

SECOND REGULAR SESSION

HOUSE BILL NO. 1432

95TH GENERAL ASSEMBLY

INTRODUCED BY REPRESENTATIVES FLOOK (Sponsor), KOMO, FUNDERBURK,
GRISAMORE AND ROORDA (Co-sponsors).

3419L.01I

D. ADAM CRUMBLISS, Chief Clerk

AN ACT

To repeal sections 68.025, 68.035, 68.040, and 68.070, RSMo, and to enact in lieu thereof nineteen new sections relating to port authorities.

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

Section A. Sections 68.025, 68.035, 68.040, and 68.070, RSMo, are repealed and
2 nineteen new sections enacted in lieu thereof, to be known as sections 68.025, 68.035, 68.040,
3 68.070, 68.300, 68.305, 68.310, 68.315, 68.320, 68.325, 68.330, 68.335, 68.340, 68.345, 68.350,
4 68.355, 68.360, 68.365, and 68.370, to read as follows:

68.025. 1. Every local and regional port authority, approved as a political subdivision
2 of the state, shall have the following powers to:

3 (1) Confer with any similar body created under laws of this or any other state for the
4 purpose of adopting a comprehensive plan for the future development and improvement of its
5 port districts;

6 (2) Consider and adopt detailed and comprehensive plans for future development and
7 improvement of its port districts and to coordinate such plans with regional and state programs;

8 (3) **Establish a port improvement district in accordance with this chapter;**

9 (4) **Carry out any of the projects enumerated in subdivision (16) of section 68.305;**

10 (5) **Within the boundaries of any established port improvement district, to levy**
11 **either a sales and use tax or a real property tax, or both, for the purposes of paying any**
12 **part of the cost of a project benefitting property in a port improvement district;**

13 (6) **Pledge both revenues generated by any port improvement district and any other**
14 **port authority revenue source to the repayment of any outstanding obligations;**

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

15 (7) Either jointly with a similar body, or separately, recommend to the proper
16 departments of the government of the United States, or any state or subdivision thereof, or to any
17 other body, the carrying out of any public improvement for the benefit of its port districts;

18 [(4)] (8) Provide for membership in any official, industrial, commercial, or trade
19 association, or any other organization concerned with such purposes, for receptions of officials
20 or others as may contribute to the advancement of its port districts and any industrial
21 development therein, and for such other public relations activities as will promote the same, and
22 such activities shall be considered a public purpose;

23 [(5)] (9) Represent its port districts before all federal, state and local agencies;

24 [(6)] (10) Cooperate with other public agencies and with industry, business, and labor
25 in port district improvement matters;

26 [(7)] (11) Enter into any agreement with any other states, agencies, authorities,
27 commissions, municipalities, persons, corporations, or the United States, to effect any of the
28 provisions contained in this chapter;

29 [(8)] (12) Approve the construction of all wharves, piers, bulkheads, jetties, or other
30 structures;

31 [(9)] (13) Prevent or remove, or cause to be removed, obstructions in harbor areas,
32 including the removal of wrecks, wharves, piers, bulkheads, derelicts, jetties or other structures
33 endangering the health and general welfare of the port districts; in case of the sinking of a facility
34 from any cause, such facility or vessel shall be removed from the harbor at the expense of its
35 owner or agent so that it shall not obstruct the harbor;

36 [(10)] (14) Recommend the relocation, change, or removal of dock lines and shore or
37 harbor lines;

38 [(11)] (15) Acquire, own, construct, redevelop, lease, maintain, and conduct land
39 reclamation and resource recovery [with respect to unimproved land] , **including the removal**
40 **of sand, rock, or gravel**, residential developments, commercial developments, mixed-use
41 developments, recreational facilities, industrial parks, industrial facilities, and terminals, terminal
42 facilities, warehouses and any other type port facility;

43 [(12)] (16) Acquire, own, lease, sell or otherwise dispose of interest in and to real
44 property and improvements situate thereon and in personal property necessary to fulfill the
45 purposes of the port authority;

46 [(13)] (17) Acquire rights-of-way and property of any kind or nature within its port
47 districts necessary for its purposes. Every port authority shall have the right and power to
48 acquire the same by purchase, negotiation, or by condemnation, and should it elect to exercise
49 the right of eminent domain, condemnation proceedings shall be maintained by and in the name
50 of the port authority, and it may proceed in the manner provided by the laws of this state for any

51 county or municipality. The power of eminent domain shall not apply to property actively being
52 used in relation to or in conjunction with river trade or commerce, unless such use is by a port
53 authority pursuant to a lease in which event the power of eminent domain shall apply;

54 [(14)] **(18)** Contract and be contracted with, and to sue and be sued;

55 [(15)] **(19)** Accept gifts, grants, loans or contributions from the United States of
56 America, the state of Missouri, political subdivisions, municipalities, foundations, other public
57 or private agencies, individual, partnership or corporations;

58 [(16)] **(20)** Employ such managerial, engineering, legal, technical, clerical, accounting,
59 advertising, stenographic, and other assistance as it may deem advisable. The port authority may
60 also contract with independent contractors for any of the foregoing assistance;

61 [(17)] **(21)** Improve navigable and nonnavigable areas as regulated by federal statute;

62 [(18)] **(22)** Disburse funds for its lawful activities and fix salaries and wages of its
63 employees; and

64 [(19)] **(23)** Adopt, alter or repeal its own bylaws, rules and regulations governing the
65 manner in which its business may be transacted; however, said bylaws, rules and regulations
66 shall not exceed the powers granted to the port authority by this chapter.

