By: Representatives Guice, Zuber

To: Local and Private Legislation

HOUSE BILL NO. 1692

1 AN ACT TO AMEND CHAPTER 831, LOCAL AND PRIVATE LAWS OF 1966, 2 AS LAST AMENDED BY CHAPTER 947, LOCAL AND PRIVATE LAWS OF 1991, TO 3 INCREASE THE NUMBER OF COMMISSIONERS ON THE BOARD OF COMMISSIONERS 4 FOR THE WEST JACKSON COUNTY UTILITY DISTRICT; AND FOR RELATED 5 PURPOSES.

6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 7 SECTION 1. Chapter 831, Local and Private Laws of 1966, as 8 amended by Chapter 949, Local and Private Laws of 1980, as amended 9 by Chapter 844, Local and Private Laws of 1982, as amended by 10 Chapter 923, Local and Private Laws of 1987, as amended by Chapter 11 827, Local and Private Laws of 1988, as amended by Chapter 947, 12 Local and Private Laws of 1991, is amended as follows:

13 Section 1. Any contiguous area situated within the County of Jackson, in the State of Mississippi, and, except as hereinafter 14 provided, not being situated within the corporate boundaries of 15 any existing municipality of the county, and having no adequate 16 17 water system, sewer system, gas utility system or fire protection 18 facilities serving such area, may become incorporated as a water district, as a sewer district, as a gas utility district, or as a 19 20 fire protection district, or as a combined water and sewer district, or as a combined water, sewer and gas utility district, 21 22 or as a combined water, sewer, gas utility and fire protection district, in the following manner: 23

(a) A petition for the incorporation of such a district
may be submitted to the board of supervisors of <u>the</u> county, signed
by not less than twenty-five (25) owners of real property residing
within the boundaries of the proposed district. Such petition

28 shall include: (1) a statement for the necessity for the service H. B. No. 1692 *HRO3/R2005* N3/5 01/HR03/R2005 PAGE 1 (RM\LH) 29 or services to be supplied by the proposed district; (2) the 30 proposed corporate name for the district; (3) the proposed boundaries of the districts; and (4) an estimate of the cost of 31 32 the acquisition or construction of the facilities to be operated 33 by the district, which estimate, however, shall not serve as a 34 limitation upon the financing of improvements or extensions to the 35 facilities. Such petition shall be signed in person by the 36 petitioners, with their respective residence addresses, and shall be accompanied by a sworn statement of the person or persons 37 circulating the petition, who shall state under oath that he or 38 39 they witnessed the signature of each petitioner, that each signature is the signature of the person it purports to be, and 40 that to the best of his or their knowledge, each petitioner was, 41 at the time of signing, an owner of real property within and a 42 resident of the proposed district. 43

No individual tract of land containing one hundred sixty (160) acres or more shall be included in any such district unless the owner or owners of <u>the</u> tract is a signer under oath of the petition for the incorporation of such district.

48 (b) Upon the filing of such petition it shall then be 49 the duty of the board of supervisors of the county to fix a time 50 and place for a public hearing upon the question of the public convenience and necessity of the incorporation of the proposed 51 district. The date fixed for such hearing shall be not more than 52 53 thirty (30) days after the filing of the petition, and the date of the hearing, the place at which it shall be held, and the purpose 54 55 of the hearing, shall be set forth in a notice to be signed by the clerk of the board of supervisors of the county and it shall be 56 57 published in a newspaper having general circulation within such proposed district once a week for at least three (3) consecutive 58 weeks prior to the date of such hearing. The first such 59 60 publication shall be made not less than twenty-one (21) days prior to the date of such hearing, and the last such publication shall 61 *HR03/R2005* H. B. No. 1692 01/HR03/R2005 PAGE 2 (RM\LH)

62 be made not more than seven (7) days prior to the date of such 63 hearing. If, at such public hearing, the board of supervisors 64 finds (1) that the public convenience and necessity require the 65 creation of the district, and (2) that the creation of the 66 district is economically sound and desirable, the board of 67 supervisors shall adopt a resolution making the aforesaid findings 68 and declaring its intention to create the district on the specified date. Such resolution shall designate the contemplated 69 and territorial limits of the district, which limits may or may 70 71 not be the same as the boundaries set forth in the petition.

72 A certified copy of the resolution so adopted shall be (C) published in a newspaper having a general circulation within such 73 74 proposed district once a week for at least three (3) consecutive weeks prior to the date specified in such resolution as the date 75 76 upon which such board intends to create such district. The first 77 such publication shall be made not less than twenty-one (21) days prior to the date thus specified, and the last such publication 78 79 shall be made not more than seven (7) days prior to such date. Ιf twenty percent (20%) of the qualified electors of such proposed 80 81 district file written petition with such board of supervisors on or before the date specified aforesaid, protesting against the 82 83 creation of such district, the board of supervisors shall call an election on the question of the creation of such district. 84 Such 85 election shall be held and conducted by the election commissioners of the county as nearly as may be in accordance with the general 86 laws governing elections, and such election commissioners shall 87 88 determine which of the qualified electors of such county reside within the proposed district and only such qualified electors as 89 reside within such proposed district shall be entitled to vote in 90 such election. Notice of such election, setting forth the time, 91 92 place or places, and purpose of such election shall be published 93 by the clerk of the board of supervisors, and such notice shall be published for the time and the manner herein provided for the 94 *HR03/R2005* H. B. No. 1692 01/HR03/R2005

PAGE 3 (RM\LH)

95 publication of the aforesaid resolution of intention. The ballots 96 to be prepared for and used at <u>the</u> election shall be in 97 substantially the following form:

98 For creation of ______ district () 99 Against creation of ______ district () and 100 voters shall vote by placing a cross mark (x) or a check mark (*) 101 opposite their choice.

