By: Senator(s) Kirby

To: Municipalities; Finance

SENATE BILL NO. 2475

AN ACT TO AMEND SECTION 21-1-27, MISSISSIPPI CODE OF 1972, TO 1 2 PROVIDE FOR AN ELECTION ON THE QUESTION OF MUNICIPAL ANNEXATION IN 3 BOTH THE MUNICIPALITY AND THE TERRITORY PROPOSED TO BE ANNEXED; TO 4 AMEND SECTIONS 21-1-29, 21-1-31, 21-1-33, 21-1-35, 21-1-37 AND 21-1-39, MISSISSIPPI CODE OF 1972, TO REMOVE MUNICIPAL ANNEXATION 5 FROM CHANCERY COURT PROCEEDINGS; TO AMEND SECTIONS 21-1-27, 6 21-1-61, 21-33-1 AND 21-33-21, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT A MUNICIPALITY IS PROHIBITED FROM LEVYING AND 7 8 9 COLLECTING TAXES IN NEWLY ANNEXED AREAS UNTIL THOSE SERVICES THAT THE MUNICIPALITY PROPOSED TO RENDER TO THE NEWLY ANNEXED AREAS ARE 10 11 PROVIDED; AND FOR RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. Section 21-1-27, Mississippi Code of 1972, is amended as follows:

21-1-27. (1) The limits and boundaries of existing cities, 15 16 towns and villages shall remain as now established until altered 17 in the manner hereinafter provided. When any municipality shall desire to enlarge or contract the boundaries thereof by adding 18 19 thereto adjacent unincorporated territory or excluding therefrom any part of the incorporated territory of such municipality, the 20 governing authorities of such municipality shall pass an ordinance 21 defining with certainty the territory proposed to be included in 22 or excluded from the corporate limits, and also defining the 23 24 entire boundary as changed. In the event the municipality desires to enlarge such boundaries, such ordinance shall in general terms 25 26 describe the proposed improvements to be made in the annexed territory, the manner and extent of such improvements, and the 27 approximate time within which such improvements are to be made; 28 such ordinance shall also contain a statement of the municipal or 29 30 public services which such municipality proposes to render in such

31 annexed territory. The ordinance shall also state that the 32 municipality will not levy or collect taxes within the territory proposed to be annexed until those services that the municipality 33 proposed to render in the ordinance are provided. In the event 34 35 the municipality shall desire to contract its boundaries, such ordinance shall contain a statement of the reasons for such 36 37 contraction and a statement showing whereby the public convenience 38 and necessity would be served thereby.

(2) If twenty percent (20%) of the qualified electors 39 residing in the territory proposed to be annexed by a municipality 40 petition the governing body of the municipality for an election on 41 the question of the proposed annexation, within sixty (60) days 42 after public notice of the adoption of the annexation ordinance, 43 the board of supervisors of the county or counties in which the 44 municipality and the territory proposed to be annexed are located 45 shall hold separate elections in the municipality and in the 46 territory proposed to be annexed on the question of the proposed 47 annexation. The elections shall be held within sixty (60) days 48 after certification of the petition by the municipal clerk. 49 50 Notice of the elections shall be published in a newspaper having a general circulation in the county or counties in which the 51 municipality and the territory proposed to be annexed are located 52 once a week for three (3) consecutive weeks prior to the election 53 date, and the first publication shall be made not less than 54 55 twenty-one (21) days prior to the election date. The elections shall be held in the same manner as are other county elections. 56 The annexation shall not be permitted or approved unless both the 57 electors in the municipality and in the territory proposed to be 58 annexed approve the annexation by majority vote of those electors 59 60 voting in the election. If fewer than a majority of the qualified electors voting in each election vote against the ordinance, the 61 ordinance shall be approved. If a majority of the qualified 62 electors voting in each election vote against the ordinance, the 63 ordinance shall not be approved. If approved in the elections, 64 65 the ordinance shall become effective ten (10) days after the date of the final determination of the results of the elections or on 66 67 such later date specified in the ordinance. If no petition for

the elections is filed, the ordinance shall become effective sixty (60) days after public notice of the adoption of the ordinance or on such later date specified in the ordinance. If the ordinance is not approved in the elections, the municipality shall not adopt another ordinance proposing the annexation of any of the same territory for a period of five (5) years from the date of the election.

75 SECTION 2. Section 21-1-29, Mississippi Code of 1972, is 76 amended as follows:

77 21-1-29. When any * * * ordinance proposing to contract the 78 municipal boundaries shall be passed by the municipal authorities, 79 such municipal authorities shall file a petition in the chancery 80 court of the county in which such municipality is located * * *. The petition shall recite the fact of the adoption of such 81 82 ordinance and shall pray that the * * * contraction of the 83 municipal boundaries * * * shall be ratified, approved and confirmed by the court. There shall be attached to such petition, 84 85 as exhibits thereto, a certified copy of the ordinance adopted by 86 the municipal authorities and a map or plat of the municipal boundaries as they will exist in event such * * * contraction 87 88 becomes effective.

