MISSISSIPPI LEGISLATURE

By: Senator(s) Harden

PAGE 1

To: Education

## SENATE BILL NO. 2401

1 AN ACT TO AMEND SECTION 29-3-45, MISSISSIPPI CODE OF 1972, TO 2 AUTHORIZE LOCAL SCHOOL BOARDS TO CONTRACT WITH PRIVATE FORESTERS 3 OR THE STATE FORESTRY COMMISSION FOR THE MANAGEMENT OF SIXTEENTH 4 SECTION FOREST LANDS; TO AMEND SECTIONS 29-3-47, 29-3-49, 29-3-54, 5 29-3-85 AND 29-3-87, MISSISSIPPI CODE OF 1972, IN CONFORMITY TO 6 THE PROVISIONS OF THIS ACT; AND FOR RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
SECTION 1. Section 29-3-45, Mississippi Code of 1972, is
amended as follows:

10 29-3-45. (1) (a) The school board \* \* \* shall, by order placed upon its minutes, enter into an agreement with the State 11 Forestry Commission or a private, registered forester licensed 12 under the Foresters Registration Law of 1977 for the general 13 supervision and management of all lands classified as forest 14 lands, as \* \* \* provided for in this chapter, and of all timber or 15 other forest products under the control of the board on sixteenth 16 section lands, and lieu lands which have not been so 17 classified \* \* \*. When such agreement has been entered into, no 18 timber or other forest products shall be sold from any of the 19 sixteenth section lands or lieu lands except such as have been 20 marked for cutting by the State Forestry Commission's employees or 21 the registered forester, and the \* \* \* Forestry Commission or its 22 designated employee or the registered forester shall fix the 23 minimum total cash price or minimum price per unit, one thousand 24 (1,000) feet or other measure, at which the marked timber or other 25 forest products shall be sold. The sales may be made for a lump 26 27 sum or upon a unit price as in the opinion of the board may be calculated to bring the greatest return. Sales shall be made upon 28 29 such other terms and conditions as to manner of cutting, damages S. B. No. 2401 G1/2 03/SS02/R297

30 for cutting of unmarked trees, damages to trees not cut and other 31 pertinent matters as the <u>school</u> board \* \* \* shall approve.

32 (b) The State Forestry Commission <u>or the registered</u> 33 <u>forester with whom the school board has contracted</u> shall have the 34 sole authority and control in prescribing the forestry management 35 practices and scheduling of all cutting and harvesting of timber 36 or other forest products when such timber stands or other forest 37 products are determined by the State Forestry Commission <u>or</u> 38 <u>private forester</u> to be economically ready for cutting and

39 harvesting \* \* \*.

40 (C) Should a school board disagree with the Forestry Commission or registered forester concerning the time of cutting 41 42 and harvesting, the board may make an appeal to the Forestry Commission at a regular monthly scheduled meeting of the 43 commission. If the school board is not satisfied after the appeal 44 to the commission, the board may then appeal to the Secretary of 45 State who will make the final decision as to the time for cutting 46 47 and harvesting. In the event, the local school board is divested of its management authority under subsection (2) of this section, 48 49 the Secretary of State, after due consultation with the Forestry Commission or private forester, shall retain the right to make 50 51 final decisions concerning the management and sale of timber and other forest products. 52

It is **\* \* \*** the duty of the State Forestry (d) 53 54 Commission or the registered forester with whom a school board has contracted, from time to time, to mark timber which should be cut 55 56 from the lands, to determine what planting, deadening or other forestry improvements should be made, giving due consideration to 57 food and habitat for wildlife, and to report to the appropriate 58 school board \* \* \*. The State Forestry Commission or private 59 forester and the school board \* \* \* shall supervise the cutting of 60 61 any timber or harvesting of other forest products sold from the lands \* \* \* and shall have authority to require any timber-cutting 62 

operations on the lands to cease until proper adjustment is made, 63 64 whenever it shall appear that timber is being cut in violation of the terms of the sale. In the event that it is desired to lease 65 66 any of such lands or standing timber for turpentine purposes, such 67 lease shall only cover such trees as the State Forestry Commission 68 or private forester shall designate, and the commission, through its employees, or private forester shall approve the number of 69 faces, method of chipping and boxing of such timber, and shall fix 70 a minimum total cash price or minimum price per unit. 71

