## FIRST REGULAR SESSION

# **SENATE BILL NO. 364**

# 96TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR PEARCE.

Read 1st time February 28, 2011, and ordered printed.

1816S.01I

TERRY L. SPIELER, Secretary.

To amend chapter 67, RSMo, by adding thereto twenty-one new sections relating to recreational systems of political subdivisions.

AN ACT

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

Section A. Chapter 67, RSMo, is amended by adding thereto twenty-one new sections, to be known as sections 67.4600, 67.4605, 67.4610, 67.4615, 67.4620, 67.4625, 67.4630, 67.4635, 67.4640, 67.4645, 67.4650, 67.4655, 67.4660, 67.4665, 67.4670, 67.4675, 67.4680, 67.4685, 67.4690, 67.4695, and 67.4700, to read as follows:

67.4600. A parks, trails and greenways district may be created, incorporated and managed pursuant to sections 67.4600 to 67.4700 and  $\mathbf{2}$ once created may exercise the powers granted to such district pursuant 3 to section 67.4615. A district shall include a county of the first 4 5classification with a charter form of government and having a population of less than nine hundred thousand inhabitants, according 6 7 to the last decennial census. That district may also include any county within the same metropolitan statistical area as the county with a 8 9 charter form of government. Any county satisfying the requirements of this section may be included in a district if the voters in such county 10 11 vote, pursuant to sections 67.4620 and 67.4625, to be included in that 12district. Any recreation system or public parks system that exists within a district established pursuant to sections 67.4620 to 67.4700 1314shall remain in existence with the same powers and responsibilities it had prior to the establishment of such a district. Nothing in sections 1567.4600 to 67.4700 shall be construed in any manner to limit or prohibit: 16 17(1) Later establishment or cessation of any park or recreation 18 system provided by law; or

19 (2) Any powers and responsibilities of any park or recreation20 system provided by state law.

67.4605. When a district authorized by 67.4600 is created, it shall 2 be a body corporate and a political subdivision of this state, as that 3 term is defined in section 67.750, and the district shall be known as 4 "..... Parks, Trails and Greenways District". In that name, the 5 district may sue and be sued, issue bonds, and levy and collect taxes or 6 fees pursuant to the limitations of sections 67.4600 to 67.4700.

67.4610. Each district established shall be responsible for the planning, development, operation, and maintenance of a public system  $\mathbf{2}$ 3 of interconnecting trails, open space, greenways and parks throughout 4 the counties comprising each district except as otherwise specifically provided under sections 67.4600 to 67.4700. The powers and  $\mathbf{5}$ responsibilities of districts shall be supplemental to, but shall not be a 6 substitute for, the powers and responsibilities of other parks and 7 recreation systems located within the district or for the powers of other 8 conservation and environmental regulatory agencies. Nothing in this 9 10section shall be interpreted to grant any district the authority to 11 regulate water quality, watershed, or land use issues in the county or 12counties comprising the district.

67.4615. A parks, trails, and greenways district shall have the 2 power to:

3 (1) Prepare or cause to be prepared and adopt a plan or plans for
4 interconnecting systems of public parks, trails, open spaces, and
5 greenways throughout the counties comprising each district;

6 (2) Develop, supervise, improve, maintain, and take custody of 7 an interconnecting system of public parks, trails, open space, 8 greenways, and recreational facilities owned, operated, managed, or 9 maintained by the district;

10 (3) Issue bonds, notes, or other obligations in furtherance of any
11 power or duty of a district and to refund those bonds, notes, or
12 obligations, as provided in sections 67.4680 to 67.4690;

(4) Contract with public and private entities, including other
parks and recreation agencies, or individuals both within and without
the state and contract with the United States or any agency thereof in
furtherance of any power or duty of a district;

17 (5) Lease, purchase, own, hold, control, contract, and sell any and

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all rights in land, buildings, improvements, and all other real or personal property that is a combination of both; provided that, real property within a county may only be purchased by a district if a majority of the board members from the county in which that real property is located consent to such purchase;

