

By: Chism, Smith (39th), Harrison

To: Local and Private
Legislation; Ways and
Means

HOUSE BILL NO. 1713

1 AN ACT TO AMEND CHAPTER 870, LOCAL AND PRIVATE LAWS OF 1986,
2 AS AMENDED BY CHAPTER 958, LOCAL AND PRIVATE LAWS OF 1997, TO
3 REVISE THE DISTRIBUTION OF PROCEEDS FROM SALES TAXES LEVIED BY THE
4 MAYOR AND CITY COUNCIL OF THE CITY OF COLUMBUS, MISSISSIPPI, AND
5 THE BOARD OF SUPERVISORS OF LOWNDES COUNTY, MISSISSIPPI, ON RETAIL
6 SALES OF BEER, ALCOHOLIC BEVERAGES AND PREPARED FOOD; TO PHASE OUT
7 THE DISTRIBUTION TO THE MISSISSIPPI UNIVERSITY FOR WOMEN; AND FOR
8 RELATED PURPOSES.

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

10 SECTION 1. Chapter 870, Local and Private Laws of 1986, as
11 amended by Chapter 958, Local and Private Laws of 1997, is amended
12 as follows:

13 Section 1. Whenever used in this act, unless a different
14 meaning clearly appears in the context, the following terms shall
15 have the following meanings:

16 (a) "City" means the City of Columbus, Mississippi.

17 (b) "County" means Lowndes County, Mississippi.

18 (c) "Governing authorities" means the Mayor and City
19 Council of the City of Columbus, Mississippi, and the Board of
20 Supervisors of Lowndes County, Mississippi.

21 (d) "Prepared food" means food prepared on the premises
22 of a restaurant.

23 (e) "Restaurant" means any place where prepared food is
24 sold whether for consumption upon the premises or not and which
25 has annual sales in excess of Three Hundred Twenty-five Thousand
26 Dollars (\$325,000.00).

27 (f) "University" means the Mississippi University for
28 Women.

29 Section 2. (1) The governing authorities are hereby

30 authorized to impose upon persons doing business within the city
31 and county a tax at the rate of two percent (2%) on the gross
32 receipts of restaurants derived from retail sales of prepared
33 food, beer and alcoholic beverages and on the gross proceeds of
34 sales of other businesses derived from retail sales of beer and
35 alcoholic beverages, excluding sales of alcoholic beverages upon
36 premises covered by a package retailer's permit and sales of beer
37 not for consumption on the premises. The governing authorities
38 shall distribute the avails of the tax in the * * * manner
39 provided in this subsection (1). The proceeds of the tax shall be
40 used to provide funds to the university for the maintenance of
41 buildings and facilities at the university, to provide funds to
42 the Columbus-Lowndes Convention and Visitors Bureau to promote
43 tourism in the city and the county and to provide funds to the
44 Columbus-Lowndes County Recreation Authority to promote tourism in
45 the city and the county and to enhance the quality of life of the
46 citizenry. The proceeds of the tax shall be distributed to each
47 entity in the following percentages for the following years:
48 beginning January 1, 2001, and for the 2001 calendar year, fifty
49 percent (50%) to the Columbus-Lowndes Convention and Visitors
50 Bureau, thirty-seven and one-half percent (37-1/2%) to the
51 university and twelve and one-half percent (12-1/2%) to the
52 Columbus-Lowndes County Recreation Authority; beginning January 1,
53 2002, and for the 2002 calendar year, fifty percent (50%) to the
54 Columbus-Lowndes Convention and Visitor's Bureau, twenty-five
55 percent (25%) to the university and twenty-five percent (25%) to
56 the Columbus-Lowndes County Recreation Authority; beginning
57 January 1, 2003, and for the 2003 calendar year, fifty percent
58 (50%) to the Columbus-Lowndes Convention and Visitor's Bureau,
59 twelve and one-half percent (12-1/2%) to the university, and
60 thirty-seven and one-half percent (37-1/2%) to the
61 Columbus-Lowndes County Recreation Authority; and beginning
62 January 1, 2004, and thereafter, all of the tax shall be

63 distributed fifty percent (50%) to the Columbus-Lowndes Convention
64 and Visitors Bureau and fifty percent (50%) to the
65 Columbus-Lowndes County Recreation Authority.

66 (2) Before the tax authorized by this act may be imposed,
67 the governing authorities shall adopt resolutions declaring their
68 intention to levy the tax and establishing the amount of the tax
69 levy and the date on which this tax initially shall be levied and
70 collected. This date shall be the first day of a month. Notice
71 of the proposed tax levy shall be published once each week for at
72 least three (3) consecutive weeks in a newspaper published or
73 having a general circulation in such city and county. The first
74 publication of such notice shall be made not less than twenty-one
75 (21) days prior to the date fixed in the resolution at which the
76 governing authorities propose to levy such tax and the last
77 publication shall be made not more than seven (7) days prior to
78 such date. If, within the time of giving notice, twenty percent
79 (20%) or fifteen hundred (1500), whichever is less, of the
80 qualified electors of the county shall file a written petition
81 against the levy of such tax then such tax shall not be levied
82 unless authorized by a majority of the qualified electors of such
83 county voting at an election to be called and held for that
84 purpose. Prior to the effective date of the tax levy approved as
85 herein provided, the governing authorities shall furnish to the
86 Chairman of the State Tax Commission a certified copy of the
87 resolutions evidencing such tax levy. The provisions of this
88 section shall not be construed to authorize a levy by the
89 governing authorities of the county upon sales by persons within
90 the city.

91 (3) Persons, firms or corporations liable for the tax
92 imposed herein shall add the amount of tax to the sales price of
93 goods described in subsection (1) of this section and, in addition
94 thereto, shall collect, insofar as practicable, the amount of the
95 tax due by them from the person receiving the goods at the time of

96 payment therefor.

97 (4) The tax shall be collected by and paid to the State Tax
98 Commission on a form prescribed by the State Tax Commission, in
99 the same manner that state sales taxes are computed, collected and
100 paid; and the full enforcement provisions and all other provisions
101 of Chapter 65, Title 27, Mississippi Code of 1972, shall apply as
102 necessary to the implementation and administration of this act.

103 (5) The proceeds of the tax, less three percent (3%) to be
104 retained by the State Tax Commission to defray the costs of
105 collections, shall be paid to the governing authorities, to be
106 placed into a special fund hereby created separate and apart from
107 any other city or county fund, on or before the fifteenth day of
108 the month following the month in which collected.

109 (6) The tax levied hereunder may be discontinued by an
110 action of either or both of the governing authorities adopting a
111 resolution to that effect. Such resolution shall be effective
112 beginning on the first day of a month designated in the resolution
113 and the tax levy shall not apply to sales made on and after said
114 date. A certified copy of the resolution shall be furnished to
115 the State Tax Commission at least seven (7) days prior to its
116 effective date.

117 SECTION 2. This act shall take effect and be in force from
118 and after January 1, 2001.