## SENATE FILE NO. SF0113

Community development districts.

Sponsored by: Senator(s) Nethercott, Anselmi-Dalton,
Christensen, Driskill, Kinskey, Pappas,
Perkins and Rothfuss and Representative(s)
Burkhart, Byrd, Henderson, Lindholm, Olsen,
Stith and Zwonitzer

## A BILL

for

- 1 AN 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
- 12 created to read:

13

14 CHAPTER 12

1	COMMUNITY DEVELOPMENT DISTRICTS
2	
3	15-12-101. Community Development District Act; short
4	title.
5	
6	This article may be known and may be cited as the
7	"Community Development District Act."
8	
9	15-12-102. Definitions.
10	
11	(a) As used in this act:
12	
13	(i) "Assessed value" means the total assessed
14	value of real property within the district. Assessed value
15	shall be determined from the last assessment roll of the
16	county within which the district is located;
17	
18	(ii) "Board" means the board of directors of a
19	community development district;
20	
21	(iii) "District" means a community development
22	district as organized under the terms of this act;
23	

1	(iv) "Elector" or "voter" means a person who is
2	a qualified elector or an owner of land in the proposed or
3	established district, including any corporation,
4	partnership or association owning land in the district
5	provided the individual who casts the vote for a
6	corporation, partnership or association presents the
7	election judge with a written authorization to vote for the
8	corporation, partnership or association. No person is a
9	qualified elector who is under eighteen (18) years of age,
10	a mentally incompetent person, or who has been convicted of
11	a felony and his civil or voting rights have not been
12	restored. In applying provisions of the Special District
13	Elections Act of 1994 to this act, the terms "elector" or
14	"voter" shall include qualified electors and landowners;
15	
16	(v) "General plan" means the plan described in
17	W.S. 15-12-106, and as the plan may be amended;
18	
19	(vi) "Governing body" means, unless otherwise
20	specified in this act, as defined in W.S. 15-1-101(a)(vi);
21	
22	(vii) "Improvement" means and includes
23	buildings, structures and all facilities of a public nature

1	intended for public use, including but not limited to
2	streets, sidewalks, curbs, gutters, bridges, alleys and
3	other public ways, parks, recreational facilities, water,
4	sewage, solid waste disposal and other sanitary systems and
5	facilities, broadband and public utility upgrades, and with
6	respect to the foregoing, such additional facilities or
7	improvements that are necessary for the maintenance and
8	functioning of improvements;
9	
10	(viii) "Landowner" or "owner of land" means the
11	person or persons holding a majority interest in the record
12	fee title to one (1) or more parcels of real property or a
13	person or the persons who are obligated to pay general
14	property taxes under a contract to purchase real property;
15	
16	(ix) "Municipality" means any incorporated or
17	chartered city or town as established under Wyoming law;
18	
19	(x) "Service" means any of the following:
20	
21	(A) The operation and maintenance of
22	improvements and any other service authorized by this act;

23

1	(B) Snow removal;
2	
3	(C) The provision of enhanced
4	transportation services;
5	
6	(D) Contracting for broadband services;
7	
8	(E) The provision of recreation services.
9	
10	(xi) "This act" means W.S. 15-12-101 through
11	15-12-113.
12	
13	15-12-103. Districts authorized; general function.
14	
15	(a) Any area exclusively within the boundaries of a
16	municipality may be formed into a community development
17	district to perform any of the following functions:
18	
19	(i) Acquire, construct, operate and maintain
20	improvements of local necessity and convenience;
21	

23

1 improvements and services (ii) Obtain by contracting for the same with any city, town, county or 2 3 other entity; 4 5 any special local (iii) Furnish or perform service that enhances 6 the use or enjoyment of improvement or facility; 7 8 (iv) Funds assessed under this act shall not be 9 used to contract for broadband services unless the district 10 11 is unserved as defined by the federal communications 12 commission. The district shall not acquire ownership in any 13 broadband facility funded pursuant to this act. For purposes of this subsection, broadband facility shall not 14 15 include conduit. The district shall not utilize any funds 16 procured pursuant to this act to provide its own broadband services in competition with private providers. 17 18 19 (b) A district shall not be formed to provide 20 improvements and services defined by the municipality as 21 basic and customarily available to residents of the

municipality pursuant to W.S. 15-1-402(c)(iii), except that

a district may be formed to provide such an improvement or

6

- 1 service if the improvement or service is not in fact
- 2 available to residents of the proposed district at the time
- 3 of formation. If a municipality subsequently provides an
- 4 improvement or service that a district was created to
- 5 provide, the district shall either:

- 7 (i) Dissolve pursuant to W.S. 22-29-401 through
- 8 22-29-408; or

9

- 10 (ii) Amend its general plan pursuant to W.S.
- 11 15-12-106(b) to provide other improvements or services in
- 12 accordance with this act.

