By: Representative Robinson (63rd)

To: Local and Private Legislation; Ways and Means

HOUSE BILL NO. 1779

AN ACT TO AUTHORIZE THE BOARD OF SUPERVISORS OF HINDS COUNTY, MISSISSIPPI, TO CREATE SPECIAL ASSESSMENT AREAS TO ENCOURAGE 3 ECONOMIC DEVELOPMENT IN THE COUNTY; TO AUTHORIZE THE COUNTY TO ISSUE BONDS TO PROVIDE FUNDS TO CONSTRUCT PUBLIC IMPROVEMENTS; TO 4 PROVIDE THAT BONDS ISSUED BY THE COUNTY MAY BE SECURED BY A PLEDGE 5 6 OF REVENUES OF A SPECIAL ASSESSMENT AREA, BY SPECIAL ASSESSMENTS, 7 BY TAX REVENUES OR BY ANY COMBINATION THEREOF; TO AUTHORIZE THE 8 LEVYING, UNDER CERTAIN CIRCUMSTANCES, OF AN AD VALOREM TAX ON ALL TAXABLE PROPERTY WITHIN A SPECIAL ASSESSMENT AREA; AND FOR RELATED 9 10 PURPOSES.

- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 12 **SECTION 1.** For the purposes of this act, the following words
- 13 and phrases shall have the meanings ascribed to them in this
- 14 section unless the context clearly indicates otherwise:
- 15 (a) "Board" means the Board of Supervisors of Hinds
- 16 County, Mississippi.

PAGE 1 (CTE\BD)

- 17 (b) "County" means Hinds County, Mississippi.
- 18 (c) "Area" means a special assessment area within the
- 19 county created pursuant to this act.
- 20 **SECTION 2.** The Legislature finds that certain locations
- 21 within the county have inadequate water supply facilities, sewer
- 22 facilities, gas utility facilities, fire protection facilities,
- 23 storm drainage systems and roadways and streets, including
- 24 curbing, gutters, streetlights, irrigation, landscaping and
- 25 sidewalks that serve those locations for the purposes of resort,
- 26 theme park, residential or other commercial development. The
- 27 purpose of this act is to authorize the board to designate certain
- 28 locations within the county in need of utilities and improvements
- 29 in accordance with the provisions of this act.
- 30 **SECTION 3.** (1) A petition for the designation of an area
- may be submitted to the board. The petition must be signed by the H. B. No. 1779 $^*HR40/R965^*$ N3/5 04/HR40/R965

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    owners of no less than seventy-five percent (75%) of the land
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    within the boundaries of the proposed area on a square footage
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            The petition shall include (a) a statement for the
    necessity for the service or services to be supplied by the
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    county; (b) an estimate of the cost of the acquisition or
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    construction of the facilities to be operated by the county; and
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    (c) an estimate by the petitioner or petitioners of the cost of
    development within the area, which estimate shall include an
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    itemized breakdown of the type or nature of each project, the cost
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    of each project and a projected timetable for completion of each
    project. The petition shall be signed in person by the
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    petitioners and accompanied by a sworn statement of the person or
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    persons circulating the petition, who shall state under oath that
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    he witnessed the signature of each petitioner, that each signature
    is the signature of the person it purports to be, and that to the
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    best of his knowledge, each petitioner, at the time of signing,
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    was an owner of real property within the proposed area.
    petitioner may be a corporation.
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              If the board determines that the designation of the
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    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
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    public hearing upon the question of the public convenience and
    necessity of the designation of the proposed area.
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    elects to fix a time and place for a hearing, the date fixed for
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    the hearing shall not be more than sixty (60) days after the
    filing of the petition. The date, place and notice of the hearing
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    shall be set forth in a notice to be signed by the clerk of the
    board. The notice shall be published once a week for at least
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    three (3) consecutive weeks in a newspaper having a general
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    circulation within the county. The first publication shall be
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    made not less than twenty-one (21) days before the date of the
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    hearing, and the last publication shall be made not more than
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seven (7) days before the date of the hearing. If, following the

