By: Representative Robinson (63rd)

To: Local and Private Legislation; Ways and Means

## HOUSE BILL NO. 1693

AN ACT TO AUTHORIZE THE BOARD OF SUPERVISORS OF HINDS COUNTY, 1 MISSISSIPPI, TO CREATE SPECIAL ASSESSMENT AREAS TO ENCOURAGE 2 ECONOMIC DEVELOPMENT IN THE COUNTY; TO AUTHORIZE THE COUNTY TO 3 ISSUE BONDS TO PROVIDE FUNDS TO CONSTRUCT PUBLIC IMPROVEMENTS; TO 4 PROVIDE THAT BONDS ISSUED BY THE COUNTY MAY BE SECURED BY A PLEDGE 5 OF REVENUES OF A SPECIAL ASSESSMENT AREA, BY SPECIAL ASSESSMENTS, 6 BY TAX REVENUES OR BY ANY COMBINATION THEREOF; TO AUTHORIZE THE 7 LEVYING, UNDER CERTAIN CIRCUMSTANCES, OF AN AD VALOREM TAX ON ALL 8 9 TAXABLE PROPERTY WITHIN A SPECIAL ASSESSMENT AREA; AND FOR RELATED 10 PURPOSES.

- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 12 SECTION 1. For the purposes of this act, the following words
- 13 and phrases shall have the meanings ascribed to them in this
- 14 section unless the context clearly indicates otherwise:
- 15 (a) "Board" means the Board of Supervisors of Hinds
- 16 County, Mississippi.
- 17 (b) "County" means Hinds County, Mississippi.
- 18 (c) "Area" means a special assessment area within the
- 19 county created pursuant to this act.
- 20 SECTION 2. The Legislature finds that certain locations
- 21 within the county have inadequate infrastructure, including, but
- 22 not limited to, water supply facilities, sewer facilities, gas
- 23 utility facilities, fire protection facilities, storm drainage
- 24 systems, water retention facilities, lakes, recreation facilities,
- 25 roadways and streets, including curbing, gutters, streetlights,
- 26 irrigation, landscaping and sidewalks and other public
- 27 improvements that serve those locations for the purposes of
- 28 resort, theme park, residential or other commercial development.
- 29 The purpose of this act is to authorize the board to designate

certain locations within the county in need of utilities and 30 31 improvements in accordance with the provisions of this act. 32 SECTION 3. (1) A petition for the designation of an area 33 may be submitted to the board. The petition must be signed by the 34 owners of no less than seventy-five percent (75%) of the land 35 within the boundaries of the proposed area on a square footage 36 basis. The petition shall include (a) a statement for the necessity for the service or services to be supplied by the 37 county; (b) an estimate of the cost of the acquisition or 38 39 construction of the facilities to be operated by the county; and 40 (c) an estimate by the petitioner or petitioners of the cost of development within the area, which estimate shall include an 41 itemized breakdown of the type or nature of each project, the cost 42 43 of each project and a projected timetable for completion of each project. The petition shall be signed in person by the 44 petitioners and accompanied by a sworn statement of the person or 45 46 persons circulating the petition, who shall state under oath that 47 he witnessed the signature of each petitioner, that each signature is the signature of the person it purports to be, and that to the 48 49 best of his knowledge, each petitioner, at the time of signing, 50 was an owner of real property within the proposed area. 51 petitioner may be a corporation. If the board determines that the designation of the 52 (2) 53

proposed area is in the best interest of the county, the board, 54 upon the filing of the petition, shall fix a time and place for a public hearing upon the question of the public convenience and 55 56 necessity of the designation of the proposed area. If the board 57 elects to fix a time and place for a hearing, the date fixed for the hearing shall not be more than sixty (60) days after the 58 59 filing of the petition. The date, place and notice of the hearing 60 shall be set forth in a notice to be signed by the clerk of the 61 board. The notice shall be published once a week for at least 62 three (3) consecutive weeks in a newspaper having a general \*HR03/R1993\* H. B. No. 1693 01/HR03/R1993