67 2. In implementing its powers, the port authority shall have the power to enter into
68 agreements with private operators or public entities for the joint development, redevelopment,
69 and reclamation of property within a port district or for other uses to fulfill the purposes of the
70 port authority.

68.035. 1. The state may make grants to a state port fund, as appropriated by the general
2 assembly, to be allocated by the department of transportation to local port authorities or regional
3 port coordinating agencies. These grants, administered on a nonmatching basis, could be used
4 for managerial, engineering, legal, research, promotion, planning and any other expenses.

5 2. In addition the state may make capital improvement matching grants contributing
6 eighty percent of the funds and local port authorities contributing twenty percent of the funds for
7 specific [projects] **undertakings** of port development such as land acquisitions, construction,
8 terminal facility development, **port improvement projects**, and other related port facilities.
9 **Notwithstanding the foregoing, any matching grants awarded by the Missouri highways**
10 **and transportation commission under the port capital improvement program shall be**
11 **transportation related.**

12 3. The grants provided herein may be used as the local share in applying for other grant
13 programs.

68.040. 1. Every local and regional port authority, approved as a political subdivision
2 of the state, may from time to time issue its negotiable revenue bonds or notes in such principal
3 amounts as, in its opinion, shall be necessary to provide sufficient funds for achieving its

4 purposes, including the construction of port facilities **and the financing of port improvement**
5 **projects**; establish reserves to secure such bonds and notes; and make other expenditures,
6 incident and necessary to carry out its purposes and powers.

7 2. This state shall not be liable on any notes or bonds of any port authority. Any such
8 notes or bonds shall not be a debt of the state and shall contain on the faces thereof a statement
9 to such effect.

10 3. No commissioner of any port authority or any authorized person executing port
11 authority notes or bonds shall be liable personally on said notes or bonds or shall be subject to
12 any personal liability or accountability by reason of the issuance thereof.

13 4. The notes and bonds of every port authority are securities in which all public officers
14 and bodies of this state and all political subdivisions and municipalities, all insurance companies
15 and associations, and other persons carrying on an insurance business, all banks, trust companies,
16 saving associations, savings and loan associations, credit unions, investment companies, all
17 administrators, guardians, executors, trustees, and other fiduciaries, and all other persons
18 whatsoever, who now or may hereafter, be authorized to invest in notes and bonds or other
19 obligations of this state, may properly and legally invest funds, including capital, in their control
20 or belonging to them.

21 5. No port authority shall be required to pay any taxes or any assessments whatsoever
22 to this state or to any political subdivisions, municipality or other governmental agency of this
23 state. The notes and bonds of every port authority and the income therefrom shall, at all times,
24 be exempt from any taxes and any assessments, except for death and gift taxes and taxes on
25 transfers.

26 6. Every port authority shall have the powers and be governed by the procedures now
27 or hereafter conferred upon or applicable to the environmental improvement authority, chapter
28 260, RSMo, relating to the manner of issuance of revenue bonds and notes, and the port authority
29 shall exercise all such powers and adhere to all such procedures insofar as they are consistent
30 with the necessary and proper undertaking of its purposes.

68.070. [If, at any time] **Provided a local or regional port authority has no**
2 **outstanding obligations**, the legislative body or county commission of a city or county, in which
3 a local port authority is situated, votes, by majority, to dissolve said port authority, the local port
4 authority shall be dissolved effective the date of approval of the dissolution by the highways and
5 transportation commission of the state. If, at any time, all of the legislative bodies or county
6 commissions of members of a regional port authority vote, by majority, to dissolve the regional
7 port authority, it shall be dissolved effective the date of the approval of dissolution by the
8 highways and transportation commission of the state. In the event of dissolution of a local or

9 regional port authority, all funds and other assets shall be distributed among the cities and
10 counties, who were members, on a pro rata basis.

