By: Representative Robinson (63rd)

To: Local and Private Legislation; Ways and Means

HOUSE BILL NO. 1885

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 ISSUE BONDS TO PROVIDE FUNDS TO CONSTRUCT PUBLIC IMPROVEMENTS; TO PROVIDE THAT BONDS ISSUED BY THE COUNTY MAY BE SECURED BY A PLEDGE 3 4 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 TAXABLE PROPERTY WITHIN A SPECIAL ASSESSMENT AREA; AND FOR RELATED 9 10 PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 11 12 **SECTION 1.** For the purposes of this act, the following words and phrases shall have the meanings ascribed to them in this 13 section unless the context clearly indicates otherwise: 14

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(a) "Board" means the Board of Supervisors of Hinds

County, Mississippi. 16

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"County" means Hinds County, Mississippi. (b)

"Area" means a special assessment area within the 18 (C)19 county created pursuant to this act.

SECTION 2. The Legislature finds that certain locations 20 within the county have inadequate infrastructure, including, but 21 not limited to, water supply facilities, sewer facilities, gas 22 utility facilities, fire protection facilities, storm drainage 23 systems, water retention facilities, lakes, recreation facilities, 24 roadways and streets, including curbing, gutters, streetlights, 25 26 irrigation, landscaping and sidewalks and other public 27 improvements that serve those locations for the purposes of resort, theme park, residential or other commercial development. 28 29 The purpose of this act is to authorize the board to designate certain locations within the county in need of utilities and 30 improvements in accordance with the provisions of this act. 31

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SECTION 3. (1) A petition for the designation of an area 32 33 may be submitted to the board. The petition must be signed by the owners of no less than seventy-five percent (75%) of the land 34 35 within the boundaries of the proposed area on a square footage 36 basis. The petition shall include (a) a statement for the 37 necessity for the service or services to be supplied by the county; (b) an estimate of the cost of the acquisition or 38 construction of the facilities to be operated by the county; and 39 (c) an estimate by the petitioner or petitioners of the cost of 40 development within the area, which estimate shall include an 41 42 itemized breakdown of the type or nature of each project, the cost of each project and a projected timetable for completion of each 43 44 project. The petition shall be signed in person by the petitioners and accompanied by a sworn statement of the person or 45 persons circulating the petition, who shall state under oath that 46 he witnessed the signature of each petitioner, that each signature 47 is the signature of the person it purports to be, and that to the 48 best of his knowledge, each petitioner, at the time of signing, 49 was an owner of real property within the proposed area. 50 Α 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, upon the filing of the petition, shall fix a time and place for a 54 public hearing upon the question of the public convenience and 55 56 necessity of the designation of the proposed area. If the board elects to fix a time and place for a hearing, the date fixed for 57 58 the hearing shall not be more than sixty (60) days after the filing of the petition. The date, place and notice of the hearing 59 shall be set forth in a notice to be signed by the clerk of the 60 board. The notice shall be published once a week for at least 61 62 three (3) consecutive weeks in a newspaper having a general 63 circulation within the county. The first publication shall be made not less than twenty-one (21) days before the date of the 64

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hearing, and the last publication shall be made not more than 65 seven (7) days before the date of the hearing. 66 If, following the public hearing, the board finds that public convenience and 67 68 necessity require the designation of the proposed area, the board 69 shall adopt a resolution making those findings and designating the If the area is within the corporate limits of any 70 area. municipality, then the county shall submit its resolution 71 designating the area under this subsection (2) to such 72 municipality and request that such municipality adopt a resolution 73 declaring a need therefor. The county shall not proceed to issue 74 75 any bonds under this act until it has received this resolution from the municipality. 76

(3) As an alternative to the procedure prescribed in 77 subsection (1) of this section, a petition for the designation of 78 79 an area may be submitted to the board. The petition must be signed by one or more owners of land within an area who 80 unanimously agree that only their property within the area will be 81 82 assessed for the proposed project within the area. The petition shall include (a) a statement for the necessity for the service or 83 84 services to be supplied by the county; (b) an estimate of the cost of the acquisition or construction of the facilities to be 85 86 operated by the county; and (c) an estimate by the petitioner or petitioners of the cost of development within the area, which 87 estimate shall include an itemized breakdown of the type or nature 88 89 of each project, the cost of each project and a projected timetable for completion of each project. The petition shall be 90 91 signed in person by the petitioner and accompanied by a sworn statement of the person or persons circulating the petition, who 92 shall state under oath that he witnessed the signature of each 93 petitioner, that each signature is the signature of the person it 94 purports to be, and that to the best of his knowledge, each 95 96 petitioner, at the time of signing, was an owner of real property 97 within the proposed area. A petitioner may be a corporation.

