By: Senator(s) Ross, Dearing

To: Highways and Transportation

## SENATE BILL NO. 2060

AN ACT TO AUTHORIZE THE MISSISSIPPI TRANSPORTATION COMMISSION, COUNTY BOARDS OF SUPERVISORS AND THE GOVERNING 3 AUTHORITIES OF MUNICIPALITIES TO CONTRACT WITH ANY PERSON, CORPORATION OR OTHER BUSINESS LICENSED TO DO BUSINESS IN THE STATE 4 FOR THE PURPOSE OF CONSTRUCTING TOLL ROADS OR BRIDGES; TO 5 PRESCRIBE THE TERMS AND CONDITIONS FOR THE LETTING OF SUCH 6 CONTRACTS AND THE RIGHTS AND DUTIES OF THE PARTIES ENTERING INTO 7 8 SUCH CONTRACTS; TO AMEND SECTIONS 65-3-1 AND 11-46-9, MISSISSIPPI CODE OF 1972, IN CONFORMITY TO THE PROVISIONS OF THIS ACT; TO 9 AUTHORIZE GOVERNMENTAL ENTITIES TO ISSUE LICENSES AND PERMITS TO 10 INDIVIDUALS, GROUPS, PARTNERSHIPS, CORPORATIONS, ASSOCIATIONS OR OTHER LEGAL ENTITIES AUTHORIZING SUCH ENTITIES TO CONSTRUCT AND 11 12 OPERATE TOLL ROADS, BRIDGES, FERRIES AND CAUSEWAYS PRIMARILY ON LAND OWNED, LEASED OR USED BY SUCH ENTITIES; TO EXEMPT REAL 13 14 PROPERTY USED FOR SUCH PURPOSES FROM AD VALOREM TAX; AND FOR 15 16 RELATED PURPOSES. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 17 SECTION 1. (1) The Mississippi Transportation Commission, 18 county boards of supervisors and/or the governing authorities of 19 municipalities (hereinafter referred to as governmental entities), 20 in their discretion, may contract, individually or jointly with 21 22 other governmental entities, with any persons, corporations, partnerships or other businesses licensed to do business in the 23 State of Mississippi (hereinafter referred to as "companies" or 24 "company") for the purpose of leasing highway or roadway property 25 upon which shall be constructed one or more toll roads or bridges 26 in the state. Such contracts shall provide that land held by the 27 governmental entities, whether in fee simple, as an easement or 28 29 other interest, shall be leased or assigned to a company for construction, operation and maintenance of roadways or highways 30 for motor vehicle traffic, toll booths and related facilities. 31 32 All such highways, pavement, bridges, drainage related structures

and other infrastructure comprising the projects shall be built

and maintained in accordance with not less than the minimum

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- 35 highway design, construction and maintenance standards established
- 36 for such highways, infrastructure and facilities by the
- 37 contracting governmental entity. The contracting governmental
- 38 entity shall conduct periodic inspections of any such project
- 39 throughout the term of the contract to ensure compliance by the
- 40 company. Failure of a company to comply with minimum standards
- 41 established for the project by the contracting governmental entity
- 42 shall constitute a breach and shall subject the company to
- 43 liability on its bond or security or to rescission of the contract
- 44 in accordance with the terms and provisions of the contract.
- 45 (2) Every contract entered into by a governmental entity
- 46 under this section shall require a company to enter into bond and
- 47 provide such security as the governmental entity determines may be
- 48 necessary or advisable to ensure timely completion and proper
- 49 execution and performance of the contract. The governmental
- 50 entities are authorized to acquire such property or interests in
- 51 property as may be necessary, by gift, purchase or eminent domain,
- 52 for construction and maintenance of the highways built pursuant to
- 53 contracts entered into under this section. Furthermore, when and
- 54 as dictated by the terms of the contract with the governmental
- 55 entity, the company shall have the same powers of eminent domain
- 56 as those described in Section 11-27-47. Upon expiration,
- 57 termination or rescission of the contract, all interests that the
- 58 company may have in the land, infrastructure, facilities or other
- 59 improvements to the property subject to contract shall terminate
- and automatically, by operation of law, be returned or conveyed to
- 61 and vest in the State of Mississippi or the contracting
- 62 governmental entity. Upon termination, expiration or rescission
- of the contract, the collection of tolls shall cease.
- 64 (3) During the term of any contract entered into under this
- 65 section, the company may establish, charge and collect motor
- vehicle operators tolls for use of the highway and its facilities.
- 67 The amount of such tolls, and any modification thereto, shall be