13

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

16

17 **15-12-104.** Jurisdiction.

18

- 19 The governing body of a municipality shall hear proceedings
- 20 for the creation of community development districts within
- 21 the municipality which unless specifically otherwise
- 22 provided, shall be governed by the Special District
- 23 Elections Act of 1994.

2 15-12-105. Creation of district; commencement by

3 petition; hearing and election procedures.

4

5 (a) Proceedings for the formation of a district shall commence by filing a petition addressed to the governing 6 body of the municipality in which the land proposed to be 7 8 included in the district is situated. A petition to form a 9 district shall be signed by not less than twenty-five 10 percent (25%) of the persons owning land within the 11 territory proposed to be included in the district, whose 12 land in the proposed district has an assessed value of 13 twenty-five percent (25%) or more of the assessed value of 14 all of the land within the proposed district. The petition shall be accompanied by a general plan as described in W.S. 15 16 15-12-106 and a filing fee of two hundred dollars

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17

(\$200.00).

19 (b) Upon receipt of a valid petition, the governing
20 body of the municipality shall review the petition and hold
21 a hearing on the formation of the district. Upon request of
22 the governing body, the petitioners may submit an amended
23 petition that modifies the boundaries of the district. The

- governing body shall call an election for the formation of
  the district and for the members of the board. The election
  shall be at the expense of the district.

  (c) A hearing and election under subsection (b) of
- this section shall be deemed waived if one hundred percent (100%) of the landowners within the proposed district sign the petition as originally prepared and agree on all of the

9 members of the board.

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17

11 (d) The boundaries of the district shall be certified 12 to the county assessor of the county in which the 13 municipality is located within sixty (60) days after 14 formation of the district.

15

16 **15-12-106.** District general plan.

(a) A petition for the formation of a district under
W.S. 15-12-105 shall be accompanied by a general plan. The
general plan at a minimum shall include:

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1	(i) A description of the purposes of the
2	district and how the purposes will be realized through the
3	creation of the district;
4	
5	(ii) A description of any improvements
6	anticipated by the general plan and how those improvements
7	will be constructed, operated, maintained and financed and
8	when the improvements are expected to be completed;
9	
10	(iii) A description of any services anticipated
11	by the general plan and when the services are expected to
12	be available;
13	
14	(iv) A description of the general duties and
15	responsibilities of the district to be paid for from the
16	mill levy assessed pursuant to this act;
17	
18	(v) A statement that assessments will exist only
19	for the period of time required to complete improvements
20	and complete the duties and responsibilities of the
21	district at which time the district shall recommend to the
22	municipality that the levy be discontinued. Upon receipt of
23	a recommendation, the municipality shall submit the

proposal to discontinue the levy to the voters of the 1 2 district pursuant to W.S. 15-12-112(c); 3 4 (vi) Any other information the district or the municipality deems appropriate for disclosure within the 5 general plan. 6 7 8 (b) The general plan may be amended under the 9 following procedure: 10 11 (i) A proposed amendment to the general plan 12 shall be submitted by the board to the governing body of the municipality for consideration. If the governing body 13 approves the amendment by resolution, the proposed 14 15 amendment shall be delivered to the clerk of the 16 municipality. The clerk shall mail the proposed amendment to every landowner in the district; 17 18 19 (ii) Within thirty (30) days of the date of 20 mailing the proposed amendment, any landowner in the 21 district may object in writing to the proposed amendment and request a hearing before the governing body to offer 22

objections to the proposed amendment;

Τ	
2	(iii) If no objection is filed or upon the
3	governing body's approval of the proposed amendment after a
4	hearing on objections, the general plan as amended shall
5	become the general plan of the district.
6	
7	(c) The board shall implement the general plan and
8	unless otherwise specified in this act shall have all
9	powers necessary to implement the general plan.
10	
11	(d) The clerk of the district and the clerk of the
12	municipality shall maintain the general plan and make the
13	general plan available for inspection at their respective
14	offices. Upon direction from the governing body of the
15	municipality, the governing plan may also be recorded in
16	the offices of the county clerk of the county where the
17	district is located.
18	
19	15-12-107. Powers of district.
20	
21	(a) Each district may:
22	
23	(i) Have and use a corporate seal;

