By: Horne, Bowles, Frierson, Moore (60th), To: County Affairs; Robinson (84th), Shows, Smith (35th)

Municipalities

HOUSE BILL NO. 584

1 AN ACT TO AMEND SECTION 19-3-47, MISSISSIPPI CODE OF 1972, TO 2 REQUIRE COUNTIES TO USE A REQUEST FOR PROPOSALS PROCESS IN 3 SELECTING COUNSEL FOR COUNTY BOND ISSUES; TO AMEND SECTION 4 21-15-25, MISSISSIPPI CODE OF 1972, TO REQUIRE MUNICIPALITIES TO USE A REQUEST FOR PROPOSALS PROCESS IN SELECTING COUNSEL FOR 5 MUNICIPAL BOND ISSUES; TO PROVIDE THAT THE REQUEST FOR PROPOSALS 6 7 PROCESS USED BY COUNTIES AND MUNICIPALITIES SHALL BE CONDUCTED IN 8 THE SAME MANNER, AS FAR AS IS PRACTICABLE, AS THE REQUEST FOR 9 PROPOSALS PROCESS USED BY THE STATE BOND COMMISSION IN SELECTING 10 BOND COUNSEL FOR STATE GENERAL OBLIGATION BOND AND REVENUE BOND 11 ISSUES; AND FOR RELATED PURPOSES.

12 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. Section 19-3-47, Mississippi Code of 1972, is 13 14 amended as follows:[LH1]

19-3-47. (1) (a) The board of supervisors shall have the 15 power, in its discretion, to employ counsel by the year at an 16 17 annual salary at an amount that it deems proper, not to exceed the maximum annual amount authorized by law for payment to a member of 18 19 the board.

20 (b) The board of supervisors shall have the power, in 21 its discretion, to employ counsel in all civil cases in which the 22 county is interested, including eminent domain proceedings, the examination and certification of title to property the county is 23 24 acquiring and in criminal cases against a county officer for 25 malfeasance or dereliction of duty in office, when by the criminal

conduct of the officer the county may be liable to be affected pecuniarily, with the counsel to conduct the proceeding instead of the district attorney, or in conjunction with him, and to pay the counsel out of the county treasury or the road fund that may be involved reasonable compensation, or if counsel so employed is retained on an annual basis as provided in this subsection, reasonable additional compensation for his services.

33 (c) The board of supervisors shall have the power, in 34 its discretion, to pay reasonable compensation to attorneys who 35 may be employed by it in the matter of the issuance of bonds and 36 the drafting of orders and resolutions in connection therewith. 37 In no instance shall the attorney's fee for the services exceed 38 the following amounts, to wit:

39 One percent (1%) of the first Five Hundred Thousand Dollars (\$500,000.00) of any one (1) bond issue; one-half percent (1/2%) 40 41 of the amount of the issue in excess of Five Hundred Thousand Dollars (\$500,000.00) but not more than One Million Dollars 42 (\$1,000,000.00); and one-fourth percent (1/4%) of the amount of 43 44 the issue in excess of One Million Dollars (\$1,000,000.00). The limitations imposed in this paragraph shall not apply to any bond 45 issue for which a declaration to issue the bonds has heretofore 46 been adopted by proper resolution. <u>However, for any bond issue</u> 47 48 for which a declaration of intent to issue the bonds is adopted by proper resolution on or after the effective date of House Bill No. 49 _, 2000 Regular Session, the board of supervisors shall 50 use a request for proposals process in selecting counsel for the 51 52 bond issue. Such request for proposals process shall be conducted 53 in the same manner and according to the same terms, as far as is 54 practicable, as the request for proposals process used by the 55 State Bond Commission in selecting bond counsel for state general 56 obligation bond issues and revenue bond issues.

57 (d) This subsection shall not in anyway amend or repeal
58 or otherwise affect subsection (2) of this section, but this
59 subsection shall remain in full force and effect.

60 (2) The board of supervisors of any county, in addition 61 to the authority conferred upon it in subsection (1) of this section, may employ, in its discretion, a firm of attorneys to 62 63 represent it as its regular attorneys on the same terms, conditions and compensation as provided for employment of an 64 attorney as its regular attorney. However, there shall not be 65 both an attorney and a firm of attorneys employed at the same time 66 67 as the regular attorney for the board.