**68.300. Sections 68.300 to 68.360 shall be known and may be cited as the "Port
2 Improvement District Act."**

**68.305. As used in sections 68.300 to 68.360, unless the context clearly requires
2 otherwise, the following terms shall mean:**

3 **(1) "Act", the port improvement district act, sections 68.300 to 68.360;**

4 **(2) "Approval", for purposes of elections under this act, a simple majority of those
5 qualified voters casting votes in any election;**

6 **(3) "Board", the board of port authority commissioners for the particular port
7 authority that desires to establish or has established a district;**

8 **(4) "Director of revenue", the director of the department of revenue of the state of
9 Missouri;**

10 **(5) "District" or "port improvement district", an area designated by the port
11 authority which is located within its port district boundaries at the time of establishment;**

12 **(6) "Disposal of solid waste or sewage", the entire process of storage, collection,
13 transportation, processing, and disposal of solid wastes or sewage;**

14 **(7) "Election authority", the election authority having jurisdiction over the area
15 in which the boundaries of the district are located under chapter 115;**

16 **(8) "Energy conservation", the reduction of energy consumption;**

17 **(9) "Energy efficiency", the increased productivity or effectiveness of the use of
18 energy resources, the reduction of energy consumption, or the use of renewable energy
19 sources;**

20 **(10) "Obligations", revenue bonds and notes issued by a port authority and any
21 obligations for the repayment of any money obtained by a port authority from any public
22 or private source along with any associated financing costs, including, but not limited to,
23 the costs of issuance, capitalized interest, and debt service;**

24 **(11) "Owner", the individual or individuals or entity or entities who own a fee
25 interest in real property that is located within the boundaries of a district based upon the
26 recorded real estate records of the county recorder, or the city recorder of deeds if the
27 district is located in a city not within a county, as of the thirtieth day prior to any action;**

28 **(12) "Petition", a petition to establish a port improvement district within the port
29 district boundaries or a petition to make a substantial change to an existing district;**

30 **(13) "Pollution", the existence of any noxious substance in the air or waters or on
31 the lands of the state in sufficient quantity and of such amounts, characteristics, and
32 duration as to injure or harm the public health or welfare or animal life or property;**

33 (14) "Port authority", a political subdivision established under this chapter;

34 (15) "Port district boundaries", the boundaries of any port authority on file with
35 the clerk of the county commission, city clerk, or clerk of the legislative or governing body
36 of the county as applicable, which became effective upon approval by the highways and
37 transportation commission of the state of Missouri;

38 (16) "Project" or "port improvement project", with respect to any property within
39 a port improvement district, or benefitting property within a port improvement district:

40 (a) Providing for, or contracting for the provision of, environmental cleanup,
41 including the disposal of solid waste, services to brownfields, or other polluted real
42 property;

43 (b) Providing for, or contracting for the provision of, energy conservation or
44 increased energy efficiency within any building, structure, or facility;

45 (c) Providing for, or contracting for the provision of, wetland creation,
46 preservation, or relocation;

47 (d) The construction of any building, structure, or facility determined by the port
48 authority as essential in developing energy resources, preventing, reducing, or eliminating
49 pollution, or providing water facilities or the disposal of solid waste;

50 (e) Modifications to, or the relocation of, any existing building, structure, or facility
51 that has been acquired or constructed, or which is to be acquired or constructed for the
52 purpose of developing energy resources, preventing, reducing, or eliminating pollution, or
53 providing water facilities or the disposal of solid waste;

54 (f) The acquisition of real property determined by the port authority to be
55 significant in, or in the furtherance of, the history, architecture, archeology, or culture of
56 the United States, the state of Missouri, or its political subdivisions;

57 (g) The operation, maintenance, repair, rehabilitation, or reconstruction of any
58 existing public or private building, structure, or facility determined by the port authority
59 to be significant in, or in the furtherance of, the history, architecture, archeology, or
60 culture of the United States, the state of Missouri, or its political subdivisions;

61 (h) The construction of any new building, structure, or facility that is determined
62 by the port authority to be significant in, or in the furtherance of, the history, architecture,
63 archeology, or culture of the United States, the state of Missouri, or its political
64 subdivisions;

65 (17) "Qualified project costs", include any and all reasonable costs incurred or
66 estimated to be incurred by a port authority, or a person or entity authorized by a port
67 authority, in furtherance of a port improvement project, which costs may include, but are
68 not limited to:

69 (a) Costs of studies, plans, surveys, and specifications;

70 (b) Professional service costs, including, but not limited to, architectural,
71 engineering, legal, research, marketing, financial, planning, consulting, and special
72 services, including professional service costs necessary or incident to determining the
73 feasibility or practicability of any project and carrying out the same;

74 (c) Administrative fees and costs of a port authority in carrying out any of the
75 purposes of this act;

76 (d) Property assembly costs, including, but not limited to, acquisition of land and
77 other property and improvements, real or personal, or rights or interests therein,
78 demolition of buildings and structures, and the clearing or grading of land, machinery, and
79 equipment relating to any project, including the cost of demolishing or removing any
80 existing structures;

