By: Representative Beckett

To: Judiciary A

## HOUSE BILL NO. 1122

AN ACT TO AMEND SECTION 41-29-181, MISSISSIPPI CODE OF 1972, 1 REGARDING DRUG FORFEITURES AND THE DISPOSITION OF THE PROCEEDS OF 2 SEIZED PROPERTY; TO PROVIDE THAT WHEN ONLY ONE LAW ENFORCEMENT AGENCY PARTICIPATES IN THE UNDERLYING CRIMINAL CASE OUT OF WHICH 3 4 THE FORFEITURE ARISES, 10% OF THE PROCEEDS SHALL BE CREDITED TO 5 б THE MISSISSIPPI BUREAU OF NARCOTICS AND 10% TO THE MISSISSIPPI 7 CRIME LABORATORY; AND FOR RELATED PURPOSES. 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. Section 41-29-181, Mississippi Code of 1972, is 9 10 amended as follows: 41-29-181. (1) Regarding all controlled substances, raw 11 materials and paraphernalia which have been forfeited, the circuit 12 court shall by its order direct the Bureau of Narcotics to: 13 14 (a) Retain the property for its official purposes; 15 (b) Deliver the property to a government agency or department for official purposes; 16 17 (c) Deliver the property to a person authorized by the 18 court to receive it; or (d) Destroy the property that is not otherwise 19 20 disposed, pursuant to the provisions of Section 41-29-154. All other property, real or personal, which is forfeited 21 (2) 22 under this article, except as otherwise provided in Section 23 41-29-185, and except as provided in subsections (3), (7) and (8) 24 of this section, shall be liquidated and, after deduction of court costs and the expenses of liquidation, the proceeds shall be 25 divided and deposited as follows: 26 (a) In the event only one (1) law enforcement agency 27 28 participates in the underlying criminal case out of which the forfeiture arises, ten percent (10%) of the proceeds shall 29

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30 be \* \* \* deposited <u>and credited to the Mississippi Bureau of</u> 31 <u>Narcotics, ten percent (10%) shall be deposited and credited to</u> 32 <u>the Mississippi Crime Laboratory</u>, and eighty percent (80%) of the 33 proceeds shall be deposited and credited to the budget of the 34 participating law enforcement agency.

35 (b) In the event more than one (1) law enforcement 36 agency participates in the underlying criminal case out of which the forfeiture arises, eighty percent (80%) of the proceeds shall 37 be deposited and credited to the budget of the law enforcement 38 39 agency whose officers initiated the criminal case, with the 40 exception of the Mississippi Bureau of Narcotics, and twenty percent (20%) shall be divided equitably between or among the 41 other participating law enforcement agencies, and shall be 42 43 deposited and credited to the budgets of the participating law enforcement agencies. In the event that the other participating 44 law enforcement agencies cannot agree on the division of their 45 46 twenty percent (20%), a petition shall be filed by any one of them 47 in the court in which the civil forfeiture case is brought and the court shall make an equitable division. 48

49 If the criminal case is initiated by an officer of the 50 Mississippi Bureau of Narcotics and more than one (1) law 51 enforcement agency participates in the underlying criminal case out of which the forfeiture arises, only twenty percent (20%) of 52 53 the proceeds shall be deposited and credited to the budget of the 54 Mississippi Bureau of Narcotics and eighty percent (80%) shall be divided equitably between or among the other participating law 55 56 enforcement agencies and shall be deposited and credited to the 57 budgets of the participating law enforcement agencies. In the event that the other participating law enforcement agencies cannot 58 agree on the division of their eighty percent (80%), a petition 59 60 shall be filed by any one of them in the court in which the civil 61 forfeiture case is brought and the court shall make an equitable 62 division.

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(3) All money which is forfeited under this article, except
as otherwise provided by Section 41-29-185, shall be divided,
deposited and credited in the same manner as set forth in
subsection (2) of this section.

67 (4) All property forfeited, deposited and credited to the 68 Mississippi Bureau of Narcotics under this article shall be 69 forwarded to the State Treasurer and deposited in a special fund 70 for use by the Mississippi Bureau of Narcotics upon appropriation 71 by the Legislature.