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

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

1	
2	(xii) Provide for recreation by means of parks,
3	including but not limited to playgrounds, golf courses,
4	swimming pools or recreation buildings;
5	
6	(xiii) Provide for street lighting;
7	
8	(xiv) Provide for the opening, widening,
9	extending, straightening and surfacing in whole or in part
10	of any street and maintenance, reconstruction, snow removal
11	and clearance for the same or other roads and streets;
12	
13	(xv) Provide for the construction, maintenance,
14	reconstruction and improvement of bridges, culverts, curbs,
15	gutters, drains and works incidental to any street
16	<pre>improvement;</pre>
17	
18	(xvi) Provide enforcement of covenants,
19	reservations and restrictions of record;
20	
21	(xvii) Establish and collect charges for the use
22	of any improvement to cover the cost of operating and
23	maintaining the improvement;

2 (xviii) Contract for broadband services

3 unserved areas as defined by the federal communications

4 commission;

5

(xix) Do any and all other things necessary to 6

carry out the purposes of the district. 7

8

## 15-12-108. District board of directors; compensation. 9

10

11 (a) The district shall be managed and controlled by a 12 board of directors consisting of either three (3) or five

(5) voting members. The initial board members shall be 13

14 elected at the organizational election or by petition

15 approved by one hundred (100). A simple majority of members

16 shall serve an initial term of two (2) years and the

remaining members shall serve an initial term of four (4) 17

years after formation of the district and until their 18

19 successors are elected and qualified at the regular

20 scheduled subsequent director election as provided in W.S.

21 22-29-112. Thereafter, members shall be elected for terms

of four (4) years. A vacancy occurring on the board during 22

23 the term of an original director or his successor shall be

1	filled as provided in the Special District Elections Act of
2	1994.
3	
4	(b) A member of the governing body of the
5	municipality where the district is located shall serve as a
6	nonvoting member on the board. The nonvoting member shall
7	be selected by a vote of the governing body. The nonvoting
8	member shall serve a term of four (4) years or until the
9	member is no longer on the governing body of the
10	municipality, whichever occurs first. Vacancies under this
11	subsection shall be filled by the governing body, which
12	shall select a new member by vote.
13	
14	(c) The members of the board shall serve without
15	compensation but shall receive reimbursement for actual and
16	necessary expenses incurred in connection with the
17	performance of their duties.
18	
19	15-12-109. Intent to provide for special assessment.
20	
21	(a) The board may by written declaration order
22	improvements or services to be paid for by assessment. The
23	declaration shall specify all of the following:

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

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

- 1 real property subject to assessment will be heard and
- 2 considered by the board before final action, under the
- 3 provisions of the Wyoming Administrative Procedure Act.

- 5 (b) If objections to the improvement or service are
- 6 made by owners or agents representing owners of land
- 7 subject to fifty percent (50%) or more of the projected
- 8 dollar assessments the improvement or service shall not be
- 9 authorized and a new declaration for the same or a similar
- 10 purpose encompassing lands subject to objections shall not
- 11 be considered within one (1) year thereafter.

12

## 13 **15-12-111**. Notice of apportionment; assessment roll.

14

- 15 (a) A copy of the declaration as finally adopted
- 16 shall be recorded by the clerk of the governing body. The
- 17 clerk of the governing body shall within sixty (60) days
- 18 after the adoption of the declaration by written notice,
- 19 mailed or otherwise delivered, notify each owner of land to
- 20 be assessed of the amount of assessment, the purpose for
- 21 which the levy is made, the assessment against each lot or
- 22 parcel of land, and the date it becomes delinquent.

- 1 (b) The clerk of the governing body shall prepare an
- 2 assessment roll as specified in title 15, chapter 6,
- 3 article 4 of the Wyoming statutes.

- 5 15-12-112. Duty of municipal officials to levy and
- 6 collect assessments; administrative deduction.

7

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

15

- 16 (b) Assessments levied and collected to provide
- 17 services pursuant to this act shall remain in effect until
- 18 a petition to discontinue the assessment, signed by not
- 19 less than fifty percent (50%) of the voters of the
- 20 district, is received by the governing body of the
- 21 municipality where the district is located, at which time
- 22 the proposal to discontinue the assessment shall be
- 23 submitted to the voters of the district at the expense of

- 1 the district at the next general election. If the
- 2 proposition to discontinue the assessment is defeated, the
- 3 proposition shall not again be submitted to the electors
- 4 for at least twenty-three (23) months.

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

10

11 15-12-113. Rules and regulations; enforcement.

12

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

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

1	
2	15-1-101. Definitions.
3	
4	(a) As used in W.S. $15-1-101$ through $\frac{15-11-302}{1}$
5	<u>15-12-113</u> :
6	
7	(xv) "This act", unless otherwise specified,
8	means W.S. 15-1-101 through $\frac{15-11-302}{15-12-113}$ .
9	
10	Section 3. This act is effective immediately upon
11	completion of all acts necessary for a bill to become law
12	as provided by Article 4, Section 8 of the Wyoming
13	Constitution.
14	
15	(END)