WEST VIRGINIA LEGISLATURE EIGHTY-FIRST LEGISLATURE

REGULAR SESSION, 2014

ENROLLED

COMMITTEE SUBSTITUTE

FOR

Senate Bill No. 579

(Senators Unger, Cookman, Edgell, Laird, Miller, Palumbo, Snyder, Stollings and Kessler (Mr. President), *original sponsors*)

[Passed March 8, 2014; in effect ninety days from passage.]

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AN ACT to amend the Code of West Virginia, 1931, as amended, by adding thereto a new article, designated §31-18E-1, §31-18E-2, §31-18E-3, §31-18E-4, §31-18E-5, §31-18E-6, §31-18E-7, §31-18E-8, §31-18E-9, §31-18E-10, §31-18E-11, §31-18E-12, §31-18E-13, §31-18E-14, §31-18E-15, §31-18E-16, §31-18E-17 and §31-18E-18, all relating to improving housing development and land use; authorizing creation of a land reuse agency by West Virginia municipalities, counties or a combination thereof; stating legislative findings; defining terms; providing requirements for the permissive creation and operation of land reuse agencies; detailing certain requirements for a land reuse agency board and staff; requiring certain terms of the land reuse agency be set forth; providing certain immunity to land reuse jurisdictions; setting forth powers and limitations of land reuse agencies; explicitly stating that land reuse agencies do not have the power of eminent domain; detailing criteria for acquisition and disposition of property by land reuse agencies; authorizing certain land reuse agency property as exempt from property tax;

stating land reuse agency funding sources; stating requirements and constraints on disposition of property; detailing potential financing of land reuse agency operations; permitting special allocation of certain property taxes in certain situations; authorizing the issuance of certain bonds; requiring land reuse agencies to follow open meetings and freedom of information requirements; providing a process for dissolution of land reuse agencies; requiring the Ethics Act to apply to land reuse agency employees and board members; providing for expedited quiet of title proceedings in circuit court; providing for liberal construction of the article; and requiring an annual audit and report of all land reuse agencies.

Be it enacted by the Legislature of West Virginia:

That the Code of West Virginia, 1931, as amended, be amended by adding thereto a new article, designated §31-18E-1, §31-18E-2, §31-18E-3, §31-18E-4, §31-18E-5, §31-18E-6, §31-18E-7, §31-18E-8, §31-18E-9, §31-18E-10, §31-18E-11, §31-18E-12, §31-18E-13, §31-18E-14, §31-18E-15, §31-18E-16, §31-18E-17 and §31-18E-18, all to read as follows:

ARTICLE 18E. WEST VIRGINIA LAND REUSE AGENCY AUTHORIZATION ACT.

§31-18E-1. Short title.

- 1 This article may be known and cited as the West Virginia
- 2 Land Reuse Agency Authorization Act.

§31-18E-2. Legislative findings.

- 1 The Legislature finds and declares that:
- 2 (1) Strong communities are important to the social and
- 3 economic vitality of this state. Whether urban, suburban or
- 4 rural, many communities are struggling to cope with vacant,
- 5 abandoned and tax-delinquent properties.

6 (2) Citizens of this state are affected adversely by vacant,
7 abandoned and tax-delinquent properties, including
8 properties which have been vacated or abandoned due to
9 mortgage foreclosure.

(3) Vacant, abandoned and tax-delinquent properties
impose significant costs on neighborhoods, communities,
municipalities and counties by lowering property values,
increasing fire and police protection costs, decreasing tax
revenues and undermining community cohesion.

(4) Vacant, abandoned and tax-delinquent properties
contribute to blight, invite crime and pests and provide unsafe
play spaces.

(5) There is an overriding public need to confront the
problems caused by vacant, abandoned and tax-delinquent
properties through the creation of new tools to enable
municipalities and counties to turn vacant, abandoned and
tax-delinquent spaces into vibrant places.

(6) Land reuse agencies, often called land banks in other
jurisdictions, are one of the tools that municipalities and
counties may use to facilitate the return of vacant, abandoned
and tax-delinquent properties to productive use.

