By: Representatives Peranich, Weathersby

To: Public Buildings, Grounds and Lands

## HOUSE BILL NO. 1540

AN ACT TO AMEND SECTION 29-1-1, MISSISSIPPI CODE OF 1972, TO

PROVIDE THAT WHEN THE LEGISLATURE AUTHORIZES A STATE AGENCY TO 3 CONVEY SPECIFICALLY DESCRIBED REAL PROPERTY TO ANOTHER STATE AGENCY OR OTHER ENTITY SUCH AS A COUNTY, MUNICIPALITY, ECONOMIC DEVELOPMENT DISTRICT OR SIMILAR ENTITY, WITHOUT PROVIDING THAT THE CONVEYANCE MAY NOT BE MADE FOR LESS THAN THE FAIR MARKET VALUE OF 6

- THE PROPERTY, THEN THE STATE AGENCY AUTHORIZED TO CONVEY SUCH PROPERTY MUST SATISFY CERTAIN REQUIREMENTS BEFORE CONVEYING THE 7 8
- PROPERTY; AND FOR RELATED PURPOSES. 9
- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 10
- 11 SECTION 1. Section 29-1-1, Mississippi Code of 1972, is
- amended as follows: 12
- 29-1-1. (1) Except as otherwise provided in subsection (7) 13
- and subsection (8) of this section, the title to all lands held by 14
- any agency of the State of Mississippi which were acquired solely 15
- 16 by the use of funds appropriated by the state shall appear on all
- deeds and land records under the name of the "State of 17
- Mississippi." For the purpose of this section, the term "agency" 18
- shall be defined as set forth in Section 31-7-1(a). The 19
- provisions of this section shall not affect the authority of any 20
- 21 agency to use any land held by the agency. No assets or property
- of the Public Employees' Retirement System of Mississippi shall be 22
- 23 transferred in violation of Section 272A of the Mississippi
- 24 Constitution of 1890. Before September 1, 1993, each state agency
- shall inventory any state-held lands which were acquired solely by 25
- the use of funds appropriated by the state, and which are titled 26
- in the name of the agency. The agency shall execute quitclaim 27
- deeds and any other necessary documents to transfer the name and 28
- 29 title of the property to the State of Mississippi.

The Secretary of State, under the general direction of 30 the Governor and as authorized by law, shall sell and convey the 31 public lands in the manner and on the terms provided herein for 32 33 the several classes thereof; he shall perform all the 34 administrative and executive duties appertaining to the selection, 35 location, surveying, platting, listing, and registering these lands or otherwise concerning them; and he shall investigate the 36 status of the various "per cent" funds accrued and accruing to the 37 state from the sale of lands by the United States, and shall 38 39 collect and pay the funds into the treasury in the manner provided 40 by law. In accordance with Sections 7-11-11 and 7-11-13, the 41 (3) 42 Secretary of State shall be required to sign all conveyances of all state-held land. For purposes of this section, the term 43 "conveyance" shall mean any sale or purchase of land by the State 44 45 Failure to obtain legislative approval pursuant to subsection (4) 46 47 conveyance regarding the sale or purchase of lands for the state 48 49 including any agency, board or commission thereof, shall render

of Mississippi for use by any agency, board or commission thereof. of this section and the signature of the Secretary of State on any the attempted sale or purchase of the lands void. Nothing in this 50 51 section shall be construed to authorize any state agency, board, commission or public official to convey any state-held land unless 52 this authority is otherwise granted by law. The Secretary of 53 54 State shall not withhold arbitrarily his signature from any purchase or sale authorized by the Mississippi State Legislature. 55 56 All sales of state-held lands, except those lands forfeited to the state for the nonpayment of taxes and those lands acquired by the 57 Mississippi Transportation Commission under Section 65-1-123, 58 shall be sold for not less than the fair market value as 59 determined by two (2) professional appraisers selected by the 60 61 State Department of Finance and Administration, who are certified 62

general appraisers of the State of Mississippi. The proceeds from

- any sale by an agency, board, commission or public official of state-held lands shall be deposited into the State General Fund unless otherwise provided by law.
- Before any state-held land is sold to any individual or 66 67 private entity, thirty (30) days' advance notice of the intended sale shall be provided by the Secretary of State to the state 68 Legislature, to all state agencies and to all governing 69 70 authorities within the state for the purpose of ascertaining whether an agency or governing authority has a need for the land 71 and for the purpose of ascertaining whether the sale of the land 72 73 was authorized by law. If no agency or governing authority within 74 the state expresses in writing to the Secretary of State by the 75 end of the thirty-day period a desire to use the land, then the Secretary of State, with the prior approval of the Mississippi 76 Legislature to sell the state-held land, may offer the land for 77 78 sale to any individual or private entity.
- (5) A cultural resources survey may be performed on any state-held land before the disposition of the land if the State Department of Archives and History deems this survey necessary.

  The cost of the survey and any archaeological studies deemed necessary by the State Department of Archives and History shall be paid by the selling agency and recouped from the proceeds of the sale.
- (6) Before any land may be purchased by the state for the 86 87 benefit of any state agency, the Secretary of State, or his designee, shall search and examine all state land records to 88 determine whether the state owns any land that may fit the 89 particular need of the agency. The Secretary of State, or his 90 designee, shall notify the agency if it is determined that any 91 state-held land is available for use by the agency. The agency 92 shall determine if such land accommodates its needs and shall 93 94 determine whether to make an official request to the proper authorities to have the use of the land. 95

- 96 (7) Any lands purchased or acquired for construction and 97 maintenance of highways or highway rights-of-way by the 98 Mississippi Department of Transportation shall be excluded from 99 the provisions of this section.
- 100 (8) This section shall not apply to any agency of the State
  101 of Mississippi that holds title to lands purchased solely by the
  102 use of federal funds or whose authority to transfer or dispose of
  103 these lands is governed by federal law or federal regulations.
- 104 (9) The Secretary of State may recover from any agency,
  105 corporation, board, commission, entity or individual any cost that
  106 is incurred by his office for the record-keeping responsibilities
  107 regarding the sale or purchase of any state-held lands.
- Subsections (3), (4), (5) and (6) of this section shall 108 109 not apply to sales or purchases of land when the Legislature expressly authorizes or directs a state agency to sell, purchase 110 or lease-purchase a specifically described property. However, 111 when the Legislature authorizes a state agency to sell or 112 113 otherwise convey specifically described real property to another state agency or other entity such as a county, municipality, 114 115 economic development district created under Section 19-5-99 or similar entity, without providing that the conveyance may not be 116 117 made for less than the fair market value of the property, then the
- 120 <u>(a) That the state agency or other entity to which the</u>
  121 <u>proposed conveyance is to be made has an immediate need for the</u>
  122 property;

following determinations before conveying the property:

state agency authorized to convey such property must make the

- 123 (b) That there are quantifiable benefits that will

  124 inure to the state agency or other entity to which the proposed

  125 conveyance is to be made which outweigh any quantifiable costs to

  126 the state agency authorized to make the conveyance; and
- 127 <u>(c) That the state agency or other entity to which the</u>
  128 proposed conveyance is to made lacks available funds to pay fair

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- 129 market value for the property. If the state agency authorized to
- 130 convey such property fails to make such determinations, then it
- 131 shall not convey the property for less than the fair market value
- of the property.
- 133 SECTION 2. This act shall take effect and be in force from
- 134 and after July 1, 2002.