23 (6) Receive property, both real and personal, or money that has
24 been granted, donated, devised, or bequeathed to the district;

(7) Establish a separate district account into which all local sales
taxes received from the director of the department of revenue and
other funds received by the district shall be deposited;

(8) Establish and collect reasonable charges for the use of the
facilities of a district;

(9) Maintain an office and staff at any place or places in this
state as a district may designate and conduct its business and
operations as is necessary to fulfill the district's duties; and

(10) Appoint, when a district board determines it is appropriate,
advisory committees to assist a district board in the exercise of the
powers and duties vested in the district.

67.4620. A question, in substantially the following form, may be 2 submitted to the voters in each county authorized to establish a 3 district:

4 Shall there be organized in the County of 5....., state of Missouri, a parks, trails, 6 and greenways district for the purposes of planning, 7 developing, supervising, improving, maintaining, and 8 taking custody of an interconnecting system of public parks, trails, open space, greenways, and recreational 9 10 facilities within the boundaries of the district, and shall ..... County join ..... 11 (insert all counties within proposed district) Counties, 12provided each approves the formation of this district in 13their respective county, to form one district to be known 14as "..... Parks, Trails, and Greenways 1516District", and shall a local sales tax of one tenth of one cent 17be levied and collected in County for the support of the parks, trails, and greenways district, with forty-five 18 19percent of that revenue going to the district and fifty-five

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20 percent being returned to ...... County and the cities

 $\square$  NO

21 within the County for local park improvements?

## 22 $\Box$ YES

67.4625. In the event that a district is proposed to include more than one county, and a majority of the votes cast by the qualified voters 2voting on a question submitted in a county proposed for inclusion in a 3 district vote in favor of such proposition, then that district shall be 4 deemed created and shall include the counties in which a majority of  $\mathbf{5}$ the voters voting in that county voted in favor of the proposition; 6 provided that, no district proposed to include more than one county 7 shall be created unless and until the voters of a county with a charter 8 form of government and having a population of less than nine hundred 9 10 thousand inhabitants has approved such question. If a majority of the 11 qualified voters in a one county district vote in opposition to the 12creation of a district, such district shall not be deemed created unless 13and until another question of whether to authorize the creation of the 14district and impose the one-tenth of one cent local sales tax is submitted to the qualified voters of that county and that question is 1516approved by a majority of the qualified voters voting thereon. However, in a district proposed to include more than one 17county, if a majority of the qualified voters voting in a county proposed 18for inclusion vote in opposition, such county shall not be included in 1920that district. After a district has been created, counties eligible for 21inclusion in the district which are not already included in such district, may join that district if the question is submitted to the voters of such 2223county and the question is approved in the manner provided under sections 67.4600 to 67.4690. 24

67.4630. The governing body of any county located within a district shall be authorized to impose by order, ordinance or otherwise 2 a one-tenth of one cent local sales tax on all retail sales subject to 3 taxation pursuant to sections 144.010 to 144.525, for the purpose of 4 funding activities that are consistent with the powers and duties of a 5district. The tax authorized under this section shall be in addition to 6 all other sales taxes allowed by law. The provisions of sections 32.085 7 and 32.087, shall apply to each local sales tax approved pursuant to 8 sections 67.4600 to 67.4700. 9

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67.4635. The local sales tax authorized in section 67.4630 shall be collected and allocated in each district as follows:

3 (1) Forty-five percent of the local sales taxes collected from each county as described in section 67.4635 shall be deposited by the 4 department in the district fund to be administered by the board of 5directors of such district to pay costs associated with the planning, 6 development, supervision, improvement, maintenance, and custody of 7 an interconnecting system of trails and recreational facilities within 8 the boundaries of such district. No more than five percent of the 9 amount deposited shall be used for grants to local public agencies to be 10 used for activities that are consistent with the district's powers and 11 duties. Office and project administration costs may be up to, but not 12exceed, fifteen percent of the amount deposited in a district fund; 13