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public hearing, the board finds that public convenience and
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    necessity require the designation of the proposed area, the board
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    shall adopt a resolution making those findings and designating the
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           If the area is within the corporate limits of any
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    municipality, then the county shall submit its resolution
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    designating the area under this subsection (2) to such
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    municipality and request that such municipality adopt a resolution
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    declaring a need therefor. The county shall not proceed to issue
    any bonds under this act until it has received this resolution
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    from the municipality.
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              As an alternative to the procedure prescribed in
    subsection (1) of this section, a petition for the designation of
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    an area may be submitted to the board.
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    signed by one or more owners of land within an area who
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    unanimously agree that only their property within the area will be
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    assessed for the proposed project within the area. The petition
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    shall include (a) a statement for the necessity for the service or
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    services to be supplied by the county; (b) an estimate of the cost
    of the acquisition or construction of the facilities to be
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    operated by the county; and (c) an estimate by the petitioner or
    petitioners of the cost of development within the area, which
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    estimate shall include an itemized breakdown of the type or nature
    of each project, the cost of each project and a projected
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    timetable for completion of each project.
                                               The petition shall be
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    signed in person by the petitioner and accompanied by a sworn
    statement of the person or persons circulating the petition, who
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    shall state under oath that he witnessed the signature of each
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    petitioner, that each signature is the signature of the person it
    purports to be, and that to the best of his knowledge, each
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    petitioner, at the time of signing, was an owner of real property
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    within the proposed area. A petitioner may be a corporation.
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    Benefited owners of land within the designated area who do not
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    petition for designation under this subsection (3) shall not be
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HR40/R965

H. B. No. 1779 04/HR40/R965 PAGE 3 (CTE\BD)

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     designated area.
                       If the board determines that the designation of
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     the proposed area under this subsection (3) is in the best
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     interest of the county, the board shall then proceed under
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     subsection (2) of this section.
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          SECTION 4. The board shall have the powers enumerated in the
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     resolution of the board designating the area which shall be
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     limited to constructing, acquiring, reconstructing, improving,
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     bettering or extending roadways and streets, including curbing,
     gutters, streetlights, irrigation, landscaping and sidewalks, and
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     facilities for a water, sewer, gas utility, fire protection or
     storm drainage system, or any combination thereof, and to
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     conducting and operating the facilities and to contracting with
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     any municipality, county or other governmental entity, or with any
     person, firm or corporation for a supply of water, gas or other
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     services required incident to the operation and maintenance of the
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     system.
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          SECTION 5. (1)
                           The county may issue bonds to provide funds
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     for constructing, acquiring, reconstructing, improving, bettering
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     or extending water supply facilities, sewer facilities, gas
     utility facilities, fire protection facilities, storm drainage
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     systems and roadways and streets, including curbing, gutters,
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     streetlights, irrigation, landscaping and sidewalks and other
     public improvements that serve the area for the purpose of resort,
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     theme park, residential or other commercial and industrial
     development. The bonds shall be payable primarily from the
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     revenues of the facilities and, if so provided for in the
     proceedings authorizing the bonds, the bonds shall be payable also
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     from special assessments levied under Section 9 of this act.
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     addition, if so provided for in the proceedings authorizing the
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     bonds and agreed to by resolution of the board, the bonds shall be
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     payable also from the avails of the ad valorem tax levy as
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     provided for in subsection (2) of this section, or from any
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     H. B. No. 1779
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subject to assessment for projects within the respective

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04/HR40/R965 PAGE 4 (CTE\BD)

combination of monies from the revenues, special assessments and 131 132 tax levies on property of the area designated under Section 3 of 133 this act. The bonds may be issued without an election being held 134 upon the question of their issuance and without the publication of 135 any notice of intention to issue the bonds. The board shall issue 136 bonds of the county by resolution spread upon the minutes of the 137 board. The bonds shall contain those covenants and provisions, be executed, bear interest at the rate or rates not to exceed 138 fourteen percent (14%) per annum, be in the denomination or 139 140 denominations, be payable as to principal and interest, at the 141 place or places, and mature at the time or times not exceeding twenty-five (25) years from their date, as determined by the board 142 143 and set forth in the resolution pursuant to which the bonds are 144 issued; however, any such bonds which are secured by a pledge of special assessments in addition to a pledge of revenues shall 145 mature at such time or times not exceeding the time period over 146 147 which such special assessments are payable, as determined by the 148 board pursuant to Section 12 of this act. Notwithstanding any provision of the general law to the contrary, any bonds and 149 150 interest coupons issued under the authority of this act shall 151 possess all of the qualities of negotiable instruments, and the 152 bonds, premium, if any, and interest thereon shall be exempt from all state, county, municipal and other taxation under the laws of 153 154 the State of Mississippi. Any bonds issued under the authority of 155 this act may be refunded in the manner provided in this act upon a 156 finding by the board that such refunding is in the public 157 interest. Bonds for the betterment, improvement or extension of roadways, streets or other facilities of the area may be included 158 with the refunding bonds. The bonds may be sold without the 159 160 necessity of advertising with the refunding bonds. The bonds may 161 be sold without the necessity of advertising for bids therefor, 162 and may be sold by negotiated private sale and on those terms, 163 conditions and covenants agreed to by and between the issuing *HR40/R965* H. B. No. 1779 04/HR40/R965 PAGE 5 (CTE\BD)

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).