(d) If no petition requiring an election <u>is</u> filed or if a majority of those voting at an election hereunder vote in favor of the creation of such district, the board of supervisors shall adopt a resolution creating the district as described in the aforesaid resolution of intention.

(e) All costs incident to the publication of the aforesaid notices and all other costs incident to the public hearing and election hereunder shall be borne by the parties filing the petition, and the board of supervisors, in its discretion, may require the execution by the parties filing the petition of a cost bond in an amount and with good sureties to guarantee the payment of such costs.

114 (f) Any party having an interest in the subject matter and aggrieved or prejudiced by the findings and adjudication of 115 116 the board of supervisors may appeal to the circuit court of the 117 county in the manner provided by law for appeals from orders of the board of supervisors; however, if no such appeal is taken 118 119 within a period of fifteen (15) days from and after the date of the adoption of the resolution creating any such district, the 120 creation of such district shall be final and conclusive, and shall 121 not thereafter be subject to attack in any court. 122

Section 2. (1) From and after the date of the adoption of the resolution creating such district, such district shall be a public corporation in perpetuity under its corporate name and shall, in that name, be a body politic and corporate with power of perpetual succession. The powers of each such district, except as H. B. No. 1692 *HRO3/R2005* 01/HR03/R2005

PAGE 4 (RM\LH)

hereinafter provided, shall be vested in and exercised by a board 128 of commissioners consisting of three (3) members to be appointed 129 by the board of supervisors. Upon their initial appointment, one 130 131 (1) of the commissioners shall be appointed for a term of two (2)132 years; one (1) for a term of four (4) years; and one (1) for a 133 term of six (6) years; and thereafter each of these commissioners or their successors shall be appointed and shall hold office for a 134 term of six (6) years. However, after the effective date of House 135 136 ___, 2001 Regular Session, the board of commissioners Bill No. shall consist of five (5) members. The board of supervisors shall 137 138 appoint the two (2) additional commissioners, and upon their initial appointment, one (1) commissioner shall be appointed for a 139 140 term of three (3) years and the other commissioner shall be appointed for a term of five (5) years. Upon the expiration of 141 the initial terms of these two (2) commissioners, all subsequent 142 terms of these commissioners or their successors shall be for four 143 144 (4) years.

145 Any vacancy occurring on such board of commissioners shall be filled by the board of supervisors at any regular meeting of such 146 147 board of supervisors, which board of supervisors shall have the authority to fill all unexpired terms of any commissioner or 148 149 commissioners. Notwithstanding the appointive authority herein 150 granted to the board of supervisors, its legal and actual responsibilities, authority and function, subsequent to the 151 152 creation of any such district, except as hereinafter provided, shall be specifically limited to the appointive function, and the 153 154 operation, management, subsequent possible annexation, abolition 155 or dissolution of such district, and all other matters in connection therewith, shall be vested solely and only in the board 156 157 of commissioners to the specific exclusion of the board of supervisors, and the abolition, dissolution or termination of any 158 159 such district shall be accomplished only by unanimous resolution 160 of the board of commissioners. * * * However, * * * such board of *HR03/R2005* H. B. No. 1692 01/HR03/R2005 PAGE 5 (RM\LH)

161 commissioners shall have no power, jurisdiction or authority to 162 abolish, dissolve, or terminate any such district while such 163 district has any outstanding indebtedness of any kind or 164 character.

165 (2) The powers of the Gautier Utility District shall be 166 vested in and exercised by a board of commissioners consisting of 167 five (5) members to be selected in the following manner:

(a) Within thirty (30) days following May 1, 1987, the 168 169 board of supervisors shall appoint two (2) commissioners to the 170 commission. The five (5) appointed commissioners shall serve 171 until the expiration of the terms to which they were appointed or until commissioners are elected and take office, whichever shall 172 173 occur first, under the provisions of paragraph (b) of this The two (2) additional commissioners appointed under 174 subsection. this paragraph shall be qualified in the same manner and subject 175 to the same duties and obligations as present commissioners under 176 Section 4 of this chapter. After the two (2) additional 177 178 commissioners are appointed and qualified they shall exercise equal power with other members and be entitled to the same 179 180 benefits and compensation as the other commissioners. From and after the effective date of this act until the commissioners are 181 182 elected and qualified under the provisions of paragraph (b)(i) of this subsection, the appointed commissioners shall take no action 183 to abolish, dissolve, terminate, transfer or sell the district. 184

185 As soon as practical after May 1, 1987, the board (b) of supervisors shall create within the Gautier Utility District 186 187 five (5) districts from which commissioners shall be elected. The board of supervisors shall designate the positions elected from 188 each district as Post 1, Post 2, Post 3, Post 4 and Post 5. Post 189 190 5 shall be an at-large district composed of the entire Gautier 191 Utility District. The commissioners shall be elected in the 192 following manner:

H. B. No. 1692 *HRO3/R2005* 01/HR03/R2005 PAGE 6 (RM\LH)

(i) A commissioner must be a resident of the 193 194 district he represents. The initial election for such commissioners shall be held on June 7, 1988, with subsequent 195 196 elections to be held concurrently with the general elections. The 197 initial election shall be conducted by the use of paper ballots. 198 After the initial election, the terms of office shall run 199 concurrent with the term of office of the board of supervisors and 200 elections shall be held during the same time period as that of the 201 board of supervisors. For the initial election only, voting shall be conducted for all districts at the central location. 202 The 203 initial elections shall be held in accordance with the provisions 204 of the law pertaining to vacancies or special elections. 205 Immediately upon receipt of the writ of election, the 206 commissioners of election shall give notice of such election by 207 posting notice at the courthouse and in each commissioners 208 district not less than ninety (90) days before such election. The 209 election shall be prepared and held in the same manner as a 210 general election. Candidates for the position of commissioner shall qualify by filing with the circuit clerk, not later than 211 212 5:00 p.m. sixty (60) days before the date of the election, a petition signed by not less than fifteen (15) qualified electors 213 214 of the Gautier Utility District. The candidates shall be placed 215 upon the ballot in alphabetical order and no political party affiliation shall be designated thereon. 216 The candidate who 217 receives the highest number of votes for each post shall be declared elected. The commissioners elected shall serve until 218 219 December 31, 1991, or until their successors are elected and qualified. All costs of the election shall be borne by the 220 221 Gautier Utility District and not the county at large. 222 (ii) Beginning with the State General Election in

1991 and every four (4) years thereafter, the commissioners shall be elected in the same manner and at the same time as other state and county officers and shall serve for four-year terms.

H. B. No. 1692 *HRO3/R2005* 01/HR03/R2005 PAGE 7 (RM\LH)

Candidates shall qualify by filing with the circuit clerk, not 226 227 later than 5:00 p.m. sixty (60) days before the date of the 228 election, a petition signed by not less than fifteen (15) 229 qualified electors of the Gautier Utility District. The 230 candidates shall be placed upon the ballot in alphabetical order 231 and no political party affiliation shall be designated thereon. 232 The candidate who receives the highest number of votes for each post shall be declared elected. 233

Vacancies shall be filled by the procedure set forth in
Section 23-15-839, Mississippi Code of 1972.

236 Section 3. Such board of commissioners shall organize by electing one (1) of its members as chairman and another as vice 237 chairman. It shall be the duty of the chairman to preside at all 238 meetings of the board and to act as the chief executive officer of 239 the board of the district. The vice chairman shall act in the 240 241 absence or disability of the chairman. Such board also shall 242 elect and fix the compensation of a secretary-treasurer who may or 243 may not be a member of the board. It shall be the duty of the secretary-treasurer to keep all minutes and records of the board 244 245 and to safely keep all funds of the district. The 246 secretary-treasurer shall be required to execute a bond, payable 247 to the district, in a sum and with such surety as shall be fixed 248 and approved by the board of commissioners. The terms of all officers of the board shall be for one (1) year from and after the 249 250 date of election and shall run until their respective successors are appointed and qualified. Each such board of commissioners 251 252 shall adopt an official seal with which to attest the official 253 acts and records of the board and district.

Section 4. Every resident citizen of any district created pursuant to this act, of good reputation, and over twenty-five (25) years of age, and of sound mind and judgment shall be eligible to hold the office of commissioner. Each person elected or appointed as a commissioner, before entering upon the discharge H. B. No. 1692 *HRO3/R2005* 01/HR03/R2005

DI/HR03/R2005 PAGE 8 (RM\LH)

of the duties of this office, shall be required to execute a bond, 259 payable to the State of Mississippi, in the penal sum of Ten 260 Thousand Dollars (\$10,000.00) conditioned that he will faithfully 261 262 discharge the duties of his office; and each such bond shall be 263 approved by the clerk of the board of supervisors and filed with said clerk. Each commissioner shall take and subscribe to an oath 264 265 of office before the clerk of the board of supervisors that he will faithfully discharge the duties of the office of 266 267 commissioner, which oath shall also be filed with the clerk and by him preserved with such official bond. The commissioners shall 268 269 receive per diem in the amount of Eighty-three Dollars (\$83.00) for each meeting of the board of commissioners attended, either 270 271 regular or special, for no more than thirty-six (36) meetings of the board during any one (1) fiscal year, or a commissioner, in 272 his or her discretion, may choose irrevocably to receive as 273 274 compensation for the commissioner's service an annual salary in the amount of Three Thousand Dollars (\$3,000.00), which choice 275 276 shall remain in effect through out the period of service of that commissioner. The commissioners shall be reimbursed for all 277 278 expenses necessarily incurred in the discharge of their official duties. The board of supervisors, in its discretion, shall pay 279 280 the compensation and expense reimbursement from the general fund 281 of the county or from the proceeds of such district. The commissioners elected for the Gautier Utility District shall be 282 283 entitled to compensation under Section 25-3-69 for not more than 284 fifty (50) days per year.