(5) All real estate which is forfeited under the provisions 72 73 of this article shall be sold to the highest and best bidder at a public auction for cash, such auction to be conducted by the chief 74 75 law enforcement officer of the initiating law enforcement agency, 76 or his designee, at such place, on such notice and in accordance 77 with the same procedure, as far as practicable, as is required in 78 the case of sales of land under execution at law. The proceeds of 79 such sale shall first be applied to the cost and expense in 80 administering and conducting such sale, then to the satisfaction of all mortgages, deeds of trust, liens and encumbrances of record 81 82 on such property. The remaining proceeds shall be divided, 83 forwarded and deposited in the same manner set out in subsection 84 (2) of this section.

All other property that has been forfeited shall, except 85 (6) as otherwise provided, be sold at a public auction for cash by the 86 87 chief law enforcement officer of the initiating law enforcement agency, or his designee, to the highest and best bidder after 88 89 advertising the sale for at least once each week for three (3) consecutive weeks, the last notice to appear not more than ten 90 (10) days nor less than five (5) days prior to such sale, in a 91 newspaper having a general circulation in the jurisdiction in 92 93 which said law enforcement agency is located. Such notices shall 94 contain a description of the property to be sold and a statement of the time and place of sale. It shall not be necessary to the 95 \*HR03/R1477\* H. B. No. 1122 05/HR03/R1477

05/HR03/R1477 PAGE 3 (TBT\LH) 96 validity of such sale either to have the property present at the 97 place of sale or to have the name of the owner thereof stated in 98 such notice. The proceeds of the sale shall be disposed of as 99 follows:

(a) To any bona fide lienholder, secured party, or
other party holding an interest in the property in the nature of a
security interest, to the extent of his interest; and

(b) The balance, if any, remaining after deduction of all storage, court costs and expenses of liquidation shall be divided, forwarded and deposited in the same manner set out in subsection (2) of this section.

107 (7) (a) Any county or municipal law enforcement agency may 108 maintain, repair, use and operate for official purposes all 109 property, other than real property, money or such property that is described in subsection (1) of this section, that has been 110 forfeited to the agency if it is free from any interest of a bona 111 112 fide lienholder, secured party or other party who holds an 113 interest in the property in the nature of a security interest. Such county or municipal law enforcement agency may purchase the 114 115 interest of a bona fide lienholder, secured party or other party who holds an interest so that the property can be released for its 116 If the property is a motor vehicle susceptible of titling 117 use. under the Mississippi Motor Vehicle Title Law, the law enforcement 118 agency shall be deemed to be the purchaser, and the certificate of 119 120 title shall be issued to it as required by subsection (9) of this section. 121

(b) (i) If a vehicle is forfeited to or transferred to a sheriff's department, then the sheriff may transfer the vehicle to the county for official or governmental use as the board of supervisors may direct.

126 (ii) If a vehicle is forfeited to or transferred127 to a police department, then the police chief may transfer the

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(c) If a motor vehicle forfeited to a county or municipal law enforcement agency becomes obsolete or is no longer needed for official or governmental purposes, it may be disposed of in accordance with Section 19-7-5 or in the manner provided by law for disposing of municipal property.

The Mississippi Bureau of Narcotics may maintain, 135 (8) 136 repair, use and operate for official purposes all property, other than real property, money or such property as is described in 137 138 subsection (1) of this section, that has been forfeited to the bureau if it is free from any interest of a bona fide lienholder, 139 140 secured party, or other party who holds an interest in the property in the nature of a security interest. 141 In such case, the bureau may purchase the interest of a bona fide lienholder, 142 143 secured party, or other party who holds an interest so that such 144 property can be released for use by the bureau.

The bureau may maintain, repair, use and operate such property with money appropriated to the bureau for current operations. If the property is a motor vehicle susceptible of titling under the Mississippi Motor Vehicle Title Law, the bureau is deemed to be the purchaser and the certificate of title shall be issued to it as required by subsection (9) of this section. (9) The State Tax Commission shall issue a certificate of

152 title to any person who purchases property under the provisions of 153 this section when a certificate of title is required under the 154 laws of this state.

155 **SECTION 2.** This act shall take effect and be in force from 156 and after July 1, 2005.

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