89 SECTION 3. Section 21-1-31, Mississippi Code of 1972, is 90 amended as follows:

91 21-1-31. Upon the filing of such petition and upon application therefor by the petitioner, the chancellor shall fix a 92 date certain, either in termtime or in vacation, when a hearing on 93 94 said petition will be held, and notice thereof shall be given in 95 the same manner and for the same length of time as is provided in 96 Section 21-1-15 with regard to the creation of municipal corporations, and all parties interested in, affected by, or being 97 98 aggrieved by said proposed * * * contraction shall have the right 99 to appear at such hearing and present their objection to such 100 proposed * * * contraction. * * *

101 SECTION 4. Section 21-1-33, Mississippi Code of 1972, is 102 amended as follows:

103 21-1-33. If the chancellor finds from the evidence presented at such hearing that the proposed * * * contraction is reasonable 104 105 and is required by the public convenience and necessity * * *, the 106 chancellor shall enter a decree approving, ratifying and 107 confirming the proposed * * * contraction, and describing the 108 boundaries of the municipality as altered. In so doing the 109 chancellor shall have the right and the power to modify the proposed * * * contraction by decreasing the territory to be * * * 110 111 excluded from such municipality * * *. If the chancellor shall find from the evidence that the proposed * * * contraction * * * 112 113 is unreasonable and is not required by the public convenience and 114 necessity, then he shall enter a decree denying such * * * 115 contraction. In any event, the decree of the chancellor shall become effective after the passage of ten (10) days from the date 116 117 thereof or, in event an appeal is taken therefrom, within ten (10) 118 days from the final determination of such appeal. In any proceeding under this section the burden shall be upon the 119 municipal authorities to show that the proposed * * * contraction 120 121 is reasonable.

SECTION 5. Section 21-1-35, Mississippi Code of 1972, is amended as follows:

124 21-1-35. In the event no objection is made to the petition for the * * * contraction of the municipal boundaries, the 125 126 municipality shall be taxed with all costs of the proceedings. In the event objection is made, such costs may be taxed in such 127 128 manner as the chancellor shall determine to be equitable pursuant 129 to the Mississippi Rules of Civil Procedure. In the event of an 130 appeal from the judgment of the chancellor, the costs incurred in the appeal shall be taxed against the appellant if the judgment be 131 affirmed, and against the appellee if the judgment be reversed. 132 133 SECTION 6. Section 21-1-37, Mississippi Code of 1972, is

134 amended as follows:

135 21-1-37. If the municipality or any other interested person 136 who was a party to the proceedings in the chancery court be aggrieved by the decree of the chancellor regarding contraction of 137 138 the municipal boundaries, then such municipality or other person 139 may prosecute an appeal therefrom within the time and in the manner and with like effect as is provided in Section 21-1-21 in 140 the case of appeals from the decree of the chancellor with regard 141 142 to the creation of a municipal corporation.

143 SECTION 7. Section 21-1-39, Mississippi Code of 1972, is 144 amended as follows:

145 21-1-39. (1) Whenever the corporate limits of any municipality shall be * * * contracted as herein provided, the 146 chancery clerk shall, after the expiration of ten (10) days from 147 the date of such decree if no appeal be taken therefrom, forward 148 149 to the Secretary of State a certified copy of such decree, which 150 shall be filed in the Office of the Secretary of State and shall remain a permanent record thereof. In the event an appeal be 151 152 taken from such decree and such decree is affirmed, then the certified copy thereof shall be forwarded to the Secretary of 153 154 State within ten (10) days after receipt of the mandate from the 155 Supreme Court notifying the clerk of such affirmance.

156 (2) Whenever the corporate limits of any municipality are 157 enlarged as provided in Section 21-1-27, the governing body of the 158 municipality, after the annexation ordinance has become effective, 159 shall forward to the Secretary of State a certified copy of the 160 ordinance, which shall be filed in the Office of the Secretary of 161 State and shall remain a permanent record thereof.

162 SECTION 8. Section 21-1-61, Mississippi Code of 1972, is 163 amended as follows:

164 21-1-61. In all cases where a municipality is created * * * 165 under the provisions of this chapter, the property included within 166 the municipal boundaries by such creation * * * shall become

167 liable for and subject to municipal ad valorem taxation on the tax lien date next succeeding the effective date of the decree 168 169 creating * * * such municipality. <u>In all cases where the limits</u> 170 of an existing municipality are enlarged through annexation of an 171 adjoining territory under the provisions of this chapter, the 172 property included within the municipal boundaries by the enlargement will not become liable for and subject to municipal ad 173 valorem taxation until the services which the municipality 174 proposed to provide in the ordinance are provided. 175 176 SECTION 9. Section 21-33-1, Mississippi Code of 1972, is amended as follows: 177 178 21-33-1. Except as provided in Section 21-1-61, all lands 179 and other taxable property subject to assessment, held by any

person within the municipality, or in added territory, on the first day of January, shall be assessed, and ad valorem taxes thereon levied and collected for the ensuing year, excepting motor vehicles as defined by the "Motor Vehicle Ad Valorem Tax Law of 184 1958," Sections 27-51-1 <u>through</u> 27-51-49, Mississippi Code of 185 1972.

186 SECTION 10. Section 21-33-21, Mississippi Code of 1972, is 187 amended as follows:

188 21-33-21. After the services that the municipality proposed 189 to render in the ordinance are provided within the added territory 190 as required under Section 21-1-61, the assessor shall, in the same 191 manner and at the same time as municipal assessments are made, 192 make an assessment of all taxable property in any added territory, 193 and make the same a part of the assessment roll of the municipal 194 separate school district.

195 <u>SECTION 11.</u> Any action on an ordinance proposing the 196 enlargement of municipal boundaries which is pending before a 197 court on the effective date of this act as a result of any prior 198 law shall be withdrawn, and an election as provided in Section 199 21-1-27 may be held.

SECTION 12. The Attorney General of the State of Mississippi is hereby directed to submit this act, immediately upon approval by the Governor, or upon approval by the Legislature subsequent to a veto, to the Attorney General of the United States or to the United States District Court for the District of Columbia in accordance with the provisions of the Voting Rights Act of 1965, as amended and extended.

207 SECTION 13. This act shall take effect and be in force from 208 and after the date it is effectuated under Section 5 of the Voting 209 Rights Act of 1965, as amended and extended.