§31-18E-3. Definitions.

1 As used in this article:

2 (1) "Board" means the board of directors of a land reuse3 agency;

4 (2) "Deconstruct" means to attempt to remove 5 salvageable pieces of a housing unit prior to or as part of 6 demolition or renovation; 7 (3) "Financial institution" means a bank, savings 8 association, operating subsidiary of a bank or savings 9 association, credit union, association licensed to originate 10 mortgage loans or an assignee of a mortgage or note 11 originated by such an institution;

12 (4) "Land reuse agency" means a public body established13 under this article;

(5) "Land reuse jurisdiction" means: (A) A county or
municipality in this state; or (B) two or more municipalities
or counties that enter into an intergovernmental cooperation
agreement to establish and maintain a land reuse agency;

(6) "Municipality" means a municipality as defined insection two, article one, chapter eight of this code; and

(7) "Real property" means all lands, including
improvements and fixtures on them and property of any
nature appurtenant to them or used in connection with them
and every estate, interest and right, legal or equitable, in
them, including terms of years and liens by way of
judgment, mortgage or otherwise, and indebtedness secured
by the liens.

§31-18E-4. Creation and existence.

- (a) Authority. A land reuse jurisdiction may elect to
 create a land reuse agency by the adoption of an ordinance to
 create a binding legal obligation. The ordinance must specify
 the type of entity created and the following:
- 5 (1) The name of the land reuse agency;
- 6 (2) The number of members of the board;

7 (3) The names of individuals to serve as initial members8 of the board;

9 (4) The qualifications, manner of selection or 10 appointment and terms of office of members of the board;

(5) The manner by which residents will be provided anopportunity to have input into the land reuse agencydecision-making process; and

14 (6) Additional terms and conditions the land reuse
15 jurisdiction deems reasonable and necessary for operation of
16 the land reuse agency that are not inconsistent with this
17 article.

18 (b) *Filing.* – The governing body of the land reuse 19 jurisdiction which creates a land reuse agency shall file a 20 copy of the ordinance with the West Virginia Housing 21 Development Fund and with the Secretary of State. After 22 receipt of the ordinance, the Secretary of State shall issue the 23 appropriate documentation indicating the formation of the 24 entity.

(c) *Combinations*. - (1) The authority under subsection
(a) of this section may be exercised in combination pursuant
to an intergovernmental cooperation agreement by:

28 (A) More than one land reuse jurisdiction; or

29 (B) A land reuse jurisdiction and one or more30 municipalities or counties.

31 (2) If a land reuse agency is established under subdivision
32 (1) of this subsection, the intergovernmental cooperation
33 agreement must specify matters identified in subsection (a) of
34 this section.

5

(d) *Limitation.* – Except as set forth in subsection (c) of
this section, if a county establishes a land reuse agency, the
land reuse agency may acquire real property only in those
portions of the county located outside of the geographical
boundaries of any other land reuse agency established by
another land reuse jurisdiction located partially or entirely
within the county.

42 (e) Legal status of land reuse agency. – A land reuse43 agency:

(1) Is a public body corporate and politic, exercising
public and essential governmental functions, and having all
the powers necessary or convenient to carry out and
effectuate the purposes and provisions of this article; and

- 48 (2) Exists until terminated and dissolved under section49 fourteen of this article.
- 50 (f) *Collaboration*. A land reuse agency, a political 51 subdivision and another municipal entity may enter into an 52 intergovernmental cooperation agreement relative to the 53 operations of a land reuse agency.

§31-18E-5. Board of directors of a land reuse agency.

(a) Membership. - A board shall consist of an odd
 number of members and be not less than five members nor
 more than eleven members. Unless restricted by the actions
 or agreements specified in section four of this article and
 subject to the limits stated in this section, the size of the
 board may be adjusted in accordance with bylaws of the land
 reuse agency.