- 68 subject to approval by the contracting governmental entity;
- 69 however, all such contracts entered into with the Mississippi
- 70 Transportation Commission may require a company to pay a
- 71 percentage of all tolls collected to the Mississippi Department of
- 72 Transportation. All such monies paid to the department shall be
- 73 deposited into the State Highway Fund and may be expended, upon
- 74 appropriation by the Legislature, only for maintenance of state
- 75 highways.
- 76 (4) All statutes of this state relating to traffic
- 77 regulation and control shall be applicable to motor vehicles
- 78 operated upon highways and bridges constructed under this section
- 79 and shall be enforceable by the Mississippi Department of Public
- 80 Safety and the Mississippi Highway Safety Patrol.
- 81 (5) The State of Mississippi, the Mississippi Transportation
- 82 Commission, the Mississippi Department of Transportation,
- 83 counties, municipalities or any other agency or political
- 84 subdivision, or any officer or employee thereof, shall not be
- 85 liable for any tortious act or omission arising out of the
- 86 construction, maintenance or operation of any highway or bridge
- 87 project under the provisions of this section where the act or
- 88 omission occurs during the term of any such contract entered into
- 89 by the Mississippi Transportation Commission or other governmental
- 90 entity and a company.
- 91 (6) The powers conferred by this section shall be in
- 92 addition to the powers conferred by any other law, general,
- 93 special or local. This section shall be construed as an
- 94 additional and alternative method of funding the purchasing,
- 95 building, improving, owning or operating of roadways and/or
- 96 highways under the jurisdiction of the Mississippi Transportation
- 97 Commission, county boards of supervisors or municipal governing
- 98 authorities, any provision of the laws of the state or any charter
- 99 of any municipality to the contrary notwithstanding.

- 100 SECTION 2. Section 65-3-1, Mississippi Code of 1972, is
- 101 amended as follows:
- 102 65-3-1. Subject only to the provisions hereinafter
- 103 contained, it shall be unlawful for any person, acting privately
- 104 or in any official capacity or as an employee of any subdivision
- 105 of the state, to charge or collect any toll or other charge from
- 106 any person for the privilege of traveling on any part of any
- 107 highway which has been heretofore or may hereafter be designated
- 108 as a state highway, and being a part of the state highway system,
- 109 or on or across any bridge wholly within this state, which is a
- 110 part of any such highway.
- For a violation of this section, any judge or chancellor may,
- in termtime or vacation, grant an injunction upon complaint of the
- 113 <u>Mississippi Transportation</u> Commission.
- However, none of the provisions of this section shall
- 115 prohibit the collection of any toll or other charge for the
- 116 privilege of traveling on, or the use of, any causeway, bridge,
- 117 tunnel, toll bridge, or any combination of such facility
- 118 constructed under the provisions of Sections 65-23-101 through
- 119 65-23-119, forming a part of U.S. Highway \* \* \* 90 across the Bay
- 120 of St. Louis, or across or under the East Pascagoula River or the
- 121 West Pascagoula River on \* \* \* U.S. Highway 90.
- The provisions of this section shall be inapplicable to any
- 123 toll road or bridge built or operated under the authority of
- 124 Section 1 or Section 4 of Senate Bill No. 2060, 2002 Regular
- 125 Session.
- 126 SECTION 3. Section 11-46-9, Mississippi Code of 1972, is
- 127 amended as follows:
- 128 11-46-9. (1) A governmental entity and its employees acting
- 129 within the course and scope of their employment or duties shall
- 130 not be liable for any claim:

