SENATE BILL NO. 804

(Substitute of Senate Bill No. 754 by Senator Morrell)

BY SENATOR MORRELL AND REPRESENTATIVE BROSSETT

1	AN ACT
2	To amend and reenact R.S. 36:801.1(A), R.S. 38:330.12 and 330.12.1, to enact R.S.
3	36:509(P) and R.S. 38:330.12.1, and to repeal R.S. 36:509(P), relative to non-flood
4	protection assets, functions, and activities within a levee district within the
5	jurisdiction of an authority; to provide for the management and control of such
6	assets; to create the Non-flood Protection Asset Management Authority within the
7	Department of Transportation and Development and as a political subdivision; to
8	transfer management of such assets from the division of administration to the
9	authority; to provide for the powers, duties, and functions of the authority; to provide
10	for a board of commissioners of the authority; to provide for membership of the
11	board of commissioners; to require financial disclosure; and to provide for related
12	matters.
13	Be it enacted by the Legislature of Louisiana:
14	Section 1. R.S. 36:801.1(A) is hereby amended and reenacted and R.S. 36:509(P) is
15	hereby enacted to read as follows:
16	§509. Transfer of agencies to Department of Transportation and Development
17	* * *
18	P. The Non-Flood Protection Asset Management Authority (R.S.
19	38:330.12.1) is placed within the Department of Transportation and
20	Development and shall perform and exercise its powers, duties, functions, and
21	responsibilities in the manner provided for agencies transferred in accordance
22	with the provisions of R.S. 36:801.1.
23	* * *
24	§801.1. Transfer; retention of all functions
25	A. The agencies transferred by the provisions of R.S. 36:4(D), 4.1(C) and

SB NO. 804	ENROLLED

1	(G), 53(H), 209(R), 259(J), 409(N), 509(O), 509(P) , 651(D), 725(A), and 769(J)
2	shall continue to be comprised and selected as provided by law.

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Section 2. R.S. 38:330.12 is hereby amended and reenacted and R.S. 38:330.12.1 is hereby enacted to read as follows:

§330.12. Ownership and management of non-flood protection functions and activities

A. On and after January 1, 2007, any Any facility or improvement within a levee district within the territorial jurisdiction of an authority, which facility or improvement is not directly related to providing adequate drainage, flood control, or water resources development pertaining to tidewater flooding, hurricane protection, or saltwater intrusion, that is owned or operated by a board of commissioners of the levee district, including all land, rights-of-way, servitudes, and improvements situated thereon, or connected therewith, for such purpose, shall be managed and controlled by the state, through the division of administration, Non-Flood Protection Asset Management Authority, hereinafter referred to as the "authority", without the necessity of any other act or instrument, except that for purposes of the Orleans Levee District, any such facilities or improvement shall continue to be owned by the Orleans Levee District. For the purpose of this Section only, the division of administration authority shall be the successor to the state and the board of commissioners of such levee district. The levee district state through the division of administration shall continue the routine maintenance of all such **non-flood** properties or facilities within its jurisdiction until the division of administration authority receives responsibility for such maintenance.

- B.(1) The division of administration authority may enter into contracts, agreements, or cooperative endeavors of any nature, on behalf of the state with a state agency, political subdivision, or other legal entity or person, or any combination thereof, for the operation and maintenance of any facility or improvement, which it manages or controls pursuant to Subsection A of this Section.
 - (2) The division of administration authority may sell, lease, or otherwise

SB NO. 804 ENROLLED

transfer any such property and perform any and all things necessary to carry out the objects of this Section, provided that any such sale, or transfer be for full and adequate consideration and any proceeds therefrom be used to pay outstanding debts. If the division of administration authority determines that the sale, lease or transfer of such property is appropriate, it shall first offer the property to political subdivisions in the parish in which the property is located and state agencies conducting operations in that parish, other than levee districts, political subdivisions, or agencies responsible for flood control. If any such public entity is interested in acquiring the property, the division of administration authority shall evaluate proposals submitted by those entities. If no such proposal is received, or if such proposals are not determined to be in the best interest of the state authority, the property may be offered for sale or lease as otherwise provided by law.

C. Except as required by federal law or regulation or state constitution, the expense of operating any facility or improvement referred to in Subsection A of this Section, which produces revenue for the levee district shall be collected by the division of administration authority and, after deducting an amount for the expense of managing and controlling such facility or improvement, the remaining revenues therefrom shall be disbursed to the flood protection authority to the credit of the levee district in which the facility or improvement is located.