8 (b) *Eligibility to serve on board.* –

9	(1) Notwithstanding any law to the contrary, a public
10	officer is eligible to serve as a board member, and the
11	acceptance of the appointment neither terminates nor impairs
12	that public office;
13	(2) A municipal employee is eligible to serve as a board
14	member;
15	(3) An established land reuse agency board shall include
16	at least one voting member who:
17	(A) Is a resident of the land reuse jurisdiction;
18	(B) Is not a public official or municipal employee; and
19	(C) Maintains membership with a recognized civic
20	organization within the land reuse jurisdiction;
21	(4) A member removed under subdivision (3), subsection
22	(d) of this section is ineligible for reappointment to the board
23	unless the reappointment is confirmed unanimously by the
24	board;
25	(5) As used in this subsection, the term "public officer"
26	means an individual who is elected to office.
27	(c) Officers The members of the board shall select
28	annually from among their members a chair, vice chair,
29	secretary, treasurer and other officers as the board
30	determines.
31	(d) Rules. – The board shall establish rules on all of the
32	following:

33 (1) Duties of officers;

34 (2) Attendance and participation of members in its regular35 and special meetings;

36 (3) A procedure to remove a member by a majority vote37 of the other members for failure to comply with a rule; and

38 (4) Other matters necessary to govern the conduct of a39 land reuse agency.

40 (e) *Vacancies.* – A vacancy on the board shall be filled in
41 the same manner as the original appointment. Upon removal
42 under subdivision (3), subsection (d) of this section, the
43 position becomes vacant.

44 (f) *Compensation*. – Board members serve without
45 compensation. The board may reimburse a member for
46 expenses actually incurred in the performance of duties on
47 behalf of the land reuse agency.

48 (g) *Meetings.* -(1) The board shall meet as follows:

- 49 (A) In regular session according to a schedule adopted by50 the board;
- 51 (B) In special session:
- 52 (i) As convened by the chair; or

53 (ii) Upon written notice signed by a majority of the54 members;

(2) A majority of the board, excluding vacancies, is aquorum. Physical presence is required under this paragraph.

57 (h) *Voting.* -(1) Except as set forth in subdivision (2) or 58 (3) of this subsection or elsewhere in this article, action of the

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59 60	board must be approved by the affirmative vote of a majority of the board present and voting.
61 62	(2) Action of the board on the following matters must be approved by a majority of the entire board membership:
63	(A) Adoption of bylaws;
64	(B) Adoption of rules under subsection (d) of this section;
65	(C) Hiring or firing of an employee or contractor of the
66	land reuse agency. This function may, by majority vote of the
67	entire board membership, be delegated by the board to a
68	specified officer or committee of the land reuse agency;
69	(D) Incurring of debt;
70	(E) Adoption or amendment of the annual budget; or
71	(F) Sale, lease, encumbrance or alienation of real
72	property or personal property with a value of more than
73	\$50,000.
74	(3) A resolution under section fourteen of this article,
75	relating to dissolution of a land reuse agency, must be
76	approved by two thirds of the entire board membership.
77	(4) A member of the board may not vote by proxy.
78	(5) A member may request a recorded vote on any
79	resolution or action of the land reuse agency.
80	(i) Immunity A land reuse jurisdiction which
81	establishes a land reuse agency and a municipality or county
82	which are parties to an intergovernmental cooperation
83	agreement establishing a land reuse agency shall not be liable

- 84 personally on the bonds or other obligations of the land reuse
- 85 agency. Rights of creditors of a land reuse agency are solely
- 86 against the land reuse agency.

§31-18E-6. Staff of the land reuse agency.

(a) *Employees.* – A land reuse agency may employ or
 enter into a contract for an executive director, counsel and
 legal staff, technical experts and other individuals and may
 determine the qualifications and fix the compensation and
 benefits of those employees.

- 6 (b) *Contracts.* A land reuse agency may enter into a
 7 contract with a municipality or county for:
- 8 (1) The municipality or county to provide staffing 9 services to the land reuse agency; or
- 10 (2) The land reuse agency to provide staffing services to11 the municipality or county.

§31-18E-7. Powers of the land reuse agency.

