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.

TERRY L. SPIELER, Secretary.

 $5326\mathrm{S.}05\mathrm{C}$

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

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19 "The Kansas City Zoological District", which shall be created under the 20 provisions of sections 184.500 to 184.512 and composed of eligible 21 counties which act to create, or to become a part of, the district in 22 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 resolution, authorize the creation of or participation in a district, and 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 authorized in this section shall not exceed one-fourth of one percent, and shall be imposed solely for the purpose of funding the support of zoological activities within the district. The tax authorized in this section shall be in addition to all other sales taxes imposed by law, and shall be stated separately from all other charges and taxes. Such creation of or participation in such district and the levy of the sales tax may be accomplished individually or on a cooperative basis with another eligible county or other eligible counties for financial support of the district. A petition requesting such creation of or participation in such district and the levy of the sales tax for the purpose of funding the support of zoological activities within the district may also be filed with the governing body, and shall be signed by not less than the number of qualified electors of an eligible county equal to five percent of the number of ballots cast and counted at the last preceding gubernatorial election held in such county. No such resolution adopted or petition presented under this section shall become effective unless

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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 23election a proposal to authorize the governing body of the eligible county 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 26 in at least two newspapers that such proposition or propositions shall 27be submitted at the next general or primary election or special election 2829 held for submission of this proposition. The resolution or proposition shall be printed on the ballot and in the notice of election. 30

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

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

 \square YES \square 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 41 proposition in such county at said election cast votes for the 4243 proposition, 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 45 governing body of such county may proceed with the performance of all 46 things necessary and incidental to participation in the district. The 47 results of the aforesaid election shall be certified by the election 48 officials of such county to the governing body of such county not less 49 50 than 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 51 52shall 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

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

5. 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 61 in section 32.087, shall be deposited in a special trust fund, which is hereby created, to be known as the "Kansas City Zoological District Sales Tax Trust Fund". The moneys in the Kansas City Zoological District 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 67 and deposited in the trust fund and the records shall be open to the 68 inspection of officers of the district, the counties composing the 69 district, and the public. Not later than the tenth day of each month the 70director of revenue shall distribute all moneys deposited in the Kansas City Zoological District Sales Tax Trust Fund during the preceding month to the district.

6. The director of revenue may make refunds from the amounts in the Kansas City Zoological District Sales Tax Trust Fund and credited to the district for erroneous payments and overpayments made, and may redeem dishonored checks and drafts deposited to the credit of the district. If the district abolishes the tax, the county shall notify 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 order retention in the Kansas City Zoological District Sales Tax Trust Fund, for a period of one year, of two percent of the amount collected after receipt of such notice to cover possible refunds or overpayment of the tax and to redeem dishonored checks and drafts deposited to the credit 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 remit the balance in the account to the district and close the account of the district. The director of revenue shall notify the district of each instance of any amount refunded or any check redeemed from receipts due the district.

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

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electors of the county, in the same manner provided in this section for 94 95 creating or becoming a part of the district. The governing body of a withdrawing county shall provide for the sending of formal written 96 notice of withdrawal from the district to the governing body of the 97 other 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:

- (1) One member of the governing body of each eligible county that is a part of the district, who shall be appointed by a majority vote 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;
- 11 (4) One member shall be appointed by the governing body of 12 each eligible county which establishes the district under section 13 184.503 in the following manner:
 - (a) The Friends of the Zoo Inc shall provide the names of three individuals to the governing body of each eligible county. Each individual named shall be at least twenty-one years of age, a resident of 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 20 eligible 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 23receiving the three names provided under paragraph (a) of this 24subdivision, the governing body of each eligible noncharter county 25shall select by unanimous vote one individual from the three names 26 provided under paragraph (a) of this subdivision who shall then serve 27

28 as a member of the district's commission for a term described under 29 subsection 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, 37 Missouri Board of Parks and Recreation shall expire concurrently with 38 such commissioner's tenure as a member of the Kansas City, Missouri 39 Board of Parks and Recreation, or one year after the date of 40 appointment 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 43 with such successor commissioner's tenure as a member of the Kansas 4445 City, Missouri Board of Parks and Recreation or four years after the date of appointment as a commissioner, whichever occurs first. The 46term of each commissioner initially appointed by the governing body of an eligible county shall expire four years after the date of appointment as a commissioner. The term of each commissioner 49 50succeeding 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 53eligible county ends on the date on which the withdrawal becomes effective. The term of the executive director of the Kansas City Zoo 5556shall not expire but shall transfer automatically to the current executive director of the Kansas City Zoo or any interim director. Any 57vacancy occurring in a commissioner position for reasons other than 58 expiration of terms of office shall be filled for the unexpired term by 59 appointment 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

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.