- 131 (a) Arising out of a legislative or judicial action or
- 132 inaction, or administrative action or inaction of a legislative or
- 133 judicial nature;
- 134 (b) Arising out of any act or omission of an employee
- 135 of a governmental entity exercising ordinary care in reliance
- 136 upon, or in the execution or performance of, or in the failure to
- 137 execute or perform, a statute, ordinance or regulation, whether or
- 138 not the statute, ordinance or regulation be valid;
- 139 (c) Arising out of any act or omission of an employee
- 140 of a governmental entity engaged in the performance or execution
- 141 of duties or activities relating to police or fire protection
- 142 unless the employee acted in reckless disregard of the safety and
- 143 well-being of any person not engaged in criminal activity at the
- 144 time of injury;
- (d) Based upon the exercise or performance or the
- 146 failure to exercise or perform a discretionary function or duty on
- 147 the part of a governmental entity or employee thereof, whether or
- 148 not the discretion be abused;
- 149 (e) Arising out of an injury caused by adopting or
- 150 failing to adopt a statute, ordinance or regulation;
- (f) Which is limited or barred by the provisions of any
- 152 other law;
- 153 (g) Arising out of the exercise of discretion in
- 154 determining whether or not to seek or provide the resources
- 155 necessary for the purchase of equipment, the construction or
- 156 maintenance of facilities, the hiring of personnel and, in
- 157 general, the provision of adequate governmental services;
- 158 (h) Arising out of the issuance, denial, suspension or
- 159 revocation of, or the failure or refusal to issue, deny, suspend
- 160 or revoke any privilege, ticket, pass, permit, license,
- 161 certificate, approval, order or similar authorization where the
- 162 governmental entity or its employee is authorized by law to
- 163 determine whether or not such authorization should be issued,

- 164 denied, suspended or revoked unless such issuance, denial,
- 165 suspension or revocation, or failure or refusal thereof, is of a
- 166 malicious or arbitrary and capricious nature;
- 167 (i) Arising out of the assessment or collection of any
- 168 tax or fee;
- 169 (j) Arising out of the detention of any goods or
- 170 merchandise by any law enforcement officer, unless such detention
- 171 is of a malicious or arbitrary and capricious nature;
- 172 (k) Arising out of the imposition or establishment of a
- 173 quarantine, whether such quarantine relates to persons or
- 174 property;
- 175 (1) Of any claimant who is an employee of a
- 176 governmental entity and whose injury is covered by the Workers'
- 177 Compensation Law of this state by benefits furnished by the
- 178 governmental entity by which he is employed;
- 179 (m) Of any claimant who at the time the claim arises is
- 180 an inmate of any detention center, jail, workhouse, penal farm,
- 181 penitentiary or other such institution, regardless of whether such
- 182 claimant is or is not an inmate of any detention center, jail,
- 183 workhouse, penal farm, penitentiary or other such institution when
- 184 the claim is filed;
- (n) Arising out of any work performed by a person
- 186 convicted of a crime when the work is performed pursuant to any
- 187 sentence or order of any court or pursuant to laws of the State of
- 188 Mississippi authorizing or requiring such work;
- 189 (o) Under circumstances where liability has been or is
- 190 hereafter assumed by the United States, to the extent of such
- 191 assumption of liability, including, but not limited to, any claim
- 192 based on activities of the Mississippi National Guard when such
- 193 claim is cognizable under the National Guard Tort Claims Act of
- 194 the United States, 32 USC 715 (32 USCS 715), or when such claim
- 195 accrues as a result of active federal service or state service at

196 the call of the Governor for quelling riots and civil

197 disturbances;

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198 (p) Arising out of a plan or design for construction or