1 A land reuse agency is a public body, corporate and 2 politic, exercising public and essential governmental 3 functions, and having all the powers necessary or convenient 4 to carry out and effectuate the purposes and provisions of this 5 article, including, but not limited to, the following:

- 6 (1) To adopt, amend and repeal bylaws for the regulation7 of its affairs and the conduct of its business;
- 8 (2) To sue and be sued in its own name and be a party in 9 a civil action. This paragraph includes an action to clear title 10 to property of the land reuse agency;

11 (3) To adopt a seal and to alter the same at pleasure;

(4) To borrow from federal government funds, from the
state, from private lenders or from municipalities or counties,
as necessary, for the operation and work of the land reuse
agency;

16 (5) To issue negotiable revenue bonds and notes17 according to the provisions of this article;

(6) To procure insurance or guarantees from the federal
government or the state of the payment of debt incurred by
the land reuse agency and to pay premiums in connection
with the insurance or guarantee;

(7) To enter into contracts and other instruments
necessary, incidental or convenient to the performance of its
duties and the exercise of its powers. This paragraph includes
intergovernmental cooperation agreements for the joint
exercise of powers under this article;

(8) To enter into contracts and intergovernmental
cooperation agreements with municipalities or counties for
the performance of functions by municipalities or counties on
behalf of the land reuse agency or by the land reuse agency
on behalf of municipalities or counties;

(9) To make and execute contracts and other instruments
necessary or convenient to the exercise of the powers of the
land reuse agency. Any contract or instrument signed shall be
executed by and for the land reuse agency if the contract or
instrument is signed, including an authorized facsimile
signature, by:

38 (A) The chair or vice chair of the land reuse agency; and

39 (B) Either:

40 (i) The secretary or assistant secretary of the land reuse41 agency; or

42 (ii) The treasurer or assistant treasurer of the land reuse43 agency;

44 (10) To procure insurance against losses in connection
45 with the real property, assets or activities of the land reuse
46 agency;

47 (11) To invest money of the land reuse agency at the
48 discretion of the board in instruments, obligations, securities
49 or property determined proper by the board and to name and
50 use depositories for its money;

(12) To enter into contracts for the management of, the
collection of rent from or the sale of real property of the land
reuse agency;

54 (13) To design, develop, construct, demolish, reconstruct,
55 deconstruct, rehabilitate, renovate, relocate and otherwise
56 improve real property or rights or interests in real property;

57 (14) To fix, charge and collect rents, fees and charges for
58 the use of real property of the land reuse agency and for
59 services provided by the land reuse agency;

60 (15) To grant or acquire licenses, easements, leases or
61 options with respect to real property of the land reuse agency;

62 (16) To enter into partnerships, joint ventures and other
63 collaborative relationships with municipalities, counties and
64 other public and private entities for the ownership,
65 management, development and disposition of real property;

66 (17) To organize and reorganize the executive,
67 administrative, clerical and other departments of the land
68 reuse agency and to fix the duties, powers and compensation
69 of employees, agents and consultants of the land reuse
70 agency; and

(18) To do all other things necessary or convenient to
achieve the objectives and purposes of the land reuse agency
or other law related to the purposes and responsibility of the
land reuse agency.

§31-18E-8. Eminent domain.

1 A land reuse agency does not possess the power of 2 eminent domain. Any property obtained by the power of 3 eminent domain after the effective date of this article may not 4 be acquired by a land reuse agency by any means.

§31-18E-9. Acquisition of property.

(a) *Title to be held in its name.* – A land reuse agency
 shall hold in its own name all real property it acquires.

3 (b) Tax exemption. - (1) Except as set forth in
4 subdivision (2) of this subsection, the real property of a land
5 reuse agency and its income and operations are exempt from
6 property tax.

7 (2) Subdivision (1) of this subsection does not apply to 8 real property of a land reuse agency after the fifth 9 consecutive year in which the real property is continuously 10 leased to a private third party. However, real property 11 continues to be exempt from property taxes if it is leased to 12 a nonprofit or governmental agency at substantially less than 13 fair market value.

(c) *Methods of acquisition.* – A land reuse agency may
acquire real property or interests in real property by any
means on terms and conditions and in a manner the land
reuse agency considers proper: *Provided*, That a land reuse
agency may not acquire any interest in oil, gas or minerals
which have been severed from the realty.

