### SECOND REGULAR SESSION SENATE COMMITTEE SUBSTITUTE FOR HOUSE COMMITTEE SUBSTITUTE FOR

## HOUSE BILL NO. 2297

#### 95TH GENERAL ASSEMBLY

Reported from the Committee on Jobs, Economic Development and Local Government, April 15, 2010, with recommendation that the Senate Committee Substitute do pass and be placed on the Consent Calendar.

5326S.05C
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TERRY L. SPIELER, Secretary.

### AN ACT

To amend chapter 184, RSMo, by adding thereto five new sections relating to the establishment of the Kansas City zoological district.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Chapter 184, RSMo, is amended by adding thereto five new

2 sections, to be known as sections 184.500, 184.503, 184.506, 184.509, and 184.512,

3 to read as follows:

184.500. As used in sections 184.500 to 184.512, unless the context 2 clearly requires otherwise, the following terms mean:

3 (1) "Commission", the governing body of the Kansas City
4 Zoological District;

5 (2) "Eligible charter county", any county with a charter form of 6 government and with more than six hundred thousand but fewer than 7 seven hundred thousand inhabitants;

8 (3) "Eligible county or eligible counties", any eligible charter
9 county or eligible noncharter county;

10 (4) "Eligible noncharter county", any county of the first 11 classification with more than one hundred eighty-four thousand but 12 fewer than one hundred eighty-eight thousand inhabitants, any county 13 of the first classification with more than seventy-three thousand seven 14 hundred but fewer than seventy-three thousand eight hundred 15 inhabitants, and any county of the first classification with more than 16 eighty-two thousand but fewer than eighty-two thousand one hundred 17 inhabitants;

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(5) "District", a political subdivision of this state, to be known as

"The Kansas City Zoological District", which shall be created under the
provisions of sections 184.500 to 184.512 and composed of eligible
counties which act to create, or to become a part of, the district in
accordance with the provisions of section 184.503;

(6) "Organizations", nonprofit and tax exempt social, civic, or
community organizations and associations that are dedicated to the
development, provision, operation, supervision, promotion, or support
of zoological activities;

(7) "Zoological activities", the establishment and maintenance of
zoological facilities and related buildings; acquisition and care of
species for display and study in a zoological facility; educational and
cultural programs relating to zoological matters; artistic, historical,
intellectual, or social programs that relate to zoological matters; and
such other collateral activities as may be necessary to maintain and
carry out other activities provided under sections 184.500 to 184.512;

34 (8) "Zoological facilities", facilities operated or used for
 35 participation or engagement in zoological activities.

184.503. 1. The governing body of any eligible county may, by 2resolution, authorize the creation of or participation in a district, and 3 may impose a sales tax on all retail sales made within the eligible county which are subject to sales tax under chapter 144. The tax 4 authorized in this section shall not exceed one-fourth of one percent, 5 and shall be imposed solely for the purpose of funding the support of 6 zoological activities within the district. The tax authorized in this 7 section shall be in addition to all other sales taxes imposed by law, and 8 shall be stated separately from all other charges and taxes. Such 9 10creation of or participation in such district and the levy of the sales tax may be accomplished individually or on a cooperative basis with 11 12another eligible county or other eligible counties for financial support of the district. A petition requesting such creation of or participation 13in such district and the levy of the sales tax for the purpose of funding 14the support of zoological activities within the district may also be filed 15with the governing body, and shall be signed by not less than the 1617number of qualified electors of an eligible county equal to five percent of the number of ballots cast and counted at the last preceding 18gubernatorial election held in such county. No such resolution adopted 19or petition presented under this section shall become effective unless 20

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the governing body of the eligible county submits to the voters residing 2122within the eligible county at a state general, primary, or special election a proposal to authorize the governing body of the eligible 23county to create or participate in a district and to impose a tax under 24this section. The county election official shall give legal notice at least 25sixty days prior to such general or primary election or special election 26in at least two newspapers that such proposition or propositions shall 27be submitted at the next general or primary election or special election 2829held for submission of this proposition. The resolution or proposition shall be printed on the ballot and in the notice of election. 30

31 2. The ballot for the proposition in any county shall be in
32 substantially the following form:

33 "Shall a retail sales tax of ...... (insert amount, not to exceed 34 one-quarter of one percent) be levied and collected for the benefit of 35 the Kansas City Zoological District, which shall be created and consist 36 of the county(s) of ...... (insert name of counties), for the support of 37 zoological activities with the district?

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#### $\Box$ YES $\Box$ NO"

The governing body of the county may place additional language on the
ballot to describe the use or allocation of the funds.