(2) Fifteen percent of the local sales taxes collected from each
county shall be distributed by the department of revenue to the source
county for planning, development, supervision, improvement,
maintenance, and custody of public parks, trails, open space,
greenways, and recreational facilities within the boundaries of the
district; and

(3) Forty percent of the local sales taxes collected from each county shall be distributed by the department of revenue to each of the cities in such county, in proportion to each city's relative local sales tax contribution, to be used for planning, development, supervision, improvement, maintenance, and custody of public parks, trails, and recreational facilities within the boundaries of the district.

67.4640. 1. Any county levying a local sales tax under the  $\mathbf{2}$ provisions of sections 67.4600 to 67.4690 shall be prohibited from administering or collecting the tax locally, but shall utilize the services 3 of the department of revenue to administer, enforce, and collect such 4 tax. The sales tax shall be administered, enforced and collected in the 5same manner and by the same procedure as other local sales 6 taxes. Except as modified in this section, all provisions of sections 7 32.085 and 32.087 shall apply to the tax imposed pursuant to this 8 9 section.

Upon receipt of a certified copy of a resolution from a county
 authorizing the levy of the tax authorized under sections 67.4600 to
 67.4690 stating the name of the district in which such county is

included, the director of the department shall cause the tax to be 1314collected. All moneys derived from the sales tax imposed under the provisions of sections 67.4600 to 67.4690 shall be credited to a fund 15hereby established for each district in the state treasury. Any refund 16due on any local sales tax collected pursuant to sections 67.4600 to 1767.4700 shall be paid out of the sales tax refund fund and reimbursed 18by the director of revenue from the sales tax revenue collected under 19this section. All local sales tax revenue derived from the tax authorized 2021under sections 67.4600 to 67.4690 shall be remitted at least quarterly by the director of revenue to each district, the source counties included 2223in each district, and the cities in each of those counties as provided under section 67.4635. 24

67.4645. Notwithstanding the provisions of section 99.845 to the contrary, the revenues from the local sales taxes imposed under the provisions of section 67.4600 to 67.4700 shall not be allocated to or paid by the department to any special allocation fund established by any municipality under sections 99.800 to 99.865.

67.4650. 1. When a district is created pursuant to sections 267.4600 to 67.4690, the presiding commissioner or county executive of 3 the county shall appoint one member of the district's board of directors chosen from the residents of such county. The mayor of the largest city 4 in such county shall appoint two persons from the residents of such 5 city, and the mayors of the next five most populous cities in the county 6 shall, on a rotating basis and in accordance with section 67.4665, 7 appoint four persons from the residents of those respective cities to 8 serve on the board. If a district includes more than one county, the 9 10 presiding commissioner or county executive of each other county 11 included in such district shall appoint two members of the board to be chosen from the residents of such counties. In addition, each other 12county that has or attains a population of two hundred thousand 1314 inhabitants shall have one additional board member for every additional one hundred thousand inhabitants, as the population of that 15county is determined by the latest decennial census. One of the board 1617members from each other county included in the district shall be from the largest city in that county. 18

192. Any new county entering a district shall appoint the20appropriate number of new board members, as soon as practicable after

the date on which the qualified voters of such county approve the county's inclusion in a district; provided that the appointment shall be made on or before the date of the second board of directors' meeting following voter approval.

67.4655. Any county that is a member of a district, and is also a county with a charter form of government having a population of less than nine hundred thousand inhabitants, according to the last decennial census, and the mayors of the second through sixth most populous cities in such county, also as determined by the most recent decennial census, shall appoint the board members from the residents of those cities by December fifteenth of each year. Representation on the board from such cities shall be on a rotating basis.

9 (1) The second most populous city shall have one member on the 10 board who shall serve for a term of one year.

(2) The third most populous city shall be represented by onemember on the board, who shall serve for a term of two years.