- 4. The commission may appoint such officers, agents, and employees as it may require for the performance of its duties, and shall determine the qualifications and duties and fix the compensation of 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.
 - 6. A majority of the commissioners shall constitute, in the aggregate, a quorum for the transaction of business. No action of the commission shall be binding unless taken at a meeting at which at least a quorum is present, and unless a majority of the commissioners present at such meeting, shall vote in favor thereof. In the event a quorum is present and there is a tie vote on a pending motion, the executive director of the Kansas City Zoo shall have the power to break the tie by exercising an additional vote. No action of the commission taken at a meeting thereof shall be binding unless the subject of such action is included in a written agenda for such meeting, the agenda and notice of meeting having been mailed to each commissioner by postage-paid first class mail at least fourteen calendar days prior to the meeting.
 - 7. The commissioners shall be subject to the provisions of the laws of this state, which relate to conflicts of interest, in any zoological activity supported by the district or commission or in any other business transaction of the district or commission. A commissioner shall disclose any conflict of interest in writing to the other commissioners and shall abstain from voting on any matter relating to such facility, organization, or activity or such business transaction, except that the executive director of Kansas City Zoo shall not be required to abstain from voting on matters relating to the Kansas City Zoo.
- 8. Commissioners shall enjoy official immunity under the common law for any action at law or equity, or other legal proceeding against any commissioner relating to any act or omission of the commissioner arising out of his or her performance of duties as a commissioner. If any action at law or equity, or other legal proceeding, shall be brought against any commissioner for any act or omission

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arising out of the performance of duties as a commissioner, the commissioner shall be indemnified in whole and held harmless by the commission for any judgment or decree entered against the commissioner and, further, shall be defended at the cost of expense of 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 shall have the power to contract and to be contracted with, and to sue and to be sued. The commission may own and acquire, by gift, purchase, lease, or devise, zoological facilities within the territory of the district. The commission may plan, construct, operate, and maintain and contract for the operation and maintenance of zoological facilities within the territory of the district. The commission may sell, lease, donate, transfer, or otherwise dispose of zoological facilities 10 within the territory of the district. The commission may receive for any of its purposes and functions any contributions or moneys appropriated by counties or cities and may solicit and receive any and 12 13 all donations, and grants of money, equipment, supplies, materials, and services from any state or the United States or any agency thereof, or 1415 from any institution, foundation, organization, person, firm, or 16 corporation, and may utilize and dispose of the same.

- 2. 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 38 and disbursed to the district by counties comprising the district, 39 admissions 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 4243 of trust upon any property interest of the commission; and
- (4) Prescribing the details of all notes, bonds or other instruments in writing, and of the issuance and sale thereof. The commission shall have the power to enter into covenants with the holders of such notes, bonds or other instruments in writing, not inconsistent with the powers granted herein, without further legislative 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;
 - (2) The economic impact upon the district;
- 59 (3) The benefit to citizens of the district and to the general 60 public;
- 61 (4) The contribution to the quality of life and popular image of 62 the district;
- 63 (5) The breadth of popular appeal within and outside the 64 district; and
 - (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.
- 69 5. The commission shall cause to be prepared annually a report

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on the operations and transactions conducted by the commission during the preceding year. The report shall be submitted to the governing bodies of the counties comprising the district, to the governing body of each county that appoints a commissioner, to the Kansas City, Missouri Board of Parks and Recreation, and to the executive board of Friends of the Zoo, Inc. The commission shall publish the annual report in the official county newspaper of each of the 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.
- 2. The commission shall not incur any indebtedness or obligation of any kind, nor shall the commission pledge the credit of either or any of the counties comprising the district, except as authorized in section 184.509. The budget of the district shall be prepared, adopted, and published as provided by law for other political subdivisions of this 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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