Section 5. Districts created under the provisions of this 285 act shall have the powers enumerated in the resolution of the 286 287 board of supervisors creating such districts but shall be limited 288 to the conducting and operating of a water district, a sewer 289 district, a gas utility district or a fire protection district, or 290 as a combined water and sewer district, or as a combined water, 291 sewer and gas utility district, or as a combined water, sewer and *HR03/R2005* H. B. No. 1692

```
01/HR03/R2005
PAGE 9 (RM\LH)
```

fire protection district, or as a combined water, sewer, gas 292 293 utility and fire protection district; and to carry out such 294 purpose or purposes, such districts shall have the power and 295 authority to acquire, construct, reconstruct, improve, better, 296 extend, consolidate, maintain, and operate such system or systems 297 and to contract with any municipality, person, firm or corporation 298 for a supply of water, gas or for other services required incident to the operation and maintenance of such a system. As long as any 299 300 such district or districts continue to furnish any of the services 301 which it has authorized to furnish in and by the resolution by 302 which it was created, it shall be the sole public corporation empowered to furnish such services within such district except as 303 304 set forth in Section 6.

305 Section 6. Any area adjacent to any district created pursuant to this act and situated within Jackson County, 306 Mississippi, may be annexed to and become a part of such district 307 308 by the same procedure as prescribed in Section 1 of this act for 309 the original creation of such district. None of the territory lying within any such district shall be subject to annexation by 310 311 any city, town or village unless all of the territory of such district be so annexed, in which event such city, town or village 312 313 shall assume the operation and maintenance of the facilities of such district and shall assume all obligations of such district 314 315 with respect to the payment of any outstanding bonds of such 316 district, and all other contractual obligations of such district.

* * * However, * * * with respect to the Escatawpa Suburban 317 318 Utility District, the City of Moss Point may annex a part of that 319 district upon the assumption by the city of the operation and maintenance of the facilities of such district and shall assume 320 all obligations of such district with respect to the payment of 321 any outstanding bonds, including the principal and interest and 322 323 service charges thereon, of such district, and all other 324 contractual obligations of such district. * * * With respect to *HR03/R2005* H. B. No. 1692 01/HR03/R2005

```
PAGE 10 (RM\LH)
```

the Gautier Utility District, the City of Gautier may annex any 325 326 part of that parcel of land of the Gautier Utility District that lies west of the city boundaries of the City of Gautier, south of 327 328 Interstate 10 and east of Mississippi Highway 57, without the 329 necessity of annexing all of such Gautier Utility District or 330 assuming the operation and maintenance of any of the facilities of such district or assuming any obligations of such district. Any 331 332 unincorporated territory currently within the Gautier Utility District and also within the proposed area to be annexed by the 333 City of Gautier must have unanimous vote of the elected Gautier 334 335 Utility District Commissioners. Otherwise, the provision regarding annexation hereinabove set forth in the first paragraph 336 337 of this section shall remain in full force and effect.

Section 7. (1) The water and sewer system constructed by 338 Jackson County, Mississippi, in the Bayou Casotte and Escatawpa 339 340 areas of Jackson County, under the authority of Section 9, Chapter 365, Laws of Mississippi of 1958, and Chapter 395 (Senate Bill 341 342 1888), Laws of Mississippi of 1962, may, in the discretion of the board of supervisors, be constituted as a combined water, sewer 343 344 and fire protection district or combined water and sewer district or districts with all the rights, powers, duties and obligations 345 346 granted to such districts by this act, notwithstanding that part 347 of such district or districts may include territory now within the 348 corporate limits of a municipality. The board of supervisors, in 349 its discretion, may, by resolution, declare its intention to 350 create such district or districts without the necessity of a prior 351 petition being filed with the board of supervisors, and such 352 resolution shall be published and the proceedings shall thereafter be had as provided by Section 1(b), (c), (d) and (f) of this act. 353 354 Any such district or districts shall have the power to (2)

355 provide funds for either or both of the following purposes: (a) 356 for the purpose of constructing, acquiring, reconstructing, 357 improving, bettering or extending the utility facilities for such H. B. No. 1692 *HRO3/R2005* 01/HR03/R2005

```
PAGE 11 (RM\LH)
```

district or districts; (b) for the purpose of purchasing, 358 359 acquiring, taking up, exchanging or redeeming the outstanding 360 bonds issued by Jackson County under the authority of Section 9, 361 Chapter 365, Laws of Mississippi of 1958, and Chapter 395 (Senate 362 Bill 1888), Laws of Mississippi of 1962; by the issuance of 363 revenue bonds as set forth in this subsection or under subsection 364 (3). Such bonds shall be payable primarily from the revenues of such facilities and, if and when necessary, from the special fund 365 366 provided for in paragraph (4) of this Section 7, and may be issued without an election being held upon the question of their issuance 367 368 and without the publication of any notice of intention to issue such bonds. The board of commissioners of any district created 369 370 pursuant to this act shall issue bonds of such district by resolution spread upon the minutes of such board. 371 Such bonds shall contain such covenants and provisions, shall be executed, 372 shall bear interest at such rate or rates not to exceed fourteen 373 percent (14%) per annum, shall be in such denomination or 374 375 denominations, shall be payable, both as to principal and interest, at such place or places, and shall mature at such time 376 377 or times not exceeding thirty-five (35) years from their date, all as shall be determined by such board of commissioners and set 378 379 forth in the resolution pursuant to which such bonds shall be 380 Any provisions of the general laws to the contrary issued. 381 notwithstanding, any bonds and interest coupons issued pursuant to 382 the authority of this act shall possess all of the qualities of negotiable instruments, and such bonds and interest coupons shall 383 384 be exempt from all state, county, municipal and other taxation 385 under the laws of the State of Mississippi. Any bonds issued pursuant to the authority of this act may be refunded in the 386 387 manner provided herein, and bonds for the betterment, improvement 388 or extension of the system may be included with such refunding 389 bonds. Such bonds may be sold without the necessity of 390 advertising for bids therefor, and may be sold by negotiated *HR03/R2005* H. B. No. 1692 01/HR03/R2005 PAGE 12 (RM\LH)

391 private sale and on such terms, conditions and covenants as may be 392 agreed to by and between the issuing authority and the purchasers 393 of such bonds.

