AN ACT TO ESTABLISH THE INDIANOLA TOURISM COMMISSION; TO PROVIDE FOR THE COMPOSITION OF THE COMMISSION; TO PRESCRIBE THE POWERS AND DUTIES OF THE COMMISSION; TO AUTHORIZE THE GOVERNING AUTHORITIES TO LEVY A TAX TO FUND THE COMMISSION; TO PROVIDE THAT THE GOVERNING AUTHORITIES PROVIDE NOTICE OF INTENT TO LEVY TAX; TO PROVIDE THAT IF A CERTAIN NUMBER OF QUALIFIED ELECTORS FILE A PETITION AGAINST THE LEVY OF THE TAX, THEN THE CITY SHALL HAVE AN ELECTION ON THE ISSUE OF THE TAX; AND FOR RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

SECTION 1. For the purposes of this act, the following terms shall have the following meanings:

(a) "Bar" means any bar, tavern or lounge where alcoholic beverages are sold for consumption on the premises;
(b) "Commission" means the Indianola Tourism Commission;
(c) "City" means the City of Indianola, Mississippi;
(d) "Governing authorities" means the Mayor and Board of Aldermen of the City of Indianola;
(e) "Hotel" or "motel" means any establishment engaged in the business of furnishing or providing rooms intended or designed for lodging or sleeping purposes for transient guests, which establishment consists of ten (10) or more guest rooms and does not encompass any hospital, convalescent or nursing home or sanitarium, or any hotel-like facility operated by or in connection with a hospital or medical clinic providing rooms exclusively for patients and their families;
(f) "Prepared food" means food prepared on the premises of a restaurant; and
(g) "Restaurant" means any place, including hotel and motel dining rooms, cafeterias, cafes and lunch stands, where
prepared food and drink are sold for consumption either upon or off the premises.

SECTION 2. (1) There is created the Indianola Tourism Commission which shall be domiciled in Indianola, Mississippi. The commission shall function in an advisory capacity as a part of the executive branch of the municipal government of the City of Indianola and shall study and advise the executive branch in the areas of promoting conventions and tourism. The commission may carry out other tasks as the mayor, by executive order, may assign to it from time to time. The city attorney shall be the attorney for the commission.

(2) The commission shall be composed of the following members:

(a) One (1) member from each of the five (5) wards in the city to be chosen by the board of aldermen. The mayor may nominate persons and each alderman may nominate one person from his or her ward;

(b) A member of the executive committee of the Indianola Chamber of Commerce selected by the executive committee, who shall serve as an ex officio voting member;

(c) A member of the Board of B.B. King Museum Foundation, to be selected by that board, who shall serve as an ex officio voting member;

(d) A representative of the owners of hotels/motels operating within the City of Indianola to be chosen by the board of aldermen. The mayor may nominate a person and each alderman may nominate a person from his or her ward; and

(e) A representative of the owners of restaurants and bars operating within the City of Indianola to be chosen by the board of aldermen. The mayor may nominate a person and each alderman may nominate a person from his or her ward.

(3) The five (5) appointed members of the commission who represent the five (5) city wards and the two (2) members
appointed to represent the hotel/motel owners and restaurant/bar owners shall each serve a one-year term of office beginning and ending on dates established by the board of aldermen. The members from the Chamber of Commerce and the B.B. King Museum Foundation shall serve so long as they hold their respective positions with the organization they represent. Vacancies on the council shall be filled in the same manner as the original appointment for the unexpired term.

(4) Any member may be disqualified and removed from office for conviction of a felony or for failure to attend three (3) consecutive meetings without just cause.

(5) Before entering on the duties of office, each member shall enter into and give bond to be approved by the Secretary of State in the sum of Twenty-Five Thousand Dollars ($25,000.00), conditioned on the satisfactory performance of his duties. This bond premium shall be paid from the commission's funds. Such bond shall be payable to the county and in the event of a breach thereof, suit may be brought by the county for the benefit of the council.

(6) When the members of the commission have been appointed and qualified, they shall meet in the City of Indianola after giving not less than ten (10) days' notice of the time and place of the meeting by registered mail, postage prepaid, directed to each member of the commission at his regular address at the time of his qualification and posting bond. The notice shall be given by the Mayor of Indianola. The notice of such meeting may be waived if all members sign a written waiver of notice. Any waiver shall be attached to the minutes of the meeting.

(7) The members shall elect from among themselves a chairman. The chairman of the commission shall serve a term of not more than one (1) year, with the first election to be held at the first scheduled meeting after the members are appointed and subsequent elections shall be held annually thereafter. The
person elected as chairman may serve consecutive terms. The
commission shall elect from its membership a vice chairman,
secretary and treasurer. The offices of secretary and treasurer
may be combined, if the commission elects. The commission may
promulgate and adopt bylaws governing its operations and
procedures. Five (5) members shall constitute a quorum for the
transaction of any business of the commission.