No sale of any timber, turpentine or other forest 72 (e) 73 products lease shall be made until notice of same has been published once a week for three (3) consecutive weeks in at least 74 one (1) newspaper published in such county. The first publication 75 of such notice shall be made not less than twenty-one (21) days 76 77 prior to the date fixed for the sale, and the last publication 78 shall be made not more than seven (7) days prior to such date. Ιf no newspaper is published in such county, then such notice shall 79 80 be given by publishing the same for the required time in some newspaper having a general circulation in such county and, in 81 82 addition thereto, by posting a copy of such notice for at least twenty-one (21) days next preceding such sale at three (3) public 83 84 places in such county.

(f) \* \* \* However, in the case of damage by fire, 85 windstorm or other natural causes which would require immediate 86 87 sale of the timber, because the time involved for advertisement as prescribed in paragraph (e) would allow decay, rot or destruction 88 89 substantially decreasing the purchase price to be received had not such delay occurred, the advertisement provisions of this section 90 shall not apply. The school board \* \* \*, with a written 91 recommendation from a designated employee of the State Forestry 92 Commission or the registered forester with whom the school board 93 94 has contracted filed in the minutes of the school board \* \* \*, shall determine when immediate sale of the timber is required. 95 S. B. No. 2401

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03/SS02/R297
PAGE 3
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96 When the <u>school</u> board **\* \* \*** shall find an immediate sale necessary 97 for the causes stated <u>in this paragraph</u>, it shall, in its 98 discretion, set the time for receipt of bids on the purchase of 99 <u>the</u> timber, but shall show due diligence in notifying competitive 100 bidders so that a true competitive bid shall be received.

In the event that any member of a local school 101 (2) (a) 102 board \* \* \* may have a personal interest, either direct or 103 indirect, in the decisions regarding the management or sale of timber or other forest products or in a contract for the sale of 104 timber or other forest products from sixteenth section school 105 106 lands under the jurisdiction and control of that board, then the school board \* \* \* shall automatically be divested of all 107 authority and power to manage and sell timber or other forest 108 products on sixteenth section lands under its control and 109 jurisdiction. The divestiture shall extend for the period of 110 service, and for one (1) year thereafter, of the board member 111 having a direct or indirect personal interest in the sale or 112 113 decision to sell timber or other forest products.

During the time in which any local school 114 (b) 115 board \* \* \* may be divested of authority and power to manage and sell timber and other forest products, such authority and power 116 shall be vested in the Secretary of State, as supervisory trustee 117 of sixteenth section lands. Upon the appointment or election of a 118 member of a local school board \* \* \* who may have such an 119 120 appointment or election of a member of a local board of education who may have such an interest in decisions and contracts regarding 121 the management and sale of timber or other forest products, the 122 school board \* \* \* shall immediately notify the Secretary of State 123 in writing. Likewise, the board shall give written notification 124 125 to the Secretary of State within thirty (30) days prior to the expiration of any such divestiture period. Any contractor with a 126 127 local school board \* \* \* or the Secretary of State shall be entitled to rely on representations by such board or the Secretary 128 

129 of State as to who has authority to enter contracts for the 130 management or sale of timber or other forest products, and 131 reliance on such representations shall not be grounds for voiding 132 any contract.

(c) The laws providing for the management and sale of timber and other forest products by local <u>school</u> boards \* \* \* shall apply to the management and sale of timber and other forest products by the Secretary of State. The Mississippi Forestry Commission shall provide the Secretary of State with advice and services in the same manner as provided to local <u>school</u> boards \* \* \*.

The Secretary of State shall be paid all monies 140 (d) 141 derived from the sale of timber or other forest products and shall promptly forward the same to the superintendent of education for 142 such school district with instructions for the proper settlement, 143 deposit and investment of those monies. Such local school board 144 shall reimburse the Secretary of State for all direct costs 145 146 relating to the management and sale of timber or other forest products, and in the case of a sale of timber or other forest 147 148 products, the Secretary of State may deduct such direct cost from the proceeds of sale. The Secretary of State shall furnish an 149 150 itemized listing of all direct cost charged to the local school 151 district.