- 167 If provided in the proceedings authorizing the issuance 168 of the bonds and agreed to by resolution of the board to make the 169 pledge, then when there are insufficient revenues received from special assessments authorized under this act, according to the 170 171 provisions made in the proceedings authorizing the issuance of such bonds, to meet the interest or principal payments, or both, 172 173 when due on any bonds issued under the authority of this act, 174 then, the board shall levy an ad valorem tax on (a) all taxable property within the geographical limits of the area or (b) all 175 176 taxable property within the geographical limits of the area which is designated pursuant to a petition under subsection (3) of 177 Section 3 of this act, which tax, together with any other monies 178 available for such purpose, shall be sufficient to provide for the 179 180 payment of the principal of and interest on such bonds as the same 181 falls due, and, if so provided in the proceedings for the issuance of such bonds, to replenish any reserve fund established for such 182 183 bonds.
- 184 SECTION 6. The county is vested with all the powers 185 necessary and requisite that are capable of being delegated by the 186 Legislature for the accomplishment of the purposes of this act. No enumeration of powers in this act shall be construed to impair 187 188 or limit any general grant of power contained in this act or to limit any grant of power or powers of the same class or classes as 189 190 those enumerated. The county may do all acts necessary, proper or convenient in the exercise of the powers granted under this act. 191
- 192 **SECTION 7.** The county, acting by and through the board, 193 shall have the following, among other, powers:

PAGE 6 (CTE\BD)

(a) To acquire by purchase, gift, devise or lease and to hold and dispose of real and personal property of every kind within or without the area, including franchise rights; however, H. B. No. 1779 *HR40/R965*

- 197 the sale, assignment, lease or transfer of any certificate of
- 198 public convenience and necessity or utility property shall be
- 199 subject to Section 77-3-23, Mississippi Code of 1972;
- 200 (b) To make and enter into contracts, conveyances,
- 201 mortgages, deeds of trust, bonds, leases or contracts for
- 202 financial advisory services;
- 203 (c) To incur debts, to borrow money, to issue
- 204 negotiable bonds, and to provide for the rights of the holders
- 205 thereof;
- 206 (d) To fix, maintain, collect and revise rates and
- 207 charges for the services rendered by or through the facilities of
- 208 the county to the area, which rates and charges shall not be
- 209 subject to review or regulation by the Mississippi Public Service
- 210 Commission except in those instances where a municipality
- 211 operating similar services would be subject to regulation and
- 212 review; however, the county shall obtain a certificate of
- 213 convenience and necessity from the Mississippi Public Service
- 214 Commission for operating utility systems under the commission's
- 215 jurisdiction;
- (e) To pledge all or any part of the revenues from
- 217 special assessments and tax revenues on real and personal property
- 218 in the area;
- 219 (f) To make such covenants in connection with the
- 220 issuance of bonds or to secure the payment of bonds that a private
- 221 business corporation can make under the general laws of the state;
- 222 (g) To use any right-of-way, easement or other similar
- 223 property rights or any material or equipment necessary or
- 224 convenient in connection with the acquisition, improvement,
- 225 operation or maintenance of the facilities in the area held by the
- 226 state or any political subdivision thereof; however, the consent
- 227 of the governing body of the political subdivision shall be
- 228 required before such use;

- 229 (h) To enter into agreements with state and federal 230 agencies for loans, grants and aid, and other forms of assistance, including, but not limited to, participation of the sale and 231 232 purchase of bonds, and to enter into agreements with state 233 agencies, federal agencies and political subdivisions of the State 234 of Mississippi pertaining to matters relating to the operation of 235 any services of the area authorized under this act, and such state 236 agencies and political subdivisions of the State of Mississippi 237 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
 and receipt of the proceeds, conditional upon dedication of the

