By: Representative Martinson

To: Public Buildings, Grounds and Lands

### HOUSE BILL NO. 881

AN ACT TO AUTHORIZE THE DEPARTMENT OF FINANCE AND 1 ADMINISTRATION TO CONVEY TO THE STATE FAIR COMMISSION CERTAIN 2 STATE-OWNED REAL PROPERTY IN THE CITY OF JACKSON, MISSISSIPPI, FOR 3 4 USE AS ADDITIONAL STATE FAIRGROUNDS; TO BRING FORWARD SECTION 29-1-1, MISSISSIPPI CODE OF 1972, WHICH IMPOSES CERTAIN 5 RESTRICTIONS ON STATE AUTHORIZED CONVEYANCES OF STATE PROPERTY; TO 6 7 BRING FORWARD SECTION 69-7-109, MISSISSIPPI CODE OF 1972, WHICH PROVIDES FOR THE POWERS AND DUTIES OF THE CENTRAL MARKET BOARD; 8 AND FOR RELATED PURPOSES. 9

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 10 11 SECTION 1. The Department of Finance and Administration is hereby authorized and empowered to convey to the State Fair 12 Commission for additional state fairgrounds all of the right, 13 title and interest in certain state-owned real property, and my 14 improvements located theron, being situated in the City of 15 16 Jackson, First Judicial District of Hinds County, Mississippi, and more particularly described as follows to wit: 17

Beginning at the intersection of the east right-of-way 18 line of the abandoned Illinois Central Gulf's 100-foot 19 railroad right-of-way and the east right-of-way line of 20 21 Jefferson Street, proceed in a northerly direction along the east right-of-way of Jefferson Street to a point on 22 the south right-of-way line of High Street; thence 23 24 turning through a 90 degree angle, run easterly along the south right-of-way line of High Street to a point on 25 the east right-of-way line of the Illinois Central 26 Gulf's abandoned railroad; thence run southwesterly 27 along the east line of the said right-of-way to the west 28 29 right-of-way line of Camp Street; thence run south along 30 the west right-of-way line of Camp Street to a point on

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31 the north right-of-way line of Mississippi Street;

thence turning through a 90 degree angle, run westerlyto the point of beginning, being a parcel of land

34 containing 6.3 acres more or less.

35 **SECTION 2.** Section 29-1-1, Mississippi Code of 1972, is 36 brought forward as follows:

Except as otherwise provided in subsection (7) 37 29-1-1. (1) and subsection (8) of this section, the title to all lands held by 38 any agency of the State of Mississippi which were acquired solely 39 by the use of funds appropriated by the state shall appear on all 40 41 deeds and land records under the name of the "State of Mississippi." For the purpose of this section, the term "agency" 42 shall be defined as set forth in Section 31-7-1(a). 43 The provisions of this section shall not affect the authority of any 44 agency to use any land held by the agency. No assets or property 45 of the Public Employees' Retirement System of Mississippi shall be 46 transferred in violation of Section 272A of the Mississippi 47 48 Constitution of 1890. Before September 1, 1993, each state agency shall inventory any state-held lands which were acquired solely by 49 50 the use of funds appropriated by the state, and which are titled in the name of the agency. The agency shall execute quitclaim 51 52 deeds and any other necessary documents to transfer the name and title of the property to the State of Mississippi. 53

The Secretary of State, under the general direction of 54 (2)55 the Governor and as authorized by law, shall sell and convey the public lands in the manner and on the terms provided herein for 56 the several classes thereof; he shall perform all the 57 administrative and executive duties appertaining to the selection, 58 location, surveying, platting, listing, and registering these 59 lands or otherwise concerning them; and he shall investigate the 60 status of the various "percent" funds accrued and accruing to the 61 62 state from the sale of lands by the United States, and shall

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63 collect and pay the funds into the treasury in the manner provided64 by law.