152 **SECTION 2.** Section 29-3-47, Mississippi Code of 1972, is 153 amended as follows:

29-3-47. For its services, the State Forestry Commission or 154 155 the registered forester with whom the school board has contracted shall be entitled to receive \* \* \* actual expenses incurred in the 156 discharge of the duties \* \* \* imposed in this chapter. In order 157 158 to provide funds with which to pay for the general supervision and sale of forest products, fifteen percent (15%) of all receipts 159 160 from the sales of forest products shall be placed by the board in a forestry escrow fund and reserved to pay for work performed by 161

162 the State Forestry Commission <u>or private forester</u>. Such payments 163 shall be equal to the actual expenses incurred by the commission 164 <u>or private forester</u>, as substantiated by itemized bills presented 165 to the board.

Money in the forestry escrow fund may be used to pay for any forestry work authorized during the period of the agreement and shall not be subject to lapse by reason of county budget limitations.

In each school district having need of tree planting and 170 timber stand improvement, the school board \* \* \* is authorized to 171 172 place additional amounts in the forestry escrow fund to reimburse the State Forestry Commission or private forester for actual 173 expenses incurred in performing this work \* \* \*. Such additional 174 amounts may be made available from forest products sales receipts, 175 176 funds borrowed from the sixteenth section principal fund as is provided for in Section 29-3-113, or any other funds available to 177 the school board, \* \* \* excluding adequate education program 178 179 funds. Expenditures from the forestry escrow fund for tree planting, timber stand improvement, and other forestry work will 180 181 be limited to payment for work recommended by the Forestry Commission or private forester and agreed to by the school 182 board \* \* \*. 183

When it becomes evident that the amount of money in the forestry escrow fund is in excess of the amount necessary to accomplish the work needed to achieve the goals set by the <u>school</u> board **\* \* \*** and the Forestry Commission <u>or private forester</u>, the State Forestry Commission <u>or private forester</u> shall advise <u>the</u> board to release any part of such funds as will not be needed, which may then be spent for any purpose authorized by law.

191 SECTION 3. Section 29-3-49, Mississippi Code of 1972, is 192 amended as follows:

193 29-3-49. It shall be the duty of the State Forestry
194 Commission, in the manner \* \* \* provided in Section 29-3-45, to

195 enter into agreements for timber improvement purposes with the school board \* \* \* upon the request of <u>the</u> board. 196 The contract shall provide for the carrying out of a long-term program of 197 198 timber improvement, including any or all of the following: The 199 deadening of undesirable hardwoods; the planting of trees; the 200 cutting and maintaining of fire lanes; and the establishment of marked boundaries on all lands classified as forest lands in the 201 agreements, which must provide for the reimbursement of all 202 203 current costs incurred by the State Forestry Commission and the carrying out of the duties required by such agreements. 204 In the 205 alternative, the school board, in its discretion, may have the option to contract with a private contractor \* \* \* to perform this 206 207 work \* \* \*. Payment of the reimbursements required under this section to the \* \* \* Forestry Commission, or of compensation due 208 209 under any such contract with private contractors, shall be made upon presentation of itemized bills therefor by the commission 210 or \* \* \* private contractors, as the case may be, and may be made 211 212 out of any sixteenth section funds to the credit of, or accruing to, any school district in which such work shall be done, or out 213 214 of any other funds available to such district, excluding adequate 215 education program funds.

216 **SECTION 4.** Section 29-3-54, Mississippi Code of 1972, is 217 amended as follows:

29-3-54. Any leaseholder of sixteenth section land, or land 218 219 granted in lieu thereof, shall be authorized to post such land against trespassers; however, such posting shall not prohibit the 220 221 inspection of the lands by individuals responsible for the management or supervision of the lands acting in their official 222 capacity. In the event hunting or fishing rights have been leased 223 on lands classified as forest land, the holder of such rights and 224 the State Forestry Commission or the registered forester with whom 225 226 the school board has contracted for timber management services, as

227 <u>the case may be</u>, shall be authorized to post such land against 228 trespassers.

