By: Ward, Moss

To: Local and Private Legislation

HOUSE BILL NO. 587 (As Passed the House)

1 AN ACT TO AUTHORIZE THE TOWN OF WALNUT, MISSISSIPPI, TO 2 OPERATE ITS NATURAL GAS DISTRIBUTION SYSTEM WITHIN CERTAIN AREAS 3 OUTSIDE THE CORPORATE LIMITS OF THE TOWN OF WALNUT; AND FOR 4 RELATED PURPOSES.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 6 SECTION 1. (1) (a) Notwithstanding any provisions of 7 Section 21-27-39, Mississippi Code of 1972, to the contrary, the governing authorities of the Town of Walnut in Tippah County, 8 Mississippi, in their discretion, may construct, expand, operate 9 10 and maintain the natural gas distribution system of the Town of Walnut within any area described in paragraph (b) of this 11 12 subsection (1), which is not certificated to another natural gas 13 utility for such service, or if certificated, upon obtaining a release from that utility and a Certificate of Public Convenience 14 15 and Necessity from the Public Service Commission. Whenever such 16 natural gas utility service is furnished to any consumer residing 17 outside the corporate limits of the Town of Walnut, the consumer may not be charged at a rate greater than twice the rate charged 18 19 for the same service within the corporate limits of the Town of 20 Walnut.

(b) The areas within which the Town of Walnut may construct, expand, operate and maintain its natural gas system pursuant to paragraph (a) of this subsection (1) are described as follows:

25 **PARCEL NO. 1:**

26 Beginning at the Northwest Corner of Section 31,

27 Township 1 South, Range 5 East, a point on the existing

28 Certificated Service Area boundary and run thence East 29 2-1/4 mile; thence run South 1 mile; thence run West 3/4 30 mile; thence run South 1 mile; thence run West 1/2 mile to the Northeast corner of Section 7, Township 2 South, 31 32 Range 5 East, thence run South 3 miles; thence West 1 mile to the Southwest Corner of Section 19, Township 2 33 34 South, Range 5 East, a point on the Tippah/Alcorn County 35 Boundary line; thence run North 5 miles along said 36 boundary line to the POINT OF BEGINNING, all lying and being in Alcorn County, Mississippi, and containing 37 approximately 6-3/4 square miles. 38

39 **PARCEL NO. 2:**

Beginning at the Southeast Corner of Section 36, 40 Township 1 South, Range 4 East a point on the existing 41 Certificated Service Area boundary and the Tippah/Alcorn 42 County Boundary and run thence South 2-1/2 miles along 43 44 said boundary; thence leaving said boundary run West 2 miles; thence run South 2-1/2 miles to the Southwest 45 Corner of Section 26, Township 2 South, Range 4 East, 46 47 thence run East 1 mile; thence run South 1/2 mile; thence run West 2 miles; thence run North 1/2 mile; 48 thence run West 1 mile to the Southwest Corner of 49 50 Section 28, Township 2 South, Range 4 East; a point on the existing Certificated Service Area boundary; thence 51 52 run North 3 miles along said boundary; thence run East 2 miles along said boundary; thence run North 1-1/2 miles 53 54 along said boundary; thence run East 1 mile along said 55 boundary; thence run North 1/2 mile along said boundary; thence run East 1 mile along said boundary to the POINT 56 57 OF BEGINNING; all lying and being in Tippah County, Mississippi, and containing 11-1/2 square miles. 58

59 **PARCEL NO. 3:**

Beginning at Northwest Corner of Section 19, Township 2
South, Range 4 East a point on the existing Certificated
Service Area boundary and run thence South 1/2 mile;
thence run East 7/8 mile; thence run South 5/8 mile;
thence run West 1-1/4 mile; thence run North 1/2 mile;

thence run East 1/9 mile; thence run North 5/8 mile to 65 the Northwest Corner of Section 23, Township 2 South, 66 67 Range 3 East; thence continue North 1/2 mile; thence run East 1-1/2 mile; thence run North 1/4 mile; thence run 68 69 East 1 mile to the existing Certificated Service Area boundary; thence run South 3/4 mile along said boundary; 70 71 thence run West 1/2 mile along said boundary to the POINT OF BEGINNING, all lying and being in Tippah 72 County, Mississippi, and containing approximately 73 74 3-17/64 miles.

75 **PARCEL NO. 4:**

Beginning at the Northeast Corner of the Northwest 76 77 Quarter of Section 6, Township 2 South, Range 4 East, a 78 point on the existing Certificated Service Area boundary 79 and run thence South along said boundary 1-1/2 mile; 80 thence, leaving said boundary, run West 2 miles; thence 81 run North 1/2 mile; thence run West 1/2 mile; thence run North 1 mile to the Northwest Corner of Section 2, 82 83 Township 2 South, Range 3 East, a point on the existing Certificated Service Area boundary; thence run East 84 85 2-1/2 miles along said boundary to the POINT OF BEGINNING, all lying and being in Tippah County, 86 87 Mississippi, and containing approximately 3-1/2 square 88 miles.

89 **PARCEL NO. 5:**

Beginning at the Southeast Corner of Section 27, 90 Township 1 South, Range 3 East, a point on the existing 91 Certificated Service Area boundary and run thence West 92 along said boundary 1-1/2 miles; thence, leaving said 93 boundary run North 1-1/4 miles; thence run East 1/2 94 95 mile; thence run North 1/4 mile; thence run East 1/2 mile; thence run South 1 mile; thence run East 1/2 mile; 96 97 thence run South 1/2 mile to the POINT OF BEGINNING, all

98 lying and being in Tippah County, Mississippi, and99 containing 1-5/8 square miles.

100 The authority conferred by this act shall not be (2) construed as an exemption from the provisions of Section 77-3-1 et 101 seq., Mississippi Code of 1972. The Town of Walnut shall be 102 103 required to obtain from the Public Service Commission a 104 Certificate of Public Convenience and Necessity, obtain approval 105 of all rates and charges for providing natural gas service to 106 those areas which are more than one (1) mile outside its corporate 107 boundaries, and shall be otherwise subject to the jurisdiction of 108 the Public Service Commission as authorized by applicable law.

109 (3) The governing authorities of the Town of Walnut shall 110 make a reasonable effort to provide natural gas service to each 111 consumer within the distribution system who requests such service. 112 For the purpose of this subsection, the term "distribution 113 system" means all areas that are described in subsection (1)(b) of 114 this section.

(4) The governing authorities of the Town of Walnut shall have a financial report on the natural gas distribution system filed annually with the State Auditor for his review. The audited financial statements shall be maintained in the office of the system for public inspection and shall be made available to the public during normal business hours.

121 SECTION 2. This act shall take effect and be in force from 122 and after its passage.