(d) Acquisitions from municipalities or counties. - (1) A
land reuse agency may acquire real property by purchase
contracts, lease purchase agreements, installment sales
contracts and land contracts and may accept transfers from
municipalities or counties upon terms and conditions as
agreed to by the land reuse agency and the municipality or
county.

(2) A municipality or county may transfer to a land reuse
agency real property and interests in real property of the
municipality or county on terms and conditions and
according to procedures determined by the municipality or
county as long as the real property is located within the
jurisdiction of the land reuse agency.

33 (3) An urban renewal authority, as defined in section four, article eighteen, chapter sixteen of this code, located 34 within a land reuse jurisdiction established under this article 35 36 may, with the consent of the local governing body and 37 without a redevelopment contract, convey property to the 38 land reuse agency. A conveyance under this subdivision shall be with fee simple title, free of all liens and 39 40 encumbrances.

41 (e) *Maintenance*. – A land reuse agency shall maintain all
42 of its real property in accordance with the statutes and
43 ordinances of the jurisdiction in which the real property is
44 located.

(f) *Prohibition.* - (1) Subject to the provisions of
subdivision (2) of this subsection, a land reuse agency may
not own or hold real property located outside the
jurisdictional boundaries of the entities which created the
land reuse agency under subsection (c), section four of this
article.

51 (2) A land reuse agency may be granted authority 52 pursuant to an intergovernmental cooperation agreement with 53 a municipality or county to manage and maintain real 54 property located within the jurisdiction of the municipality or 55 county.

56 (g) Acquisition of tax-delinquent properties. 57 Notwithstanding any other provision of this code to the 58 contrary, if authorized by the land reuse jurisdiction which 59 created a land reuse agency or otherwise by intergovernmental cooperation agreement, a land reuse 60 61 agency may acquire an interest in tax-delinquent property 62 through the provisions of chapter eleven-a of this code. Notwithstanding the provisions of section eight, article three, 63 64 chapter eleven-a of this code, if no person present at the tax 65 sale bids the amount of the taxes, interest and charges due on any unredeemed tract or lot or undivided interest in real 66 estate offered for sale, the sheriff shall, prior to certifying the 67 68 real estate to the auditor for disposition pursuant to section 69 forty-four, article three, chapter eleven-a of this code, provide 70 a list of all of said real estate within a land reuse jurisdiction 71 to the land reuse agency and the land reuse agency shall be 72 given an opportunity to purchase the tax lien and pay the 73 taxes, interest and charges due for any unredeemed tract or 74 lot or undivided interest therein as if the land reuse agency 75 were an individual who purchased the tax lien at the tax sale.

§31-18E-10. Disposition of property.

(a) *Public access to inventory.* – A land reuse agency
 shall maintain and make available for public review and
 inspection an inventory of real property held by the land
 reuse agency.

(b) *Power.* – A land reuse agency may convey, exchange,
sell, transfer, lease, grant or mortgage interests in real
property of the land reuse agency in the form and by the
method determined to be in the best interests of the land reuse
agency.

(c) Consideration. - (1) A land reuse agency shall
determine the amount and form of consideration necessary to
convey, exchange, sell, transfer, lease as lessor, grant or
mortgage interests in real property.

(2) Consideration may take the form of monetary
payments and secured financial obligations, covenants and
conditions related to the present and future use of the
property, contractual commitments of the transferee and other
forms of consideration as determined by the board to be in
the best interest of the land reuse agency.

(d) *Policies and procedures.* – (1) A board shall
determine and state in the land reuse agency policies and
procedures the general terms and conditions for consideration
to be received by the land reuse agency for the transfer of real
property and interests in real property, including, but not
limited to, a process for distribution of any proceeds to any
claimants, taxing entities and the land reuse agency.

(2) Requirements which may be applicable to the
disposition of real property and interests in real property by
municipalities or counties shall not be applicable to the
disposition of real property and interests in real property by
a land reuse agency.