81 (e) Costs of operating, rehabilitating, reconstructing, maintaining, and repairing
82 existing buildings, structures, or fixtures;

83 (f) Costs of constructing new buildings, structures, or fixtures;

84 (g) Costs of constructing, operating, rehabilitating, reconstructing, maintaining,
85 and repairing public works or improvements;

86 (h) Financing costs, including, but not limited to, all necessary and incidental
87 expenses related to the port authority's issuance of obligations, which may include
88 capitalized interest on any such obligations and reasonable reserves related to any such
89 obligations;

90 (i) All or a portion of the port authority's capital costs resulting from a port
91 improvement project necessarily incurred or to be incurred in furtherance of a port
92 improvement project, to the extent the port authority accepts and approves such costs; and

93 (j) Relocation costs, to the extent that a port authority determines that relocation
94 costs shall be paid, or are required to be paid, by federal or state law;

95 (18) "Qualified voters", for the purposes of an election for the approval of a real
96 property tax or a sales and use tax:

97 (a) Registered voters residing within the district; or

98 (b) If no registered voters reside within the district, the owners of one or more
99 parcels of real property within the district, which would be subject to such real property
100 taxes or sales and use taxes, as applicable, based upon the recorded real estate records of
101 the county recorder, or the city recorder of deeds if the district is located in a city not
102 within a county, as of the thirtieth day prior to the date of the applicable election;

(19) "Registered voters", persons who reside within the district and who are qualified and registered to vote under chapter 115, as determined by the election authority as of the thirtieth day prior to the date of the applicable election;

(20) "Respondent", the Missouri highways and transportation commission, each property owner within the proposed district, the municipality or municipalities within which the proposed district is located, the county or counties within which the proposed district is located, and any other political subdivision within the boundaries of the proposed port improvement district, except the petitioning port authority;

(21) "Revenues", all rents, revenues from any levied real property tax and sales and use tax, charges and other income received by a port authority in connection with any project, including any gift, grant, loan, or appropriation received by the port authority with respect thereto;

(22) "Substantial changes", with respect to an established port improvement district, the addition or removal of real property to or from the port improvement district and any changes to the approved district funding mechanism; and

(23) "Water facilities", any facilities for the furnishing and treatment of water for industrial, commercial, agricultural, or community purposes including, but not limited to, wells, reservoirs, dams, pumping stations, water lines, sewer lines, treatment plants, stabilization ponds, storm sewers, storm water detention and retention facilities, and related equipment and machinery.

68.310. 1. A port authority may establish one or more port improvement districts within its port district boundaries for the purpose of funding qualified project costs associated with an approved port improvement project. In order to form a district or to make substantial changes to an existing district, the board shall:

(1) Draft a petition in accordance with subsection 2 of this section;

(2) Hold a public hearing in accordance with section 68.315;

(3) Subsequent to the public hearing, approve by resolution the draft petition containing any approved changes and amendments deemed necessary or desirable by a majority of the board members;

(4) File the approved draft petition in the circuit court of the county where the port improvement district is located, requesting the creation of a port improvement district in accordance with sections 68.300 to 68.360; and

(5) Within thirty days of the circuit court's certification of the petition and establishment of the district, file a copy of the board's resolution approving the petition, the certified petition, and the circuit court judgment certifying the petition and establishing the district with the Missouri highways and transportation commission.

17 2. A petition is proper for consideration and approval by the board and the circuit
18 court if, at the time of such approval, it has been signed by property owners collectively
19 owning more than sixty percent per capita of all owners of real property within the
20 boundaries of the proposed district and contains the following information:

21 (1) The legal description of the proposed district, including a map illustrating the
22 legal boundaries. The proposed district shall be contiguous and may contain all or any
23 portion of one or more municipalities and counties. Property separated only by public
24 streets, easements or rights-of-way, or connected by a single public street, easement, or
25 right-of-way shall be considered contiguous;

26 (2) A district name designation which shall be set out in the following format:

27 (a) The name of the Missouri county or municipality in which the port district
28 boundaries are filed;

29 (b) The words "port improvement district"; and

30 (c) The district designation number, beginning at 1 for the first district formed by
31 that specific port authority, and progressing consecutively upward, irrespective of the year
32 established;

33 (3) A description of the proposed project or projects for which the district is being
34 formed, and the estimated qualified project costs of such projects;

35 (4) The maximum rate or rates and duration of any proposed real property tax or
36 sales and use tax, or both, as applicable, needed to fund the project;

37 (5) The estimated revenues projected to be generated by any such tax or taxes;

38 (6) The name and address of each respondent;

39 (7) A statement that the proposed district shall not be an undue burden on any
40 owner of property within the district and is not unjust or unreasonable;

41 (8) A request that the circuit court certify the projects under the act, approve the
42 proposed real property tax or sales and use tax, or both, as applicable, and establish the
43 district.