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circulation within the county. The first publication shall be
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    made not less than twenty-one (21) days before the date of the
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    hearing, and the last publication shall be made not more than
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    seven (7) days before the date of the hearing.
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    public hearing, the board finds that public convenience and
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    necessity require the designation of the proposed area, the board
    shall adopt a resolution making those findings and designating the
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           If the area is within the corporate limits of any
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    municipality, then the county shall submit its resolution
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    designating the area under this subsection (2) to such
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    municipality and request that such municipality adopt a resolution
    declaring a need therefor. The county shall not proceed to issue
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    any bonds under this act until it has received this resolution
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    from the municipality.
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         (3) As an alternative to the procedure prescribed in
    subsection (1) of this section, a petition for the designation of
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    an area may be submitted to the board. The petition must be
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    signed by one or more owners of land within an area who
    unanimously agree that only their property within the area will be
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    assessed for the proposed project within the area. The petition
    shall include (a) a statement for the necessity for the service or
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    services to be supplied by the county; (b) an estimate of the cost
    of the acquisition or construction of the facilities to be
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    operated by the county; and (c) an estimate by the petitioner or
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    petitioners of the cost of development within the area, which
    estimate shall include an itemized breakdown of the type or nature
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    of each project, the cost of each project and a projected
    timetable for completion of each project. The petition shall be
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    signed in person by the petitioner and accompanied by a sworn
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    statement of the person or persons circulating the petition, who
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    shall state under oath that he witnessed the signature of each
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petitioner, that each signature is the signature of the person it

purports to be, and that to the best of his knowledge, each

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petitioner, at the time of signing, was an owner of real property
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- 97 within the proposed area. A petitioner may be a corporation.
- 98 Benefited owners of land within the designated area who do not
- 99 petition for designation under this subsection (3) shall not be
- 100 subject to assessment for projects within the respective
- 101 designated area. If the board determines that the designation of
- the proposed area under this subsection (3) is in the best 102
- interest of the county, the board shall then proceed under 103
- 104 subsection (2) of this section.
- 105 SECTION 4. The board shall have the powers enumerated in the
- 106 resolution of the board designating the area, including, but not
- 107 limited to, constructing, acquiring, reconstructing, improving,
- 108 bettering or extending roadways and streets, including curbing,
- 109 gutters, streetlights, irrigation, landscaping and sidewalks, and
- facilities for a water, sewer, gas utility, fire protection or 110
- storm drainage system, water retention facilities, lakes, 111
- recreation facilities, and other public improvements, or any 112
- 113 combination thereof, and to conducting and operating the
- facilities and to contracting with any municipality, county or 114
- 115 other governmental entity, or with any person, firm or corporation
- 116 for a supply of water, gas or other services required incident to
- 117 the operation and maintenance of the system.
- SECTION 5. (1) The county may issue bonds to provide funds 118
- 119 for constructing, acquiring, reconstructing, improving, bettering
- 120 or extending water supply facilities, sewer facilities, gas
- utility facilities, fire protection facilities, storm drainage 121
- 122 systems, water retention facilities, lakes, recreation facilities,
- 123 roadways and streets, including curbing, gutters, streetlights,
- 124 irrigation, landscaping and sidewalks and other public

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- improvements that serve the area for the purpose of resort, theme 125
- 126 park, residential or other commercial and industrial development.
- 127 The bonds shall be payable primarily from the revenues of the
- facilities and, if so provided for in the proceedings authorizing 128

