not be reduced or impaired by reassessment or otherwise so

1 long as bonds payable out of such<u>the</u> fund remain unpaid and moneys are not available in

2 such<u>the</u> fund to pay all such<u>the</u> bonds in full, with interest. Costs of maintenance must be

3 prorated in accordance with any <u>adopted</u> plan for reassessment of benefits that has been-

4 adopted.

5 SECTION 18. AMENDMENT. Section 61-16.1-27 of the North Dakota Century Code is
6 amended and reenacted as follows:

61-16.1-27. Correction of errors and mistakes in special assessments - Requirements governing.

9 If mathematical errors or other such mistakes occur in making any assessment resultingand 10 <u>result</u> in a deficiency in that assessment, the board shall cause additional assessments to be 11 made in a manner substantially complying with chapter 40-26 as itthe chapter relates to special 12 assessments.

SECTION 19. AMENDMENT. Section 61-16.1-28 of the North Dakota Century Code is
 amended and reenacted as follows:

15 **61-16.1-28**. Certification of assessments to county auditor.

16 When a water resource board, by resolution, has caused special assessments to be levied 17 to cover the cost of constructing a project, the board shall determine the rate of interest unpaid 18 special assessments shallmust bear, which. The interest rate shallmay not exceed one and 19 one-half percent above the warrant rate. Interest on unpaid special assessments shallmust 20 commence on the date the assessments are finally confirmed finally by the board. Special 21 assessments may be certified and made payable in equal annual installments, the last of which 22 shallmust be due and payable not more than thirty years after the date of the warrants to be 23 paid. The secretary of the district shall certify to the county auditor of the county in which the 24 district is situated, or if the district embraces more than one county, to the county auditor of each 25 county in which district lands subject to such the special assessments are situated, the total 26 amount assessed against such lands in that county and the proportion or percentage of suchthe 27 amount assessed against each piece, parcel, lot, or tract of land. The secretary of the district 28 also shall also file with the county auditor of each county in which district lands lie a statement 29 showing the cost of the project, the part thereof of the cost, if any, which will be paid out of the 30 general taxes, and the part to be financed by special assessments. Funds needed to pay the 31 cost of maintaining a project may be raised in the same manner as funds were raised to meet

1 construction costs. If the project was financed in whole or in part through the use of special 2 assessments, the water resource board shall prorate the costs of maintaining projectsthe 3 project in the same proportion as were the original costs of construction or, in the event a 4 reassessment of benefits has been adopted, the costs shall be prorated board shall prorate 5 costs in accordance with the reassessment of benefits as authorized by section 61-16.1-54. 6 SECTION 20. AMENDMENT. Section 61-16.1-42 of the North Dakota Century Code is 7 amended and reenacted as follows: 8 61-16.1-42. Drains along and across public roads and railroads. 9 1. Drains may be laid along, within the limits of, or across any public road or highway, but 10 not to the injury of such the road. In instances where it is lf, during the preparation of 11 the report required under section 61-16.1-17, a water resource board discovers it may 12 be necessary to run a drain across a highway, the water resource board shall notify 13 and solicit guidance from the department of transportation, the board of county 14 commissioners, or the board of township supervisors, as the case may be, when 15 notified by the water resource board to do so, as soon as practicable. If the water 16 resource board determines the drain must be run across the highway after considering 17 any guidance received from the department of transportation, board of county 18 commissioners, or board of township supervisors, the department of transportation, 19 board of county commissioners, or board of township supervisors shall make 20 necessary openings through the road or highway at its own expense, and shall build 21 and keep in repair all required after receiving notice of the water resource board's 22 determination. The cost to build, maintain, and repair the culverts or bridges must be 23 allocated as provided under section 61-16.1-43. In instances where drains are laid 24 along or within the rights of way of roads or highways, the drains shall be maintained 25 and kept open by and at the expense of the water resource district concerned. 26 A drain may be laid along any railroad when necessary, but not to the injury of the 2. 27 railroad, and when it is necessary to run a drain across the railroad,. If, during the 28 preparation of the report required under section 61-16.1-17, a water resource board 29 discovers it may be necessary to run a drain across a railroad, the water resource 30 board shall notify and solicit guidance from the railroad company as soon as 31 practicable. If the water resource board determines the drain must be run across the