In accordance with Sections 7-11-11 and 7-11-13, the 65 (3) 66 Secretary of State shall be required to sign all conveyances of 67 all state-held land. For purposes of this section, the term "conveyance" shall mean any sale or purchase of land by the State 68 of Mississippi for use by any agency, board or commission thereof. 69 70 Failure to obtain legislative approval pursuant to subsection (4) of this section and the signature of the Secretary of State on any 71 conveyance regarding the sale or purchase of lands for the state 72 73 including any agency, board or commission thereof, shall render the attempted sale or purchase of the lands void. Nothing in this 74 section shall be construed to authorize any state agency, board, 75 commission or public official to convey any state-held land unless 76 77 this authority is otherwise granted by law. The Secretary of State shall not withhold arbitrarily his signature from any 78 purchase or sale authorized by the Mississippi State Legislature. 79 80 All sales of state-held lands, except those lands forfeited to the state for the nonpayment of taxes and those lands acquired by the 81 82 Mississippi Transportation Commission under Section 65-1-123, shall be sold for not less than the fair market value as 83 84 determined by two (2) professional appraisers selected by the State Department of Finance and Administration, who are certified 85 general appraisers of the State of Mississippi. The proceeds from 86 87 any sale by an agency, board, commission or public official of state-held lands shall be deposited into the State General Fund 88 89 unless otherwise provided by law.

90 (4) Before any state-held land is sold to any individual or 91 private entity, thirty (30) days' advance notice of the intended 92 sale shall be provided by the Secretary of State to the State 93 Legislature, to all state agencies and to all governing 94 authorities within the state for the purpose of ascertaining 95 whether an agency or governing authority has a need for the land

H. B. No. 881 03/HR07/R1212 PAGE 3 (MS\HS) 96 and for the purpose of ascertaining whether the sale of the land 97 was authorized by law. If no agency or governing authority within 98 the state expresses in writing to the Secretary of State by the 99 end of the thirty-day period a desire to use the land, then the 100 Secretary of State, with the prior approval of the Mississippi 101 Legislature to sell the state-held land, may offer the land for 102 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 110 benefit of any state agency, the Secretary of State, or his 111 designee, shall search and examine all state land records to 112 113 determine whether the state owns any land that may fit the particular need of the agency. The Secretary of State, or his 114 115 designee, shall notify the agency if it is determined that any state-held land is available for use by the agency. The agency 116 shall determine if such land accommodates its needs and shall 117 determine whether to make an official request to the proper 118 authorities to have the use of the land. 119

(7) Any lands purchased or acquired for construction and
maintenance of highways or highway rights-of-way by the
Mississippi Department of Transportation shall be excluded from
the provisions of this section.

124 (8) This section shall not apply to any agency of the State 125 of Mississippi that holds title to lands purchased solely by the 126 use of federal funds or whose authority to transfer or dispose of 127 these lands is governed by federal law or federal regulations.

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(9) The Secretary of State may recover from any agency, corporation, board, commission, entity or individual any cost that is incurred by his office for the record-keeping responsibilities regarding the sale or purchase of any state-held lands.

132 (10)Subsections (3), (4), (5) and (6) of this section shall not apply to sales or purchases of land when the Legislature 133 expressly authorizes or directs a state agency to sell, purchase 134 or lease-purchase a specifically described property. However, 135 136 when the Legislature authorizes a state agency to sell or otherwise convey specifically described real property to another 137 138 state agency or other entity such as a county, municipality, economic development district created under Section 19-5-99 or 139 similar entity, without providing that the conveyance may not be 140 made for less than the fair market value of the property, then the 141 state agency authorized to convey such property must make the 142 following determinations before conveying the property: 143

(a) That the state agency or other entity to which the
proposed conveyance is to be made has an immediate need for the
property;

(b) That there are quantifiable benefits that will
inure to the state agency or other entity to which the proposed
conveyance is to be made which outweigh any quantifiable costs to
the state agency authorized to make the conveyance; and

(c) That the state agency or other entity to which the proposed conveyance is to be made lacks available funds to pay fair market value for the property. If the state agency authorized to convey such property fails to make such determinations, then it shall not convey the property for less than the fair market value of the property.

