SENATE FILE NO. SF0016

Community development districts.

Sponsored by: Joint Corporations, Elections & Political Subdivisions Interim Committee

A BILL

for

1 ΑN ACT relating to cities and towns; authorizing 2 municipalities to create community development districts as 3 specified; specifying requirements; providing definitions; 4 specifying duties and powers of community development 5 districts and district boards of directors; authorizing 6 assessments; specifying duties of municipalities; amending 7 definitions; and providing for an effective date. 8

9 Be It Enacted by the Legislature of the State of Wyoming:

10

11 **Section 1.** W.S. 15-12-101 through 15-12-113 are created

12 to read:

13

14 CHAPTER 12

COMMUNITY DEVELOPMENT DISTRICTS 15

1 2 15-12-101. Community Development District Act; short 3 title. 4 This chapter may be known and may be cited as the "Community 5 Development District Act." 6 7 8 15-12-102. Definitions. 9 10 (a) As used in this act: 11 12 (i) "Assessed value" means the total assessed value of real property within the district. Assessed value 13 shall be determined from the last assessment roll of the 14 county within which the district is located; 15 16 17 (ii) "Board" means the board of directors of a community development district; 18 19 20 (iii) "District" means a community development 21 district organized under the terms of this act;

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1 (iv) "General plan" means the plan described in

2 W.S. 15-12-106, and as the plan may be amended;

3

4 (v) "Governing body" means, unless otherwise

5 specified in this act, as defined in W.S. 15-1-101(a)(vi);

6

7 (vi) "Improvement" means buildings, structures

8 and all facilities of a public nature intended for public

9 use, including streets, sidewalks, curbs, gutters, bridges,

10 alleys and other public ways, parks, recreational facilities,

11 water, sewage, solid waste disposal and other sanitary

12 systems and facilities, public utility upgrades and any

13 additional facilities or improvements that are necessary for

14 the maintenance and functioning of improvements;

15

23

(vii) "Landowner" means a person holding a
majority interest in the record fee title to one (1) or more
parcels of real property or a person who is obligated to pay
general property taxes under a contract to purchase real
property. As used in this paragraph, "person" includes an
individual, corporation, partnership or association owning
land in the district provided the individual who casts the

vote for a corporation, partnership or association presents

3

1 the election judge with a written authorization to vote for the corporation, partnership or association; 2 3 4 (viii) "Municipality" means any incorporated or chartered city or town established under Wyoming law; 5 6 7 (ix) "Service" means any of the following: 8 9 operation and maintenance of (A) The 10 improvements and any other service authorized by this act; 11 12 (B) Snow removal; 13 14 (C) The provision of enhanced transportation 15 services; 16 17 The provision of recreation services. (D) 18 19 "Voter" means a person who is a qualified 20 elector or landowner in the proposed or established district. 21 No person is a qualified elector who is under eighteen (18) years of age, a mentally incompetent person, or who has been 22 convicted of a felony and his civil or voting rights have not 23

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- 1 been restored. In applying provisions of the Special District
- 2 Elections Act of 1994 to this act, the term "voter" shall
- 3 include qualified electors and landowners;

- 5 (xi) "This act" means W.S. 15-12-101 through
- 6 15-12-113.

7

8 15-12-103. Districts authorized; general function.

9

- 10 (a) Any area exclusively within the boundaries of a
- 11 municipality may be formed into a community development
- 12 district to perform any of the following functions:

13

- 14 (i) Acquire, construct, operate and maintain
- improvements of local necessity and convenience;

16

- 17 (ii) Obtain improvements and services by
- 18 contracting for the same with any city, town, county or other
- 19 entity;

20

- 21 (iii) Furnish or perform any special local service
- 22 that enhances the use or enjoyment of any improvement or
- 23 facility.

- 2 (b) A district shall not be formed to provide
- 3 improvements and services defined by the municipality as
- 4 basic and customarily available to residents of the
- 5 municipality pursuant to W.S. 15-1-402(c)(iii), except that
- 6 a district may be formed to provide these improvements or
- 7 services if the improvement or service is not in fact
- 8 available to residents of the proposed district at the time
- 9 of formation. If a municipality subsequently provides an
- 10 improvement or service that a district was created to provide,
- 11 the district shall:

12

- 13 (i) Dissolve pursuant to W.S. 22-29-401 through
- 14 22-29-408; or

15

- 16 (ii) Amend its general plan pursuant to W.S.
- 17 15-12-106(b) to provide other improvements or services in
- 18 accordance with this act.