199 improvements to public property, including, but not limited to,

200 public buildings, highways, roads, streets, bridges, levees,

201 dikes, dams, impoundments, drainage channels, diversion channels,

202 harbors, ports, wharfs or docks, where such plan or design has

203 been approved in advance of the construction or improvement by the

204 legislative body or governing authority of a governmental entity

205 or by some other body or administrative agency, exercising

discretion by authority to give such approval, and where such plan

or design is in conformity with engineering or design standards in

208 effect at the time of preparation of the plan or design;

209 (q) Arising out of an injury caused solely by the

effect of weather conditions on the use of streets and highways;

211 (r) Arising out of the lack of adequate personnel or

212 facilities at a state hospital or state corrections facility if

reasonable use of available appropriations has been made to

214 provide such personnel or facilities;

215 (s) Arising out of loss, damage or destruction of

216 property of a patient or inmate of a state institution;

217 (t) Arising out of any loss of benefits or compensation

due under a program of public assistance or public welfare;

(u) Arising out of or resulting from riots, unlawful

220 assemblies, unlawful public demonstrations, mob violence or civil

221 disturbances;

(v) Arising out of an injury caused by a dangerous

223 condition on property of the governmental entity that was not

224 caused by the negligent or other wrongful conduct of an employee

225 of the governmental entity or of which the governmental entity did

226 not have notice, either actual or constructive, and adequate

227 opportunity to protect or warn against; provided, however, that a

228 governmental entity shall not be liable for the failure to warn of

229 a dangerous condition which is obvious to one exercising due care;

- 230 (w) Arising out of the absence, condition, malfunction
- 231 or removal by third parties of any sign, signal, warning device,
- 232 illumination device, guardrail or median barrier, unless the
- 233 absence, condition, malfunction or removal is not corrected by the
- 234 governmental entity responsible for its maintenance within a
- 235 reasonable time after actual or constructive notice; or
- 236 (x) Arising out of the administration of corporal
- 237 punishment or the taking of any action to maintain control and
- 238 discipline of students, as defined in Section 37-11-57, by a
- 239 teacher, assistant teacher, principal or assistant principal of a
- 240 public school district in the state unless the teacher, assistant
- 241 teacher, principal or assistant principal acted in bad faith or
- 242 with malicious purpose or in a manner exhibiting a wanton and
- 243 willful disregard of human rights or safety.
- 244 (y) Arising out of any act or omission relating to a
- 245 highway, bridge or roadway project under a contract entered into
- 246 under Section 1 or Section 4 of Senate Bill No. 2060, 2002 Regular
- 247 Session.
- 248 (2) A governmental entity shall also not be liable for any
- 249 claim where the governmental entity:
- 250 (a) Is inactive and dormant;
- 251 (b) Receives no revenue;
- 252 (c) Has no employees; and
- 253 (d) Owns no property.
- 254 (3) If a governmental entity exempt from liability by
- 255 subsection (2) becomes active, receives income, hires employees or
- 256 acquires any property, such governmental entity shall no longer be
- 257 exempt from liability as provided in subsection (2) and shall be
- 258 subject to the provisions of this chapter.
- 259 **SECTION 4.** (1) The provisions of this section and of
- 260 Section 5 of this act shall be totally separate from and not

limited in any respect by any other provisions of law, including, 261 but not limited to, any other provisions of this act, or of any 262 other law relating to the setting and supervision of tolls, 263 264 inspections, bonding of licensees and toll road and bridge owners 265 and operators, rescission of licenses and contracts and reversion 266 of title to property and projects. Unless clearly indicated to 267 the contrary from the context of this section, all terms used in 268 this section shall have the same meaning as when used in Section 1 of this act. 269