3. In the event that a majority of the voters voting on such 41proposition in such county at said election cast votes for the 4243proposition, then the district shall be deemed established and the tax rate for such subdistrict shall be deemed in full force and effect as of 44 the first day of the year following the year of said election and the 45governing body of such county may proceed with the performance of all 46things necessary and incidental to participation in the district. The 47results of the aforesaid election shall be certified by the election 48officials of such county to the governing body of such county not less 4950than thirty days after the day of election. In the event the proposition shall fail to receive a majority of the votes "FOR", then such proposition 5152shall not be resubmitted at any election held within one year of the date of the election the proposition was rejected. Any such 53resubmissions of such proposition shall substantially comply with the 54provisions of sections 184.500 to 184.515. 55

4. Except as modified in this section, all provisions of sections

57 32.085 and 32.087 shall apply to the tax imposed under this section.

585. All sales taxes collected by the director of revenue from the tax authorized by this section on behalf of the district, less one percent 59for cost of collection, which shall be deposited in the state's general 60 revenue fund after payment of premiums for surety bonds, as provided 61in section 32.087, shall be deposited in a special trust fund, which is 62hereby created, to be known as the "Kansas City Zoological District 63 Sales Tax Trust Fund". The moneys in the Kansas City Zoological 64District Sales Tax Trust Fund shall not be deemed to be state funds and 65shall not be commingled with any funds of the state. The director of 66 revenue shall keep accurate records of the amount of money collected 67and deposited in the trust fund and the records shall be open to the 68inspection of officers of the district, the counties composing the 69 district, and the public. Not later than the tenth day of each month the 7071director of revenue shall distribute all moneys deposited in the Kansas 72City Zoological District Sales Tax Trust Fund during the preceding month to the district. 73

746. The director of revenue may make refunds from the amounts in the Kansas City Zoological District Sales Tax Trust Fund and 7576credited to the district for erroneous payments and overpayments 77made, and may redeem dishonored checks and drafts deposited to the credit of the district. If the district abolishes the tax, the county shall 78 79notify the director of revenue of the action at least ninety days prior to the effective date of the repeal and the director of revenue may 80 order retention in the Kansas City Zoological District Sales Tax Trust 81 Fund, for a period of one year, of two percent of the amount collected 8283after receipt of such notice to cover possible refunds or overpayment of the tax and to redeem dishonored checks and drafts deposited to the 8485credit of such account. After one year has elapsed after the effective date of abolition of the tax in the district, the director of revenue shall 86 remit the balance in the account to the district and close the account 87of the district. The director of revenue shall notify the district of each 88 instance of any amount refunded or any check redeemed from receipts 89 90 due the district.

91 7. Any of the eligible counties composing the Kansas City
92 Zoological District may withdraw from the district by adoption of a
93 resolution and approval of the resolution by a majority of the qualified

electors of the county, in the same manner provided in this section for 94 95creating or becoming a part of the district. The governing body of a 96 withdrawing county shall provide for the sending of formal written notice of withdrawal from the district to the governing body of the 97other county or each of the other counties comprising the 98 district. Actual withdrawal shall not take effect until ninety days after 99 notice has been sent. A withdrawing county shall not be relieved from 100 any obligation that such county may have assumed or incurred by 101 102 reason of being a part of the district, including, but not limited to, the 103 retirement of any outstanding bonded indebtedness of the district.

184.506. 1. The district shall be governed by the commission, which shall be a body corporate and politic and subdivision of the state and shall be composed of resident electors, as follows:

4 (1) One member of the governing body of each eligible county 5 that is a part of the district, who shall be appointed by a majority vote 6 of such county's governing body;

7 (2) One member of the Kansas City, Missouri Board of Parks and
8 Recreation, who shall be appointed by a majority vote of such board;

9 (3) One member shall be the executive director of the Kansas
10 City Zoo;

(4) One member shall be appointed by the governing body of
each eligible county which establishes the district under section
184.503 in the following manner:

14(a) The Friends of the Zoo Inc shall provide the names of three individuals to the governing body of each eligible county. Each 15individual named shall be at least twenty-one years of age, a resident 1617of such eligible county, and a registered voter of such eligible county; 18(b) Within sixty days of receiving the three names provided under paragraph (a) of this subdivision, the governing body of each 19 20eligible charter county shall select by a majority vote one individual from the three names provided under paragraph (a) of this subdivision 21who shall then serve as a member of the district's commission for a 22term described under subsection 2 of this section. Within sixty days of 2324receiving the three names provided under paragraph (a) of this subdivision, the governing body of each eligible noncharter county 25shall select by unanimous vote one individual from the three names 26provided under paragraph (a) of this subdivision who shall then serve 27

as a member of the district's commission for a term described undersubsection 2 of this section.