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1		railroad after considering any guidance received from the railroad company, the						
2		railroad company, when notified by the water resource board to do so<u>of the water</u>						
3		resource board's determination, shall make the necessary opening through such						
4		railroad, shall build the required bridges and culverts, and shall keep them in repair.						
5	SEC	TION 21. AMENDMENT. Section 61-16.1-43 of the North Dakota Century Code is						
6	amende	d and reenacted as follows:						
7	61-1	6.1-43. Construction of bridges and culverts - Costs.						
8	<u>1.</u>	The water resource board shall construct suchany bridges or culverts over or in						
9		connection with a drain as in its judgment may be necessary to furnish passage from						
10		one part to another of any private farm or tract of land intersected by such <u>the</u> drain.						
11		The cost of such construction shallconstructing the bridge or culvert must be charged						
12		as part of the cost of constructing the drain , and any such<u>.</u> The bridge , or culvert , or						
13		passageway shall must be maintained under the authority of the water resource board,						
14		and the necessary expense shallmust be deemed a part of the cost of maintenance.						
15	Whe	never						
16	<u>2.</u>	When any bridge or culvert is to be constructed on a county or township highway						
17		system over and across or in connection with a drain, the water resource board shall						
18		notify the county or township with authority for the highway and provide the county or						
19		township reasonable time to review and provide input on the plans for the bridge or						
20		culvert. The bridge or culvert must be maintained by the water resource board, and the						
21		necessary expense must be deemed a part of the cost of maintenance, unless						
22		otherwise agreed upon by the water resource board and the highway authority. If the						
23		water resource board denies a request for maintenance submitted by the county or						
24		township, the county or township may appeal the denial under chapter 28-34. The cost						
25		of constructing such <u>the</u> bridge or culvert shall <u>must</u> be shared in the following manner:						
26	1.	<u>a.</u> The <u>If funds are available, the</u> state water commission may, if funds are available,						
27		participate in accordance with such rules and regulations as it may-						
28		prescribeaccording the commission's rules or policies. The remaining cost						
29		shall <u>must</u> be borne forty percent by the county and sixty percent by the district						
30		which hasthat created the need for suchthe construction.						

1	2.	<u>b.</u>	If , however, moneys have not been made <u>funds are not</u> available to the		
2			commission for participation in accordance with subsection 1, then forty percent		
3			of the cost of a bridge or culvert shall<u>must</u> be paid by the county and sixty		
4			percent shallmust be charged as the cost of the drain to the district.		
5	3.	₩h	ere such bridges or culverts are		
6		<u>C.</u>	Upon request from the water resource board, the county shall request federal		
7			emergency funds for the construction. If the bridge or culvert is constructed with		
8			federal financial participation, including any federal emergency funds, the costs		
9			exceeding the amount of the federal participation shallmust be borne by the		
10			district and county according to the provisions of this section, as the case may		
11			be .		
12	SECTION 22. A new section to chapter 61-16.1 of the North Dakota Century Code is				
13	created	and	enacted as follows:		
14	<u>Ass</u>	sessr	nent drain culverts.		
15	If, during the preparation of the report required under section 61-16.1-17 or during the				
16	planning for maintenance or reconstruction of an existing assessment drain, a water resource				
17	board discovers it may be necessary to install a culvert through a road not on the route of the				
18	assessment drain, but which is within the assessment area and necessary for surface water to				
19	reach the assessment drain, the water resource board shall notify and solicit guidance from the				
20	department of transportation, board of county commissioners, or board of township supervisors,				
21	as the case may be, as soon as practicable. If the water resource board determines the culvert				
22	is necessary after considering any guidance received from the department of transportation,				
23	board of county commissioners, or board of township supervisors, the department of				
24	transportation, board of county commissioners, or board of township supervisors shall make				
25	necessary openings through the road or highway at its own expense after receiving notice of				
26	the water resource board's determination. The cost to build, maintain, and repair the culverts				
27	must be allocated as provided under section 61-16.1-43.				
28	SEG	СТІО	N 23. AMENDMENT. Section 61-16.1-51 of the North Dakota Century Code is		
29	amende	ed an	d reenacted as follows:		