13 (3) The fourth most populous city shall be represented by one14 member on the board, who shall serve for a term of three years.

15 (4) The fifth most populous city shall be represented by one
16 member on the board, who shall serve for a term of four years.

17 (5) The sixth most populous city shall not be represented on the18 board.

19 In the second year, the sixth most populous city shall be represented 20 on the board, and the member shall serve for a term of four years. In 21 the second year, the second most populous city shall have no 22 representation on the board. Membership on the board shall rotate in 23 such manner every year thereafter, with each of the second through 24 sixth most populous cities not being represented on the board, in this 25 alternating basis, one of every succeeding four years.

67.4660. 1. The board members appointed to a district shall hold office for four-year terms; provided that, initial terms of the representative of the second through the sixth most populous cities in the county with a charter form of government having a population of less than nine hundred thousand inhabitants shall be of staggered lengths as set forth in section 67.4665. On the expiration of the initial terms of appointment and on the expiration of any subsequent term, the resulting vacancies shall be filled by the chief elected official of each 9 of the represented cities and counties. All vacancies on the board shall 10 be filled in the same manner and duration of the term being 11 filled. Board members shall serve until their successors are named and 12 the successors have commenced their terms as board members. Board 13 members shall be eligible for reappointment.

2. The chief elected official of each city or county that has membership on the board of a district may replace a board member representing such official's city or county at any time, in such elected official's sole discretion. Upon removal, the chief elected official shall appoint another individual to represent such city or county.

67.4665. Promptly after their appointment, the initial board members of a district shall hold an organizational meeting and shall elect a president, secretary, and treasurer and any other officers from among their number as they may deem necessary. The members shall make and adopt bylaws, rules, and regulations for their guidance, as may be expedient and not inconsistent with sections 67.4600 to 67.4700.

67.4670. Board members shall be citizens of the United States and shall reside within the county or city, as the case may be, from which they are appointed. No board member shall receive compensation for performance of duties as a board member. No board member shall be financially interested directly or indirectly in any contract entered into pursuant to sections 67.4600 to 67.4700.

67.4675. When a public highway, street or road extends into or through a public trail, trail area, greenway or park area of a district, 2or when a public highway, street or road forms all or part of a suitable 3 connection between two or more public trails, trail areas, or park areas 4 within a district, and it is advisable by the board to make alterations 5in the route or width of the highway or to grade, drain, pave, or 6 otherwise improve the highway, the board may enter into agreements, 7 consistent with the purposes of such district, with the public 8 authorities in control of the portion of such highway, street, or road 9 that lies within any, or forms any part of, a connecting link to and 10 between any public trail, trail area, or park area of a district. Any 11 12agreement with such a public authority shall follow the procedure authorized by law for dealing with such authority, and any agreement 13shall provide for the payment by the board of an agreed-upon portion 14of the costs of such agreement. This section shall not alter the legal 15

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16 status of such highway, street, or road in any way.

67.4680. No district created under sections 67.4600 to 67.4700 2 shall exercise the power of eminent domain.

67.4685. 1. Bonds of a district authorized by sections 67.4600 to  $\mathbf{2}$ 67.4700 shall be issued pursuant to a resolution adopted by the board of directors of such district, which shall set out the estimated cost to 3 the district of proposed improvements, and shall further set out the 4 amount of bonds to be issued, their purpose or purposes, their date or 5 dates, denomination or denominations, rate or rates of interest, time or 6 times of payment, both of principal and of interest, place or places of 7 payment and all other details in connection with such bonds. Such 8 bonds may be subject to provisions for redemption prior to maturity, 9 10 with or without premium, and at the times and upon the conditions as may be provided by the resolution. 11

2. Notwithstanding provisions of section 108.170 to the contrary, bonds authorized under this section shall bear interest at a rate or rates determined by the issuing district and shall mature within a period not exceeding twenty years and may be sold at public or private sale for not less than ninety-five percent of the principal amount of the bonds to be issued. Bonds issued by a district shall possess all of the qualities of negotiable instruments pursuant to the laws of this state.

