By: Senator(s) Ross

To: Highways and Transportation

SENATE BILL NO. 2063

AN ACT TO AUTHORIZE THE MISSISSIPPI TRANSPORTATION 1 2 COMMISSION, COUNTY BOARDS OF SUPERVISORS AND THE GOVERNING 3 AUTHORITIES OF MUNICIPALITIES TO CONTRACT WITH ANY PERSON, 4 CORPORATION OR OTHER BUSINESS LICENSED TO DO BUSINESS IN THE STATE FOR THE PURPOSE OF CONSTRUCTING TOLL ROADS OR BRIDGES; TO 5 б PRESCRIBE THE TERMS AND CONDITIONS FOR THE LETTING OF SUCH 7 CONTRACTS AND THE RIGHTS AND DUTIES OF THE PARTIES ENTERING INTO 8 SUCH CONTRACTS; TO AUTHORIZE GOVERNMENTAL ENTITIES TO ISSUE 9 LICENSES AND PERMITS TO INDIVIDUALS, GROUPS, PARTNERSHIPS, CORPORATIONS, ASSOCIATIONS OR OTHER LEGAL ENTITIES AUTHORIZING 10 11 SUCH ENTITIES TO CONSTRUCT AND OPERATE TOLL ROADS, BRIDGES, FERRIES AND CAUSEWAYS PRIMARILY ON LAND OWNED, LEASED OR USED BY 12 SUCH ENTITIES; TO EXEMPT REAL PROPERTY USED FOR SUCH PURPOSES FROM AD VALOREM TAX; TO AMEND SECTIONS 65-3-1 AND 11-46-9, MISSISSIPPI 13 14 CODE OF 1972, IN CONFORMITY TO THE PROVISIONS OF THIS ACT; 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 20 municipalities (hereinafter referred to as governmental entities), 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, tollbooths and related facilities. All 31 32 such highways, pavement, bridges, drainage related structures and 33 other infrastructure comprising the projects shall be built and 34 maintained in accordance with not less than the minimum highway *SS01/R11* S. B. No. 2063 G3/5 04/SS01/R11 PAGE 1

35 design, construction and maintenance standards established for 36 such highways, infrastructure and facilities by the contracting 37 governmental entity. The contracting governmental entity shall 38 conduct periodic inspections of any such project throughout the 39 term of the contract to ensure compliance by the company. Failure 40 of a company to comply with minimum standards established for the 41 project by the contracting governmental entity shall constitute a 42 breach and shall subject the company to liability on its bond or security or to rescission of the contract in accordance with the 43 44 terms and provisions of the contract.

45 Every contract entered into by a governmental entity (2)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 execution and performance of the contract. The governmental 49 entities are authorized to acquire such property or interests in 50 51 property as may be necessary, by gift, purchase or eminent domain, 52 for construction and maintenance of the highways built pursuant to contracts entered into under this section. Furthermore, when and 53 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, termination or rescission of the contract, all interests that the 57 company may have in the land, infrastructure, facilities or other 58 59 improvements to the property subject to contract shall terminate and automatically, by operation of law, be returned or conveyed to 60 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 after all 63 associated debts have been retired or released. 64

65 (3) During the term of any contract entered into under this
66 section, the company may establish, charge and collect motor
67 vehicle operators tolls for use of the highway and its facilities.
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The amount of such tolls, and any modification thereto, shall be 68 69 subject to approval by the contracting governmental entity; 70 however, all such contracts entered into with the Mississippi 71 Transportation Commission may require a company to pay a 72 percentage of all tolls collected to the Mississippi Department of 73 Transportation. All such monies paid to the department shall be 74 deposited into the State Highway Fund and may be expended, upon 75 appropriation by the Legislature, only for maintenance of state 76 highways.

(4) All statutes of this state relating to traffic
regulation and control shall be applicable to motor vehicles
operated upon highways and bridges constructed under this section
and shall be enforceable by the Mississippi Department of Public
Safety and the Mississippi Highway Safety Patrol.

82 (5) The State of Mississippi, the Mississippi Transportation Commission, the Mississippi Department of Transportation, 83 84 counties, municipalities or any other agency or political 85 subdivision, or any officer or employee thereof, shall not be liable for any tortious act or omission arising out of the 86 87 construction, maintenance or operation of any highway or bridge project under the provisions of this section where the act or 88 89 omission occurs during the term of any such contract entered into 90 by the Mississippi Transportation Commission or other governmental 91 entity and a company.

