By: Representative Huddleston

To: Education

HOUSE BILL NO. 1411 (As Sent to Governor)

AN ACT TO AMEND SECTIONS 29-3-23 AND 29-3-113, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT ANY COUNTY HAVING LIEU LANDS WHICH WERE SOLD AND THE SALE PROCEEDS PAID TO THE COUNTY AND INVESTED IN BONDS, THE LAST OF WHICH MATURED BEFORE 1977, AND THE COUNTY FAILED TO REMIT SUCH PROCEEDS TO THE SCHOOL DISTRICT ENTITLED TO SAME, THE COUNTY MAY MAKE RESTITUTION TO THE SCHOOL DISTRICT FOR THE PRINCIPAL AMOUNT OF THE BONDS; TO AMEND SECTION 19-3-41, MISSISSIPPI CODE OF 1972, IN CONFORMITY THERETO; AND FOR RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. Section 29-3-23, Mississippi Code of 1972, is amended as follows:

13 29-3-23. (1) The proceeds derived from such sales shall be 14 used for the benefit of the schools situated in the township 15 owning the lands. The principal derived from the sale of such 16 land shall not be spent, but only the interest and income derived 17 from such funds may be spent.

(2) In any county having lieu lands which were sold, where 18 19 the proceeds of such sale were paid to the county and the county invested the proceeds in bonds, the last of which matured before 20 1977, and the county failed to remit such proceeds to the school 21 district entitled to same, such county may make restitution to the 22 23 school district for the principal amount of the bonds from the general fund of the county or from other available funds of the 24 25 county. This subsection (2) shall be repealed from and after <u>December 31, 2001.</u> 26 SECTION 2. Section 29-3-113, Mississippi Code of 1972, is 27 28 amended as follows: 29-3-113. The principal fund shall be a permanent township 29

fund which shall consist of funds heretofore or hereafter derived from certain uses or for certain resources of school trust lands which shall be invested and, except as otherwise provided in this section, only the interest and income derived from such funds shall be expendable by the school district.

35 The principal fund shall consist of:

36 (a) Funds received for easements and rights-of-way
37 pursuant to Section 29-3-91;

38 (b) Funds received for sales of lieu land pursuant to
39 Sections 29-3-15 through 29-3-25;

40 (c) Funds received from any permanent damage to the41 school trust land;

42 (d) Funds received from the sale of nonrenewable
43 resources including but not limited to the sale of sand, gravel,
44 dirt, clays and royalties received from the sale of mineral ores,
45 coal, oil and gas;

46 (e) Funds received from the sale of buildings pursuant 47 to Section 29-3-77; * * *

48 49 (f) Funds received from the sale of timber<u>; and</u>

(g) Funds received pursuant to Section 29-3-23(2).

50 It shall be the duty of the Board of Education to keep the principal fund invested in any direct obligation issued by or 51 52 guaranteed in full as to principal and interest by the United 53 States of America or in certificates of deposit issued by a qualified depository of the State of Mississippi as approved by 54 55 the State Treasurer. The certificates of deposit may bear 56 interest at any rate per annum which may be mutually agreed upon 57 but in no case shall said rate be less than that paid on passbook 58 savings.

59 The Board of Education is likewise authorized to invest said 60 funds in interest bearing deposits or other obligations of the 61 types described in Section 27-105-33, as the same now is or may 62 hereafter be amended, or in any other type investment in which any

63 other agency, instrumentality or subdivision of the State of Mississippi may invest, except that one hundred percent (100%) of 64 65 said funds are hereby authorized to be so invested. For the 66 purposes of investment, the principal fund of each township may be 67 combined into one or more district accounts; however, the docket book of the county superintendent shall at all times reflect the 68 proper source of such funds. Provided that funds received from 69 the sale of timber shall be placed in a separate principal fund 70 71 account, and may be expended for any of the purposes authorized by 72 law.

73 The Board of Education shall have authority to borrow such 74 funds at a rate of interest not less than four percent (4%) per 75 annum and for a term not exceeding twenty (20) years, for the 76 erection, equipment or repair of said district schools, to provide 77 local funds for any building project approved by the State Board 78 of Education or to provide additional funds for forest stand 79 improvement as set forth in Section 29-3-47. In addition, the board may borrow such funds under the same interest restrictions 80 81 for a term not exceeding ten (10) years to provide funds for the The Board of Education of any school 82 purchase of school buses. 83 district in any county that has an aggregate amount of assets in its principal fund in excess of Five Million Dollars 84 85 (\$5,000,000.00), may deduct an amount not to exceed Five Hundred Thousand Dollars (\$500,000.00) for the purpose of covering the 86 cost of asbestos removal from school district buildings. 87 Such 88 asbestos removal shall be construed to constitute the repair of 89 school district facilities as prescribed in Section 29-3-115. 90 No school land trust funds may be expended after the annual payment date until the payment is made on such loan. The annual 91 92 payment can be made from any funds available to the school

93 district except minimum foundation program funds.

94 It shall be unlawful for the Board of Education to borrow any 95 sixteenth section school funds in any other manner than that

96 prescribed herein, and if any such funds shall be borrowed or 97 invested in any other manner, any officer concerned in making such 98 loan and investment or suffering the same to be made in violation 99 of the provisions of this section, shall be liable personally and 100 on his official bond for the safety of the funds so loaned.