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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 102 the proposed area under this subsection (3) is in the best 103 interest of the county, the board shall then proceed under 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 limited to, constructing, acquiring, reconstructing, improving, 107 108 bettering or extending roadways and streets, including curbing, gutters, streetlights, irrigation, landscaping and sidewalks, and 109 110 facilities for a water, sewer, gas utility, fire protection or 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 for a supply of water, gas or other services required incident to 116 117 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 or extending water supply facilities, sewer facilities, gas 120 utility facilities, fire protection facilities, storm drainage 121 122 systems, water retention facilities, lakes, recreation facilities, roadways and streets, including curbing, gutters, streetlights, 123 124 irrigation, landscaping and sidewalks and other public improvements that serve the area for the purpose of resort, theme 125 park, residential or other commercial and industrial development. 126 The bonds shall be payable primarily from the revenues of the 127 facilities and, if so provided for in the proceedings authorizing 128 129 the bonds, the bonds shall be payable also from special assessments levied under Section 9 of this act. 130 In addition, if

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so provided for in the proceedings authorizing the bonds and 131 agreed to by resolution of the board, the bonds shall be payable 132 also from the avails of the ad valorem tax levy as provided for in 133 134 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 intention to issue the bonds. The board shall issue bonds of the 139 county by resolution spread upon the minutes of the board. 140 The 141 bonds shall contain those covenants and provisions, be executed, bear interest at the rate or rates not to exceed fourteen percent 142 143 (14%) per annum, be in the denomination or denominations, be payable as to principal and interest, at the place or places, and 144 mature at the time or times not exceeding twenty-five (25) years 145 from their date, as determined by the board and set forth in the 146 resolution pursuant to which the bonds are issued; however, any 147 148 such bonds which are secured by a pledge of special assessments in addition to a pledge of revenues shall mature at such time or 149 150 times not exceeding the time period over which such special assessments are payable, as determined by the board pursuant to 151 152 Section 12 of this act. Notwithstanding any provision of the 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 Any bonds issued under the authority of this act may be refunded 158 in the manner provided in this act upon a finding by the board 159 160 that such refunding is in the public interest. Bonds for the betterment, improvement or extension of roadways, streets or other 161 162 facilities of the area may be included with the refunding bonds. The bonds may be sold without the necessity of advertising with 163

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the refunding bonds. The bonds may be sold without the necessity of advertising for bids therefor, and may be sold by negotiated private sale and on those terms, conditions and covenants agreed 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).

170 If provided in the proceedings authorizing the issuance (2) of the bonds and agreed to by resolution of the board to make the 171 pledge, then when there are insufficient revenues received from 172 special assessments authorized under this act, according to the 173 174 provisions made in the proceedings authorizing the issuance of such bonds, to meet the interest or principal payments, or both, 175 when due on any bonds issued under the authority of this act, 176 177 then, the board shall levy an ad valorem tax on (a) all taxable property within the geographical limits of the area or (b) all 178 taxable property within the geographical limits of the area which 179 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 Legislature for the accomplishment of the purposes of this act. 189 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 limit any grant of power or powers of the same class or classes as 192 193 those enumerated. The county may do all acts necessary, proper or convenient in the exercise of the powers granted under this act. 194 195 SECTION 7. The county, acting by and through the board,

196 shall have the following, among other, powers:

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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;

(b) To make and enter into contracts, conveyances,
mortgages, deeds of trust, bonds, leases or contracts for
financial advisory services;

(c) To incur debts, to borrow money, to issue negotiable bonds, and to provide for the rights of the holders thereof;

To fix, maintain, collect and revise rates and 209 (d) charges for the services rendered by or through the facilities of 210 the county to the area, which rates and charges shall not be 211 212 subject to review or regulation by the Mississippi Public Service Commission except in those instances where a municipality 213 214 operating similar services would be subject to regulation and review; however, the county shall obtain a certificate of 215 216 convenience and necessity from the Mississippi Public Service Commission for operating utility systems under the commission's 217 218 jurisdiction;

(e) To pledge all or any part of the revenues from
special assessments and tax revenues on real and personal property
in the area;

(f) To make such covenants in connection with the issuance of bonds or to secure the payment of bonds that a private business corporation can make under the general laws of the state;

(g) To use any right-of-way, easement or other similar
property rights or any material or equipment necessary or
convenient in connection with the acquisition, improvement,
operation or maintenance of the facilities in the area held by the
state or any political subdivision thereof; however, the consent