92 (6) The powers conferred by this section shall be in addition to the powers conferred by any other law, general, 93 94 special or local. This section shall be construed as an 95 additional and alternative method of funding the purchasing, building, improving, owning or operating of roadways and/or 96 97 highways under the jurisdiction of the Mississippi Transportation 98 Commission, county boards of supervisors or municipal governing 99 authorities, any provision of the laws of the state or any charter 100 of any municipality to the contrary notwithstanding.

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SECTION 2. (1) The provisions of this section and of 101 102 Section 3 of this act shall be totally separate from and not 103 limited in any respect by any other provisions of law, including, 104 but not limited to, any other provisions of this act, or of any 105 other law relating to the setting and supervision of tolls, 106 inspections, bonding of licensees and toll road and bridge owners 107 and operators, rescission of licenses and contracts and reversion of title to property and projects. Unless clearly indicated to 108 109 the contrary from the context of this section, all terms used in 110 this section shall have the same meaning as when used in Section 1 111 of this act.

(2) In addition to and as an alternative to any other 112 113 authority granted by law, including, but not limited to, Section 1 of this act, any governmental entities, as defined in Section 1 of 114 this act, may individually or jointly with any other governmental 115 agency or agencies, in their discretion, issue licenses and 116 permits to individuals, groups, partnerships, corporations, 117 118 associations or other legal entities licensed to do business in this state (such persons and entities are hereinafter referred to 119 120 as "licensees") authorizing such licensees to (a) construct, develop, purchase or otherwise establish and to own, operate and 121 122 maintain toll roads, bridges, ferries and causeways on private 123 land and other property owned or leased or otherwise used for such purposes by such licensees; and (b) set, change, charge and 124 125 collect tolls for the use of such facilities, all upon such terms and conditions, if any, which such governmental entities and 126 127 licensees shall mutually agree to and set forth in such licenses 128 or permits or in any contractual agreements between such governmental entities and licensees. Such governmental entities 129 may, but only to the extent expressly provided in the licenses or 130 131 permits issued to such licensees, impose and collect fees for the 132 issuance of such licenses or permits. Without limiting any other provisions of this section, all licenses and permits issued under 133 *SS01/R11* S. B. No. 2063 04/SS01/R11 PAGE 4

this section may be issued for a stated period of time or may be 134 135 perpetual and may be irrevocable, all as stated in such license or 136 permit. Any governmental entity issuing any such license or 137 permit may also use its eminent domain powers to acquire any 138 property needed for or helpful to the construction, development, 139 purchase or establishment or to the ownership or operation of any 140 such project and may thereafter transfer title, license the use of or lease such property to any such licensee or such licensee's 141 142 affiliate, all upon such terms and conditions as such governmental entity shall deem advisable. All statutes of this state relating 143 144 to traffic regulation and control shall be applicable to motor vehicles operated upon roads and bridges constructed, developed, 145 146 purchased or otherwise owned, established and operated pursuant to 147 this section and shall be enforceable by the Mississippi Department of Public Safety and the Mississippi Highway Safety 148 149 Patrol at the same level and to the same extent as such laws are 150 enforced on public roads and bridges.

151 Any licensee that has been issued a license or permit (3) under this section may not be required by the governmental entity 152 153 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 154 155 addition to the license or permit fee, if any, charged at the time 156 of and incident to the issuance of such license or permit for the privilege of constructing, owning, operating or maintaining such 157 158 toll road, bridge, ferry or causeway or engaging in the business of constructing, owning, operating or maintaining any such toll 159 160 road, bridge, ferry or causeway relating to any period of time following the issuance of such license or permit, including, but 161 not limited to, any business license or ad valorem or property 162 163 tax. Notwithstanding the foregoing, neither public funds nor 164 public credit shall be used in the construction or financing of 165 the privately-owned portion of any toll road, bridge, ferry or 166 causeway; however, this provision shall not restrict public *SS01/R11* S. B. No. 2063 04/SS01/R11 PAGE 5

167 funding or financing of any governmentally-owned roads, highways 168 or other infrastructure which may provide access to or enhance 169 access to or use of such privately-owned toll road, bridge, ferry 170 or causeway. All other laws and regulations of this state, to the 171 extent such other laws or regulations are, or might be construed 172 as being, inconsistent with or restricting or limiting either this section or Section 3 of this act, are superseded for the purposes 173 of the implementation, application and operation of this section 174 and of Section 3 of this act, to the extent of such actual or 175 perceived inconsistency, restriction or limitation. 176

177 SECTION 3. All real and personal property, whether tangible or intangible, owned, used or leased by an individual or legal 178 179 entity that has been issued a license or permit under Section 2 of 180 this act, or by such individual's or legal entity's affiliates, successors or assigns, and which is used in the construction, 181 development, establishment, ownership, operation or maintenance of 182 such toll road, bridge, ferry or causeway authorized under Section 183 184 2 of this act, shall be exempt from all ad valorem and all other 185 property taxes.