68.315. 1. Not more than ten days prior to the submission of the petition to the
2 circuit court, the port authority shall hold or cause to be held a public hearing on the
3 proposed project or projects, proposed real property tax or sales and use tax, or both, as
4 applicable, and the establishment of the proposed district and shall give notice of the public
5 hearing in the manner provided in subsection 3 of this section. All reasonable protests,
6 objections, and endorsements shall be heard at the public hearing.

7 2. The public hearing may be continued to another date without further notice
8 other than a motion to be entered on the official port authority meeting minutes fixing the
9 date, time, and place of the continuance of the public hearing.

3. Notice shall be provided by both publication and mailing. Notice by publication shall be given by publication in a newspaper of general circulation within the municipality or county in which the port authority is located at least once not more than fifteen, but not less than ten, days prior to the date of the public hearing. Notice by mail shall be given not more than thirty, but not less than twenty, days prior to the date of the public hearing by sending the notice via registered or certified United States mail with a return receipt attached to the address of record of each owner within the boundaries of the proposed district. The published and mailed notices shall include the following:

- (1) The date, time, and place of the public hearing;
- (2) A statement that a petition for the establishment of a district has been drafted for public hearing by the board;
- (3) The boundaries of the proposed district by street location, or other readily identifiable means if no street location exists, and a map illustrating the proposed boundaries;
- (4) A brief description of the projects proposed to be undertaken, the estimated cost thereof, and the proposed method of financing such costs by a real property tax or sales and use tax, or both, as applicable;
- (5) A statement that a copy of the petition is available for review at the office of the port authority during regular business hours;
- (6) The address of the port authority's office; and
- (7) A statement that all interested persons shall be given an opportunity to be heard at the public hearing.

68.320. 1. Within thirty days after the petition is filed, the circuit court clerk shall serve a copy of the petition on the respondents who shall have thirty days after receipt of service to file an answer stating agreement with or opposition to the creation of the district. If any respondent files its answer opposing the creation of the district, it shall recite legal reasons why the petition is defective, why the proposed district is illegal or unconstitutional, or why the proposed method for funding the district is illegal or unconstitutional. The respondent shall ask the court for a declaratory judgment respecting these issues. The answer of each respondent shall be served on each petitioner and every other respondent named in the petition. Any resident or taxpayer within the proposed district not qualifying as a respondent may join in or file a petition supporting or answer opposing the creation of the district and seeking a declaratory judgment respecting these same issues within thirty days after the date notice is last published by the circuit clerk under section 68.325.

14 2. The court shall hear the case without a jury. If the court shall thereafter
 15 determine the petition is defective or the proposed district is illegal or unconstitutional, or
 16 shall be an undue burden on any owner of property within the district or is unjust and
 17 unreasonable, it shall enter its declaratory judgment to that effect and shall refuse to make
 18 the certifications requested in the pleadings. If the court determines that any proposed
 19 funding method is illegal or unconstitutional, it shall enter its judgment striking that
 20 funding method in whole or in part. If the court determines the petition is not legally
 21 defective and the proposed district and method of funding are neither illegal nor
 22 unconstitutional, the court shall enter its judgment to that effect. The court shall then
 23 certify the single question regarding the proposed real property tax or sales and use tax,
 24 or both, as applicable, needed to fund the project for voter approval. If no objections to
 25 the petition are timely filed, the court may make such certifications based upon the
 26 pleadings before it without any hearing.

27 3. Any party having filed an answer or petition may appeal the circuit court's order
 28 or declaratory judgment in the same manner provided for other appeals.

 68.325. The circuit court clerk in whose office the petition was filed shall give notice
 2 to the public by causing one or more newspapers of general circulation serving the counties
 3 or portions thereof contained in the proposed district to publish once a week for four
 4 consecutive weeks a notice substantially in the following form:

5 **NOTICE OF PETITION TO CREATE A PORT IMPROVEMENT DISTRICT**
 6 Notice is hereby given to all persons residing or owning property in
 7 (here specifically describe the proposed district
 8 boundaries), within the state of Missouri, that a petition has been filed asking that a port
 9 improvement district by the name of " Port District No." be formed
 10 for the purpose of developing the following projects: (here summarize the proposed
 11 project or projects). A copy of this petition is on file and available at the office of the clerk
 12 of the circuit court of County, located at,
 13 Missouri. You are notified to join in or file your own petition supporting or answer
 14 opposing the creation of the port improvement district and requesting a declaratory
 15 judgment, as required by law, no later than the day of, 20..... You may
 16 show cause, if any, why such petition is defective or proposed port improvement district
 17 or its funding method, as set forth in the petition, is illegal or unconstitutional and should
 18 not be approved as directed by this court.

19

20 Clerk of the Circuit Court of County

68.330. 1. Upon the port authority's own initiative, and after proper notice being provided and a public hearing being conducted in accordance with subsection 2 of this section, any district may be terminated by a resolution of the board, provided that there are no outstanding obligations secured in any way by district revenues produced from such district. A copy of such resolution shall be filed with the Missouri highways and transportation commission within thirty days of its passage.