(3) Funds for operation or debt service or both of the Gautier Utility District may be provided by charges assessed against the property abutting upon the sewer, or abutting upon the railroad and/or utility right-of-way, street, road, highway, easement or alley in which such sewer mains or water mains are installed according to the frontage thereof.

The Board of Commissioners of the Gautier Utility District, 400 401 after giving notice and hearing protests in the manner prescribed by Sections 21-41-5 and 21-41-7, Mississippi Code of 1972, shall, 402 403 by resolution spread upon its minutes, define the services to be 404 offered, the approximate cost of the services and improvements, 405 and the entire area to be benefited by each improvement; each such 406 improvement may be designated as a project, or all such 407 improvements may be designated as one (1) project.

408 The resolution shall direct that the cost to be assessed 409 against each lot or parcel of land shall be determined by dividing 410 the entire assessable cost of the project by the total number of 411 front feet fronting on the street, easement or other right-of-way 412 in which all of the mains embraced within the project are 413 installed and multiplying the quotient by the total number of front feet in any particular lot or parcel of land fronting on the 414 415 street, easement or other right-of-way in which sewer mains or 416 water mains are installed. The result thereof shall be delivered 417 by governing authorities of the Gautier Utility District to the county board of supervisors as the amount of special tax to be 418 assessed against each lot or piece of ground for the owner's part 419 420 of the total cost of the improvements.

421 Upon petition to the proper taxing authority, tracts of land 422 containing five (5) or more contiguous acres of unsubdivided or 423 unimproved property shall be excluded from assessment under this H. B. No. 1692 *HR03/R2005*

H. B. No. 1692 01/HR03/R2005 PAGE 13 (RM\LH)

subsection, provided that if the excluded property is subsequently 424 425 improved or subdivided within five (5) years after being excluded 426 from assessment, such property shall be immediately subject to a 427 charge of one hundred percent (100%) of all costs incurred to date 428 in addition to all future costs; if the excluded property is 429 subsequently improved or subdivided five (5) or more years after being excluded from assessment, such property shall be immediately 430 subject to all previous costs less depreciation computed on a 431 432 proportion of the design life of the project on a thirty-five-year basis and all future costs. 433

434 (4) If there are insufficient revenues accruing from the operation of any such district or districts to meet the interest 435 436 and/or principal payments when due on any bonds issued under the 437 authority of this act, then, upon certification of such fact by 438 the board of commissioners of such district or districts to the 439 board of supervisors, it shall be the mandatory duty of the Board of Supervisors of Jackson County to levy an ad valorem tax not to 440 441 exceed five (5) mills on all taxable property in such district; 442 however, * * * in the Gautier Utility District, the Board of 443 Supervisors of Jackson County may levy an ad valorem tax not to 444 exceed eight (8) mills on all taxable property in the Gautier 445 Utility District, to provide a special fund for the payment of 446 such bonds and interest thereon, which fund shall be used for no other purpose. However, * * * the provisions of this subsection 447 448 (4) shall not be applicable when such bonds have been assumed by any municipality under the provisions of Section 9(1)(k) hereof. 449

(5) The board of supervisors, upon adoption by the Commissioners of the Gautier Utility District of a resolution requesting funding, shall levy a special tax, not to exceed four (4) mills annually, on all of the taxable real property in the Gautier Utility District, the avails of which shall be paid over to the board of commissioners of the district to be used for the

H. B. No. 1692 *HRO3/R2005* 01/HR03/R2005 PAGE 14 (RM\LH) 456 operation, support and maintenance of the fire protection 457 activities of the Gautier Utility District.

In the event that the Gautier Utility District 458 (6) 459 Commission does not fund the operation or debt of the district 460 under subsection (3), then the board of supervisors, upon adoption by the Gautier Utility District Commissioners of a resolution 461 462 requesting funding, shall levy a special tax, not to exceed four 463 (4) mills annually, on all of the taxable property in the Gautier 464 Utility District, the avails of which shall be paid over to the Board of Commissioners of the Gautier Utility District to be used 465 466 for the operation, support and maintenance of any service provided 467 by the Gautier Utility District. Water and sewer service shall be 468 considered one (1) service in the Gautier Utility District.

469 (7) The taxes and assessments authorized to be levied and 470 made under subsections (3), (5) or (6) of this section shall not 471 be levied until the board of supervisors, or, in the case of an elected board of commissioners, the commissioners adopt a 472 473 resolution setting forth the intent to levy the tax, the property 474 subject to such tax and the purposes to which the avails of such 475 tax will be employed. Such resolution shall be published in a 476 newspaper having a general circulation within the Gautier Utility 477 District once a week for at least three (3) consecutive weeks 478 prior to the date specified in such resolution as the date upon 479 which such board intends to levy the tax. The first such 480 publication shall be made not less than twenty-one (21) days prior 481 to the date specified, and the last such publication shall be made 482 not more than fourteen (14) days prior to such date.