68 (3) In any county having a 1980 federal census population in excess of one hundred eighteen thousand (118,000), 69 70 and in which is located a major refinery for the production of 71 petroleum products and a facility for the construction of ships 72 for the United States Navy; in any county which is traversed by an 73 interstate highway and having a 1980 federal census population in excess of sixty-six thousand (66,000), and in which is located a 74 comprehensive university operated by the Board of Trustees of 75 76 State Institutions of Higher Learning and a National Guard 77 training base; in any county in which is located the State Capitol 78 and the state's largest municipality; in any county which is 79 traversed by Interstate Highway 55, United States Highway 51 and 80 United States Highway 98; in any county bordering the Gulf of 81 Mexico, having a 1980 federal census population in excess of one hundred fifty-seven thousand (157,000), and in which is located a 82 state-owned port; and in any county which is traversed by 83 84 Interstate Highway 20, United States Highway 49 and United States

85 Highway 80, and in which is located the State Hospital and an 86 international airport; all of which foregoing criteria the 87 Legislature finds to be conducive to industrial development 88 requiring the issuance of industrial revenue bonds and which counties would gain benefits by employment of counsel in the 89 90 manner authorized by this subsection, the board of supervisors, as an alternative to the authority conferred upon it in subsections 91 (1) and (2) of this section, may employ annually, in its 92 discretion, an attorney as a full-time employee of the county, 93 94 subject to the following conditions:

95 (a) The attorney shall maintain an office in the county 96 courthouse or other county-owned building and shall represent the 97 board of supervisors and all county agencies responsible to the 98 board;

99 The attorney shall be employed by the board of (b) supervisors in the matter of the issuance of all bonds of the 100 county and the drafting of resolutions in connection therewith, 101 102 and shall represent the board in all state and federal courts. Attorney's fees for the services which otherwise would have been 103 104 paid to an attorney under paragraph (1)(c) of this section shall 105 be paid into the county general fund and used to defray the salary 106 of the attorney and his necessary office expenses;

107 (c) During his employment by the county, the attorney 108 shall not engage otherwise in the practice of civil or criminal 109 law and shall not be associated with any other attorney or firm of 110 attorneys;

(d) The board of supervisors shall have the power, in its discretion, to pay the attorney an annual salary not to exceed

113 the maximum annual salary authorized by law to be paid to the 114 county judge of that county; and

(e) The board of supervisors may authorize, in its discretion, the employment of special counsel to assist the counsel employed pursuant to this subsection, provided that the board shall determine and spread on its minutes that the employment of the special counsel is necessary and in the best interest of the county and setting forth the duties or responsibilities assigned to the special counsel.

122 SECTION 2. Section 21-15-25, Mississippi Code of 1972, is
123 amended as follows:[LH2]

124 21-15-25. The governing authorities may annually appoint an attorney at law for the municipality, prescribe his duties and fix 125 126 his compensation, and/or they may employ counsel to represent the 127 interest of the municipality, should the occasion require. For services and duties which the regular city attorney is not 128 129 required to perform as a result of his employment as such, and 130 which are not covered by the regular compensation paid him, such 131 municipal attorney may be employed and compensated additionally. 132 In cases where an attorney, whether same be the regular municipal 133 attorney or another, shall be employed in the matter of issuing or 134 refunding of bonds and the drafting of all orders and resolutions 135 in connection therewith, the governing authorities shall have the 136 power to pay reasonable compensation to such attorney, but in no 137 instance shall such compensation so paid exceed one percent (1%) 138 of the bonds issued or refunded; however, where the regular 139 contract of employment and compensation paid to the municipal 140 attorney covers and includes services in connection with the

issuing or refunding of bonds, then such regular municipal 141 142 attorney shall not be paid additional compensation for such services. For any bond issue for which a declaration of intent to 143 144 issue the bonds is adopted by proper resolution on or after the 145 effective date of House Bill No. ____, 2000 Regular Session, the 146 governing authorities shall use a request for proposals process in 147 selecting any attorney, other than the regular municipal attorney, for services in connection with the bond issue. Such request for 148 149 proposals process shall be conducted in the same manner and 150 according to the same terms, as far as is practicable, as the 151 request for proposals process used by the State Bond Commission in 152 selecting bond counsel for state general obligation bond issues 153 and revenue bond issues.

Should the services and duties required of a regular 154 155 municipal attorney at any time during his term of office become greater than that anticipated by the governing authorities at the 156 157 time of his appointment, the governing authorities, by unanimous 158 vote, and on proper finding, may increase the compensation of such attorney for the remaining portion of his term in such amount as 159 160 the governing board may find and adjudge to be fair and reasonable 161 to compensate said attorney for his excessive and unanticipated 162 services and duties.

163 SECTION 3. This act shall take effect and be in force from 164 and after its passage.