SENATE FILE NO. SF0085

Constitutional enforcement of localities.

Sponsored by: Senator(s) Ide, French, Laursen, D, McKeown and Smith, D and Representative(s) Locke, Pendergraft and Wharff

A BILL

for 1 AN ACT relating to the administration of government; requiring specified funds to be withheld from counties, 2 3 cities and towns violating state law or the Wyoming constitution; requiring the attorney general to investigate 4 and take action on violations of law by counties, cities 5 and towns; requiring notice; requiring requests by a 6 7 legislator; and providing for an effective date. 8 9 Be It Enacted by the Legislature of the State of Wyoming: 10 Section 1. W.S. 9-14-601 is created to read: 11 12

13 ARTICLE 6 14 PROTECTION FROM STATE LAW VIOLATIONS 15 BY COUNTIES, CITIES AND TOWNS 1 SF0085

9-14-601. Violations of law by counties, cities and towns; withholding of funds.

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Subject to subsection (c) of this section, at the 5 written request of one more members of 6 (1)or the legislature, the attorney general shall investigate any 7 8 ordinance, regulation, order or other official action 9 adopted or taken by the governing body of a county, city or 10 town that the member or members alleges violates state law 11 or the constitution of Wyoming.

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The attorney general shall make a written report 13 and conclusions 14 findings as a result of the of 15 investigation not later than thirty (30) days after receipt 16 of a request under subsection (a) of this section and shall 17 provide a copy of the report to the governor, the president of the senate, the speaker of the house of representatives, 18 19 member or members of the legislature making 20 original request and the secretary of state. Ιf the 21 attorney general concludes that the ordinance, regulation, 22 order or other official action under investigation:

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1 (i) Violates any provision of state law or the 2 constitution of Wyoming, the attorney general shall provide 3 notice to the governing body of the county, city or town, 4 by certified mail, of the violation and shall indicate that the county, city or town has thirty (30) days to resolve 5 the violation. If the attorney general determines that the 6 county, city or town has failed to resolve the violation 7 8 not later than thirty (30) days after receiving notice, the attorney general shall: 9 10 11 (A) Notify the state treasurer, who shall 12 withhold any undistributed state revenues from the county, 13 city or town as provided by W.S. 39-15-111(r) and 14 39-16-111(p); 15

16 (B) Continue to monitor the response of the 17 governing body. When the offending ordinance, regulation, order or action is repealed or the violation is otherwise 18 19 resolved, the attorney general shall notify:

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21 (I) The governor, the president of the senate, the speaker of the house of representatives and the 22

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1 member or members of the legislature making the original

2 request that the violation has been resolved;

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4 (II) The state treasurer to resume the

5 distribution of state monies to the county, city or town.

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7 (ii) Does not violate any provision of state law

8 or the constitution of Wyoming, the attorney general shall

9 take no further action pursuant to this section.

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11 (c) Before a member of the legislature may request an 12 investigation by the attorney general pursuant 13 subsection (a) of this section of any ordinance, regulation, order or other official action adopted by any 14 15 county, city or town, the member of the legislature shall 16 first provide a written notification of the alleged 17 violation of state law or the constitution of Wyoming to the chief executive officer or governing body of the 18 19 county, city or town. If the county, city or town does not 20 repeal or otherwise resolve the violation within sixty (60)

21 days after receiving the notification, the member of the

22 legislature may request an investigation by the attorney

23 general pursuant to this section.

2 (d) This article shall not prohibit actions under 3 other statutory or common-law provisions against an 4 ordinance, regulation, order or other official action 5 adopted or taken by the governing body of a county, city or 6 town that violates state law or the constitution of 7 Wyoming. However, the remedies provided in this article are 8 the exclusive remedies for actions brought pursuant to this

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article.

Section 2. W.S. 39-15-111(b)(iii)(intro) and by creating a new subsection (r) and 39-16-111(b)(iii)(intro)

13 and by creating a new subsection (p) are amended to read:

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15 **39-15-111.** Distribution.