If twenty percent (20%) or one hundred fifty (150), whichever is the lesser, of the qualified electors of the Gautier Utility District file a written petition with such board of supervisors or commissioners as the case may be on or before the date specified aforesaid, protesting the levy of the tax, the board of supervisors or commissioners shall call an election on the H. B. No. 1692 *HR03/R2005*

H. B. No. 1692 01/HR03/R2005 PAGE 15 (RM\LH)

question of the levy of the tax. Such election shall be held and 489 490 conducted by the election commissioners of the county as nearly as 491 may be in accordance with the general laws governing elections, 492 and such election commissioners shall determine which of the 493 qualified electors of such county reside within the proposed 494 district, and only such qualified electors who reside within the 495 district shall be entitled to vote in such election. Notice of 496 such election setting forth the time, place or places, and purpose 497 of such election shall be published by the clerk of the board of supervisors, and such notice shall be published for the time and 498 499 the manner provided above for the publication of the resolution of 500 intention. The ballots to be prepared for and used at the 501 election shall be in substantially the following form:

502

503

"FOR THE TAX ()

AGAINST THE TAX ()"

and voters shall vote by placing a cross mark (x) or a check mark 505 (\checkmark) opposite their choice.

If no petition is filed which would require an election, or in the event of such election a majority of those voting vote in favor of such tax, the board of supervisors shall levy the tax as set forth in the resolution of intention.

510 (8) The taxes authorized to be levied under subsections (5) 511 and (6) of this section and the increase in millage authorized by 512 subsection (4) of this section shall not be included in computing 513 any statutory growth limitations for the first year such taxes are 514 initially levied or increased.

515 Section 8. Any district created pursuant to the provisions of this act shall be vested with all the powers necessary and 516 requisite for the accomplishment of the purpose for which such 517 518 district is created, capable of being delegated by the Legislature. No enumeration of powers therein shall be construed 519 520 to impair or limit any general grant of power herein contained nor 521 to limit any such grant to a power or powers of the same class or *HR03/R2005* H. B. No. 1692 01/HR03/R2005 PAGE 16 (RM\LH)

522 classes as those enumerated. Such districts are empowered to do 523 all acts necessary, proper or convenient in the exercise of the 524 powers granted under this act.

525 Section 9. Any district created pursuant to the provisions 526 of this act, acting by and through the board of commissioners of 527 such district, its governing authority, shall have the following, 528 among other, powers:

529

(a) To sue and be sued.

(b) To acquire by purchase, gift, devise, lease, or
exercise the powers of eminent domain or other mode of
acquisition, hold and dispose of real and personal property of
every kind within or without the district, including franchise
rights.

535 (c) To make and enter into contracts, conveyances,
536 mortgages, deeds of trust, bonds, leases, or contracts for
537 financial advisory services.

538 (d) To incur debts, to borrow money, to issue
539 negotiable bonds, and to provide for the rights of the holders
540 thereof.

541 (e) To fix, maintain and collect, and revise rates and 542 charges for the services rendered by or through the facilities of 543 such district subject to subsection (2) of this section.

544 (f) To pledge all or any part of its revenues to the 545 payment of its obligations.

546 (g) To make such covenants in connection with the 547 issuance of bonds or to secure the payments of bonds that a 548 private business corporation can make under the general laws of 549 the state.

(h) To use any right-of-way, easement or other similar property or property rights or any material or equipment necessary or convenient in connection with the acquisition, improvement, operation or maintenance of the facilities of such district, held by the state or any political subdivision thereof; provided that H. B. No. 1692 *HRO3/R2005* 01/HRO3/R2005 PAGE 17 (RM\LH) 555 the governing body of such political subdivision shall consent to 556 such use.

557 (i) Such districts shall have the same status as
558 counties and municipalities concerning payment of sales taxes on
559 purchases made by such districts for district purposes.

560 (j) To sell to any municipality under such terms, 561 conditions and covenants as may be imposed or required by such 562 district or districts, part or all of the utility system or 563 systems within such district or districts, * * * however, * * * in the event of a sale of all of such system or systems, within any 564 565 such district or districts, the municipality shall assume all obligations of such district or districts as a condition precedent 566 567 to such sale.

568 To contract with Jackson County, or with any (k) 569 municipality thereof, or similar district or districts for the 570 assumption of any bonds of such district or districts or bonds now 571 outstanding issued by Jackson County under the provisions of 572 Section 9, Chapter 365, Laws of Mississippi of 1958, and Chapter 395 (Senate Bill 1888), Laws of Mississippi of 1962, for the 573 574 Escatawpa and Bayou Casotte areas in Jackson County, under such 575 terms, conditions and covenants as may be agreed upon among the 576 county, municipality or districts, as the case may be, consistent 577 with the terms of such outstanding bonds. Any municipality, district or districts, shall be authorized to pledge to the 578 579 payment of the bonds and obligations so assumed, any revenues, 580 including revenues from its existing water, sewer and gas utility 581 systems not theretofore pledged.

(1) To contract with any municipality for the
operation, maintenance and extension of any utility system or
systems in any such district or districts by the municipality upon
such terms, conditions and covenants as may be agreed upon between
the municipality and the district or districts.