(e) *Ranking of priorities.* – (1) A land reuse jurisdiction
may establish a hierarchical ranking of priorities for the use
of real property conveyed by a land reuse agency, including
use for:

- 36 (A) Purely public spaces and places;
- 37 (B) Affordable housing;
- 38 (C) Conservation areas; and
- 39 (D) Retail, commercial and industrial activities.

40 (2) The priorities established may be for the entire land
41 reuse jurisdiction or may be set according to the needs of
42 different neighborhoods, municipalities or other locations
43 within the land reuse jurisdiction, or according to the nature
44 of the real property.

45 (f) *Land use plans.* – A land reuse agency shall consider
46 all duly adopted land use plans and make reasonable efforts
47 to coordinate the disposition of land reuse agency real
48 property with the land use plans.

49 (g) Specific voting and approval requirements. -(1) A 50 land reuse jurisdiction may, in its ordinance creating a land 51 reuse agency or in the case of multiple land reuse 52 jurisdictions and municipalities or counties creating a single 53 land reuse agency in the applicable intergovernmental 54 cooperation agreement, require that a particular form of 55 disposition of real property or a disposition of real property 56 located within specified jurisdictions be subject to specified 57 voting and approval requirements of the board.

58 (2) Except as restricted or constrained under subdivision59 (1) of this subsection, the board may delegate to officers and

- 60 employees the authority to enter into and execute agreements,
- 61 instruments of conveyance and other related documents
- 62 pertaining to the conveyance of real property by the land
- 63 reuse agency.

§31-18E-11. Financing of land reuse agency operations.

- (a) General rule. A land reuse agency may receive
 funding through grants and loans from:
- 3 (1) The federal government;
- 4 (2) The state;
- 5 (3) A municipality or county;
- 6 (4) The land reuse jurisdiction which created the land 7 reuse agency; and
- 8 (5) Private or other public sources.

9 (b) *Funding.* – A land reuse agency may receive and 10 retain payments for services rendered, for rents and leasehold 11 payments received, for consideration for disposition of real 12 and personal property, for proceeds of insurance coverage for 13 losses incurred, for income from investments and for an asset 14 and activity lawfully permitted to a land reuse agency under 15 this article.

16 (c) Allocated real property taxes. - (1) A taxing
17 jurisdiction may authorize the remittance or dedication of a
18 portion of real property taxes collected pursuant to the laws
19 of this state to a land reuse agency on real property conveyed
20 by a land reuse agency.

(2) Allocation of property tax revenues in accordancewith this subsection, if authorized by the taxing jurisdiction,

begins with the first taxable year following the date of
conveyance and continues for a period of up to five years and
may not exceed a maximum of fifty percent of the aggregate
property tax revenues generated by the property.

(3) Remittance or dedication of real property taxes
include the real property taxes of a county board of education
only if the county board of education enters into an
agreement with the land reuse agency for the remittance or
dedication.

§31-18E-12. Borrowing and issuance of bonds.

- (a) Authority. (1) A land reuse agency may issue a bond
 for any of its corporate purposes.
- 3 (2) The principal and interest of a bond is payable from4 the land reuse agency's general revenue.
- 5 (3) The bond may be secured by any of the following:
- 6 (A) A pledge of revenue. This paragraph includes a grant
 7 or contribution from: (i) The federal government or a federal
 8 agency or instrumentality; or (ii) the state, a state agency or
 9 an instrumentality of the state; or
- 10 (B) A mortgage of property of the land reuse agency.

(b) *Nature.* – The bond is a negotiable instrument under
the provisions of article eight, chapter forty-six of this code.

13 (c) *Tax exempt.* – A bond and the income from the bond
14 is exempt from taxation by: (1) The state; and (2) a political
15 subdivision.

19

16 (d) *Procedure.* - (1) A bond must be authorized by
17 resolution of the board and shall be a limited obligation of the
18 land reuse agency.

(2) The principal and interest, costs of issuance and other
costs incidental to the bond are payable solely from the
income and revenue derived from the sale, lease or other
disposition of the assets of the land reuse agency. The land
reuse agency may secure the bond by a mortgage or other
security device covering all or part of the project from which
the pledged revenues may be derived.