the bonds, the bonds shall be payable also from special 129 130 assessments levied under Section 9 of this act. In addition, if 131 so provided for in the proceedings authorizing the bonds and 132 agreed to by resolution of the board, the bonds shall be payable 133 also from the avails of the ad valorem tax levy as provided for in 134 subsection (2) of this section, or from any combination of monies 135 from the revenues, special assessments and tax levies on property of the area designated under Section 3 of this act. The bonds may 136 be issued without an election being held upon the question of 137 their issuance and without the publication of any notice of 138 139 intention to issue the bonds. The board shall issue bonds of the county by resolution spread upon the minutes of the board. 140 141 bonds shall contain those covenants and provisions, be executed, bear interest at the rate or rates not to exceed fourteen percent 142 (14%) per annum, be in the denomination or denominations, be 143 payable as to principal and interest, at the place or places, and 144 145 mature at the time or times not exceeding twenty-five (25) years 146 from their date, as determined by the board and set forth in the resolution pursuant to which the bonds are issued; however, any 147 148 such bonds which are secured by a pledge of special assessments in 149 addition to a pledge of revenues shall mature at such time or 150 times not exceeding the time period over which such special assessments are payable, as determined by the board pursuant to 151 Section 12 of this act. Notwithstanding any provision of the 152 153 general law to the contrary, any bonds and interest coupons issued under the authority of this act shall possess all of the qualities 154 155 of negotiable instruments, and the bonds, premium, if any, and interest thereon shall be exempt from all state, county, municipal 156 and other taxation under the laws of the State of Mississippi. 157 158 Any bonds issued under the authority of this act may be refunded 159 in the manner provided in this act upon a finding by the board 160 that such refunding is in the public interest. Bonds for the betterment, improvement or extension of roadways, streets or other 161 \*HR03/R1993\* H. B. No. 1693 01/HR03/R1993

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facilities of the area may be included with the refunding bonds. 163 The bonds may be sold without the necessity of advertising with 164 the refunding bonds. The bonds may be sold without the necessity 165 of advertising for bids therefor, and may be sold by negotiated

166 private sale and on those terms, conditions and covenants agreed

167 to by and between the issuing authority and the purchasers of the

bonds. The total amount of bonds issued under this act shall not

exceed Fifty Million Dollars (\$50,000,000.00).

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If provided in the proceedings authorizing the issuance 170 of the bonds and agreed to by resolution of the board to make the 171 172 pledge, then when there are insufficient revenues received from special assessments authorized under this act, according to the 173 174 provisions made in the proceedings authorizing the issuance of 175 such bonds, to meet the interest or principal payments, or both, when due on any bonds issued under the authority of this act, 176 then, the board shall levy an ad valorem tax on (a) all taxable 177 178 property within the geographical limits of the area or (b) all 179 taxable property within the geographical limits of the area which is designated pursuant to a petition under subsection (3) of 180 181 Section 3 of this act, which tax, together with any other monies available for such purpose, shall be sufficient to provide for the 182 183 payment of the principal of and interest on such bonds as the same falls due, and, if so provided in the proceedings for the issuance 184 185 of such bonds, to replenish any reserve fund established for such 186 bonds.

SECTION 6. The county is vested with all the powers 187 188 necessary and requisite that are capable of being delegated by the 189 Legislature for the accomplishment of the purposes of this act. No enumeration of powers in this act shall be construed to impair 190 or limit any general grant of power contained in this act or to 191 192 limit any grant of power or powers of the same class or classes as 193 those enumerated. The county may do all acts necessary, proper or 194 convenient in the exercise of the powers granted under this act.

- 195 SECTION 7. The county, acting by and through the board,
- 196 shall have the following, among other, powers:
- 197 (a) To acquire by purchase, gift, devise or lease and
- 198 to hold and dispose of real and personal property of every kind
- 199 within or without the area, including franchise rights; however,
- 200 the sale, assignment, lease or transfer of any certificate of
- 201 public convenience and necessity or utility property shall be
- 202 subject to Section 77-3-23, Mississippi Code of 1972;
- 203 (b) To make and enter into contracts, conveyances,
- 204 mortgages, deeds of trust, bonds, leases or contracts for
- 205 financial advisory services;
- 206 (c) To incur debts, to borrow money, to issue
- 207 negotiable bonds, and to provide for the rights of the holders
- 208 thereof;
- 209 (d) To fix, maintain, collect and revise rates and
- 210 charges for the services rendered by or through the facilities of
- 211 the county to the area, which rates and charges shall not be
- 212 subject to review or regulation by the Mississippi Public Service
- 213 Commission except in those instances where a municipality
- 214 operating similar services would be subject to regulation and
- 215 review; however, the county shall obtain a certificate of
- 216 convenience and necessity from the Mississippi Public Service
- 217 Commission for operating utility systems under the commission's
- 218 jurisdiction;
- (e) To pledge all or any part of the revenues from
- 220 special assessments and tax revenues on real and personal property
- 221 in the area;
- 222 (f) To make such covenants in connection with the
- 223 issuance of bonds or to secure the payment of bonds that a private
- 224 business corporation can make under the general laws of the state;
- 225 (g) To use any right-of-way, easement or other similar
- 226 property rights or any material or equipment necessary or
- 227 convenient in connection with the acquisition, improvement,