2. The term of each commissioner, initially appointed by a 30 county governing body, shall expire concurrently with such 3132commissioner's tenure as a county officer or three years after the date of appointment as a commissioner, whichever occurs first. The term of 33 each succeeding commissioner shall expire concurrently with such 34successor commissioner's tenure as a county officer or four years after 35the date of appointment as a commissioner, whichever occurs first. The 36 term of the commissioner initially appointed by the Kansas City, 3738Missouri Board of Parks and Recreation shall expire concurrently with such commissioner's tenure as a member of the Kansas City, Missouri 39Board of Parks and Recreation, or one year after the date of 40appointment as a commissioner, whichever occurs first. The term of 41 each commissioner succeeding a commissioner appointed by the Kansas 42City, Missouri Board of Parks and Recreation shall expire concurrently 43with such successor commissioner's tenure as a member of the Kansas 44 45City, Missouri Board of Parks and Recreation or four years after the date of appointment as a commissioner, whichever occurs first. The 4647term of each commissioner initially appointed by the governing body 48of an eligible county shall expire four years after the date of appointment as a commissioner. The term of each commissioner 4950succeeding a commissioner appointed by the governing body of an eligible county shall expire four years after the date of appointment as 51commissioner. If an eligible county withdraws under subsection 7 of 52section 184.503, then the position of commissioner appointed by such 5354eligible county ends on the date on which the withdrawal becomes effective. The term of the executive director of the Kansas City Zoo 55shall not expire but shall transfer automatically to the current 56executive director of the Kansas City Zoo or any interim director. Any 57vacancy occurring in a commissioner position for reasons other than 58expiration of terms of office shall be filled for the unexpired term by 59appointment in the same manner that the original appointment was 60 61 made. Any commissioner may be removed for cause by the appointing authority of the commissioner. 62

63 3. The commission shall select annually, from its membership, a
64 chairperson, a vice chairperson, and a treasurer. The treasurer shall

65 be bonded in such amounts as the commission may require.

66 4. The commission may appoint such officers, agents, and 67 employees as it may require for the performance of its duties, and shall 68 determine the qualifications and duties and fix the compensation of 69 such officers, agents, and employees.

5. The commission shall fix the time and place at which its meetings shall be held. Meetings shall be held within the district and shall be open to the public. Public notice shall be given of all meetings.

736. A majority of the commissioners shall constitute, in the aggregate, a quorum for the transaction of business. No action of the 74commission shall be binding unless taken at a meeting at which at least 75a quorum is present, and unless a majority of the commissioners 76present at such meeting, shall vote in favor thereof. In the event a 77quorum is present and there is a tie vote on a pending motion, the 78executive director of the Kansas City Zoo shall have the power to break 79 the tie by exercising an additional vote. No action of the commission 80 taken at a meeting thereof shall be binding unless the subject of such 81 82action is included in a written agenda for such meeting, the agenda and 83 notice of meeting having been mailed to each commissioner by postage-84 paid first class mail at least fourteen calendar days prior to the 85meeting.

86 7. The commissioners shall be subject to the provisions of the 87 laws of this state, which relate to conflicts of interest, in any zoological activity supported by the district or commission or in any other 88 89 business transaction of the district or commission. A commissioner shall disclose any conflict of interest in writing to the other 90 91commissioners and shall abstain from voting on any matter relating to 92such facility, organization, or activity or such business transaction, except that the executive director of Kansas City Zoo shall not be 93 required to abstain from voting on matters relating to the Kansas City 94 Zoo. 95

96 8. Commissioners shall enjoy official immunity under the 97 common law for any action at law or equity, or other legal proceeding 98 against any commissioner relating to any act or omission of the 99 commissioner arising out of his or her performance of duties as a 100 commissioner. If any action at law or equity, or other legal proceeding, 101 shall be brought against any commissioner for any act or omission

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102 arising out of the performance of duties as a commissioner, the 103 commissioner shall be indemnified in whole and held harmless by the 104 commission for any judgment or decree entered against the 105 commissioner and, further, shall be defended at the cost of expense of 106 the commission in any such proceeding.

184.509. 1. The commission shall adopt a seal and suitable bylaws governing its management and procedure. The commission  $\mathbf{2}$ shall have the power to contract and to be contracted with, and to sue 3 and to be sued. The commission may own and acquire, by gift, 4 purchase, lease, or devise, zoological facilities within the territory of  $\mathbf{5}$ 6 the district. The commission may plan, construct, operate, and maintain and contract for the operation and maintenance of zoological 7 facilities within the territory of the district. The commission may sell, 8 lease, donate, transfer, or otherwise dispose of zoological facilities 9 within the territory of the district. The commission may receive for 10any of its purposes and functions any contributions or moneys 11 appropriated by counties or cities and may solicit and receive any and 1213all donations, and grants of money, equipment, supplies, materials, and services from any state or the United States or any agency thereof, or 1415from any institution, foundation, organization, person, firm, or 16corporation, and may utilize and dispose of the same.

