By: Representative Martinson

To: Education

HOUSE BILL NO. 597

AN ACT TO AMEND SECTIONS 29-3-27 AND 29-3-29, MISSISSIPPI
CODE OF 1972, TO PROVIDE THAT IF SIXTEENTH SECTION LAND, OR LAND
GRANTED IN LIEU THEREOF, IS SOLD ON OR BEFORE JULY 1, 2004, FOR
USE RELATED TO CERTAIN PROJECTS UNDER THE MISSISSIPPI MAJOR
ECONOMIC IMPACT ACT, IT SHALL NOT BE NECESSARY THAT THE LAND
PURCHASED OR OTHERWISE OBTAINED IN LIEU THEREOF HAVE AN EQUIVALENT
FAIR MARKET VALUE OF THE SIXTEENTH SECTION LAND, OR LAND GRANTED
IN LIEU THEREOF, SOLD; AND FOR RELATED PURPOSES.

- 9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 10 **SECTION 1.** Section 29-3-27, Mississippi Code of 1972, is
- 11 amended as follows:
- 12 29-3-27. No sixteenth section lands or lands granted in lieu
- 13 thereof, in whole or in part, situated within the school district
- 14 holding or owning the same shall ever be sold, except that the
- 15 board of education may, under the procedures hereinafter provided,
- 16 sell such lands for industrial development thereon, therein, or
- 17 thereunder to any persons, firms, or corporations in fee simple,
- 18 or any lesser estate therein, for a purchase price not less than
- 19 the fair market value thereof; and when any such sale is made, the
- 20 deed shall be executed in the name of the State of Mississippi by
- 21 the superintendent of the said board of education.
- 22 As used in this section and in Sections 29-3-29 and 29-3-61,
- 23 the term "industrial development" shall include restoration as a
- 24 tourist attraction the place where an organization was founded,
- 25 which said organization has since been expanded to be national or
- 26 international in its membership, scope, and influence.
- The proceeds of the sale in fee simple of any sixteenth
- 28 section, or lands granted in lieu thereof, in whole or in part, or
- 29 such part of said proceeds as may be required to purchase acreage
- 30 of equivalent fair market value, shall be used by the board of

- education, to purchase other land in the county, which land shall 31 be held and reserved by the State of Mississippi for the support 32 of the township schools in lieu of the land thus sold, as other 33 sixteenth section lieu land is held, and shall be subject to all 34 35 laws applicable thereto. However, if any sixteenth section land, 36 or land granted in lieu thereof, is sold on or before July 1, 2004, for use related to a project as defined in Section 37 57-75-5(f)(iv) or a facility related to the project as defined in 38 Section 57-75-5(d), or both, it is not necessary that the land 39 purchased or otherwise obtained in lieu thereof have an equivalent 40 fair market value of the sixteenth section land, or land granted 41 in lieu thereof, sold. Every such sale and every such purchase of 42 43 land in lieu thereof shall be reported by the secretary of the board of education to the Secretary of State and to the State 44 Forestry Commission within ninety (90) days after the consummation 45 of each such sale and purchase. Any funds from a sale in fee 46 simple of any sixteenth section land, or land granted in lieu 47 thereof, in excess of any amount used to purchase said land in 48 lieu thereof, shall be treated as corpus and shall be invested by 49 50 the board of education as provided by law. Only the income from such investment shall be expended for current operating expenses 51 52 of the schools. Section 29-3-29, Mississippi Code of 1972, is SECTION 2. 53 54 amended as follows:
- 55 29-3-29. Before any sixteenth section school land or land granted in lieu thereof may be sold or leased for industrial 56 development thereon, therein or thereunder under the provisions of 57 this chapter, the board of education controlling such land shall 58
- 59 first determine that such sale or lease will be fair market value.
- In the determination of the fair market value of said land the 60
- comparative sales method shall be used, and the highest and best 61
- 62 use of said sixteenth section lands shall be determined on the
- basis of finding that said land shall be susceptible to any use 63

65 will be prompt and substantial industrial development on, in, or under said land after the sale or lease, that the acreage to be 66 67 sold or leased is not in excess of the amount of land reasonably 68 required for immediate use and for such future expansion as may be 69 reasonably anticipated, and that such sale or lease will be beneficial to and in the best interest of the schools of the 70 district for which said land is held. All of said findings, 71 including the amount of the sale price or gross rental for said 72 land, shall be spread on the minutes of the board of education. 73 74 Also, if the board of education proposes to sell said land, said board shall first enter into a contract or obtain a legal option 75 76 to purchase, for a specified price not in excess of fair market value, other land in the county of acreage of equivalent fair 77 market value (except as otherwise provided in Section 29-3-27), 78 and such contract or option shall be spread on the minutes of said 79 However, not more than one hundred (100) acres in any one 80 board. (1) sixteenth section school lands in any county may be sold under 81 this chapter for the purpose of being made an industrial park or a 82 83 part of such industrial park, provided the provisions of this section and Sections 57-5-1 and 57-5-23 are fully complied with. 84 85 A certified copy of the resolution or order of the board of education, setting out the foregoing findings, together with a 86 certified copy of the order approving and setting out the terms of 87 the contract or option to purchase other lands where a sale of 88 land is proposed and an application to the Mississippi Development 89 90 Authority for the certificate authorizing said sale or lease, shall be forwarded to the county board of supervisors, which board 91 shall make an independent investigation of the proposed sale or 92 lease and of the proposed purchase of other land. 93 If said county board of supervisors shall concur in the 94 95 finding of fact of the board of education, and shall find that it is to the best interests of the schools of the district to enter 96 H. B. No. 597

that comparative land in private ownership may be used, that there

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02/HR03/R996 PAGE 3 (BS\LH) 97 into such sale or lease, it may enter on its minutes a resolution 98 or order approving the action of the board of education.