228 operation or maintenance of the facilities in the area held by the

229 state or any political subdivision thereof; however, the consent

230 of the governing body of the political subdivision shall be

231 required before such use;

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(h) To enter into agreements with state and federal

233 agencies for loans, grants and aid, and other forms of assistance,

234 including, but not limited to, participation of the sale and

235 purchase of bonds, and to enter into agreements with state

236 agencies, federal agencies and political subdivisions of the State

of Mississippi pertaining to matters relating to the operation of

any services of the area authorized under this act, and such state

agencies and political subdivisions of the State of Mississippi

240 may so contract with the county;

241 (i) To sell to any municipality or district in the

county, under those terms, conditions and covenants that may be

243 imposed or required by the county, part or all of the utility

244 system or systems within the area; however, in the event of a sale

245 of all of the system or systems, the municipality or district

246 shall assume all obligations of the county relating thereto as a

247 condition precedent to the sale;

248 (j) To contract with the United States of America, or

249 any agency of the United States of America, the State of

250 Mississippi, or any political subdivision of the State of

251 Mississippi, or any agency, commission, authority, board or other

252 entity thereof, or any municipality or municipalities, for any of

253 the additional purposes authorized by Section 8 of this act;

(k) To contract with any municipality, district,

255 person, partnership, corporation or other entity for the operation

256 and maintenance, including billing services, of any property or

257 facilities of the area, upon those terms, conditions and covenants

258 that may be agreed upon by the contracting parties;

(1) To contract with a developer under which the

260 developer may construct all or any part of a project with private

- 261 funds and may be reimbursed by the county for actual costs
- 262 incurred by the developer upon issuance and delivery of the bonds
- 263 and receipt of the proceeds, conditional upon dedication of the
- 264 project by the developer to the county to assure public use and
- 265 access; and
- 266 (m) To enter into an interlocal cooperation agreement
- 267 with any political subdivision of the State of Mississippi, or any
- 268 agency, commission, authority, board or other entity thereof, or
- 269 any municipality or municipalities, whereby both agree that either
- 270 party to such agreement may be responsible for constructing,
- 271 operating and/or maintaining improvements or other facilities
- 272 included within an area.
- 273 SECTION 8. In addition to the purposes specified under
- 274 Section 5(1) of this act, the county may issue bonds of the county
- 275 in the manner provided in Section 5 of this act for any or all of
- 276 the following purposes:
- 277 (a) To refund the outstanding bonds of the county
- 278 secured by special assessments and tax revenues of the area upon a
- 279 finding by the board that such refunding is in the public
- 280 interest;
- (b) To improve, better or extend roadways and streets,
- 282 including curbing, gutters, streetlights, irrigation, landscaping
- 283 and sidewalks, and the water, sewer or gas utility system or
- 284 systems and fire protection system or storm drainage systems of
- 285 the area;
- 286 (c) To purchase or acquire part or all of the utility
- 287 system or systems and fire protection system of any district or
- 288 municipality located in whole or in part in the area, including
- 289 part or all of the system or systems within the corporate
- 290 boundaries of any municipality;
- 291 (d) To provide for the payment of the principal,
- 292 premium and interest on the outstanding bonds of any district or

