By: Harvey To: Forestry

SENATE BILL NO. 2240 (As Passed the Senate)

AN ACT TO AMEND SECTION 47-5-56, MISSISSIPPI CODE OF 1972, TO REMOVE CERTAIN MANDATES IMPOSED ON THE FORESTRY COMMISSION RELATED 3 TO THE MANAGEMENT OF THE LAMBERT STATE FOREST FOR THE DEPARTMENT OF CORRECTIONS; TO AMEND SECTIONS 47-5-66 AND 47-5-78, MISSISSIPPI 5 CODE OF 1972, TO CONFORM; AND FOR RELATED PURPOSES. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 6 7 SECTION 1. Section 47-5-56, Mississippi Code of 1972, is amended as follows:[LTR1] 47-5-56. The department shall lease to the Mississippi 9 10 Commission on Wildlife, Fisheries and Parks for a period of twenty (20) years all timberlands in Quitman County for an annual rental 11 of One Dollar (\$1.00). The lands so leased to the Mississippi 12 Commission on Wildlife, Fisheries and Parks shall be used and 13 14 maintained as a public game and fish management area. * * * Proceeds from the sale of the timber or from any forest management 15 practice shall be deposited into the Lambert State Forest 16 Revolving Fund created in Section 47-5-78. * * * All costs 17 associated with the management of timber shall be paid from the 18 fund. * * * The remaining funds * * * shall then be deposited in 19 the Prison Agricultural Enterprises Fund, as created in Section 20 47-5-66. Any * * * timber needed in the building operations 21 carried on by the department may be purchased by the department at 22 a cost not to exceed the cost of the management of that 23 24 timber * * *. SECTION 2. Section 47-5-66, Mississippi Code of 1972, is 25 26 amended as follows:[LTR2]

47-5-66. (1) It shall be the duty of the State Department

27

28 of Finance and Administration, with the approval of the Public 29 Procurement Review Board, to lease lands at public contract upon 30 the submission of two (2) or more sealed bids to the State Department of Finance and Administration after having advertised 31 32 the land for rent in newspapers of general circulation published in Jackson, Mississippi; Memphis, Tennessee; the county in which 33 the land is located, and contiguous counties for a period of not 34 less than two (2) successive weeks. The first publication shall 35 36 be made not less than ten (10) days before the date of the public 37 contract, and the last publication shall be made not more than seven (7) days before that date. The State Department of Finance 38 39 and Administration may reject any and all bids. If all bids on a 40 tract or parcel of land are rejected, the State Department of 41 Finance and Administration may then advertise for new bids on that tract or parcel of land. Successful bidders shall take possession 42 43 of their leaseholds at the time authorized by the State Department 44 of Finance and Administration. However, rent shall be due no later than the day upon which the lessee shall assume possession 45 of the leasehold, and shall be due on the anniversary date for 46 each following year of the lease. 47 The State Department of Finance and Administration may provide in any lease that rent shall be 48 paid in full in advance or paid in installments, as may be 49 50 necessary or appropriate. In addition, the State Department of 51 Finance and Administration may accept, and the lease may provide 52 for, assignments of federal, state, or other agricultural support 53 payments, growing crops or the proceeds from the sale thereof, 54 promissory notes, or any other good and valuable consideration 55 offered by any lessee to meet the rent requirements of the lease. If a promissory note is offered by a lessee, it shall be secured 56 57 by a first lien on the crop of the lessee, or the proceeds from 58 the sale thereof. The lien shall be filed pursuant to Article 9 of the Mississippi Uniform Commercial Code and Section 1324 of the 59 Food Security Act of 1985, as enacted or amended. If the note is 60

61 not paid at maturity, it shall bear interest at the rate provided 62 for judgments and decrees in Section 75-17-7 from its maturity 63 date until the note is paid. The note shall provide for the 64 payment of all costs of collection and reasonable attorney's fees if default is made in the payment of the note. The payment of 65 rent by promissory note or any means other than cash in advance 66 shall be subject to the approval of the Public Procurement Review 67 Board, which shall place the approval of record in the minutes of 68 69 the board. There is created a special fund to be designated as 70 "the Prison Agricultural Enterprises Fund." Any monies in hand or due from the leasing of penitentiary lands and the sales of 71 72 timber * * * as provided in Section 47-5-56 and earmarked for the 73 Prison Industries Fund shall be deposited to the special fund for 74 prison agricultural enterprises. All monies in each fiscal year derived from the <u>leasing</u> of the penitentiary lands and the sales 75 76 of timber * * * as provided in Section 47-5-56 shall be deposited 77 into the special fund for the purpose of conducting, operating and 78 managing the prison agricultural enterprises of the department. 79 All profits derived from the prison agricultural enterprises shall 80 be deposited into the Prison Agricultural Enterprises Fund. profits derived from prison industries shall be placed in a 81 82 special fund in the State Treasury to be known as the Prison 83 Industries Funds, to be appropriated each year by the Legislature to the nonprofit corporation, which is required to be organized 84 85 under the provisions of Section 47-5-535, for the purpose of operating and managing the prison industries. The state shall 86 have the rights and remedies for the security and collection of 87 88 the rents given by law to landlords. Upon the execution of the 89 agricultural leases to private entities as authorized by Section 90 47-5-64, the leased land shall be liable to be taxed as other 91 lands are taxed during the continuance of the lease, but in case 92 of sale thereon for taxes, only the title of the leaseholder or 93 his heirs or assigns shall pass by the sale. Any funds obtained

- 94 by the corporation as a result of sale of goods and services
- 95 manufactured and provided by it shall be accounted for separate
- 96 and apart from any funds received by the corporation through
- 97 appropriation from the State Legislature. All nonappropriated
- 98 funds generated by the corporation shall not be subject to
- 99 appropriation by the State Legislature.
- 100 (2) This section shall be repealed from and after July 1,
- 101 2001.
- SECTION 3. Section 47-5-78, Mississippi Code of 1972, is
- 103 amended as follows:[LTR3]
- 104 47-5-78. There is established within the State Treasury a
- 105 revolving fund * * * to fund * * * forest management costs
- 106 provided under Sections 47-5-56 and 47-5-66 for the Lambert State
- 107 Forest in Quitman County and shall be disbursed as provided in
- 108 those sections. The fund shall be called the "Lambert State
- 109 Forest Revolving Fund, " and moneys for the fund shall accrue from
- 110 any revenues derived from the Lambert State Forest including, but
- 111 not limited to, timber sales and any other revenue derived from
- 112 forest management practices. The State Treasurer shall invest all
- 113 monies in the fund, and interest earned on the investments shall
- 114 be paid back into the fund and not into the General Fund. The
- 115 fund shall be audited annually by the State Auditor.
- 116 SECTION 4. This act shall take effect and be in force from
- 117 and after its passage.