157 SECTION 3. Section 69-7-109, Mississippi Code of 1972, is
158 brought forward as follows:

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69-7-109. The board shall have the power to:

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160 (a) Fix salaries of any authorized employees of the161 market;

(b) Fix rentals and charges for each type of facility constructed in the market, taking into consideration the cost of such facility, the interest and amortization period required, a proper relationship between types of operators in the market, cost of operation, and the need for reasonable reserves, expansion and the like;

(c) Make investigations and hold hearings and conferences necessary to formulate and adopt a financial building and operating program for a market and make revisions from time to time;

(d) Make rules and regulations which shall govern all such business and all persons and vehicles coming upon the market; (e) Provide and enforce penalties and liquidated damages relative to breaches of such rules and regulations and any contracts entered into;

177 (f) Lease the buildings and facilities to farmers,
178 wholesale dealers and other persons engaged in the wholesale
179 marketing of perishable farm products;

180 (g) Determine and set the hours when the market may181 open and close during any day or night throughout the year;

(h) Plan, build, construct or cause to be built or constructed, or lease any facilities, on the grounds under the control of the Mississippi Central Market Board, that are deemed necessary for the successful operation of a wholesale market for farm products;

(i) Rent or lease any necessary property, real or
personal, on the grounds under the control of the Mississippi
Central Market Board, as may be deemed advisable by the board for
the successful operation of the market. However, that before
leasing or renting any property for use as a filling station or
the sale of similar supplies and accessories, the board shall

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advertise and receive sealed bids therefor, and shall have the 193 power to reject any and all of such bids, or to accept the highest 194 and best bid made therefor, and the lessee shall erect such 195 196 buildings and add such facilities as necessary to carry out the 197 provisions of this article at the expense of the lessee in 198 addition to any other monies paid as lease money to said board for the purpose of operating a service station. Such establishment 199 shall not be tax exempt. No filling station shall be leased for a 200 monthly rental less than One Cent (1¢) per gallon for each gallon 201 of gasoline sold. 202

203 (j) Employ an attorney as prescribed in Section204 69-1-14.

The said board shall also have full power and authority to 205 rent or lease real property, on the grounds under the control of 206 207 the Mississippi Central Market Board, not otherwise used, for a 208 period not to exceed twenty-five (25) years to private concerns for the purpose of processing agricultural products, and providing 209 210 such facilities found necessary by the board to carry out the purposes of this article, and such facilities, structures, 211 212 buildings, or other improvements erected or placed thereon by private concerns shall be subject to taxation the same as private 213 property, provided, however, that improvements or facilities 214 erected thereon for processing agricultural products shall not be 215 assessed or taxed until five (5) years after completion of 216 217 construction. The improvements and facilities erected on said leased property shall be liable for ad valorem taxes and shall be 218 219 assessed and levied against said leasehold separately from the fee of said lands, and upon failure to pay taxes upon same when due, 220 said facilities and improvements shall be sold by the tax 221 collector as other property is sold for the nonpayment of taxes, 222 but only such rights of the lessee under said lease contract shall 223 224 be so sold. Upon the failure to pay taxes promptly when due on said lease, said board shall have the power to cancel and 225

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terminate said lease immediately and shall thereupon be authorized to lease or re-lease same to another private individual or concern as herein provided.

The provisions hereof regarding taxation shall not apply to those buildings, structures and facilities erected on said property by the board.

The Central Market Board shall maintain or operate local market, after the local board or members of any local market have voted to transfer its activity to the state market board. However, such local market shall be in the sale of produce or farm products, and the Central Market Board shall not be required to assume any outstanding indebtedness in connection with the acquisition of such local market facilities.

239 SECTION 4. This act shall take effect and be in force from 240 and after its passage.