- D. The division of administration authority may otherwise provide for the implementation of this Section by the adoption of rules and regulations pursuant to the Administrative Procedure Act. The authority shall not be subject to the rules and regulations of the Department of Transportation and Development.
- E. No action taken pursuant to this Section or to any provision of this Part shall do any of the following:
- (1) Impair the obligation of outstanding bonded indebtedness or of any other contract of any levee district.
- (2) Impair the ability of any levee district to satisfy <u>any outstanding</u> <u>judgment</u>, any legal action, or claim pending against the district on the effective date of this Section.

SB NO. 804	ENROLLED
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1	§550.12.1. Non-Flood Protection Asset Management Authority; creation;
2	composition; powers, duties, functions
3	A. The Non-Flood Protection Asset Management Authority, hereafter
4	referred to as the "authority", is hereby created possessing full corporate power
5	to manage, control, regulate, operate, and maintain any non-flood protection
6	facility or improvement asset or function within a levee district within the
7	jurisdiction of a flood protection authority.
8	B. The authority is placed within the Department of Transportation and
9	Development and shall perform and exercise its powers, duties, functions, and
10	responsibilities in the manner provided for agencies transferred in accordance
11	with the provisions of R.S. 36:801.1. The authority shall not be eligible to receive
12	or expend any money from the Transportation Trust Fund.
13	C. The authority shall be composed of the following members who shall
14	be subject to Senate confirmation, provided that no elected official shall be
15	appointed to serve as a member of the authority:
16	(1) One member appointed by the Southeast Louisiana Flood Protection
17	Authority East.
18	(2) One member appointed by each state senator and each state
19	representative in whose district a non-flood asset is located. No member
20	appointed by a state senator or state representative to serve on the board shall
21	be subject to Senate confirmation.
22	(3) One member appointed by the secretary of the Department of
23	Transportation and Development.
24	(4) One member appointed by the mayor of the city of New Orleans.
25	(5) One member appointed by each New Orleans city council member in
26	whose district a non-flood asset is located.
27	(6) Two members appointed jointly by the presidents of the Lakeshore,
28	Lake Vista, Lake Terrace, and Lake Oaks property owners associations.
29	(7) One member appointed by the Lake Pontchartrain Basin Foundation.
30	(8) One member appointed by board for the New Orleans City Park.

SB NO. 804 ENROLLED

1	D.(1) Members of the authority shall serve a term of four years. Any
2	vacancy occurring on the authority shall be filled in the same manner as the
3	original appointment for the unexpired portion of the position vacated.
4	(2) A majority of the members of the authority shall constitute a quorum
5	for the transaction of official business and all official actions of the authority
6	shall require an affirmative vote by a majority of the members present and
7	voting at a meeting.
8	(3) Members of the authority shall not receive any compensation for
9	serving on the board but members may be reimbursed for mileage expenses
10	incurred while in the performance of their official duties at the rate established
11	by the division of administration for travel by state officials.
12	(4) Members of the authority shall file annual financial disclosure
13	statements pursuant to R.S. 42:1124.2.1.
14	E. The authority shall be domiciled in the parish of Orleans.
15	F. The authority shall elect from its members a chairman and a secretary
16	and shall select a vice-chairman to serve in the absence of the chairman. The
17	authority may employ an executive director and such personnel as may be
18	necessary to implement the provisions of this Section.
19	G. The authority shall be responsible for the development and
20	implementation of a management plan to best utilize the assets under its
21	jurisdiction and maximize the benefits, attributes, and revenue potentials of
22	such assets. Such plan shall include parameters for the interactions between the
23	authority and other political subdivisions in the geographical areas of the assets
24	under the jurisdiction of the authority and shall detail a procedure and process
25	for the operation, maintenance, sale, lease, or transfer of any facility or
26	improvement managed or controlled by the authority.
27	Section 3. R.S. 36:801.1(A) is hereby amended and reenacted to read as follows:
28	§801.1. Transfer; retention of all functions
29	A. The agencies transferred by the provisions of R.S. 36:4(D), 4.1(C) and
30	(G), 53(H), 209(R), 259(J), 409(N), 509(O), 509(P), 651(D), 725(A), and 769(J)