186 SECTION 4. Section 65-3-1, Mississippi Code of 1972, is 187 amended as follows:

188 65-3-1. Subject only to the provisions hereinafter contained, it shall be unlawful for any person, acting privately 189 190 or in any official capacity or as an employee of any subdivision 191 of the state, to charge or collect any toll or other charge from any person for the privilege of traveling on any part of any 192 193 highway which has been heretofore or may hereafter be designated 194 as a state highway, and being a part of the state highway system, or on or across any bridge wholly within this state, which is a 195 part of any such highway. 196

For a violation of this section, any judge or chancellor may, in termtime or vacation, grant an injunction upon complaint of the Mississippi Transportation Commission.

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However, none of the provisions of this section shall 200 201 prohibit the collection of any toll or other charge for the privilege of traveling on, or the use of, any causeway, bridge, 202 203 tunnel, toll bridge, or any combination of such facility 204 constructed under the provisions of Sections 65-23-101 through 205 65-23-119, forming a part of U.S. Highway * * * 90 across the Bay 206 of St. Louis, or across or under the East Pascagoula River or the West Pascagoula River on * * * U.S. Highway 90. 207

208 The provisions of this section shall be inapplicable to any 209 toll road or bridge built or operated under the authority of 210 Section 1 or Section 2 of Senate Bill No. 2063, 2004 Regular 211 Session.

212 SECTION 5. Section 11-46-9, Mississippi Code of 1972, is 213 amended as follows:

214 11-46-9. (1) A governmental entity and its employees acting 215 within the course and scope of their employment or duties shall 216 not be liable for any claim:

(a) Arising out of a legislative or judicial action or
inaction, or administrative action or inaction of a legislative or
judicial nature;

(b) Arising out of any act or omission of an employee of a governmental entity exercising ordinary care in reliance upon, or in the execution or performance of, or in the failure to execute or perform, a statute, ordinance or regulation, whether or not the statute, ordinance or regulation be valid;

(c) Arising out of any act or omission of an employee of a governmental entity engaged in the performance or execution of duties or activities relating to police or fire protection unless the employee acted in reckless disregard of the safety and well-being of any person not engaged in criminal activity at the time of injury;

(d) Based upon the exercise or performance or the failure to exercise or perform a discretionary function or duty on S. B. No. 2063 *SS01/R11* 04/SS01/R11 PAGE 7 233 the part of a governmental entity or employee thereof, whether or 234 not the discretion be abused;

(e) Arising out of an injury caused by adopting orfailing to adopt a statute, ordinance or regulation;

237 (f) Which is limited or barred by the provisions of any 238 other law;

(g) Arising out of the exercise of discretion in determining whether or not to seek or provide the resources necessary for the purchase of equipment, the construction or maintenance of facilities, the hiring of personnel and, in general, the provision of adequate governmental services;

244 (h) Arising out of the issuance, denial, suspension or 245 revocation of, or the failure or refusal to issue, deny, suspend or revoke any privilege, ticket, pass, permit, license, 246 247 certificate, approval, order or similar authorization where the 248 governmental entity or its employee is authorized by law to determine whether or not such authorization should be issued, 249 250 denied, suspended or revoked unless such issuance, denial, suspension or revocation, or failure or refusal thereof, is of a 251 252 malicious or arbitrary and capricious nature;

(i) Arising out of the assessment or collection of anytax or fee;

(j) Arising out of the detention of any goods or merchandise by any law enforcement officer, unless such detention is of a malicious or arbitrary and capricious nature;

(k) Arising out of the imposition or establishment of a quarantine, whether such quarantine relates to persons or property;

(1) Of any claimant who is an employee of a
governmental entity and whose injury is covered by the Workers'
Compensation Law of this state by benefits furnished by the
governmental entity by which he is employed;

S. B. No. 2063 *SSO1/R11* 04/SS01/R11 PAGE 8 (m) Of any claimant who, at the time the claim arises, is an inmate of any detention center, jail, workhouse, penal farm, penitentiary or other such institution, regardless of whether such claimant is or is not an inmate of any detention center, jail, workhouse, penal farm, penitentiary or other such institution when the claim is filed;

