By: Representatives Bowles, Clarke, Frierson, Horne, Stevens To: Transportation

HOUSE BILL NO. 1076

AN ACT TO AMEND SECTION 65-1-123, MISSISSIPPI CODE OF 1972, TO REQUIRE THAT TRANSPORTATION COMMISSION SALES OF EXCESS PROPERTY MADE AT PUBLIC BID BE WITNESSED BY TWO WITNESSES; TO REQUIRE THAT TRANSPORTATION COMMISSION PRIVATE SALES OF STRUCTURES BE MADE ONLY UPON OBTAINING BIDS FROM AT LEAST THREE BIDDERS; AND FOR RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. Section 65-1-123, Mississippi Code of 1972, is amended as follows:

10 65-1-123. (1) Whenever any personal property has been 11 acquired in any manner by the Mississippi Transportation Commission for public use and in the opinion of the commission, 12 13 all or any part of the property becomes unnecessary for public use, the commission is authorized to dispose of such property for 14 a fair and reasonable cash market price. Any such sale shall be a 15 sale upon the receipt of sealed bids after reasonable 16 17 advertisement for bids in such manner and at such time and place 18 as the commission may deem proper and advisable. The commission shall require that all sealed bids be opened in the presence of 19 two (2) witnesses, who shall provide dated, written certification 20 21 to the effect that they witnessed the opening of the bids. The commission may sell at private sale any such personal property not 22 23 necessary for public purposes the cash market value of which is less than Five Hundred Dollars (\$500.00); however, if the personal 24 25 property is timber, the commission may sell at private sale any 26 such timber not necessary for public purposes the cash market 27 value of which is less than Five Thousand Dollars (\$5,000.00), 28 except that whenever persons, groups or agencies are permitted to

29 remove a quantity of timber from highway rights-of-way, and the 30 cash market value of the timber is estimated by the commission to be less than One Thousand Dollars (\$1,000.00), it shall not be 31 necessary to have the timber cruised or appraised and the 32 33 commission may sell the timber at private sale. The commission 34 shall have the right to reject any and all bids in its discretion and to sell the property theretofore advertised at private sale 35 36 for not less than the highest of the rejected bids, or to Any private sale of structures may be made only 37 readvertise. after the agents of the commission obtain bids from at least three 38 39 (3) bidders.

(2) Except as otherwise provided in subsections (3) and (4) 40 41 of this section, whenever real property, with the exception of easements for highway purposes, has been acquired by the 42 43 Mississippi Transportation Commission, in any manner, for public 44 use and in the opinion of the commission all or any part thereof becomes unnecessary for public use, the same shall be declared on 45 the minutes of the commission as excess property and shall be sold 46 47 at private sale at market value. If the excess property was a 48 total take from the original owner, then the commission shall offer to such owner, in writing, the first right of refusal to 49 50 purchase such excess property; however, if after due diligence the original owner cannot be located, then the commission shall offer 51 the first right of refusal to purchase the property to the 52 53 adjoining property owner or owners. If the excess property was a partial take from the current owner of the parcel of real property 54 55 from which the excess property was originally taken, then the commission shall be required to offer in writing the first right 56 57 of refusal to purchase such excess property to such owner. If 58 within forty-five (45) days any owner to whom the commission has offered the first right of refusal under the provisions of this 59 60 subsection fails to accept the offer to purchase, the property shall then be offered to the adjoining property owner or owners. 61 62 If within forty-five (45) days an adjoining property owner fails 63 to accept the offer to purchase, then the excess property shall be 64 sold to the highest bidder upon the receipt by the commission of sealed bids after reasonable advertisement for bids in such manner 65

66 and at such time and place as the commission deems proper and advisable; however, the commission shall have the right to reject 67 68 any and all bids in its discretion and to sell the property theretofore advertised at private sale for not less than the 69 70 highest of the rejected bids, or to readvertise. Upon payment of 71 the purchase price, the executive director of the department, upon 72 due authorization by the commission entered on its minutes, may execute a quitclaim deed conveying such property to the purchaser. 73

74 (3) Whenever the commission acquires by fee simple interest 75 any property determined to be an uneconomic remnant outside the 76 right-of-way, then the commission may sell the property to the 77 adjoining property owner or owners for an amount not less than the 78 market value established by the county tax assessor or a state 79 licensed or certified appraiser.

Whenever the commission desires to sell any real 80 (4) property used as maintenance lots, the property shall be sold to 81 82 the highest bidder upon the receipt by the commission of sealed bids and after reasonable advertisement for bids in such manner 83 84 and at such time and place as the commission deems proper and 85 advisable; however, the commission, in its discretion, may reject 86 any and all bids and sell the property advertised at private sale for not less than the highest of the rejected bids, or may 87 88 readvertise. Upon payment of the purchase price, the executive director of the department, upon authorization by the commission 89 entered on its minutes, may execute a quitclaim deed conveying the 90 91 property to the purchaser.

92 (5) All easements for highway purposes shall be released 93 when they are determined on the minutes of the commission as no 94 longer needed for such purposes, and when released, they shall be 95 filed by the department in the office of the chancery clerk in the 96 county where the property is located.

97 (6) In no instance shall any part of any property acquired98 by the commission, or any interest acquired in such property,

99 including but not limited to easements, be construed as abandoned 100 by nonuse, nor shall any encroachment on such property for any 101 length of time constitute estoppel or adverse possession against 102 the state's interests.

103 (7) It is the intent of the Legislature that the 104 Transportation Commission shall declare property it has acquired 105 and which is no longer needed for public purposes as excess and to 106 sell and/or dispose of such excess property in accordance with the 107 provisions of this section as soon as practicable after such 108 property becomes excess in fact. Unnecessary or excess property 109 or property interests shall be disposed of only upon order of the 110 Transportation Commission on its minutes as provided in this 111 section.

(8) Whenever any real property has been acquired by the Transportation Commission and in the opinion of the commission all or any part of the property will not be utilized in the near future, the property shall be so declared by the Transportation Commission on its minutes and the commission may lease or rent the property for its market value.

SECTION 2. This act shall take effect and be in force from and after July 1, 1999.