100 If the said county board of supervisors shall not concur in 100 the findings of the board of education, or shall find that the 101 proposed sale or lease will not be in the best interest of the 102 schools of the district, then it may, by resolution or order, 103 disapprove the proposed sale or lease, and such action shall be 104 final.

There shall be reserved all minerals in, on, and under any lands conveyed under the provisions hereof. Provided, however, that in any county bordering on the State of Alabama, traversed by the Tombigbee River, in which U.S. Highway 82 intersects U.S. Highway 45 and in which is situated a state supported institution of higher learning, upon the sale of any sixteenth section lands for industrial purposes as provided by law, the board of education, the superintendent of education and the Mississippi Development Authority, may sell and convey all minerals except oil, gas, sulphur and casinghead gas on, in and under the said sixteenth section lands so sold for industrial purposes. oil, gas, sulphur and casinghead gas shall be reserved together with such rights of use, ingress and egress as shall not unreasonably interfere with the use of the lands by the purchaser. Prior written approval for such use, ingress and egress, shall be obtained from the surface owner or, if such approval is unreasonably withheld, may be obtained from the chancery court of

Certified copies of the resolutions or orders of the board of supervisors and of the board of education and of the application to the Mississippi Development Authority shall be transmitted to the county superintendent of education, if there be one in the county, who, if he approves the proposed sale or lease, shall so certify and forward same to the Mississippi Development Authority.

129 If there be no county superintendent of education in the county,

the county in which said land is located.

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county shall so certify and transmit said copies to the 131 Mississippi Development Authority for further action. 132 133 Upon receipt of the aforesaid application and certified 134 copies of the said resolution and orders, the Mississippi 135 Development Authority shall make investigation to determine whether or not the proposed sale or lease of said land will 136 promote prompt and substantial industrial development thereon, 137 therein, or thereunder. If the Mississippi Development Authority 138 finds that such sale or lease will promote prompt and substantial 139 140 industrial development thereon, therein or thereunder, and further finds that the person, firm or corporation who proposes to 141 142 establish said industry is financially responsible, and that the acreage to be sold or leased is not in excess of the amount of 143 land reasonably required for immediate use and for such future 144 expansion as may be reasonably anticipated, then the Mississippi 145 Development Authority, in its discretion, may issue a certificate 146 147 to the board of education of said district so certifying, and said certificate shall be the authority for the board of education to 148 149 enter into the proposed sale or lease. If the Mississippi Development Authority does not so find, then it shall decline to 150 151 issue said certificate which action shall be final. 152 The Mississippi Development Authority, when issuing a certificate to the county board of education certifying its 153 154 findings and authorizing said sale or lease, may, nevertheless, in its discretion, make such sale or lease conditioned on and subject 155 156 to the vote of the qualified electors of said district. receipt of a certificate so conditioned upon an election, or upon 157 a petition as hereinafter provided for, the board of education, by 158 159 resolution spread upon its minutes, shall forward a copy of the certificate to the board of supervisors who by resolution upon its 160 161 minutes, shall call an election to be held in the manner now provided by law for holding county elections, and shall fix in 162 H. B. No. 597

then the board of education whose district embraces the entire

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of which not less than three (3) weeks notice shall be given by 164 the clerk of said board of supervisors by publishing a notice in a 165 166 newspaper published in said county once each week for three (3) 167 consecutive weeks preceding the same, or if no newspaper is 168 published in said county, then in a newspaper having a general circulation therein, and by posting a notice for three (3) weeks 169 preceding said election at three (3) public places in said county. 170 At such election, all qualified voters of the county may vote, and 171 the ballots used shall have printed thereon a brief statement of 172 173 the proposed sale or lease of said land, including the description and price, together with the words "For the proposed sale or 174 175 lease" and the words "Against the proposed sale or lease," and the voter shall vote by placing a cross (x) or check (v) opposite his 176 choice of the proposition. Should the election provided for 177 herein result in favor of the proposed sale or lease by at least 178 two-thirds (2/3) of the votes cast being in favor of the said 179 180 proposition, the board of supervisors shall notify the board of education who may proceed forthwith to sell or lease said land in 181 182 accordance with the proposition so submitted to the electors. less than two-thirds (2/3) of those voting in such special 183 184 election vote in favor of the said sale or lease, then said land shall not be sold or leased. 185 The board of education shall further be required, prior to 186 187 passing of a resolution expressing its intent to sell said land, to publish a notice of intent to sell said land for three (3) 188 189 consecutive weeks in a newspaper published in said county or, if there be none, in a newspaper having a general circulation in said 190 county, and to post three (3) notices thereof in three (3) public 191 places in said county, one (1) of which shall be at the 192 courthouse, for said time. If within the period of three (3) 193 194 weeks following the first publication of said intent, a petition signed by twenty percent (20%) of the qualified electors of said 195

such resolution a date upon which such an election shall be held,

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- county shall be filed with the board of supervisors requesting an election concerning the sale, then an election shall be called as
- 198 hereinabove provided.
- 199 SECTION 3. This act shall take effect and be in force from
- 200 and after its passage.