1 61-16.1-51. Removal of obstructions to drain - Notice and hearing - Appeal -

2 Injunction - Definition.

3 1. If a water resource board determines that an obstruction to an artificial drain has 4 been caused by the negligent act or omission of a landowner or tenant, the board shall 5 notify the landowner by registered mail at the landowner's post-office address of 6 record. A copy of the notice also must also be sent to the tenant, if any. The notice 7 must specify the nature and extent of the obstruction, and the opinion of the board as 8 to its cause, and must state that if the obstruction is not removed within such the period 9 as the board determines, but not less than fifteen days, the board shall procure 10 removal of the obstruction and assess the cost of the removal, or the portion the board 11 determines appropriate, against the property of the landowner responsible. The notice 12 also must also state that the affected landowner, within fifteen days of the date the 13 notice is mailed, may demand, in writing, a hearing on the matter. Upon receipt of the 14 demand, the board shall set a hearing date within fifteen days from the date the 15 demand is received. In the event of an emergency, the board may apply immediately 16 apply to the appropriate district court for an injunction prohibiting a landowner or 17 tenant from maintaining an obstruction. Assessments levied under the provisions of 18 this section must be collected in the same manner as other assessments authorized 19 by this chapter. If, in the opinion of the board, more than one landowner or tenant has 20 been responsible, the costs may be assessed on a pro rata basis in accordance with 21 the proportionate responsibility of the landowners. A landowner aggrieved by action of 22 the board under this section may appeal the decision of the board to the district court 23 of the county in which the land is located in accordance with the procedure provided in 24 section 28-34-01. A hearing as provided for inunder this section is not a prerequisite to 25 an appeal. If a complaint is frivolous in the discretion of the board, the board may 26 assess the costs of the frivolous complaint against the complainant. If the obstruction 27 is located in a road ditch, the timing and method of removal must be approved by the 28 appropriate road authority before the notice required by this section is given and 29 appropriate construction site protection standards must be followed.

30 2. For the purposes of this section, "an obstruction to a drain" means a barrier to a 31 watercourse, as defined by section 61-01-06, or an artificial drain, including if the-

1		watercourse or<u>whether or not the artificial</u> drain is located within a road ditch, which	
2		that materially affects the free flow of waters in the watercourse or drain.	
3	3.	Following removal of an obstruction to a drain, either by a water resource board or by	
4		a party complying with an order of a water resource board, the board may assess its	
5		costs against the property of the responsible landowner.	
6	SECTION 24. AMENDMENT. Section 61-16.1-54 of the North Dakota Century Code is		
7	amended and reenacted as follows:		
8	61-16.1-54. Appeal from decision of water resource board - Undertaking -		
9	Jurisdiction.		
10	An appeal may be taken to the district court from anyAn aggrieved person may appeal an		
11	order or decision of thea water resource board by any person aggrievedto the district court of		
12	the county in which the land claimed to be affected adversely by the order or decision is located.		
13	An appellant shall file an undertaking in the sum of two hundred dollars with suchany sureties		
14	as may be approved <u>required</u> by the clerk of the district court to which the appeal is taken. The		
15	undertaking must be conditioned that the appellant will prosecuteon the appellant prosecuting		
16	the appeal without delay and will paypaying all costs adjudged against the appellant in the		
17	district court. The undertaking must be in favor of the water resource board as obligee, and may		
18	be sued on in the name of the obligee. The appeal must be taken to the district court of the		
19	county in which the land claimed to be affected adversely by the order or decision appealed		
20	from is located and <u>An appeal under this section</u> is governed by the procedure provided in		
21	section	28-34-01.	
22	SEC	CTION 25. A new section to chapter 61-16.1 of the North Dakota Century Code is	
23	created	and enacted as follows:	
24	<u>Ava</u>	ilable mediation services.	
25	<u>An a</u>	aggrieved person may request assistance from the North Dakota mediation service to	
26	resolve	grievances arising from an order or decision of a water resource board within thirty days	
27	of the or	der or decision. If the North Dakota mediation service agrees to assist the aggrieved	
28	person, the water resource board shall participate in good faith in the mediation. Requesting		
29	<u>assistar</u>	nce or engaging in mediation under this section is not a prerequisite or a bar to	
30	<u>appealir</u>	ng an order or decision of a water resource board. Deadlines to initiate appeals by the	