229 **SECTION 5.** Section 29-3-85, Mississippi Code of 1972, is 230 amended as follows:

231 29-3-85. In all surface leases of sixteenth section land 232 made by the school board \* \* \*, whether such leases are original leases or extensions of existing leases, title to all timber, 233 minerals, oil, and gas on such lands shall be reserved, together 234 with the right of ingress and egress to remove same, whether such 235 provisions be included in the terms of any such lease or not; and 236 237 no timber shall be cut and used by the lessees except for fuel and necessary repairs and improvements on the leased premises. 238 The school board \* \* \*, notwithstanding the fact that such land may 239 240 have been leased for other purposes, shall have the right, from time to time, to sell all merchantable timber on such lands in the 241 manner \* \* \* provided in this chapter. \* \* \* In any surface 242 lease, the school board \* \* \* shall reserve the right to grant or 243 244 sell rights-of-way across any of the land for a road, highway, railroad, or any public utility line, provided only that the 245 246 leaseholder be paid a reasonable rental for the unexpired term of his lease by the grantee of such right-of-way. If any surface 247 248 lessee of any such sixteenth section land shall commit, cause to be committed, or permit the commission of any act of waste on any 249 sixteenth section lands under lease to such lessee, then such 250 251 lease shall thereupon, as to such lessee, cease and terminate and shall thenceforth be null and void; and the school board \* \* \* 252 253 shall have the right to institute an action in any court of competent jurisdiction to secure the cancellation of same of 254 255 record, to recover damages for such waste, and to maintain an 256 action in ejectment to recover possession of the same. To this end, the school board \* \* \* is \* \* \* authorized and empowered to 257 258 employ competent counsel to institute and maintain any such action 259 or actions on behalf of the board.

S. B. No. 2401

260 **SECTION 6.** Section 29-3-87, Mississippi Code of 1972, is 261 amended as follows:

29-3-87. Notwithstanding the provisions of this or any other 262 263 statute, the several school boards \* \* \* are \* \* \* authorized and 264 empowered, in their discretion and by resolution spread upon the minutes, to set aside, reserve and dedicate any available 265 266 sixteenth section lands or lands in lieu thereof for use by such school district as a site for school buildings, which such 267 dedication and reservation shall be for such length of time, not 268 exceeding fifty (50) years, and upon such terms and conditions as 269 the school board \* \* \*, in its discretion, shall deem proper. Any 270 such reservation or dedication of sixteenth section lands shall 271 automatically cease and terminate if, at anytime, the land 272 involved shall cease to be used for the purpose for which the 273 dedication or reservation is made. The reservation or dedication 274 275 shall cover the surface of the lands only and shall not prevent the school board \* \* \* from leasing those lands for oil, gas, and 276 277 mineral exploration and development in a manner otherwise provided by law. 278

In the same manner and subject to the same provisions \* \* \* 279 set forth in this section, the school board \* \* \* having a timber 280 281 management and marketing agreement with the State Forestry 282 Commission or National Forest Service may set aside, reserve and dedicate any available sixteenth section lands or lands granted in 283 284 lieu thereof, which has been classified as forest land under the provisions of this chapter, to be utilized for public parks and 285 recreation areas. The board of supervisors or the governing 286 authorities of any municipality wherein such lands or any portion 287 thereof lie may expend any funds otherwise available for park or 288 recreational areas in the construction and maintenance of 289 improvements to be located thereon. 290

The setting aside, reservation and dedication of any such sixteenth section lands or lands granted in lieu thereof by a

S. B. No. 2401

293 <u>school</u> board \* \* \* to the <u>Department of Wildlife</u>, Fisheries and 294 <u>Parks</u> for the purpose of locating a state park thereon may be for 295 a length of time not exceeding ninety-nine (99) years.

No sixteenth section or lieu land which is subject to an existing lease shall be set aside, dedicated and reserved as a school building site or for public park or recreational purposes under the provisions of this section unless the school district involved shall acquire the unexpired leasehold interest from the leaseholder, or unless such lease and leasehold interest shall be surrendered and relinquished by the leaseholder.

303 **SECTION 7.** This act shall take effect and be in force from 304 and after July 1, 2003.