2. The public hearing required by this section shall be held and notice of such public hearing shall be given in the manner set forth in section 68.315. The notice shall contain the following information:

(1) The date, time, and place of the public hearing;

(2) A statement that the port authority proposes a resolution terminating the district; and

(3) A statement that all interested parties will be given an opportunity to be heard.

3. Notwithstanding the requirements of this section, if the port authority that has formed the district is dissolved in accordance with this chapter, the district shall automatically be terminated, and any taxes levied shall simultaneously be repealed, except that this subsection shall not apply in such instance when a local port authority is dissolved under subsection 6 of section 68.060 in order to consolidate into a regional port authority.

68.335. 1. For the purposes of providing funds to pay all, or any portion of, the qualified project costs associated with any approved project, subsequent to the establishment of a district under this act, and subsequent to the circuit court's certification of a question regarding any proposed real property tax needed to fund a project, a port authority may levy by resolution a tax upon real property within the boundaries of the district; provided however, no such resolution shall be final nor shall it take effect until the qualified voters approve, by mail-in ballot election conducted in accordance with section 68.355, the circuit court's certified question regarding such proposed real property tax. If a majority of the votes cast by the qualified voters voting on the proposed real property tax are in favor of the tax, then the resolution shall become effective. If a majority of the votes cast by the qualified voters voting are opposed to the real property tax, then the resolution seeking to levy the real property tax shall be deemed to be null and void on the date on which the election may no longer be challenged under section 68.355. The port authority may levy a real property tax rate lower than the tax rate ceiling approved by the qualified voters under subsection 1 of this section and may, by resolution, increase that lowered tax rate to a level not exceeding the tax rate ceiling without approval of the qualified voters.

2. The ballot shall be substantially in the following form:

19 "Shall the (insert name of district) impose a real
20 property tax upon (all real property) within the district at a rate of not more than
21 (insert amount) dollars per hundred dollars assessed valuation for a period
22 of (insert number) years from the date on which such tax is first imposed for the
23 purpose of providing revenue for (insert general description of project
24 or projects) in the district?

25 ☐ YES

☐ NO

26

27 If you are in favor of the question, place an "X" in the box opposite "YES". If you are
28 opposed to the question, place an "X" in the box opposite "NO".

29 3. A port authority may repeal or amend by resolution any real property tax
30 imposed under this section before the expiration date of such real property tax unless the
31 repeal or amendment of such real property tax will impair the port authority's ability to
32 repay any obligations the port authority has incurred to pay any part of the cost of a port
33 improvement project.

 68.340. 1. The county collector of each county in which the district is located, or
2 the collector for the city in which the district is located if the district is located in a city not
3 within a county, shall collect the real property tax made upon all real property within that
4 county and district, in the same manner as other real property taxes are collected.

5 2. Every county or municipal collector and treasurer having collected or received
6 district real property taxes shall, on or before the fifteenth day of each month and after
7 deducting the reasonable and actual cost of such collection but not to exceed one percent
8 of the total amount collected, remit to the port authority the amount collected or received
9 by the port authority prior to the first day of such month. Upon receipt of such money, the
10 port authority shall execute a receipt therefor, which shall be forwarded or delivered to the
11 county collector or city treasurer who collected such money. The port authority shall
12 deposit such sums which are designated for a specific project into a special trust fund to
13 be expended solely for such purpose, or to the port authority treasury if such sums are not
14 designated. The county or municipal collector or treasurer, and port authority shall make
15 final settlement of the port authority account and costs owing, not less than once each year,
16 if necessary.

17 3. Upon the expiration of any real property tax adopted under this section which
18 is designated for a specific project, all funds remaining in the special trust fund shall
19 continue to be used solely for the specific purpose designated in the ballot adopted by the
20 qualified voters. Any funds in such special trust fund which are not needed for current
21 expenditures may be invested by the port authority under applicable laws relating to the

22 investment of other port authority funds and the port authority may use such funds for
23 other approved port improvement projects.

68.345. 1. For the purposes of providing funds to pay all, or any portion of, the
2 qualified project costs associated with any approved project, subsequent to the
3 establishment of a district under this act, and subsequent to the circuit court's certification
4 of a question regarding any proposed sales and use tax needed to fund a project, a port
5 authority may levy by resolution a district wide sales and use tax on all retail sales made
6 in such district which are subject to taxation under sections 144.010 to 144.525, except sales
7 of motor vehicles, trailers, boats or outboard motors, and sales to or from public utilities.
8 Any sales and use tax imposed under this section may be imposed in increments of one-
9 eighth of one percent, up to a maximum of one percent; except that, no resolution adopted
10 under this section shall be final nor shall it take effect until the qualified voters approve,
11 by mail-in ballot election conducted in accordance with section 68.350, the circuit court's
12 certified question regarding such proposed sales and use tax. If a majority of the votes cast
13 by the qualified voters on the proposed sales and use tax are in favor of the sales and use
14 tax, then the resolution shall become effective. If a majority of the votes cast by the
15 qualified voters are opposed to the sales and use tax, then the resolution seeking to levy the
16 sales and use tax shall be deemed null and void on the date on which the election may no
17 longer be challenged under section 68.355.