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- 1 person requesting assistance from the North Dakota mediation service under this section are
- 2 tolled upon submission of the request until the request is denied or mediation ends.
- 3 SECTION 26. A new section to chapter 61-16.1 of the North Dakota Century Code is

4 created and enacted as follows:

- 5 **Designation of lateral drain.**
- 6 <u>A determination by a water resource board as to whether an existing or proposed drain is a</u>
- 7 lateral drain is a conclusive determination when entered on the records of the board.

8 SECTION 27. A new section to chapter 61-16.1 of the North Dakota Century Code is

9 created and enacted as follows:

10 Notice of letting of contracts.

- 11 After the recording of percentage assessments as provided in section 61-16.1-22, the board
- 12 shall give at least ten days' notice of the time and place where contracts will be let for the

13 construction of the drain. The notice must be published at least once in a newspaper having_

- 14 general circulation in the county.
- 15 SECTION 28. A new section to chapter 61-16.1 of the North Dakota Century Code is

16 created and enacted as follows:

17 Extension of time to contractors - Reletting unfinished part of contract.

18 <u>A water resource board may grant a reasonable extension of time for the completion of any</u>

- 19 <u>contract. If a board reasonably believes the work required under a contract will not be</u>
- 20 <u>completed by the agreed upon deadline, the board may relet any unfinished portion to the</u>

21 lowest responsible bidder, and shall take security as before. The cost of completing the

22 <u>unfinished portions over and above the contract price, and the expense of notices and reletting</u>,

23 must be collected by the board from the parties first contracting. The board may not terminate a

24 contract without giving five days' notice to the contractor, provided the contractor may be found

25 or has a known place of residence in the county. The notice may be given to the contractor

- 26 personally or may be left at the contractor's place of residence.
- 27 SECTION 29. A new section to chapter 61-16.1 of the North Dakota Century Code is
- 28 created and enacted as follows:

1 Procedure to construct or extend an assessment drain through or into two or more 2 counties. 3 To construct or extend an assessment drain in two or more counties, a petition must be 4 presented to the several water resource boards for the area in which the drain will lie for the 5 establishment of the drain under this chapter. The boards shall hold a joint meeting and shall 6 determine the necessity or expediency of the establishment of the drain. To proceed with the 7 drain, the boards shall agree upon the proportion of damages and benefits to accrue to the 8 lands affected in each county, and for this purpose the boards shall consider the entire course_ 9 of the drain through all the counties as one drain. If the boards fail to agree upon the benefits to 10 accrue to the lands in each county, the boards shall submit the points in controversy to the 11 department of water resources, and the department's decision is final. The boards may 12 apportion the cost of establishing and constructing the entire drain ratably and equitably upon 13 the lands in each county in proportion to the benefits to accrue to the county's lands. When the 14 boards have apportioned the costs, the boards shall make written reports of the apportionment 15 to the auditors of the several counties affected. The reports must show the portion of cost of the 16 entire drain to be paid by taxes upon the lands in each of the counties and must be signed by 17 the boards of all counties affected. Upon the filing of the reports, the several boards shall meet 18 and assess against the lands in each of the counties, ratably and equitably as provided by this 19 chapter, an amount sufficient to pay the proportion of the cost of the drain in each county. The 20 provisions of this chapter relating to drains within a single county govern the establishment. 21 construction, maintenance, repair, and cleanout of the drains. 22 SECTION 30. A new section to chapter 61-16.1 of the North Dakota Century Code is 23 created and enacted as follows: 24 Drain warrants - Terms and amounts. 25 Drain costs must be paid upon order of the board by warrants signed by the chairman and 26 one other member of the board. The warrants are payable from the proper drain fund and, upon 27 maturity, are receivable by the treasurer for drain assessments supporting the fund. The 28 warrants may be issued at any time after the order establishing the drain has become final and 29 after incurring liability to pay for drain work to be financed by drain assessments and in 30 anticipation of levy and collection of the assessments. Every warrant not made payable on

