

39.2 Boundary Changes – Incorporation/Formation. Where the formation of a People’s Utility District (P.U.D.) is for the purpose of providing water service to the same developed area where water service is currently provided by an existing domestic water supply district distribution system, the only significant effect of the creation of the P.U.D., and its potential acquisition of the assets of the water district, is on the manner in which a city wanting to annex and withdraw from the water district territory in the subject area may obtain ownership of the water distribution facilities in that area, not on the present or future uses of land in the area. *City of Portland v. Multnomah County*, 19 Or LUBA 468 (1990).