18 2. The ballot shall be substantially in the following form:

19 "Shall the (insert name of district) impose a district wide
20 sales and use tax at the maximum rate of (insert amount) for a period of
21 (insert number) years from the date on which such tax is first imposed for the purpose of
22 providing revenue for (insert general description of project
23 or projects)?

24 ☐ YES

☐ NO

25
26 If you are in favor of the question, place an "X" in the box opposite "YES". If you are
27 opposed to the question, place an "X" in the box opposite "NO".

28 3. Within ten days after the qualified voters have approved the imposition of the
29 sales and use tax, the port authority shall, in accordance with section 32.087, notify the
30 director of revenue. The sales and use tax authorized by this section shall become effective
31 on the first day of the second calendar quarter after the director of revenue receives notice
32 of the adoption of such sales and use tax.

33 4. The director of revenue shall collect any sales and use tax adopted under this
34 section and section 32.087.

35 5. In each district in which a sales and use tax is imposed under this section, every
36 retailer shall add such additional tax imposed by the port authority to such retailer's sale
37 price, and when so added such tax shall constitute a part of the purchase price, shall be a
38 debt of the purchaser to the retailer until paid and shall be recoverable at law in the same
39 manner as the purchase price.

40 6. The penalties provided in sections 144.010 to 144.525 shall apply to violations of
41 this section.

42 7. All revenue received by the port authority from a sales and use tax imposed
43 under this section which is designated for a specific project shall be deposited into a special
44 trust fund to be expended solely for such purpose, or to the port authority's treasury if
45 such sums are not designated. Upon the expiration of any sales and use tax adopted under
46 this section, all funds remaining in the special trust fund shall continue to be used solely
47 for the specific purpose designated in the ballot adopted by the qualified voters. Any funds
48 in such special trust fund which are not needed for current expenditures may be invested
49 by the port authority under applicable laws relating to the investment of other port
50 authority funds and the port authority may use such funds for other approved port
51 improvement projects.

52 8. A port authority may repeal by resolution any sales and use tax imposed under
53 this section before the expiration date of such sales and use tax unless the repeal of such
54 sales and use tax will impair the port authority's ability to repay, or unless the sales and
55 use tax in any way secure any outstanding obligations the port authority has incurred to
56 pay any part of the qualified project costs of any approved port improvement project.

68.350. 1. Notwithstanding the provisions of chapter 115, except the provisions of
2 section 115.125, when applicable, an election for any proposed real property tax or
3 proposed sales and use tax, or both, within a district under this act shall be conducted in
4 accordance with the provisions of this section.

5 2. After the board has passed a resolution approving the levy of a real property tax
6 or a sales and use tax, or both, the board shall provide written notice of such resolution,
7 along with the circuit court's certified question regarding the real property tax or the sales
8 and use tax, or both, as applicable, to the election authority. The board shall be entitled
9 to repeal or amend such resolution provided that written notice of such repeal or
10 amendment is delivered to the election authority prior to the date that the election
11 authority mails the ballots to the qualified voters.

12 3. Upon receipt of written notice of a port authority's resolution, along with the
13 circuit court's certified question, for the levy of a real property tax or a sales and use tax,
14 or both, the election authority shall:

15 (1) Specify a date upon which the election shall occur, which date shall be a
16 Tuesday and shall be, unless otherwise approved by the board, election authority, and
17 applicable circuit court under section 115.125, not earlier than the tenth Tuesday, and not
18 later than the fifteenth Tuesday, after the date the board passes the resolution and shall
19 not be on the same day as an election conducted under the provisions of chapter 115;

20 (2) Publish notice of the election in a newspaper of general circulation within the
21 municipality two times. The first publication date shall be not more than forty-five, but
22 not less than thirty-five, days prior to the date of the election, and the second publication
23 date shall be not more than twenty, and not less than ten, days prior to the date of the
24 election. The published notice shall include, but not be limited to, the following
25 information:

26 (a) The name and general boundaries of the district;

27 (b) The type of tax proposed (real property tax or sales and use tax or both), its rate
28 or rates, and its purpose or purposes;

29 (c) The date the ballots for the election shall be mailed to qualified voters;

30 (d) The date of the election;

31 (e) The applicable definition of qualified voters;

32 (f) A statement that persons residing in the district shall register to vote with the
33 election authority on or before the thirtieth day prior to the date of the election in order
34 to be a qualified voter for purposes of the election;