19 3. Bonds may be payable to bearer, may be registered or coupon 20bonds and if payable to bearer, may contain any registration provisions as to either principal and interest, or principal only, as may be 2122provided in the resolution authorizing such bonds, which may also provide for the exchange of registered and coupon bonds. Bonds and 2324any coupons attached thereto shall be signed by the officers of the district as may be provided by the resolution authorizing the bonds. A 25district may provide for the replacement of any bond that has become 2627mutilated, destroyed, or lost.

4. Bonds issued by a district shall be payable as to principal, interest, and redemption premium, if any, out of all or any part of the issuing district's parks, trails, and greenways fund, including revenues derived from local sales taxes and any other monies held by such district. Neither the board members nor any person executing the bonds shall be personally liable on those bonds by reason of the issuance of such bonds. Bonds issued pursuant to sections 67.4695 and 10

3567.4700 shall not constitute a debt, liability or obligation of this state, 36or any political subdivision of this state, nor shall any such obligations 37be a pledge of the faith and credit of this state, but shall be payable solely from the revenues and assets held by the issuing district. The 38issuance of bonds pursuant to section 67.4695 to 67.4700 shall not 39directly, indirectly, or contingently obligate this state or any political 40subdivision of this state, other than the district issuing the bonds, to 41 levy any form of taxation for such bonds or to make any appropriation 42for their payment. Each obligation or bond issued pursuant to section 4367.4695 and 67.4700 shall contain, on its face, a statement that the 44issuing district shall not be obligated to pay such bond nor the interest 45on such bonds, except from the revenues received by the issuing 46district or assets of such district lawfully pledged for such district, and 47that neither the good faith and credit nor the taxing power of this state 48or of any political subdivision of this state, other than the issuing 49district, is pledged to the payment of the principal of, or the interest, 50on such obligation or bond. The proceeds from bonds shall be 5152disbursed in the manner and pursuant to the restrictions the district 53may provide in the resolution authorizing the issuance of those bonds.

67.4690. 1. A district may issue negotiable refunding bonds for  $\mathbf{2}$ the purpose of refunding, extending, or unifying the whole or any part of any bonds of a district then outstanding, or any bonds, notes or other 3 obligations issued by any other public agency, public body or political 4 subdivision in connection with any facilities to be acquired, leased or 5 subleased by that district, which refunding bonds shall not exceed the 6 amount necessary to refund the principal of the outstanding bonds to 7 be refunded and the accrued interest on those bonds to the date of that 8 refunding, together with any redemption premium, amounts necessary 9 10 to establish reserve and escrow funds and all costs and expenses incurred in connection with the refunding. The board shall provide for 11 12the payment of interest and principal of any refunding bonds in the same manner as was provided for the payment of interest and principal 13of the bonds refunded. 14

15 2. In the event that any of the board members or officers of a 16 district whose signatures appear on any bonds or coupons shall cease 17 to be on the board or cease to be an officer before the delivery of those 18 bonds, those signatures shall remain valid and sufficient for all 19 purposes, the same as if that board members or officers had remained20 in office until the delivery of those bonds.

67.4695. Each district is hereby declared to be performing a public function and bonds of a district are declared to be issued for an essential public and governmental purpose and, accordingly, interest on those bonds and income from those bonds shall be exempt from income taxation by this state.

67.4700. All purchases by a district in excess of ten thousand 2 dollars used in the construction or maintenance of any public 3 recreational facility, trail, park, or greenway in that district shall be 4 made pursuant to the lowest and best bid standard as provided in 5 section 34.040, or pursuant to the lowest and best proposal standard as 6 provided in section 34.042. The board of any district shall have the 7 same discretion, powers, and duties as granted to the commissioner of 8 administration by sections 34.040 and 34.042.