31 demand must specify the date when it becomes payable. Demand warrants not paid for want of

1	funds must be registered by the county treasurer or, if the water resource district treasurer is				
2	custodian of the drain funds, the water resource district treasurer and bear interest at a rate				
3	determined by the board, not exceeding eight percent per annum. Warrants of specified				
4	maturities bear interest according to their provisions at a rate or rates resulting in an average				
5	net interest cost not exceeding twelve percent per annum if sold at private sale, and may be				
6	issued with interest coupons attached. There is no interest rate ceiling on warrants sold at				
7	public sale or to the state of North Dakota or any of its agencies or instrumentalities. All drain				
8	warrants must state upon their faces the purpose for which they are issued and the drain fund				
9	from which they are payable. The warrants may be used to pay drain obligations, or may be				
10	sold at not less than ninety-eight percent of par value, provided that the proceeds of warrants				
11	sold are placed in the proper drain fund and used exclusively for drain expenses. Any unpaid				
12	warrants issued for the acquisition of right of way or the construction of a drain, including all				
13	incidental costs in connection with the acquisition or construction, must be funded by a bond				
14	issue within one hundred eighty days from and after the filing of the assessment of all costs with				
15	the county auditor as provided in section 61-16.1-28, but this requirement may not be construed				
16	as prohibiting the funding of warrants or the issuance of bonds after the one hundred eighty-day				
17	period.				
18	SE	CTION 31. A new section to chapter 61-16.1 of the North Dakota Century Code is			
19	created	and enacted as follows:			
20	<u>Set</u>	tlement of unpaid warrants.			
21	<u>A b</u>	pard of county commissioners may negotiate and execute a settlement with the owners			
22	of drain warrants and pay the amount of the settlement from the general fund of the county if:				
23	<u>1.</u>	Drain warrants issued pursuant to the establishment of a drain in two or more counties			
24		remain unpaid;			
25	<u>2.</u>	The amounts realized from the original assessments are not sufficient to pay the			
26		warrants;			
27	<u>3.</u>	An additional assessment would be necessary to meet the deficit; and			
28	<u>4.</u>	The board finds the county has received benefits from the drain by reasons of public			
29		health, convenience, or welfare and, as a result, may be liable for assessment or			
30		reassessment and the credit of the county is or may be affected by the existence of			
31		the outstanding and unpaid warrants.			

SECTION 32. A new section to chapter 61-16.1 of the North Dakota Century Code is
 created and enacted as follows:

3 <u>Closing of noncomplying drain - Notice and hearing - Appeal - Injunction.</u>

4 If the board determines a drain, lateral drain, or ditch has been opened or established by a

5 landowner or tenant contrary to this chapter or any rules adopted by the board, the board shall

6 notify the landowner by registered mail at the landowner's address of record. A copy of the

7 notice also must be sent to the tenant, if any. The notice must specify the nature and extent of

8 the noncompliance and must state if the drain, lateral drain, or ditch is not closed or filled within

9 the period the board determines, but not less than fifteen days, the board shall procure the

10 closing or filling of the drain, lateral drain, or ditch and assess the cost, or the portion the board

11 determines, against the property of the landowner responsible. The notice also must state the

12 affected landowner, within fifteen days of the date the notice is mailed, may demand in writing a

13 <u>hearing on the matter. Upon receipt of the demand, the board shall set a hearing date within</u>

14 fifteen days from the date the demand is received. In the event of an emergency, the board may

15 apply immediately to the appropriate district court for an injunction prohibiting the landowner or

16 tenant from maintaining the drain, lateral drain, or ditch. Assessments levied under this section

17 must be collected in the same manner as other assessments authorized by this chapter. If, in

18 the opinion of the board, more than one landowner or tenant has been responsible, the costs

19 may be assessed on a pro rata basis in accordance with the proportionate responsibility of the

20 landowners. A landowner aggrieved by action of the board under this section may appeal the

21 decision of the board to the district court of the county in which the land is located in

22 accordance with the procedure provided for in section 28-34-01. A hearing as provided for in

23 this section is not a prerequisite to an appeal.