35 (g) A statement that the ballot must be returned to the election authority's office
36 in person, or by depositing the ballot in the United States mail addressed to the election
37 authority's office and postmarked, not later than the date of the election; and

38 (h) A statement that any qualified voter that did not receive a ballot in the mail or
39 lost the ballot received in the mail may pick up a mail-in ballot at the election authority's
40 office, specifying the dates and time such ballot will be available and the location of the
41 election authority's office;

42 (3) The election authority shall mail the ballot, a notice containing substantially the
43 same information as the published notice, and a return addressed envelope directed to the
44 election authority's office with a sworn affidavit on the reverse side of such envelope for
45 the qualified voter's signature to each qualified voter not more than fifteen days and not
46 less than ten days prior to the date of the election. For purposes of mailing ballots to real
47 property owners, only one ballot shall be mailed per capita at the address shown on the
48 official or recorded real estate records of the county recorder or the city recorder of deeds
49 if the district is located in a city not within a county, as of the thirtieth day prior to the date
50 of the election. Such affidavit shall be in substantially the following form:

51 FOR REGISTERED VOTERS:

**52 I hereby declare under penalties of perjury that I reside in the
53 Port Improvement District No. (insert name of district) and I am a registered
54 voter and qualified to vote in this election.**

55

56 Qualified Voter's Signature

57

58 Printed Name of Qualified Voter

59 FOR REAL PROPERTY OWNERS:

**60 I hereby declare under penalty of perjury that I am the owner of real property in
61 the Port Improvement District No. (insert name of district)
62 and qualified to vote in this election, or authorized to affix my signature on behalf of the
63 owner (named below) of real property in the Port Improvement
64 District No. (insert name of district) which is qualified to vote in this election.**

65

66 Signature

67

68 Print Name of Real Property Owner

69 If Signer is Different from Owner:

70 Name of Signer:

71 State Basis of Legal Authority to Sign:

**72 All persons or entities having a fee ownership in the property shall sign the ballot.
73 Additional signature pages may be affixed to this ballot to accommodate all required
74 signatures.**

**75 4. Each qualified voter shall have one vote. Each voted ballot shall be signed with
76 the authorized signature.**

**77 5. Mail-in ballots shall be returned to the election authority's office in person, or
78 by depositing the ballot in the United States mail addressed to the election authority's office
79 and postmarked no later than the date of the election. The election authority shall transmit
80 all voted ballots to a team of judges of not less than four. The judges shall be selected by
81 the election authority from lists it has compiled. Upon receipt of the voted ballots, the
82 judges shall verify the authenticity of the ballots, canvass the votes, and certify the results.
83 Certification by the election judges shall be final and shall be immediately transmitted to
84 the election authority. Any qualified voter who voted in such election may contest the
85 result in the same manner as provided in chapter 115.**

86 6. The results of the election shall be entered upon the records of the election
87 authority and two certified copies of the election results shall be filed with the port
88 authority and entered upon the records of the port authority.

89 7. The port authority shall reimburse the election authority for the costs it incurs
90 to conduct an election under this section.

91 8. Notwithstanding anything to the contrary, nothing in this act shall prevent a port
92 authority from proposing both a real property tax levy question and a sales and use tax
93 levy question to the district's qualified voters in the same election.

 68.355. No lawsuit to set aside a district established or a tax levied under this act,
2 or to otherwise question the validity of the proceedings related thereto, shall be brought
3 after the expiration of ninety days from the effective date of the circuit court judgment
4 establishing such district in question or the effective date of the resolution levying such tax
5 in question.

 68.360. 1. The provisions of this section shall only apply to a port authority that
2 has formed a district.

3 2. In addition to any other report required of a port authority, within one hundred
4 twenty days following the last day of the port authority's fiscal year, the board shall submit
5 a report to the clerk of either the municipality or county which formed the port authority
6 under section 68.010, and to the Missouri department of transportation stating the services
7 provided, revenues collected and expenditures made by the district during such fiscal year,
8 and copies of written resolutions approved by the board during the fiscal year. The
9 municipal clerk or county clerk, as applicable, shall retain this report as part of the official
10 records of the municipality or county and shall also cause this report to be spread upon the
11 records of the governing body.

12 3. In addition to the report required under subsection 2 of this section, upon the
13 approval by the qualified voters of a real property tax or sales and use tax, or both, in
14 accordance with the act, each authority shall annually submit a report to the auditor of the
15 state of Missouri in accordance with section 105.145.

 68.365. Notwithstanding any provision of law to the contrary, the state auditor shall
2 have the power to audit any port authority within the state in the same manner as the
3 auditor may audit any agency of the state.

 68.370. Any expenditure made by the port authority that is over twenty-five
2 thousand dollars, including professional service contracts, shall be competitively bid.

✓