SB NO.	804	ENROLLEI

1	shall continue to be comprised and selected as provided by law.
2	* * *
3	Section 4. R.S. 38:330.12.1 is hereby amended and enacted to read as follows:
4	§330.12.1. Non-Flood Protection Asset Management Authority; creations
5	composition; powers, duties, functions
6	A. The Non-Flood Protection Asset Management Authority, hereafter
7	referred to as the "authority", is hereby created as a political subdivision possessing
8	full corporate power to manage, control, regulate, operate, and maintain any non-
9	flood protection facility or improvement asset or function within a levee district
10	within the jurisdiction of a flood protection authority.
11	B. The authority is placed within the Department of Transportation and
12	Development and shall perform and exercise its powers, duties, functions, and
13	responsibilities in the manner provided for agencies transferred in accordance with
14	the provisions of R.S. 36:801.1. The authority shall not be eligible to receive or
15	expend any money from the Transportation Trust Fund.
16	C. The authority shall be composed of the following members who shall be
17	subject to Senate confirmation, provided that no state senator or state representative
18	shall appoint himself as a member of the authority:
19	(1) One member appointed by the Southeast Louisiana Flood Protection
20	Authority East. board of commissioners of the levee district where the non-flood
21	asset is located.
22	(2) One member appointed by the executive director of the levee district
23	where the non-flood asset is located.
24	(3) One member appointed by the state senator elected to represent state
25	Senate District No. 4.
26	(4) One member appointed by the state senator elected to represent state
27	Senate District No. 3.
28	(5) One member appointed by the state representative elected to represent
29	state House District No. 94.
30	(6) One member appointed by the state representative elected to represent

SB NO.	804	ENROLLEI

1	state House District No. 97.
2	(7) One member appointed by the state representative elected to represent
3	state House District No. 101.
4	(8)(2) One member appointed by each state senator and each state
5	representative in whose representative district any non-flood asset is located.
6	(9) One member appointed by the secretary of the Department of
7	Transportation and Development.
8	(10) One member appointed by the commissioner of the division of
9	administration.
10	(11) One member appointed by the chairman of the Coastal Protection and
11	Restoration Authority.
12	(3) One member appointed by the mayor of the city of New Orleans.
13	(4) One member appointed by each New Orleans city council member in
14	whose district a non-flood asset is located.
15	(5) Two members appointed jointly by the presidents of the Lakeshore,
16	Lake Vista, Lake Terrace, and Lake Oaks property owners associations.
17	D.(1) Members of the authority shall serve a term of four years. Any vacancy
18	occurring on the authority shall be filled in the same manner as the original
19	appointment for the unexpired portion of the position vacated.
20	(2) A majority of the members of the authority shall constitute a quorum for
21	the transaction of official business and all official actions of the authority shall
22	require an affirmative vote by a majority of the members present and voting at a
23	meeting.
24	(3) Members of the authority shall not receive any compensation for serving
25	on the board but each member may receive not more that fifty dollars per day for
26	attendance at meetings of the authority or its subcommittees. In addition, members
2627	attendance at meetings of the authority or its subcommittees. In addition, members may be reimbursed for mileage expenses incurred while in the performance of their
27	may be reimbursed for mileage expenses incurred while in the performance of their

SB NO. 804 ENROLLED

statements pursuant to R.S. 42:1124.2.1.

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2 E. The authority shall be domiciled in the parish of Orleans. 3 F. The authority shall elect from its members a chairman and a secretary and 4 shall select a vice-chairman to serve in the absence of the chairman. The authority may employ an executive director and such personnel as may be necessary to 5 implement the provisions of this Section. 6 7 G. The authority shall be responsible for the development and implementation of a management plan to best utilize the assets under its jurisdiction 8 9 and maximize the benefits, attributes, and revenue potentials of such assets. Such 10 plan shall include parameters for the interactions between the authority and other 11 political subdivisions in the geographical areas of the assets under the jurisdiction 12 of the authority and shall detail a procedure and process for the operation, maintenance, sale, lease, or transfer of any facility or improvement managed or 13 14 controlled by the authority. 15 Section 5. R.S. 36:509(P) is hereby repealed in its entirety. 16 Section 6.(A) This Section and the provisions of law contained in Sections 1 and 2 17 of this Act shall become effective on August 15, 2010, and shall cease to be effective on January 1, 2012. 18 19 (B) The provisions of law contained in Sections 3, 4 and 5 of this Act shall become 20 effective on January 1, 2012. PRESIDENT OF THE SENATE SPEAKER OF THE HOUSE OF REPRESENTATIVES GOVERNOR OF THE STATE OF LOUISIANA APPROVED: _____