MISSISSIPPI LEGISLATURE

By: Warren

To: Education

HOUSE BILL NO. 374

AN ACT TO AMEND SECTION 29-3-39, MISSISSIPPI CODE OF 1972, TO 1 2 ALLOW THE SCHOOL BOARD OF ANY SCHOOL DISTRICT TO RECLASSIFY 3 CERTAIN SIXTEENTH SECTION AGRICULTURAL LAND AS FARM RESIDENTIAL 4 LAND; TO AMEND SECTION 29-3-33, MISSISSIPPI CODE OF 1972, IN CONFORMITY THERETO; TO AMEND SECTION 29-3-65, MISSISSIPPI CODE OF 5 1972, TO CLARIFY THAT EACH PARCEL OF SIXTEENTH SECTION LAND MUST 6 BE APPRAISED INDEPENDENTLY OF OTHER SUCH LANDS IN A SCHOOL 7 8 DISTRICT; AND FOR RELATED PURPOSES.

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 10 SECTION 1. Section 29-3-39, Mississippi Code of 1972, is 11 amended as follows:

29-3-39. It shall be the duty of the board of education to 12 survey periodically the classification of all sixteenth section 13 14 land under its jurisdiction and to reclassify the land as it may 15 deem advisable because of changes of conditions, and when any land 16 is so reclassified, the board of education shall file a report 17 thereof with the Secretary of State. The school board of any 18 school district, in its discretion, may reclassify those sixteenth section or lieu lands classified as agricultural land as farm 19 residential land when the leaseholder has established residency on 20 21 such land and the land meets all of the qualifications required 22 for classification as farm residential land under Section 29-3-33. 23 From time to time the Secretary of State may institute proceedings 24 to reclassify any sixteenth section lands which he may deem

25 advisable and when any land is so reclassified, the Secretary of 26 State shall file a report thereof with the board of education. When any land is reclassified under this section, notice thereof, 27 rights to object thereto and rights to appeal therefrom shall be 28 given in the same manner provided in Section 29-3-37 with 29 30 reference to the original classification. Provided, however, that 31 all sixteenth section land shall be classified, or reclassified as 32 is necessary, within one (1) year prior to the expiration date of 33 any existing lease, and within sixty (60) days of the terminating of any lease of sixteenth section land by final court order. 34 In all litigation which may result from the classification or 35 reclassification of lands by the <u>Secretary of State</u> under Sections 36 37 29-3-31 through 29-3-39, the Secretary of State shall be 38 represented by the Attorney General, who shall have control of the litigation, but it shall be the duty of the various boards of 39 40 education to furnish local legal assistance when requested so to 41 do by the Attorney General.

42 SECTION 2. Section 29-3-33, Mississippi Code of 1972, is 43 amended as follows:

44 29-3-33. For the purpose of determining the proper category 45 for such lands and the oil, gas and other minerals in, on and 46 under such lands, the following definitions shall be controlling 47 unless the context clearly indicates otherwise:

"Forest land" shall mean all land at least ninety 48 (a) percent (90%) of the total area of which is at present forest or 49 50 wasteland, or land which will produce a maximum of revenue by 51 utilization to produce timber or other forest products, shall be classified as forest land. The unit of measurement to be used in 52 arriving at the classification of forest land shall be the 53 54 smallest division of the government survey covering said lands in 55 counties where such government survey has been made, and in other

56 counties shall be forty (40) acres.

57 (b) "Agricultural land" shall mean land most suitable58 for pasturage or cultivation.

59 (c) "Industrial land" shall mean land most suitable for60 port, harbor, industrial, manufacturing or warehousing use.

(d) "Commercial land" shall mean land most suitable for
wholesale or retail businesses, financial institutions,
professional offices and clinics, service trades and occupations,
privately owned public utilities and similar businesses.

(e) "Residential land" shall mean any tract of land upon which the lessee or board-approved sub-lessee is residing. Such lands shall be set up, as nearly as possible, in a rectangular form so as to include the houses and such other permanent improvements as may have been placed thereon by said lessee or his predecessor in title; * * * however, * * * such tract of land shall not exceed five (5) acres.

"Farm residential land" shall mean any tract of 72 (f) 73 land upon which a leaseholder resides not exceeding one hundred 74 sixty (160) acres in size * * *, which is utilized for agricultural purposes. * * * However, * * * farm residential land 75 76 may consist of two (2) noncontiguous tracts not exceeding one 77 hundred sixty (160) acres in the aggregate: (a) with reasonable 78 easements connecting the residential and outlying tracts; or (b) with the residential tract situated a distance not exceeding one 79 80 and one-half (1-1/2) miles from the outlying tract. * * * No 81 sixteenth section lands or lands granted in lieu thereof, situated 82 in a county lying wholly or partially within a levee district, 83 shall be classified as farm residential land.

(g) "Recreational land" shall mean land most suitable
for uses which provide for activities or services of a
recreational nature. Recreational nature shall include, but not
be limited to, parks, campsites, lodges and similar uses and
facilities.

89 (h) "Catfish farming land" shall mean land most
90 suitable for the construction of catfish ponds and for wholesale
91 or retail catfish farm raising and harvesting.

92 (i) "Other land" shall mean any land which is not93 suitable for any of the uses described above.

94 (j) "Oil, gas and minerals" shall mean the following: 95 (i) oil, gas, carbon dioxide and other gaseous substances; (ii) metals, compounds of metals, or metal-bearing ores; (iii) coal, 96 97 including anthracite, bituminous, subbituminous, lignite and their constituent components and products and minerals intermingled or 98 associated therewith; and (iv) sulphur, salt, sand, gravel, fill 99 100 dirt and clay, in, on and under the lands classified above. Such 101 oil, gas and minerals shall be a classification of land separate and distinct from the classifications set forth above in 102 103 paragraphs (a) through (h) inclusive.

104 SECTION 3. Section 29-3-65, Mississippi Code of 1972, is 105 amended as follows:

106 29-3-65. One (1) year prior to the date when any <u>parcel of</u> 107 such lands not subject to competitive bid procedures shall become 108 available for lease, the board of education shall appoint a 109 competent appraiser to appraise <u>that parcel of</u> the land and report 100 to the board his recommendation for the fair market rental amount 111 <u>for that parcel</u>. The board shall then determine whether the same

be a reasonable amount <u>for that parcel</u>, and shall grant the lease pursuant to Section 29-3-63. <u>However, if</u> any such <u>parcel of</u> land becomes available for lease prior to July 1, 1979, an appraisal shall be required prior to the granting of <u>the</u> lease.

116 The board of education may use rent escalation clauses or 117 other such devices to adjust rental amounts during the lease term. Owners of leaseholds under a lease granted prior to July 1, 1978, 118 which have improvements constructed thereon, shall not be charged 119 120 for such improvements in successive lease periods unless the lease 121 contract clearly specifies otherwise. The cost of the appraisal 122 of each parcel of such lands under this section shall be paid from 123 any available sixteenth section school funds or other school funds 124 of the district.

The appraisal pertaining to renewal oil, gas and mineral leases executed pursuant to Section 29-3-63 may be made either before or after the expiration of the original lease and shall appraise the fair market value for the bonus to be paid for a renewal lease containing the terms and conditions agreed upon by the holder of the lease and the board of education.

131 SECTION 4. This act shall take effect and be in force from 132 and after July 1, 2000.