19

- 20 (c) A district is a separate entity and a political
- 21 subdivision of the state.

22

23 **15-12-104.** Jurisdiction.

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2 The governing body of a municipality shall hear proceedings

3 for the creation of community development districts within

4 the municipality which unless otherwise specifically

5 provided, shall be governed by the Special District Elections

6 Act of 1994.

7

8 15-12-105. Creation of district; commencement by

9 petition; hearing and election procedures.

10

11 (a) Proceedings for the formation of a district shall 12 commence by filing a petition addressed to the governing body 13 of the municipality in which the land proposed to be included in the district is situated. A petition to form a district 14 15 shall be signed by not less than twenty-five percent (25%) of 16 the landowners within the proposed district, whose land in 17 the proposed district has an assessed value of twenty-five percent (25%) or more of the assessed value of all of the 18 19 land within the proposed district. The petition shall be 20 accompanied by a general plan as described in W.S. 15-12-106

and a filing fee of two hundred dollars (\$200.00).

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21

1 (b) Upon receipt of a valid petition, the governing

2 body of the municipality shall review the petition and hold

3 a hearing on the formation of the district. Upon request of

4 the governing body, the petitioners may submit an amended

5 petition that modifies the boundaries of the district. The

6 governing body shall then call an election for the formation

7 of the district and for election of the members of the board.

8 The election shall be at the expense of the district.

9

10 (c) A hearing and election under subsection (b) of this

11 section shall be deemed waived if one hundred percent (100%)

12 of the landowners within the proposed district sign the

13 petition as originally prepared and agree on all of the

14 members of the board.

15

16 (d) The boundaries of the district shall be certified

17 to the county assessor of the county in which the municipality

18 is located within sixty (60) days after the election for the

19 formation of the district or the waiver authorized by

20 subsection (c) of this section.

21

22 15-12-106. District general plan.

23

1 (a) A petition for the formation of a district under

2 W.S. 15-12-105 shall be accompanied by a general plan. The

3 general plan at a minimum shall include:

4

5 (i) A description of the purposes of the district

6 and how the purposes will be realized through the creation of

7 the district;

8

9 (ii) A description of any improvements anticipated

10 by the district and how those improvements will be

11 constructed, operated, maintained and financed and when the

12 improvements are expected to be completed;

13

14 (iii) A description of any services anticipated by

15 the district and when the services are expected to be

16 available;

17

18 (iv) A description of the general duties and

19 responsibilities of the district and whether funding will be

20 provided by a mill levy assessed pursuant to this act;

21

22 (v) A statement that assessments will be imposed

23 only for the period of time required to complete improvements

9

1 and complete the duties and responsibilities of the district

2 at which time the district shall recommend to the municipality

3 that the levy be discontinued. Upon receipt of a

4 recommendation, the municipality shall submit the proposal to

5 discontinue the levy to the voters of the district pursuant

6 to W.S. 15-12-112(b);

7

8 (vi) Any other information the district or the

9 municipality deems appropriate for disclosure within the

10 general plan.

11

12 (b) The general plan may be amended under the following

13 procedure:

14

15 (i) A proposed amendment to the general plan shall

16 be submitted by the board to the governing body of the

17 municipality for consideration. If the governing body

18 approves the amendment by resolution, the proposed amendment

19 shall be delivered to the clerk of the municipality. The clerk

20 shall mail the proposed amendment to every landowner in the

21 district;

1	(ii)	Within	thirty	(30)	days	of	the	date	of
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2 mailing the proposed amendment, any landowner in the district

3 may object in writing to the proposed amendment and request

4 a hearing before the governing body to offer objections to

5 the proposed amendment;

6

7 (iii) If no objection is filed or upon the

8 governing body's approval of the proposed amendment after a

9 hearing on objections, the general plan as amended shall

10 become the general plan of the district.

11

12 (c) The board shall implement the general plan and

13 unless otherwise specified in this act or by other law shall

14 have all powers necessary to implement the general plan.

15

16 (d) The board and the clerk of the municipality shall

17 maintain the general plan and make the general plan available

18 for inspection at their respective offices. Upon direction

19 from the governing body of the municipality, the general plan

20 may also be recorded in the offices of the county clerk of

21 the county where the district is located.