26 (3) A refunding bond issued under this section:

(A) Is payable from: (i) A source described in this article;
or (ii) the investment of the proceeds of the refunding bonds;
and

30 (B) Is not an indebtedness or pledge of the general credit
31 of a political subdivision within the meaning of a
32 constitutional or statutory limitation of indebtedness and shall
33 contain a recital to that effect.

- 34 (4) A bond must comply with the authorizing resolution35 as to:
- 36 (A) Form;
- 37 (B) Denomination;
- 38 (C) Interest rate;
- 39 (D) Maturity; and
- 40 (E) Execution.

41 (5) A bond may be subject to redemption at the option of
42 and in the manner determined by the board in the authorizing
43 resolution.

(e) Powers of municipalities or counties. - A
municipality or county may elect to guarantee, insure or
otherwise become primarily or secondarily obligated on the
indebtedness of a land reuse agency, subject, however, to all
other provisions of law of this state applicable to municipal
or county indebtedness.

(f) Sale. - (1) A bond shall be issued, sold and delivered
in accordance with the terms and provisions of the
authorizing resolution. The board, to effectuate its best
interest, may determine the manner of sale, public or private,
and the price of the bond.

(2) The resolution issuing a bond must be published in a
newspaper of general circulation within the jurisdiction in
which the land reuse agency is located.

(g) *Liability*. - (1) Neither the members of a land reuse
agency nor a person executing the bond shall be liable
personally on the bonds by reason of the issuance of the
bond.

62 (2) The bond or other obligation of a land reuse agency
63 related to a bond shall not be a debt of a municipality, county
64 or of the state. A statement to this effect shall appear on the
65 face of the bond or obligation.

66 (3) On the bond or other obligation of a land reuse67 agency related to a bond, all of the following apply:

68 (A) The state has no liability. This paragraph applies to69 the revenue and property of the state; and

(B) A municipality or county has no liability. This
paragraph applies to the revenue and property of a
municipality or county.

§31-18E-13. Public records and public access.

- (a) *Public records.* A board shall keep minutes and a
 record of its proceedings.
- 3 (b) *Public access.* A land reuse agency is subject to
 4 article nine-a, chapter six of this code relating to open
 5 meetings and chapter twenty-nine-b of this code relating to
 6 public records.

§31-18E-14. Dissolution of land reuse agency.

1 2 3	(a) <i>General rule</i> . – A land reuse agency may be dissolved as a public body corporate and politic upon compliance with all of the following:
4	(1) Sixty calendar days' advance written notice of
5	consideration of a resolution to request dissolution must be:
6	(A) Given to the land reuse jurisdiction which created the
7	land reuse agency;
8	(B) Published in a local newspaper of general circulation;
9	and
10	(C) Sent by certified mail to the trustees of outstanding
11	bonds of the land reuse agency;
12	(2) Satisfaction of all outstanding liabilities; and
13	(3) Approval of a resolution requesting dissolution,
14	pursuant to subdivision (3), subsection (h), section five of this

15 article.

(b) Authority. - Upon receipt of a proper resolution 16 17 described in subsection (a) of this section, the land reuse 18 jurisdiction which created the land reuse agency may dissolve 19 the land reuse agency by adoption of an ordinance or order. If approved, the governing body of the land reuse jurisdiction 20 21 which created the land reuse agency shall file a certified copy 22 of the ordinance or order with the Secretary of State and 23 notify the West Virginia Housing Development Fund of the dissolution of the land reuse agency. The Secretary of State 24 25 shall cause the termination of the existence of the land reuse agency to be noted on the record of incorporation. Upon the 26 27 filing, the land reuse agency shall cease to function.

(c) *Transfer of assets.* – Upon dissolution of the land
reuse agency, real property, personal property and other
assets of the land reuse agency become the assets of the
municipality in which the property is located or the county in
which the property is located, if it is not within a
municipality. The following apply:

(1) Personal property, including financial assets, of the
land reuse agency shall be divided among participating land
reuse jurisdictions in proportion to the population of each
jurisdiction.