SECTION 3. The council shall be domiciled in the City of
Indianola, Mississippi, and shall have the following powers:

(a) To exercise authority over matters related to
establishing, promoting and developing tourism and economic
development within the City of Indianola;

(b) To acquire, own, lease, furnish, equip, staff and
operate any and all facilities and equipment necessary or useful
in the promotion of tourism and economic development within the
city;

(c) To receive and expend revenues from any sources;

(d) To own, lease or contract for any equipment or
office space useful and necessary in the promotion of tourism and
economic development;

(e) To sell, convey or otherwise dispose of all or any
part of its property and assets in accordance with the general
laws of the State of Mississippi providing for such disposal;

(f) To contribute funds for the operation of any
visitor information center in the designated area for the repair,
restoration and maintenance of buildings and grounds owned by
governmental entities and nonprofit corporations which would tend
to promote tourism or economic development in the city and the
county; and

(g) To have and exercise all powers necessary or
convenient to effect any and all of the purposes for which the
council is organized.
SECTION 4. (1) For the purpose of providing funds for the promotion of tourism and economic development in the City of Indianola, the governing authorities of the City of Indianola, Mississippi, are authorized, in their discretion, to levy and collect a tax upon every person, firm or corporation operating a hotel or motel in the City of Indianola, Mississippi, which shall be in addition to all other taxes and assessments imposed, which shall not exceed two percent (2%) of the gross proceeds of sales derived from room rentals of such hotels or motels.

(2) In addition to the authority in subsection (1) of this section, the governing authorities of the City of Indianola, Mississippi, are authorized, in their discretion, to levy and collect a tax upon every person, firm or corporation operating a restaurant or bar in the City of Indianola, Mississippi, which shall be in addition to all other taxes and assessments imposed, which shall not exceed two percent (2%) of the gross proceeds of restaurant sales of prepared food, beer or any other alcoholic beverage.

(3) Persons, firms or corporations liable for the tax imposed under subsections (1) and (2) of this section shall add the amount of the tax to the sales price and shall collect, insofar as is practicable, the amount of the tax due by him from the person receiving the services or product at the time of payment.

(4) Such tax shall be collected by and paid to the State Tax Commission on a form prescribed by the State Tax Commission in the same manner that state sales taxes are computed, collected and paid; and the full enforcement provisions and all other provisions of Chapter 65, Title 27, Mississippi Code of 1972, shall apply as necessary to the implementation and administration of this act.

(5) The proceeds of the tax, less three percent (3%) which shall be retained by the State Tax Commission to defray the costs of collection, shall be paid to the governing authorities on or
162 before the fifteenth day of the month following the month in which
163 they are collected.
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165 (6) The proceeds of the tax shall not be considered by the
166 City of Indianola as general fund revenues but shall be dedicated
167 to and expended solely for the purposes specified in this section.
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169 (7) The tax may be discontinued by the adoption of a
170 resolution to that effect by the Mayor and Board of Aldermen of
171 the City of Indianola. The resolution shall be effective on the
172 last day of a month and a certified copy of such resolution shall
173 be furnished to the Chairman of the State Tax Commission.
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175 SECTION 5. Before the tax authorized by this act may be
176 imposed, the governing authorities shall adopt a resolution
177 declaring their intention to levy the tax, setting forth the
178 amount of such tax and establishing the date on which the tax
179 initially shall be levied and collected. Notice of the proposed
180 tax shall be published once each week for at least three (3)
181 consecutive weeks in a newspaper having a general circulation in
182 the City of Indianola. The advertisement shall be no less than
183 one-fourth (1/4) page in size and the type shall be no smaller
184 than eighteen (18) point and surrounded by a one-fourth inch
185 (1/4") solid black border. The first publication of the notice
186 shall be made not less than twenty-one (21) days before the date
187 fixed in the resolution on which the tax initially is to be levied
188 and collected, and the last publication of the notice shall be
189 made not more than seven (7) days before the date. If, within the
190 time of giving notice, twenty percent (20%) or fifteen hundred
191 (1500), whichever is less, of the qualified electors of the City
192 of Indianola file a written petition against the levy of the tax,
193 then the tax shall not be levied unless authorized by a majority
194 of the qualified electors of the City of Indianola, voting at an
195 election to be called and held for that purpose. At least thirty
196 (30) days before the effective date of the tax, the governing
SECTION 6. (1) The commission annually shall adopt a budget of receipts and expenditures. The first budget of receipts and expenditures shall be prepared and adopted by the commission within thirty (30) days after the election of its first chairman and, upon approval by the Mayor and Board of Aldermen of the City of Indianola, the budget shall constitute the budget for the remainder of the current fiscal year. Thereafter, the budget shall be on the same fiscal year basis as the budget of the city. The annual proposed budget of the council shall be submitted to the Mayor and Board of Aldermen of the City of Indianola for review and, upon approval by the mayor and board of aldermen, such budget shall constitute the budget of the commission for that fiscal year.

(2) The commission may borrow money to pay its operating obligations that cannot be paid at maturity out of current revenue from the tax authorized in this act, but the amount so borrowed shall in no case exceed the estimated income of the commission as shown by the budget adopted prior to that time, and the tax income of the commission, as shown by the budget, shall be dedicated and set aside to the payment of the indebtedness.

(3) The books of the council shall be audited annually by an independent certified public accountant who shall make a written report of his audit to the council and submit a copy of such report to the governing authorities of the City of Indianola and the State Department of Audit. Such audit shall be made and completed as soon as practicable after the close of the fiscal year and copies of the report of the audit shall be filed with the city and State Department of Audit within fifteen (15) days after receipt by the council.

SECTION 7. This act shall be repealed from and after September 30, 2007.
SECTION 8. This act shall take effect and be in force from and after its passage.