22

23 **15-12-107.** Powers of district.

11

1 2 (a) Each district may: 3 4 (i) Have and use a corporate seal; 5 6 (ii) Sue and be sued, and be a party to suits, actions and proceedings; 7 8 9 (iii) Enter into contracts for the purpose of 10 providing any authorized improvements and the maintenance and 11 operation thereof, or otherwise to carry out the purposes of the district; 12 13 14 (iv) Accept from any public or private source grants, contributions and any other benefits available for 15 use in furtherance of its purposes; 16 17 (v) Borrow money and incur indebtedness and other 18 19 obligations and evidence the same by certificates, notes or 20 debentures and issue bonds; 21 22 (vi) Assess the costs of improvements within the district against the real property specially benefited upon 23

12

a frontage, zone or other equitable basis, in accordance with 1 2 benefits; 3 4 (vii) Adopt rules and regulations not inconsistent with law; 5 6 7 (viii) Establish and collect charges for the use 8 improvements and services provided by the district, 9 including authority to change the amount or rate thereof, and 10 to pledge the revenues therefrom for the payment of district 11 indebtedness; 12 (ix) Acquire and own or lease real or personal 13 property, including easements and rights-of-way, within or 14 without the district for district purposes; 15 16 17 (x) Contract with other districts for common use 18 improvements and services for the benefit of the inhabitants of all contracting districts; 19 20 21 (xi) Provide all services not customarily available within the municipality and necessary to protect 22 the health and welfare of residents in the district and the 23

13

1 value of real property therein, and to enter into agreements

2 with any public or private agency, institution or person for

3 the furnishing of the services;

4

5 (xii) Provide for recreation by means of parks,

playgrounds, golf courses, swimming pools or recreation 6

buildings; 7

8

9 (xiii) Provide for street lighting;

10

11 (xiv) Provide for the opening, widening,

12 extending, straightening and surfacing in whole or in part of

any street and maintenance, reconstruction, snow removal and 13

clearance for the same or other roads and streets; 14

15

16 (xv) Provide for the construction, maintenance,

17 reconstruction and improvement of bridges, culverts, curbs,

and works incidental to gutters, drains 18 any street

19 improvement;

20

21 (xvi) Provide enforcement of covenants,

reservations and restrictions of record; 22

1 (xvii) Do any and all other things necessary to

2 carry out the purposes of the district.

3

4 15-12-108. District board of directors; compensation.

5

The district shall be managed and controlled by a 6 board of directors consisting of either three (3) or five (5) 7 8 voting members, one (1) of whom shall be appointed by the 9 board as treasurer. The initial board members shall be elected 10 at the organizational election or by petition approved by one 11 hundred percent (100%) of the landowners in the district. A 12 simple majority of members shall serve an initial term of two 13 (2) years and the remaining members shall serve an initial term of four (4) years after formation of the district and 14 15 until their successors are elected and qualified at the 16 regular scheduled subsequent director election as provided in W.S. 22-29-112. Thereafter, members shall be elected for 17 terms of four (4) years. A vacancy occurring on the board 18 19 during the term of an original director or his successor shall 20 be filled as provided in the Special District Elections Act

22

21

of 1994.

1 (b) A member of the governing body of the municipality

2 where the district is located shall serve as a nonvoting

3 member on the board. The nonvoting member shall be selected

4 by a vote of the governing body. The nonvoting member shall

5 serve a term of four (4) years or until the member is no

6 longer on the governing body, whichever occurs first.

7 Vacancies under this subsection shall be filled by the

8 governing body, which shall select a new member by vote.

9

10 (c) The members of the board shall serve without

11 compensation but shall receive reimbursement for actual and

12 necessary expenses incurred in connection with the

13 performance of their duties.

14

15 15-12-109. Intent to provide for special assessment.