24 SECTION 33. A new section to chapter 61-16.1 of the North Dakota Century Code is

25 created and enacted as follows:

26 **Reconveyance of land no longer required for drainage.**

27 When land acquired for drainage is no longer required for drainage, the board of county

28 commissioners may reconvey the land to the present owner of the adjacent property if the

29 present owner of the adjacent property surrenders all warrants issued in payment of the land or

30 repays the amount of cash paid for the land.

- 1 SECTION 34. A new section to chapter 61-16.1 of the North Dakota Century Code is
- 2 created and enacted as follows:

3 Sinking funds and bonds.

4 <u>A water resource board shall establish a sinking fund for each issue of bonds, and the fund</u>

5 must consist of all drain assessments made for the bonds, all warrants funded, all assessments

6 for the warrants, all accrued interest received on sale of bonds, all proceeds of bonds sold not

7 actually expended for the drain, the reserve fund authorized for purchase of tax delinquent

8 lands affected by the drain, all general tax levies for payment of obligations of the drain, and any

9 other moneys that may be appropriated to the sinking fund. Separate sinking funds must be

10 provided for each separate drain for which bonds have been issued. Until the purpose of the

11 sinking fund has been fulfilled, moneys in the sinking fund may not be applied to any purpose

12 other than payment of the bonds for which the fund was created.

13 SECTION 35. A new section to chapter 61-16.1 of the North Dakota Century Code is

14 created and enacted as follows:

15 **Existing obligations and regulations.**

16 Except as specified, amendments to this chapter do not affect the validity of any valid

17 <u>outstanding warrants, bonds, or other obligations of drainage districts, and all sinking funds</u>

18 created for the payment of these obligations continue in force until the liquidation of the

19 obligations. All valid rules adopted by any board of county commissioners or board of drainage

20 commissioners remain in full force and effect until altered or repealed by the board.

21 SECTION 36. AMENDMENT. Subdivision g of subsection 4 of section 61-32-03.1 of the

22 North Dakota Century Code is amended and reenacted as follows:

23 If the subsurface water management system will discharge into the watershed g. 24 area of an assessment drain, inclusion of the relevant property into the 25 assessment district for the assessment drain in accordance with the benefits the 26 property receives, provided the property is not assessed already for the 27 assessment drain. The water resource district may include the new property into 28 the assessment district, and determine the benefits and assessment amounts 29 under chapters 61-21 and chapter 61-16.1, without conducting the reassessment 30 of benefit proceedings under sections 61-21-44 and section 61-16.1-26, provided 31 the property is not assessed already for the assessment drain.

1 SECTION 37. AMENDMENT. Subsection 3 of section 61-32-03.2 of the North Dakota

2 Century Code is amended and reenacted as follows:

3	3.	If a subsurface water management system for which notification is required under
4		subsection 1 will discharge into the watershed area of an assessment drain, the water
5		resource board that receives the notice may require the relevant property to be
6		included in the assessment district for the assessment drain in accordance with the
7		benefits the property receives, provided the property is not assessed already for the
8		assessment drain. The water resource district also may include the property in the
9		assessment district and determine the benefits and assessment amounts under
10		chapters 61-21 and chapter 61-16.1, without conducting the reassessment of benefit
11		proceedings under sections 61-21-44 and section 61-16.1-26, provided the property is
12		not assessed already for the assessment drain.
13	SEC	CTION 38. REPEAL. Section 61-16.1-01 and chapter 61-21 of the North Dakota Century

14 Code are repealed.