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(b) Revenues earned under W.S. 39-15-104 during each fiscal year shall be recognized as revenue during that fiscal year for accounting purposes. Except as otherwise provided in subsection (p) of this section, for all revenue collected by the department under W.S. 39-15-104 the department shall:

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1 (iii) From the remaining share, until June 30, 2 2004, deduct an amount equivalent to one-half percent 3 (0.5%) and thereafter deduct an amount equivalent to one 4 percent (1%) of the tax collected under W.S. 39-15-104. From this amount, the department shall distribute until 5 June 30, 2004, twenty thousand dollars (\$20,000.00) and 6 thereafter, except as otherwise provided by subsection (r) 7 8 of this section, forty thousand dollars (\$40,000.00) 9 annually to each county in equal monthly installments and 10 then distribute the remainder to each county in the 11 proportion that the total population of the county bears to 12 the total population of the state. The balance shall then 13 be paid monthly to the treasurers of the counties, cities and towns for payment into their respective general funds. 14 The percentage of the balance that will be distributed to 15 16 each county and its cities and towns will be determined by 17 computing the percentage that net sales taxes collected attributable to vendors in each county including its cities 18 19 and towns bear to total net sales taxes collected of 20 vendors in all counties including their cities and towns. 21 Subject to subsection (h) of this section, this percentage of the balance shall be distributed within each county as 22 follows: 23

3 W.S. 9-14-601(b) that an ordinance, regulation, ord 4 other official action adopted or taken by a governing 5 of a county, city or town violates state law of 6 constitution of Wyoming, the state treasurer shall wi 7 the distribution of monies due under paragraph (b)(i) 8 this section to the identified county, city or town 9 shall continue to withhold monies pursuant to 10 subsection until the attorney general certifies to 11 state treasurer that the violation has been resolved 12 funds withheld under this subsection shall be held if 13 general fund and shall revert to the general fund and 14 end of the fiscal biennium in which the funds 15 withheld. The state treasurer shall not withhold any	this
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15 withheld. The state treasurer shall not withhold any	were
	amount
L6 that the county, city or town certifies to the at	corney
17 general and the state treasurer as being necessary to	make
18 any required deposits or payments for debt service on	bonds
19 or other long-term obligations of the county, city o	towr
20 that were issued or incurred before committing	the
21 <u>violation.</u>	

39-16-111. Distribution.

(b) Revenues earned under this article during each fiscal year shall be recognized as revenue during that fiscal year for accounting purposes. Revenue collected by the department from the taxes imposed by this article shall be transferred to the state treasurer who shall, as specified by the department:

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(iii) From the remaining share, until June 30, 9 10 2004, deduct an amount equivalent to one-half percent (0.5%) and thereafter deduct an amount equivalent to one 11 12 percent (1%) of the tax collected under W.S. 39-16-104. From this amount, the department shall distribute until 13 June 30, 2004, five thousand dollars (\$5,000.00) and 14 thereafter ten thousand dollars (\$10,000.00) annually to 15 16 each county in equal monthly installments and then 17 distribute the remainder to each county in the proportion that the total population of the county bears to the total 18 19 population of the state. Except as provided in subsection 20 (p) of this section, the remainder shall then be paid 21 monthly to the treasurers of the counties, cities and towns for payment into their respective general funds. 22 percentage of the remainder that will be distributed to 23

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1 each county and its cities and towns will be determined by

2 computing the percentage that net use taxes collected

3 attributable to vendors in each county including its cities

4 and towns bear to total net use taxes collected of vendors

5 in all counties including their cities and towns. The

6 distribution shall be as follows:

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8 (p) Upon notice from the attorney general pursuant to W.S. 9-14-601(b) that an ordinance, regulation, order or 9 10 other official action adopted or taken by a governing body of a county, city or town violates state law or the 11 12 constitution of Wyoming, the state treasurer shall withhold 13 the distribution of monies due under paragraph (b)(iii) of this section to the identified county, city or town and 14 15 shall continue to withhold monies pursuant to this 16 subsection until the attorney general certifies to the 17 state treasurer that the violation has been resolved. Any funds withheld under this subsection shall be held in the 18 general fund and shall revert to the general fund at the 19 20 end of the fiscal biennium in which the funds were 21 withheld. The state treasurer shall not withhold any amount 22 that the county, city or town certifies to the attorney 23 general and the state treasurer as being necessary to make

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1 any required deposits or payments for debt service on bonds

2 or other long-term obligations of the county, city or town

3 that were issued or incurred before committing the

4 violation.

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6 Section 3. This act is effective July 1, 2025.

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8 (END)