H. B. No. 1885 02/HR03/R1570 PAGE 7 (BS\LH) of the governing body of the political subdivision shall be required before such use;

To enter into agreements with state and federal 232 (h) 233 agencies for loans, grants and aid, and other forms of assistance, 234 including, but not limited to, participation of the sale and purchase of bonds, and to enter into agreements with state 235 agencies, federal agencies and political subdivisions of the State 236 of Mississippi pertaining to matters relating to the operation of 237 any services of the area authorized under this act, and such state 238 agencies and political subdivisions of the State of Mississippi 239 240 may so contract with the county;

(i) To sell to any municipality or district in the
county, under those terms, conditions and covenants that may be
imposed or required by the county, part or all of the utility
system or systems within the area; however, in the event of a sale
of all of the system or systems, the municipality or district
shall assume all obligations of the county relating thereto as a
condition precedent to the sale;

(j) 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 8 of this act;

(k) To contract with any municipality, district,
person, partnership, corporation or other entity for the operation
and maintenance, including billing services, of any property or
facilities of the area, upon those terms, conditions and covenants
that may be agreed upon by the contracting parties;

(1) To contract with a developer under which the
developer may construct all or any part of a project with private
funds and may be reimbursed by the county for actual costs
incurred by the developer upon issuance and delivery of the bonds

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and receipt of the proceeds, conditional upon dedication of the project by the developer to the county to assure public use and access; and

(m) To enter into an interlocal cooperation agreement with any political subdivision of the State of Mississippi, or any agency, commission, authority, board or other entity thereof, or any municipality or municipalities, whereby both agree that either party to such agreement may be responsible for constructing, operating and/or maintaining improvements or other facilities included within an area.

SECTION 8. In addition to the purposes specified under Section 5(1) of this act, the county may issue bonds of the county in the manner provided in Section 5 of this act for any or all of the following purposes:

(a) To refund the outstanding bonds of the county
secured by special assessments and tax revenues of the area upon a
finding by the board that such refunding is in the public
interest;

(b) To improve, better or extend roadways and streets, including curbing, gutters, streetlights, irrigation, landscaping and sidewalks, and the water, sewer or gas utility system or systems and fire protection system or storm drainage systems of the area;

(c) To purchase or acquire part or all of the utility system or systems and fire protection system of any district or municipality located in whole or in part in the area, including part or all of the system or systems within the corporate boundaries of any municipality;

(d) To provide for the payment of the principal, premium and interest on the outstanding bonds of any district or municipality in connection with the purchase of any facilities located in the area;

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(e) To purchase or acquire part or all of any privately owned utility system or systems in an area;

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To enter into cooperative agreements with the state 297 (f) 298 or federal government, or both (reference to the state or federal 299 government as used in this paragraph shall include any agency of the state or federal government); to obtain financial assistance 300 301 in the form of loans or grants as may be available from the state or federal government, or both; and to execute and deliver at 302 private sale notes or bonds as evidence of the indebtedness in the 303 form and subject to the terms and conditions as may be imposed by 304 305 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 of the land embraced in the area (which revenues in either 307 308 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;

(g) To purchase or acquire part or all of any utility system or systems located in whole or in part in the area 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 of Mississippi, or any agency, commission, authority, board or other entity thereof; and

317 (h) To enter into an interlocal cooperation agreement318 for the purposes set forth in Section 7(m) of this act.

319 SECTION 9. The board, in its discretion, may exercise the powers set forth in this act at the cost of the property owners in 320 the area. The board may levy and collect special assessments on 321 properties located in the area and may either issue negotiable 322 323 special improvement bonds of the county or pledge the receipts 324 from the special assessments to secure the payment of the principal of premium, if any, and interest on any bonds authorized 325 326 under this act. Any special assessments shall be levied and 327 collected in the manner authorized in Sections 21-41-1 through

H. B. No. 1885 02/HR03/R1570 PAGE 10 (BS\LH) 328 21-41-53, Mississippi Code of 1972, except to the extent otherwise 329 provided for in this act. The board may secure bonds of the 330 county solely from the receipts from special assessments, or may 331 pledge such receipts in addition to the pledge of revenues of the 332 county or the receipts from any tax levy authorized in this act, 333 or from any combination of monies from the special assessments, 334 revenues and tax levies.