- 293 municipality in connection with the purchase of any facilities
- 294 located in the area;
- 295 (e) To purchase or acquire part or all of any privately
- 296 owned utility system or systems in an area;
- 297 (f) To enter into cooperative agreements with the state
- 298 or federal government, or both (reference to the state or federal
- 299 government as used in this paragraph shall include any agency of
- 300 the state or federal government); to obtain financial assistance
- 301 in the form of loans or grants as may be available from the state
- 302 or federal government, or both; and to execute and deliver at
- 303 private sale notes or bonds as evidence of the indebtedness in the
- 304 form and subject to the terms and conditions as may be imposed by
- 305 the state or federal government, or both; and to pledge the income
- 306 and revenues of the area, or the income and revenues from any part
- 307 of the land embraced in the area (which revenues in either
- 308 instance shall include, but not be limited to, revenues from
- 309 special assessments and tax revenues) in payment thereof; and the
- 310 state may enter into such agreements with the county;
- 311 (g) To purchase or acquire part or all of any utility
- 312 system or systems located in whole or in part in the area owned by
- 313 the United States of America, or any agency of the United States
- 314 of America, or the State of Mississippi, or any political
- 315 subdivision of the State of Mississippi, or any agency,
- 316 commission, authority, board or other entity thereof; and
- 317 (h) To enter into an interlocal cooperation agreement
- 318 for the purposes set forth in Section 7(m) of this act.
- 319 SECTION 9. The board, in its discretion, may exercise the
- 320 powers set forth in this act at the cost of the property owners in
- 321 the area. The board may levy and collect special assessments on
- 322 properties located in the area and may either issue negotiable
- 323 special improvement bonds of the county or pledge the receipts
- 324 from the special assessments to secure the payment of the

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325 principal of premium, if any, and interest on any bonds authorized

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     under this act. Any special assessments shall be levied and
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     collected in the manner authorized in Sections 21-41-1 through
     21-41-53, Mississippi Code of 1972, except to the extent otherwise
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     provided for in this act. The board may secure bonds of the
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     county solely from the receipts from special assessments, or may
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     pledge such receipts in addition to the pledge of revenues of the
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     county or the receipts from any tax levy authorized in this act,
     or from any combination of monies from the special assessments,
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     revenues and tax levies.
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          SECTION 10. Bonds issued under this act shall be payable as
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     to principal and interest solely from the sources authorized by
     this act. Any bonds secured by a pledge of the special
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     assessments authorized in Section 9 of this act shall mature at
     any time or times, not exceeding twenty-five (25) years from the
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     date of the bonds, and may be in fully registered form or in
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     bearer form as determined by the board.
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          SECTION 11. All special assessments levied under this act
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     shall be payable in one or more installments over a period not in
     excess of twenty-five (25) years, as determined by the board, with
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     interest from the date of the confirmation of the assessment at a
     rate to be fixed by the board, which will produce sufficient funds
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     for the payment of all or a specified portion of the principal and
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     interest on the bonds as they mature and accrue and for fees and
     expenses for a paying agent or trustee, or both, for the bonds.
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     The amount to be paid pursuant to such special assessments may be
     limited by the board to the amounts needed for the purposes
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     specified in this section. Any property owner who shall not have
     taken an appeal from the assessment, upon failure to pay the
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     assessment in full within thirty (30) days from the date of
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     confirmation, shall be deemed to have elected to pay the
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     assessment in installments as provided in this section, and he
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     shall be deemed to have admitted the legality of the assessment,
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     and the right to contest the validity of the assessment shall be
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H. B. No. 1693 01/HR03/R1993 PAGE 11 (BS\LH) waived. The installments of the assessment shall be due and payable at the same time that the annual real property tax becomes due and payable, commencing with the first county tax levy which is payable after the expiration of thirty (30) days from the date

of confirmation of the assessment.