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- 261 project by the developer to the county to assure public use and
- 262 access; and
- 263 (m) To enter into an interlocal cooperation agreement
- 264 with any political subdivision of the State of Mississippi, or any
- 265 agency, commission, authority, board or other entity thereof, or
- 266 any municipality or municipalities, whereby both agree that either
- 267 party to such agreement may be responsible for constructing,
- 268 operating and/or maintaining improvements or other facilities
- 269 included within an area.
- 270 **SECTION 8.** In addition to the purposes specified under
- 271 Section 5(1) of this act, the county may issue bonds of the county
- 272 in the manner provided in Section 5 of this act for any or all of
- 273 the following purposes:
- 274 (a) To refund the outstanding bonds of the county
- 275 secured by special assessments and tax revenues of the area upon a
- 276 finding by the board that such refunding is in the public
- 277 interest;
- (b) To improve, better or extend roadways and streets,
- 279 including curbing, gutters, streetlights, irrigation, landscaping
- 280 and sidewalks, and the water, sewer or gas utility system or
- 281 systems and fire protection system or storm drainage systems of
- 282 the area;
- 283 (c) To purchase or acquire part or all of the utility
- 284 system or systems and fire protection system of any district or
- 285 municipality located in whole or in part in the area, including
- 286 part or all of the system or systems within the corporate
- 287 boundaries of any municipality;
- 288 (d) To provide for the payment of the principal,
- 289 premium and interest on the outstanding bonds of any district or
- 290 municipality in connection with the purchase of any facilities
- 291 located in the area;
- (e) To purchase or acquire part or all of any privately
- 293 owned utility system or systems in an area;

294 To enter into cooperative agreements with the state 295 or federal government, or both (reference to the state or federal 296 government as used in this paragraph shall include any agency of 297 the state or federal government); to obtain financial assistance 298 in the form of loans or grants as may be available from the state 299 or federal government, or both; and to execute and deliver at 300 private sale notes or bonds as evidence of the indebtedness in the 301 form and subject to the terms and conditions as may be imposed by 302 the state or federal government, or both; and to pledge the income and revenues of the area, or the income and revenues from any part 303 304 of the land embraced in the area (which revenues in either 305 instance shall include, but not be limited to, revenues from 306 special assessments and tax revenues) in payment thereof; and the 307 state may enter into such agreements with the county; 308 (g) To purchase or acquire part or all of any utility 309 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 310 311 of America, or the State of Mississippi, or any political subdivision of the State of Mississippi, or any agency, 312 313 commission, authority, board or other entity thereof; and To enter into an interlocal cooperation agreement 314 (h) 315 for the purposes set forth in Section 7(m) of this act. SECTION 9. The board, in its discretion, may exercise the 316 powers set forth in this act at the cost of the property owners in 317 318 The board may levy and collect special assessments on properties located in the area and may either issue negotiable 319 320 special improvement bonds of the county or pledge the receipts from the special assessments to secure the payment of the 321 principal of premium, if any, and interest on any bonds authorized 322 323 under this act. Any special assessments shall be levied and 324 collected in the manner authorized in Sections 21-41-1 through 325 21-41-53, Mississippi Code of 1972, except to the extent otherwise 326 provided for in this act. The board may secure bonds of the *HR40/R965*

H. B. No. 1779
04/HR40/R965
PAGE 10 (CTE\BD)

327 county solely from the receipts from special assessments, or may 328 pledge such receipts in addition to the pledge of revenues of the 329 county or the receipts from any tax levy authorized in this act, 330 or from any combination of monies from the special assessments, 331 revenues and tax levies. SECTION 10. Bonds issued under this act shall be payable as 332 to principal and interest solely from the sources authorized by 333 this act. Any bonds secured by a pledge of the special 334 assessments authorized in Section 9 of this act shall mature at 335 any time or times, not exceeding twenty-five (25) years from the 336 337 date of the bonds, and may be in fully registered form or in bearer form as determined by the board. 338 339 SECTION 11. All special assessments levied under this act 340 shall be payable in one or more installments over a period not in excess of twenty-five (25) years, as determined by the board, with 341 342 interest from the date of the confirmation of the assessment at a 343 rate to be fixed by the board, which will produce sufficient funds 344 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 345 346 expenses for a paying agent or trustee, or both, for the bonds. 347 The amount to be paid pursuant to such special assessments may be 348 limited by the board to the amounts needed for the purposes 349 specified in this section. Any property owner who shall not have taken an appeal from the assessment, upon failure to pay the 350 351 assessment in full within thirty (30) days from the date of confirmation, shall be deemed to have elected to pay the 352 353 assessment in installments as provided in this section, and he 354 shall be deemed to have admitted the legality of the assessment, and the right to contest the validity of the assessment shall be 355 356 The installments of the assessment shall be due and waived. 357 payable at the same time that the annual real property tax becomes 358 due and payable, commencing with the first county tax levy which

is payable after the expiration of thirty (30) days from the date of confirmation of the assessment.