16

17 (a) The board may by written declaration order

18 improvements or services to be paid for by assessment. The

19 declaration shall specify all of the following:

20

21 (i) The nature of the improvement or service

22 proposed;

1	(ii) The property within the district to be
2	improved or served;
3	
4	(iii) The probable cost as shown by estimates of
5	a qualified person;
6	
7	(iv) The time in which the cost will be payable;
8	
9	(v) The time when a declaration authorizing the
10	improvements or services will be considered.
11	
12	15-12-110. Notice of declaration; hearing; objections.
13	
14	(a) At the request of the board, the governing body of
15	the municipality shall, by advertisement once in a newspaper
16	of general circulation in the municipality where the district
17	is located, provide notice to the owners of the property to
18	be assessed that specifies all of the following:
19	
20	(i) The nature of the improvement or service
21	proposed;
22	

1 (ii) The property within the district to be improved or served; 2 3 4 (iii) The probable cost of the improvement or service; 5 6 7 (iv) The time at which the cost will be payable; 8 9 (v) The time when a declaration authorizing the improvements or services will be considered by the board; 10 11 12 (vi) That maps, estimates and schedules showing the approximate amounts to be assessed and all declarations, 13 resolutions and proceedings are on file and may be examined 14 at the office of the governing body or other designated place; 15 16 17 (vii) That all complaints and objections 18 concerning the proposed improvement or service by owners of 19 real property subject to assessment will be heard and 20 considered by the board before final action, under the provisions of the Wyoming Administrative Procedure Act. 21

1 (b) If objections to the improvement or service are
2 made by owners of the property or their agents and the owners
3 are subject to fifty percent (50%) or more of the projected
4 assessments, the improvement or service shall not be
5 authorized and a new declaration for the same or a similar
6 purpose encompassing lands subject to objections shall not be

8

7

9 15-12-111. Notice of apportionment; assessment roll.

considered within one (1) year thereafter.

10

11 (a) A copy of the declaration adopted by the board ordering improvements or services to be paid for by assessment 12 13 shall be recorded by the clerk of the municipality. The clerk shall by written notice and within sixty (60) days after the 14 adoption of the declaration, mail or otherwise deliver the 15 16 notice to each landowner to be assessed of the amount of the 17 assessment, the purpose for which the levy is made, the 18 assessment against each lot or parcel of land and the date it 19 becomes delinquent.

20

21 (b) The clerk shall prepare an assessment roll as 22 specified in title 15, chapter 6, article 4 of the Wyoming 23 statutes.

2 15-12-112. Duty of municipal officials to levy and 3 collect assessments; administrative deduction.

4

5 (a) The treasurer or clerk of the municipality where 6 the district is located shall levy and collect assessments in 7 the manner provided for assessments in title 15, chapter 6, 8 article 4 of the Wyoming statutes, except that the payment of 9 the collections shall be made monthly to the treasurer of the 10 district and paid into its depository to the credit of the 11 district.

12

13 Assessments levied and collected to provide 14 improvements or services pursuant to this act shall remain in 15 effect until the governing body of the municipality where the 16 district is located receives a recommendation under W.S. 15-12-106(a)(v) or a petition to discontinue the assessment 17 signed by not less than fifty percent (50%) of the voters of 18 19 the district. Upon receipt, a proposal to discontinue the 20 assessment shall be submitted to the voters of the district 21 at the expense of the district at the next general election. 22 If the proposition to discontinue the assessment is defeated,

20

- 1 the proposition shall not again be submitted to the voters
- 2 for at least twenty-three (23) months.

- 4 (c) The municipality may deduct up to one percent (1%)
- 5 of the amount of collections to cover all administrative
- 6 expenses and costs attributable to performing its duties
- 7 under this section.

8

9 15-12-113. Rules and regulations; enforcement.

10

- 11 The board may adopt reasonable rules and regulations not
- 12 inconsistent with law for the government and control of the
- 13 district organization and to facilitate the collection of
- 14 assessments or charges. All rules and regulations adopted
- 15 pursuant to this section shall be promulgated in accordance
- 16 with the Wyoming Administrative Procedure Act and filed with
- 17 the clerk of the municipality in which the district is
- 18 located.

19

- Section 2. W.S. 15-1-101(a)(intro) and (xv) is amended
- 21 to read:

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23 **15-1-101.** Definitions.

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 2
        (a) As used in W.S. 15-1-101 through \frac{15-11-302}{1}
 3
    <u>15-12-113</u>:
 4
 5
               (xv) "This act", unless otherwise specified, means
 б
    W.S. 15-1-101 through <del>15-11-302</del> <u>15-12-113</u>.
 7
          Section 3. This act is effective immediately upon
 8
 9
    completion of all acts necessary for a bill to become law as
    provided by Article 4, Section 8 of the Wyoming Constitution.
10
11
12
                                  (END)
```