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SECTION 12. The resolution declaring the intent of the board to proceed with the special improvements authorized by this act may direct that all of the expenses of the property or facilities of the area, or such part of the expenses that the board shall charge upon the properties in the area, shall be assessed according to the frontage rule or area rule, as outlined in this section. Bonds may be issued for one or more projects and the area and method of assessment for each project shall be specified in the resolution declaring the intent of the board to proceed with that project. The resolution declaring the intent of the board to proceed to proceed with the special improvements shall:

- 375 (a) Define the properties in the area to be benefited 376 by each improvement, with each improvement being designated as a 377 project;
- 378 (b) Fix the amount or percentage of the charge to be 379 levied upon the property benefited;
- 380 (c) Designate the minimum and maximum number of years 381 between the date of the bonds and the maturity of those bonds;
- 382 (d) Delineate the method of determining the amount of 383 special assessments to be levied on each lot or parcel of land;
- 384 (e) Designate the minimum and maximum number of one or 385 more installments that the board may later allow for the payment 386 of assessments with interest on those assessments.

If the board determines that the frontage rule is the most
equitable method of distributing the cost among the properties,
then the resolution shall direct that the cost to be assessed
against each lot or parcel of land shall be determined by dividing
the entire cost to be assessed by the total number of front feet

of real property abutting upon the utility easement, street, railroad or public or private right-of-way on which the project is located and which will be subject to such special assessment, and multiplying the quotient by the total number of front feet in any particular lot or parcel of land fronting on the utility easement, street, railroad or public or private right-of-way on which the project is located. The result of this formula shall be assessed against each lot or parcel of land for the owner's part of the cost of the entire improvement to be paid through special assessments.

If the board determines that the area rule is the most equitable method of distributing the cost among the properties, then the resolution shall direct that the cost to be assessed against each lot or parcel of land shall be determined by dividing the entire cost to be assessed by the total number of acres or square feet in the area being benefited and which is subject to such special assessment, and multiplying the quotient by the total number of acres or square feet in any particular lot or parcel of land. The result of this formula shall be assessed against each lot or parcel of land for the owner's part of the cost of the entire improvements to be paid through special assessments.

As provided in subsection (3) of Section 3 of this act, the property subject to assessment may be limited to property owned by landowners within an area who have petitioned the county pursuant to subsection (3) of Section 3 of this act.

of the property to be assessed under the frontage rule, or if the owners of a majority of the area of the property to be assessed under the property to be assessed under the area rule, as described in Section 12 of this act, file a written protest objecting to the assessments authorized under this act and in Section 21-41-7, Mississippi Code of 1972, then the board shall not proceed with the special assessment.

SECTION 14. If owners of the front footage of the property 424 425 to be assessed under the frontage rule, or if the owners of the 426 property to be assessed under the area rule enter into a written 427 agreement with the county agreeing to pay the total assessments 428 authorized under this act and in Section 21-41-7, Mississippi Code 429 of 1972, then the owners of property not a party to such written 430 agreement shall not be obligated to pay the assessments. 431 SECTION 15. This act, without reference to any other 432 433

statute, shall be deemed to be full and complete authority for the designation of the area by the county, and this act, including the provisions of Sections 21-41-1 through 21-41-53, Mississippi Code of 1972, which are not in direct conflict with the provisions of this act, shall be deemed to be full and complete authority for the issuance of bonds by the county and shall be construed as additional and alternative methods therefor. All powers necessary to be exercised in order to carry out the provisions of this act are hereby conferred. No proceedings shall be required for the designation of the area by the county or for the issuance of the bonds other than those provided for and required in this act. Any municipality, district or other entity located in whole or in part in the area is authorized to sell part or all of its water, sewer or gas or storm drainage system to the county. All the necessary powers to be exercised by the board and the governing authorities of any municipality or district that determines to sell part or all of its water, sewer or gas system to the county in order to carry out this act are hereby conferred.

SECTION 16. Any bonds issued under this act may be submitted to validation under the provisions of Chapter 13, Title 31,

Mississippi Code of 1972.

SECTION 17. This act shall be liberally construed for the purposes set out in the act, the powers hereby granted being additional, cumulative and supplemental to any power granted to

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- 456 the county or any municipality therein by any general law or any
- 457 local and private act of the Legislature.
- 458 SECTION 18. If any provision of this act is held to be
- 459 invalid by any court of competent jurisdiction, the remainder of
- 460 this act shall not be affected by that determination.
- SECTION 19. This act shall take effect and be in force from
- 462 and after its passage.