In addition to and as an alternative to any other 270 (2) 271 authority granted by law, including, but not limited to, Section 1 of this act, any governmental entities, as defined in Section 1 of 272 273 this act, may individually or jointly with any other governmental agency or agencies, in their discretion, issue licenses and 274 permits to individuals, groups, partnerships, corporations, 275 276 associations or other legal entities licensed to do business in this state (such persons and entities are hereinafter referred to 277 278 as "licensees") authorizing such licensees to (a) construct, develop, purchase or otherwise establish and to own, operate and 279 maintain toll roads, bridges, ferries and causeways on private 280 land and other property owned or leased or otherwise used for such 281 purposes by such licensees; and (b) set, change, charge and 282 collect tolls for the use of such facilities, all upon such terms 283 and conditions, if any, which such governmental entities and 284 285 licensees shall mutually agree to and set forth in such licenses or permits or in any contractual agreements between such 286 287 governmental entities and licensees. Such governmental entities may, but only to the extent expressly provided in the licenses or 288 permits issued to such licensees, impose and collect fees for the 289 290 issuance of such licenses or permits. Without limiting any other provisions of this section, all licenses and permits issued under 291 292 this section may be issued for a stated period of time or may be perpetual and may be irrevocable, all as stated in such license or 293 S. B. No. 2060

permit. Any governmental entity issuing any such license or permit may also use its eminent domain powers to acquire any property needed for or helpful to the construction, development, purchase or establishment or to the ownership or operation of any such project and may thereafter transfer title, license the use of or lease such property to any such licensee or such licensee's affiliate, all upon such terms and conditions as such governmental entity shall deem advisable. All statutes of this state relating to traffic regulation and control shall be applicable to motor vehicles operated upon roads and bridges constructed, developed, purchased or otherwise owned, established and operated pursuant to this section and shall be enforceable by the Mississippi Department of Public Safety and the Mississippi Highway Safety Patrol at the same level and to the same extent as such laws are enforced on public roads and bridges.

Any licensee that has been issued a license or permit (3) under this section may not be required by the governmental entity issuing the license or permit or by any other governmental entity to obtain any other license or permit or to pay any fee or tax in addition to the license or permit fee, if any, charged at the time of and incident to the issuance of such license or permit for the privilege of constructing, owning, operating or maintaining such toll road, bridge, ferry or causeway or engaging in the business of constructing, owning, operating or maintaining any such toll road, bridge, ferry or causeway relating to any period of time following the issuance of such license or permit, including, but not limited to, any business license or ad valorem or property tax. Notwithstanding the foregoing, neither public funds nor public credit shall be used in the construction or financing of the privately-owned portion of any toll road, bridge, ferry or causeway; however, this provision shall not restrict public funding or financing of any governmentally-owned roads, highways or other infrastructure which may provide access to or enhance

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access to or use of such privately-owned toll road, bridge, ferry 327 328 or causeway. All other laws and regulations of this state, to the extent such other laws or regulations are, or might be construed 329 330 as being, inconsistent with or restricting or limiting either this 331 section or Section 5 of this act, are superseded for the purposes 332 of the implementation, application and operation of this section and of Section 5 of this act, to the extent of such actual or 333 perceived inconsistency, restriction or limitation. 334 SECTION 5. All real and personal property, whether tangible 335 or intangible, owned, used or leased by an individual or legal 336

337 entity that has been issued a license or permit under Section 4 of this act, or by such individual's or legal entity's affiliates, 338 339 successors or assigns, and which is used in the construction, development, establishment, ownership, operation or maintenance of 340 such toll road, bridge, ferry or causeway authorized under Section 341 4 of this act, shall be exempt from all ad valorem and all other 342 343 property taxes.

344 SECTION 6. Nothing in this act shall affect or defeat any claim, assessment, appeal, suit, right or cause of action for 345 346 taxes due or accrued under the ad valorem tax laws before the date on which this act becomes effective, whether such claims, 347 348 assessments, appeals, suits or actions have been begun before the date on which this act becomes effective or are begun thereafter; 349 and the provisions of the ad valorem tax laws are expressly 350 351 continued in full force, effect and operation for the purpose of the assessment, collection and enrollment of liens for any taxes 352 353 due or accrued and the execution of any warrant under such laws before the date on which this act becomes effective, and for the 354 imposition of any penalties, forfeitures or claims for failure to 355 356 comply with such laws.

SECTION 7. This act shall take effect and be in force from 357 358 and after July 1, 2002.

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