At any time following five years from the date of creation of
 the Kansas City Zoological District, the commission may borrow moneys
 for the planning, construction, equipping, operation, maintenance,
 repair, extension, expansion, or improvement of any zoological facility
 by:

(1) Issuing notes, bonds or other instruments in writing of the commission in evidence of the sum or sums to be borrowed. No notes, bonds or other instruments in writing shall be issued pursuant to this subsection until the issuance of such notes, bonds or instruments has been submitted to and approved by a majority of the qualified electors of the district voting at an election called and held thereon. Such election shall be called and held in the manner provided by law;

(2) Issuing refunding notes, bonds or other instruments in
writing for the purpose of refunding, extending or unifying the whole
or any part of its outstanding indebtedness from time to time, whether
evidenced by notes, bonds or other instruments in writing. Such

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refunding notes, bonds or other instruments in writing shall not exceed
in amount the principal of the outstanding indebtedness to be refunded
and the accrued interest thereon to the date of such refunding;

36 (3) Providing that all notes, bonds and other instruments in 37 writing issued hereunder shall or may be payable, both as to principal and interest, from sales tax revenues authorized under this compact 38and disbursed to the district by counties comprising the district, 39admissions and other revenues collected from the use of any zoological 40 facility or facilities constructed hereunder, or from any other resources 41 of the commission, and further may be secured by a mortgage or deed 4243of trust upon any property interest of the commission; and

44 (4) Prescribing the details of all notes, bonds or other 45 instruments in writing, and of the issuance and sale thereof. The 46 commission shall have the power to enter into covenants with the 47 holders of such notes, bonds or other instruments in writing, not 48 inconsistent with the powers granted herein, without further legislative 49 authority.

3. The commission may provide donations, contributions, and grants or other support, financial or otherwise for, or in aid of, zoological activities in counties that are part of the district. In determining whether to provide any such support the commission shall consider the following factors:

55 (1) The commission's primary purpose is to support the 56 maintenance and operation of the Kansas City Zoo through donations, 57 contributions, grants, and other financial support;

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(2) The economic impact upon the district;

59 (3) The benefit to citizens of the district and to the general60 public;

61 (4) The contribution to the quality of life and popular image of62 the district;

63 (5) The breadth of popular appeal within and outside the64 district; and

65 (6) Any other factor deemed appropriate by the commission.

4. The commission may provide for actual and necessary
expenses of commissioners incurred in the performance of their official
duties.

5. The commission shall cause to be prepared annually a report

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70on the operations and transactions conducted by the commission 71during the preceding year. The report shall be submitted to the governing bodies of the counties comprising the district, to the 72governing body of each county that appoints a commissioner, to the 73Kansas City, Missouri Board of Parks and Recreation, and to the 74executive board of Friends of the Zoo, Inc. The commission shall 75publish the annual report in the official county newspaper of each of 7677the counties comprising the district.

6. The commission has the power to perform all other necessary and incidental functions and duties and to exercise all other necessary and appropriate powers not inconsistent with the constitution or laws of this state to effectuate the same.

7. Nothing in this section shall be construed as granting the commission authority or power to manage the Kansas City Zoo or to retain title to, or control over, the lands occupied by the Kansas City Zoo.

184.512. 1. The moneys necessary to finance administrative operations of the Kansas City zoological district for the first six months after its creation shall be appropriated to the commission by the counties comprising the district. Thereafter, the moneys necessary to finance the operation of the Kansas City zoological district shall be taken from the Kansas City zoological district sales tax fund, established under the provisions of section 184.503.

8 2. The commission shall not incur any indebtedness or obligation 9 of any kind, nor shall the commission pledge the credit of either or any 10 of the counties comprising the district, except as authorized in section 11 184.509. The budget of the district shall be prepared, adopted, and 12 published as provided by law for other political subdivisions of this 13 state.

3. This commission shall keep accurate accounts of all receipts and disbursements. The receipts and disbursements of the commission shall be audited yearly by a certified or licensed public accountant and the report of the audit shall be included in and become a part of the annual report of the commission.

4. The accounts of the commission shall be open at any
reasonable time for inspection by duly authorized representatives of
the counties comprising the district, the cities that appoint a

- 22 commissioner, the executive committee of Friends of the Zoo, Inc., and
- 23 other persons authorized by the commission.

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## Bill

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