H. B. No. 1692 *HR 01/HR03/R2005 PAGE 18 (RM\LH)

HR03/R2005

(m) To contract with the United States of America, or
any agency of the United States of America, the State of
Mississippi, or any political subdivision of the State of
Mississippi, or any agency, commission, authority, board, or other
entity thereof, or any municipality or municipalities, for any of
the additional purposes authorized by Section 11 of this act.

593 Section 10. In any district created under the provisions of this act, which includes water or sewer facilities, or both, the 594 595 board of supervisors may, where it finds unhealthy or unsanitary or deleterious conditions exist in such district because of 596 597 inadequate or contaminated water supplies or lack of approved septic tanks or because of high water tables, or inadequate 598 599 drainage or inadequate provisions for disposal of sewage, require 600 by order or resolution all dwellings and buildings within such 601 district that are within reasonable proximity to such systems to 602 be connected to the water and sewer systems of such district. Any 603 person, firm or corporation within such district declining or 604 refusing to connect to such district water and sewer system after 605 the adoption by the board of supervisors of an order or resolution 606 predicated on such findings shall be guilty of a misdemeanor, and 607 shall be subject to a fine not to exceed One Hundred Dollars 608 (\$100.00), to be imposed by any court of competent jurisdiction, 609 and each day that such dwelling or building shall remain unconnected to such district water and sewer system shall 610 611 constitute a separate offense. After the adoption of such order or resolution, it shall be unlawful for any dwelling or building 612 613 to be constructed within such district, unless, where it is feasible to do so, provision is made to connect such building or 614 dwelling to the district water and sewer system, and the drilling 615 616 of private wells to provide water for human consumption and the 617 construction of outhouses, cesspools, and septic tanks in such 618 district shall be unlawful and punishable as a misdemeanor as

619 herein provided.

H. B. No. 1692 *HRO3/R2005* 01/HR03/R2005 PAGE 19 (RM\LH) Section 11. In addition to the purposes authorized by Section 7(2) of this act, any district or districts created under the provisions of this act and/or any municipality within Jackson County, Mississippi, is or are hereby authorized and empowered to issue bonds of such district, districts or municipality in the manner provided in Section 7(2) of this act for any or all of the following purposes:

(a) To purchase or acquire any of the outstanding bonds
of Jackson County issued under the authority of Section 9, Chapter
365, Laws of Mississippi of 1958 and Chapter 395 (Senate Bill
1888), Laws of Mississippi of 1962;

(b) To refund the outstanding utility bonds of anydistrict, districts or municipality;

633 (c) To improve, better or extend the water, sewer or 634 gas utility system or systems of such district, districts or 635 municipality;

(d) To purchase or acquire part or all of the utility
system or systems of any other district, districts or
municipality, including part or all of such system or systems
within the corporate boundaries of any municipality;

640 (e) To purchase or acquire the outstanding utility641 bonds of any other district, districts or municipality;

642 (f) To purchase or acquire part or all of the utility 643 system or systems of one or more municipalities, including such 644 system or systems within the corporate boundaries of such 645 municipality or municipalities;

646 (g) To purchase or acquire part or all of any privately647 owned utility system or systems;

(h) To purchase or acquire part or all of any utility
system or systems owned by the United States of America, or any
agency of the United States of America, or the State of
Mississippi, or any political subdivision of the state, or any

H. B. No. 1692 *HRO3/R2005* 01/HR03/R2005 PAGE 20 (RM\LH) 652 agency, commission, authority, board or other entity thereof; and 653 to provide therefor as follows:

In the event that any outstanding bonds to be purchased, 654 655 acquired or refunded by any district, districts or municipality, 656 by the terms thereof (1) mature without option of prior payment 657 after the date of the district or municipal bonds to be issued, or 658 (2) mature on specified dates, but with the option reserved unto the county to call in, pay and redeem such bonds on a date 659 660 subsequent to the date of the district or municipal bonds to be issued, and in the event that the holder or holders of such 661 662 outstanding revenue bonds cannot be immediately located or will not accept district or municipal bonds to be issued in exchange 663 664 for and upon surrender and cancellation of a like amount of such 665 outstanding bonds, then the district or municipality may, in its discretion, sell such district or municipal bonds to be issued and 666 667 deposit with a trustee to be designated in the resolution issuing 668 such district or municipal bonds to be issued an amount sufficient 669 to redeem all such outstanding county, district or municipal 670 bonds, together with accrued interest and any premium required for 671 such redemption on the earliest call date, or on the maturity date 672 of noncallable bonds. Such deposits shall be a trust fund, and 673 shall be used for no purpose other than the redemption of such 674 outstanding bonds, the payment of interest thereon as the same 675 accrued, and the payment of any premium required for redemption of 676 such bonds on their callable or maturity date or dates. In the event that any of such outstanding bonds are subject to call for 677 678 redemption, the county, district, districts or municipality, prior 679 to the issuance of district or municipal bonds therefor, shall exercise such right or call and shall call such outstanding bonds 680 681 for redemption on the earliest possible call date.