101 SECTION 3. Section 19-3-41, Mississippi Code of 1972, is 102 amended as follows:

103 19-3-41. (1) The boards of supervisors shall have within 104 their respective counties full jurisdiction over roads, ferries 105 and bridges, except as otherwise provided by Section 170 of the Constitution, and all other matters of county police. They shall 106 107 have jurisdiction over the subject of paupers. They shall have 108 power to levy such taxes as may be necessary to meet the demands of their respective counties, upon such persons and property as 109 are subject to state taxes for the time being, not exceeding the 110 111 limits that may be prescribed by law. They shall cause to be 112 erected and kept in good repair, in their respective counties, a good and convenient courthouse and a jail. A courthouse shall be 113 114 erected and kept in good repair in each judicial district and a jail may be erected in each judicial district. They may close a 115 116 jail in either judicial district, at their discretion, where one (1) jail will suffice. They shall have the power, in their 117 118 discretion, to prohibit or regulate the sale and use of 119 firecrackers, roman candles, torpedoes, skyrockets, and any and all explosives commonly known and referred to as fireworks, 120 121 outside the confines of municipalities. They shall have and 122 exercise such further powers as are or shall be conferred upon 123 them by law. They shall have authority to negotiate with and 124 contract with licensed real estate brokers for the purpose of advertising and showing and procuring prospective purchasers for 125 126 county-owned real property offered for sale in accordance with the provisions of Section 19-7-3. 127

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(2) The board of supervisors of any county, in its

129 discretion, may contract with a private attorney or private 130 collection agent or agency to collect any type of delinquent 131 payment owed to the county including, but not limited to, past due fees and fines, delinquent ad valorem taxes on personal property 132 133 and delinquent ad valorem taxes on mobile homes that are entered 134 as personal property on the mobile home rolls. Any such contract may provide for payment contingent upon successful collection 135 136 efforts or payment based upon a percentage of the delinquent amount collected; however, the entire amount of all delinquent 137 138 payments collected shall be remitted to the county and shall not be reduced by any collection costs or fees. There shall be due to 139 140 the county from any person whose delinquent payment is collected pursuant to a contract executed under this subsection an amount, 141 in addition to the delinquent payment, of not to exceed 142 twenty-five percent (25%) of the delinquent payment for 143 144 collections made within this state and not to exceed fifty percent 145 (50%) of the delinquent payment for collections made outside of this state. However, in the case of delinquent fees owed to the 146 147 county for garbage or rubbish collection or disposal, only the amount of the delinquent fees may be collected and no amount in 148 149 addition to the delinquent fees may be collected if the board of 150 supervisors of the county has notified the county tax collector 151 under Section 19-5-22 for the purpose of prohibiting the issuance 152 of a motor vehicle road and bridge privilege license tag to the person delinquent in the payment of such fees. 153 Any private 154 attorney or private collection agent or agency contracting with the county under the provisions of this subsection shall give bond 155 or other surety payable to the county in such amount as the board 156 157 of supervisors deems sufficient. Any private attorney with whom the county contracts under the provisions of this subsection must 158 159 be a member in good standing of The Mississippi Bar. Any private 160 collection agent or agency with whom the county contracts under 161 the provisions of this subsection must meet all licensing

162 requirements for doing business in the State of Mississippi. Neither the county nor any officer or employee of the county shall 163 164 be liable, civilly or criminally, for any wrongful or unlawful act or omission of any person or business with whom the county has 165 166 contracted under the provisions of this subsection. The 167 Mississippi Department of Audit shall establish rules and regulations for use by counties in contracting with persons or 168 169 businesses under the provisions of this subsection.

170 (3) In addition to the authority granted under subsection 171 (2) of this section, the board of supervisors of any county, in its discretion, may contract with one or more of the constables of 172 173 the county to collect delinquent criminal fines imposed in the 174 justice court of the county. Any such contract shall provide for payment contingent upon successful collection efforts, and the 175 176 amount paid to a constable may not exceed twenty-five percent 177 (25%) of the amount which the constable collects. The entire 178 amount of all delinquent criminal fines collected under such a contract shall be remitted by the constable to the clerk of the 179 180 justice court for deposit into the county general fund as provided under Section 9-11-19. Any payments made to a constable pursuant 181 182 to a contract executed under the provisions of this section may be 183 paid only after presentation to and approval by the board of supervisors of the county. This subsection shall stand repealed 184 185 from and after July 1, 1999.

186 (4) In addition to such authority as is otherwise granted 187 under this section, the board of supervisors of any county may 188 expend funds necessary to maintain and repair, and to purchase 189 liability insurance, tags and decals for, any personal property 190 acquired under the Federal Excess Personal Property Program that 191 is used by the local volunteer fire department.

(5) The board of supervisors of any county may expend funds
to purchase, maintain and repair equipment for the electronic
filing and storage of filings, files, instruments, documents and

195 records using microfilm, microfiche, data processing, magnetic 196 tape, optical discs, computers or other electronic process which 197 correctly and legibly stores and reproduces or which forms a 198 medium for storage, copying or reproducing documents, files and 199 records for use by one, all or any combination of county offices, 200 employees and officials, whether appointed or elected.

201 (6) In addition to the authority granted in this section,

202 the board of supervisors of any county may expend funds as

203 provided in Section 29-3-23(2).

204 SECTION 4. This act shall take effect and be in force from 205 and after its passage.