335 **SECTION 10.** Bonds issued under this act shall be payable as 336 to principal and interest solely from the sources authorized by 337 this act. Any bonds secured by a pledge of the special 338 assessments authorized in Section 9 of this act shall mature at 339 any time or times, not exceeding twenty-five (25) years from the 340 date of the bonds, and may be in fully registered form or in 341 bearer form as determined by the board.

SECTION 11. All special assessments levied under this act 342 shall be payable in one or more installments over a period not in 343 excess of twenty-five (25) years, as determined by the board, with 344 345 interest from the date of the confirmation of the assessment at a rate to be fixed by the board, which will produce sufficient funds 346 347 for the payment of all or a specified portion of the principal and interest on the bonds as they mature and accrue and for fees and 348 349 expenses for a paying agent or trustee, or both, for the bonds. 350 The amount to be paid pursuant to such special assessments may be limited by the board to the amounts needed for the purposes 351 352 specified in this section. Any property owner who shall not have taken an appeal from the assessment, upon failure to pay the 353 assessment in full within thirty (30) days from the date of 354 355 confirmation, shall be deemed to have elected to pay the 356 assessment in installments as provided in this section, and he 357 shall be deemed to have admitted the legality of the assessment, and the right to contest the validity of the assessment shall be 358 359 waived. The installments of the assessment shall be due and 360 payable at the same time that the annual real property tax becomes

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SECTION 12. The resolution declaring the intent of the board 364 365 to proceed with the special improvements authorized by this act may direct that all of the expenses of the property or facilities 366 367 of the area, or such part of the expenses that the board shall 368 charge upon the properties in the area, shall be assessed 369 according to the frontage rule or area rule, as outlined in this Bonds may be issued for one or more projects and the 370 section. 371 area and method of assessment for each project shall be specified in the resolution declaring the intent of the board to proceed 372 with that project. The resolution declaring the intent of the 373 374 board 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 be379 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 of383 special assessments to be levied on each lot or parcel of land;

(e) Designate the minimum and maximum number of one or
 more installments that the board may later allow for the payment
 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

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located and which will be subject to such special assessment, and 394 multiplying the quotient by the total number of front feet in any 395 particular lot or parcel of land fronting on the utility easement, 396 397 street, railroad or public or private right-of-way on which the 398 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 399 400 cost of the entire improvement to be paid through special 401 assessments.

If the board determines that the area rule is the most 402 equitable method of distributing the cost among the properties, 403 404 then the resolution shall direct that the cost to be assessed against each lot or parcel of land shall be determined by dividing 405 406 the entire cost to be assessed by the total number of acres or 407 square feet in the area being benefited and which is subject to such special assessment, and multiplying the quotient by the total 408 409 number of acres or square feet in any particular lot or parcel of The result of this formula shall be assessed against each 410 land. 411 lot or parcel of land for the owner's part of the cost of the entire improvements to be paid through special assessments. 412

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.

417 SECTION 13. If the owners of a majority of the front footage 418 of the property to be assessed under the frontage rule, or if the 419 owners of a majority of the area of the property to be assessed 420 under the area rule, as described in Section 12 of this act, file 421 a written protest objecting to the assessments authorized under 422 this act and in Section 21-41-7, Mississippi Code of 1972, then 423 the board shall not proceed with the special assessment.

424 **SECTION 14.** If owners of the front footage of the property 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

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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 statute, shall be deemed to be full and complete authority for the 432 designation of the area by the county, and this act, including the 433 provisions of Sections 21-41-1 through 21-41-53, Mississippi Code 434 of 1972, which are not in direct conflict with the provisions of 435 this act, shall be deemed to be full and complete authority for 436 437 the issuance of bonds by the county and shall be construed as additional and alternative methods therefor. All powers necessary 438 439 to be exercised in order to carry out the provisions of this act 440 are hereby conferred. No proceedings shall be required for the designation of the area by the county or for the issuance of the 441 bonds other than those provided for and required in this act. 442 Any municipality, district or other entity located in whole or in part 443 444in 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 445 446 powers to be exercised by the board and the governing authorities 447 of any municipality or district that determines to sell part or 448 all of its water, sewer or gas system to the county in order to 449 carry out this act are hereby conferred.

450 **SECTION 16.** Any bonds issued under this act may be submitted 451 to validation under the provisions of Chapter 13, Title 31, 452 Mississippi Code of 1972.

453 **SECTION 17.** This act shall be liberally construed for the 454 purposes set out in the act, the powers hereby granted being 455 additional, cumulative and supplemental to any power granted to 456 the county or any municipality therein by any general law or any 457 local and private act of the Legislature.

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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.

461 **SECTION 19.** This act shall take effect and be in force from 462 and after its passage.