(2) The municipality in which real property is located or
the county in which the property is located, if it is not within
a municipality, shall approve the transfer of title to the
municipality or county.

42 (d) *Multiple jurisdictions*. – If multiple land reuse 43 jurisdictions create a land reuse agency under section four of 44 this article, the withdrawal of one or more land reuse 45 jurisdictions does not require dissolution of the land reuse 46 agency unless:

47 (1) The intergovernmental cooperation agreement48 provides for dissolution in this event; and

49 (2) There is no land reuse jurisdiction which desires to50 continue the existence of the land reuse agency.

§31-18E-15. Conflicts of interest.

(a) *Ethics Act.* – The acts and decisions of members of a
 board and of employees of a land reuse agency are subject to
 chapter six-b of this code.

4 (b) Supplemental rules and guidelines. – The board may5 adopt:

6 (1) Supplemental rules addressing potential conflicts of7 interest; and

8 (2) Ethical guidelines for members of the board and land9 reuse agency employees.

§31-18E-16. Expedited quiet title proceedings.

- (a) Authorization. (1) A land reuse agency may file an
 action in circuit court to quiet title to real property in which
 the land reuse agency has an interest.
- 4 (2) A land reuse agency may join in a single complaint to5 quiet title to one or more parcels of real property.

6 (3) For purposes of an action under this section, the land 7 reuse agency shall be deemed to be the holder of sufficient 8 legal and equitable interests and possessory rights so as to 9 qualify the land reuse agency as an adequate complainant in 10 the action.

11	(b) Procedural requirements. $-(1)$ Prior to the filing of		
12	an action to quiet title, the land reuse agency must conduct an		
13	examination of title to determine the identity of any person		
14	possessing a claim or interest in or to the real property.		
15	(2) Service of the complaint to quiet title shall be		
16	provided in accordance with the requirements to serve a civil		
17	complaint generally, including that service to interested		
18	parties be made as follows:		
19	(A) By first-class mail to the identity and address		
20	reasonably ascertainable by an inspection of public records;		
21	(B) In the case of occupied real property, by first-class		
22	mail, addressed to "occupant";		
23	(C) By posting a copy of the notice on the real property;		
24	(D) By publication; and		
25	(E) As ordered by the court.		
26	(3) As part of the complaint to quiet title, the land reuse		
27	agency must file an affidavit identifying:		
28	(A) Persons discovered under subdivision (1) of this		
29	subsection; and		
30	(B) The form of service under subdivision (2) of this		
31	subsection.		
32	(c) <i>Hearing</i> . $-(1)$ The court shall schedule a hearing on		
33	the complaint within ninety days following filing of the		
34	complaint and as to all matters upon which an answer was not		
2.5			

35 filed by an interested party.

36 (2) The court shall issue its final judgment within one37 hundred twenty days of the filing of the complaint.

§31-18E-17. Construction, intent and scope.

1 This article shall be construed liberally to effectuate the 2 legislative intent and the purposes as complete and 3 independent authorization for the implementation of this 4 article, and all powers granted shall be broadly interpreted to 5 effectuate the intent and purposes and not as a limitation of 6 powers.

§31-18E-18. Annual audit and report.

(a) The land reuse agency shall annually, within one
 hundred twenty days after the end of the fiscal year, submit
 an audit of income and expenditures, together with a report
 of its activities for the preceding year, to the West Virginia
 Housing Development Fund.

- 6 (b) A duplicate of the audit and the report shall be filed7 with the governing body of:
- 8 (1) The land reuse jurisdiction which created the land 9 reuse agency; and
- (2) Each political subdivision which opted to participate
 in the land reuse agency pursuant to an intergovernmental
 agreement.

The Joint Committee on Enrolled Bills hereby certifies that the foregoing bill is correctly enrolled.

Chairman Senate Committee

Chairman House Committee

Originated in the Senate.

In effect ninety days from passage.

Clerk of the House of Delegates

President of the Senate

Speaker of the House of Delegates

	The within	this
the	Day of	, 2014.

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Governor