SECTION 12. The resolution declaring the intent of the board 361 362 to proceed with the special improvements authorized by this act 363 may direct that all of the expenses of the property or facilities 364 of the area, or such part of the expenses that the board shall 365 charge upon the properties in the area, shall be assessed 366 according to the frontage rule or area rule, as outlined in this 367 section. Bonds may be issued for one or more projects and the area and method of assessment for each project shall be specified 368 369 in the resolution declaring the intent of the board to proceed 370 with that project. The resolution declaring the intent of the 371 board to proceed with the special improvements shall:

- 372 (a) Define the properties in the area to be benefited 373 by each improvement, with each improvement being designated as a 374 project;
- 375 (b) Fix the amount or percentage of the charge to be 376 levied upon the property benefited;
- 377 (c) Designate the minimum and maximum number of years 378 between the date of the bonds and the maturity of those bonds;
- 379 (d) Delineate the method of determining the amount of 380 special assessments to be levied on each lot or parcel of land;
- 381 (e) Designate the minimum and maximum number of one or 382 more installments that the board may later allow for the payment 383 of assessments with interest on those assessments.

384 If the board determines that the frontage rule is the most 385 equitable method of distributing the cost among the properties, 386 then the resolution shall direct that the cost to be assessed against each lot or parcel of land shall be determined by dividing 387 388 the entire cost to be assessed by the total number of front feet 389 of real property abutting upon the utility easement, street, 390 railroad or public or private right-of-way on which the project is 391 located and which will be subject to such special assessment, and

multiplying the quotient by the total number of front feet in any 392 particular lot or parcel of land fronting on the utility easement, 393 394 street, railroad or public or private right-of-way on which the 395 project is located. The result of this formula shall be assessed 396 against each lot or parcel of land for the owner's part of the 397 cost of the entire improvement to be paid through special 398

If the board determines that the area 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 acres or square feet in the area being benefited and which is subject to such special assessment, and multiplying the quotient by the total number of acres or square feet in any particular lot or parcel of The result of this formula shall be assessed against each land. lot or parcel of land for the owner's part of the cost of the entire improvements to be paid through special assessments.

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.

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

SECTION 14. If owners of the front footage of the property to be assessed under the frontage rule, or if the owners of the property to be assessed under the area rule enter into a written agreement with the county agreeing to pay the total assessments *HR40/R965* H. B. No. 1779

assessments.

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425 authorized under this act and in Section 21-41-7, Mississippi Code

426 of 1972, then the owners of property not a party to such written

- 427 agreement shall not be obligated to pay the assessments.
- 428 **SECTION 15.** This act, without reference to any other
- 429 statute, shall be deemed to be full and complete authority for the
- 430 designation of the area by the county, and this act, including the
- 431 provisions of Sections 21-41-1 through 21-41-53, Mississippi Code
- 432 of 1972, which are not in direct conflict with the provisions of
- 433 this act, shall be deemed to be full and complete authority for
- 434 the issuance of bonds by the county and shall be construed as
- 435 additional and alternative methods therefor. All powers necessary
- 436 to be exercised in order to carry out the provisions of this act
- 437 are hereby conferred. No proceedings shall be required for the
- 438 designation of the area by the county or for the issuance of the
- 439 bonds other than those provided for and required in this act. Any
- 440 municipality, district or other entity located in whole or in part
- 441 in the area is authorized to sell part or all of its water, sewer
- 442 or gas or storm drainage system to the county. All the necessary
- 443 powers to be exercised by the board and the governing authorities
- 444 of any municipality or district that determines to sell part or
- 445 all of its water, sewer or gas system to the county in order to
- 446 carry out this act are hereby conferred.
- 447 **SECTION 16.** Any bonds issued under this act may be submitted
- 448 to validation under the provisions of Chapter 13, Title 31,
- 449 Mississippi Code of 1972.
- 450 **SECTION 17.** This act shall be liberally construed for the
- 451 purposes set out in the act, the powers hereby granted being
- 452 additional, cumulative and supplemental to any power granted to
- 453 the county or any municipality therein by any general law or any
- 454 local and private act of the Legislature.
- 455 **SECTION 18.** If any provision of this act is held to be
- 456 invalid by any court of competent jurisdiction, the remainder of
- 457 this act shall not be affected by that determination.

458 **SECTION 19.** This act shall take effect and be in force from 459 and after its passage.