(n) Arising out of any work performed by a person
convicted of a crime when the work is performed pursuant to any
sentence or order of any court or pursuant to laws of the State of
Mississippi authorizing or requiring such work;

275 (o) Under circumstances where liability has been or is 276 hereafter assumed by the United States, to the extent of such 277 assumption of liability, including, but not limited to, any claim 278 based on activities of the Mississippi National Guard when such 279 claim is cognizable under the National Guard Tort Claims Act of 280 the United States, 32 USC 715 (32 USCS 715), or when such claim accrues as a result of active federal service or state service at 281 282 the call of the Governor for quelling riots and civil 283 disturbances;

284 (p) Arising out of a plan or design for construction or 285 improvements to public property, including, but not limited to, 286 public buildings, highways, roads, streets, bridges, levees, 287 dikes, dams, impoundments, drainage channels, diversion channels, harbors, ports, wharfs or docks, where such plan or design has 288 289 been approved in advance of the construction or improvement by the legislative body or governing authority of a governmental entity 290 291 or by some other body or administrative agency, exercising 292 discretion by authority to give such approval, and where such plan or design is in conformity with engineering or design standards in 293 294 effect at the time of preparation of the plan or design; 295 (q) Arising out of an injury caused solely by the

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

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(r) Arising out of the lack of adequate personnel or facilities at a state hospital or state corrections facility if reasonable use of available appropriations has been made to provide such personnel or facilities;

301 (s) Arising out of loss, damage or destruction of302 property of a patient or inmate of a state institution;

303 (t) Arising out of any loss of benefits or compensation304 due under a program of public assistance or public welfare;

305 (u) Arising out of or resulting from riots, unlawful 306 assemblies, unlawful public demonstrations, mob violence or civil 307 disturbances;

308 Arising out of an injury caused by a dangerous (v) 309 condition on property of the governmental entity that was not caused by the negligent or other wrongful conduct of an employee 310 of the governmental entity or of which the governmental entity did 311 not have notice, either actual or constructive, and adequate 312 313 opportunity to protect or warn against; provided, however, that a 314 governmental entity shall not be liable for the failure to warn of a dangerous condition which is obvious to one exercising due care; 315

(w) Arising out of the absence, condition, malfunction or removal by third parties of any sign, signal, warning device, illumination device, guardrail or median barrier, unless the absence, condition, malfunction or removal is not corrected by the governmental entity responsible for its maintenance within a reasonable time after actual or constructive notice; or

322 Arising out of the administration of corporal (x) 323 punishment or the taking of any action to maintain control and discipline of students, as defined in Section 37-11-57, by a 324 teacher, assistant teacher, principal or assistant principal of a 325 326 public school district in the state unless the teacher, assistant 327 teacher, principal or assistant principal acted in bad faith or 328 with malicious purpose or in a manner exhibiting a wanton and 329 willful disregard of human rights or safety.

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330 (y) Arising out of any act or omission relating to a

331 highway, bridge or roadway project under a contract entered into

332 under Section 1 or Section 2 of Senate Bill No. 2063, 2004 Regular

333 Session.

334 (2) A governmental entity shall also not be liable for any335 claim where the governmental entity:

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(a) Is inactive and dormant;

- 337 (b) Receives no revenue;
- 338 (c) Has no employees; and
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(d) Owns no property.

340 (3) If a governmental entity exempt from liability by 341 subsection (2) becomes active, receives income, hires employees or 342 acquires any property, such governmental entity shall no longer be 343 exempt from liability as provided in subsection (2) and shall be 344 subject to the provisions of this chapter.

345 SECTION 6. Nothing in this act shall affect or defeat any claim, assessment, appeal, suit, right or cause of action for 346 347 taxes due or accrued under the ad valorem tax laws before the date 348 on which this act becomes effective, whether such claims, 349 assessments, appeals, suits or actions have been begun before the 350 date on which this act becomes effective or are begun thereafter; 351 and the provisions of the ad valorem tax laws are expressly continued in full force, effect and operation for the purpose of 352 the assessment, collection and enrollment of liens for any taxes 353 354 due or accrued and the execution of any warrant under such laws 355 before the date on which this act becomes effective, and for the 356 imposition of any penalties, forfeitures or claims for failure to 357 comply with such laws.

358 **SECTION 7.** This act shall take effect and be in force from 359 and after July 1, 2004.