The district or municipality may, by resolution, direct that such trust fund be invested in bonds, notes, certificates or other obligations of or guaranteed by the United States of America and H. B. No. 1692 *HR03/R2005* 01/HR03/R2005

PAGE 21 (RM\LH)

685 maturity or being redeemable at or prior to the time when such 686 funds will be deeded for the redemption of such outstanding bonds. 687 For the purpose of determining the adequacy of such deposits, the 688 maturity value or redemption value of all such investments and the 689 interest accruing thereon to maturity or call date, shall be 690 considered as cash on hand. The district or municipality is 691 further authorized to make such covenants and to do any and all acts and things as may be necessary, convenient and desirable in 692 693 order to secure such district or municipal bonds, in order to make 694 such district or municipal bonds more marketable, notwithstanding 695 that such covenants, acts or things may not be enumerated herein or expressly authorized herein; it being the intention hereby to 696 697 give the governing authority of the district or municipality in 698 issuing such bonds, the power to do all things required or necessary in the issuance of such bonds and for their execution, 699 700 that may not be inconsistent with the Constitution of the State of 701 Mississippi.

702 The district or municipal bonds herein authorized may be issued concurrently and in combination with bonds issued to 703 704 provide funds for any or all of the purposes authorized by this 705 In the issuance of bonds hereunder a sufficient sum shall be act. 706 added to the principal amount thereof to provide for the payment 707 of all costs necessarily incident to the issuance and delivery or exchange of such bonds, and to provide for the payment into the 708 709 bond and interest fund of a sum not exceeding the average annual 710 principal and interest requirements of such bonds, as a reserve 711 therefor.

Section 12. Jackson County, Mississippi, is hereby authorized to sell to any municipality therein the utility systems existing within the Bayou Casotte and Escatawpa areas and any such municipality is hereby authorized to purchase the same from <u>the</u> county, and thereupon to assume payment of the bonded indebtedness of <u>the</u> county incurred therefor. Any municipality assuming the H. B. No. 1692 *HRO3/R2005* 01/HRO3/R2005

PAGE 22 (RM\LH)

bonds issued by any district under the provisions of this act, or 718 719 bonds issued by Jackson County under the authority of Section 9, Chapter 365, Laws of Mississippi of 1958, and Chapter 395 (Senate 720 721 Bill 1888), Laws of Mississippi of 1962, for Bayou Casotte and 722 Escatawpa areas, is hereby authorized and empowered to provide for 723 the purchase, acquisition, redemption, payment or refunding of such outstanding bonds, and is further authorized and empowered to 724 725 provide for the calling in, paying, acquiring, redeeming or 726 refunding the outstanding revenue bonds of such municipality issued for water, sewer and gas utility systems by the issuance of 727 728 refunding bonds of such municipality. Such refunding bonds may be issued concurrently and in combination with bonds issued for the 729 730 purchase, acquisition, redemption, payment or refunding of such outstanding county bonds, district bonds or bonds issued for the 731 732 betterment, extension and improvement of the utility systems of 733 such municipality. The bonds authorized to be issued hereby by 734 the municipality may be issued in the same manner and subject to 735 the same limitations, provided for by issuances of district bonds 736 or refunding bonds, under the provisions of this act. Any 737 municipality shall have the power to provide for the refunding of any bonds to be purchased or refunded as conferred on the district 738 739 or districts by Section 11 of this act. The authority conferred 740 by this act upon such municipality shall be full and complete authority for the issuance of such municipal revenue bonds, and no 741 742 other proceedings shall be required for the issuance of such municipal revenue bonds, and all the necessary powers to be 743 744 exercised by the governing authorities of such municipality in 745 order to carry out the provisions of this act are hereby 746 conferred.

747 Section 13. This act, without reference to any other 748 statute, shall be deemed to be full and complete authority for the 749 creation of such districts and for the issuance of such bonds by 750 such districts or municipalities, and no proceedings shall be H. B. No. 1692 *HR03/R2005* 31/(JP0005)

01/HR03/R2005 PAGE 23 (RM\LH) 751 required for the creation of such districts or for the issuance of 752 such bonds other than those provided for and required herein, and 753 all the necessary powers to be exercised by the board of 754 supervisors of such county and by the board of commissioners of 755 any such district, and the governing authorities of such 756 municipality in order to carry out the provisions of this act, are 757 hereby conferred.

758 Section 14. Any bonds issued under the provisions of this 759 act may be submitted to validation under the provisions of Chapter 760 13, Title 31, Mississippi Code of 1972.

Section 15. This act shall be liberally construed for the purposes herein set out, the powers hereby granted being additional, cumulative and supplemental to any power granted to the County of Jackson, or any municipality therein by any general or local act of the Legislature.

Section 16. Notwithstanding any section to the contrary, the City of Gautier shall comply with all existing laws on the extension or contraction of corporate boundaries as provided in Sections 21-1-27 through 21-1-47, Mississippi Code of 1972, and any other applicable provisions of state law.

771 Section 17. If any provisions of this act shall be held to 772 be invalid by any court of competent jurisdiction, the remainder 773 of this act shall not be affected thereby.

Section 18. In the event that the City of Gautier acquires the assets and assumes the obligations of or otherwise takes over the Gautier Utility District, the commission shall be dissolved and the provisions of this act relating to the Gautier Utility District shall be void.

779 Section 19. The Board of Supervisors of Jackson County, 780 Mississippi, is directed to submit this act, immediately upon 781 approval by the Governor, or upon approval by the Legislature 782 subsequent to a veto, to the Attorney General of the United States 783 or to the United States District Court for the District of

HR03/R2005

H. B. No. 1692 01/HR03/R2005 PAGE 24 (RM\LH) 784 Columbia in accordance with the provisions of the Voting Rights785 Act of 1965, as amended and extended.

786 SECTION 2. This act shall take effect and be in force from 787 and after its passage.