By: Representatives Franks, Peranich

To: Conservation and Water Resources

COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 1309

AN ACT TO AMEND SECTION 75-24-25, MISSISSIPPI CODE OF 1972, 1 TO PROVIDE THAT THE PRICE RESTRICTION FOR GOODS AND SERVICES 2 3 DURING EMERGENCIES SHALL APPLY STATEWIDE; TO AUTHORIZE THE OFFICE 4 OF THE ATTORNEY GENERAL TO MONITOR PETROLEUM BASED FUEL PRICES THROUGHOUT THE STATE; AND FOR RELATED PURPOSES. 5 б BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 7 SECTION 1. Section 75-24-25, Mississippi Code of 1972, is amended as follows: 8 9 75-24-25. (1) For the purposes of this section, the 10 following terms shall have the meanings herein ascribed: (a) "Person" means a natural person, corporation, 11 trust, partnership, incorporated or unincorporated association, or 12 13 any other legal entity. 14 (b) "State of emergency" means the duly proclaimed existence of conditions of disaster or extreme peril to the safety 15 16 of persons or property within the state caused by air or water pollution, fire, flood, storm, epidemic, earthquake, hurricane, 17 18 resource shortages or other natural or man-made conditions other 19 than conditions causing a "state of war emergency," which 20 conditions by reasons of their magnitude are or are likely to be beyond the control of the services, personnel, equipment and 21 22 facilities of any single county and/or municipality and require combined forces of the state to combat. 23

(c) "Local emergency" means the duly proclaimed
existence of conditions of disaster or extreme peril to the safety
of persons and property within the territorial limits of a county
and/or municipality caused by such conditions as air or water
pollution, fire, flood, storm, epidemic, earthquake, hurricane,

H. B. No. 1309 \*HRO7/R1549CS\* 05/HR07/R1549CS PAGE 1 (GT\HS)

G1/2

29 resource shortages or other natural or man-made conditions, which 30 conditions are or are likely to be beyond the control of the 31 services, personnel, equipment and facilities of the political 32 subdivision and require the combined forces of other subdivisions 33 or of the state to combat.

34 (d) "Value received" means the consideration or payment35 given for the purchase of goods and services.

Whenever, under the Mississippi Emergency Management 36 (2) Law, Sections 33-15-1 through 33-15-49, a state of emergency or a 37 38 local emergency is declared to exist in this state, then the value 39 received for all goods and services sold within the state shall not exceed the prices ordinarily charged for comparable goods or 40 41 services in the same market area at or immediately before the declaration of a state of emergency or local emergency. However, 42 the value received may include: any expenses, the cost of the 43 goods and services which are necessarily incurred in procuring 44 45 such goods and services during a state of emergency or local 46 emergency. The prices ordinarily charged for comparable goods or services in the same market area do not include temporarily 47 48 discounted goods or services. The same market area does not necessarily mean a single provider of goods or services. 49

50 (3) Any person who knowingly and willfully violates 51 subsection (2) of this section, when the value unlawfully received 52 is <u>Fifty Dollars (\$50.00)</u> or more, shall be guilty of a felony and 53 upon conviction shall be punished by confinement for a term of not 54 less than one (1) year nor more than five (5) years or a fine of 55 not more than Five Thousand Dollars (\$5,000.00), or both.

56 (4) Any person who knowingly and willfully violates 57 subsection (2) of this section, when the value unlawfully received is less than Fifty Dollars (\$50.00), shall be guilty of a 58 59 misdemeanor and upon conviction shall be fined not more than One 60 Thousand Dollars (\$1,000.00) or by imprisonment in the county jail for a term not to exceed six (6) months, or both. 61 The circuit \*HR07/R1549CS\* H. B. No. 1309 05/HR07/R1549CS PAGE 2 ( $GT \setminus HS$ )

62 <u>court shall have exclusive jurisdiction over violations under this</u>63 subsection.

(5) In addition to the criminal penalties prescribed in
subsections (3) and (4), any knowing and willful violation of
subsection (2) of this section shall be considered an unfair or
deceptive trade practice subject to and governed by all the
procedures and remedies available under the provisions of this
chapter for enforcement of prohibited acts and practices contained
therein.

71 <u>SECTION 2.</u> (1) The Legislature finds and determines that 72 the petroleum industry is an essential element of the Mississippi 73 economy and is therefore of vital importance to the health and 74 welfare of all Mississippians.

75 The Legislature further finds and determines that a 76 complete and thorough understanding of the operations of the 77 petroleum industry is required by state government at all times to 78 enable it to respond to possible shortages, oversupplies or other 79 disruptions and to assess whether all consumers including emergency service agencies, state and local government agencies, 80 81 and agricultural and business consumers of petroleum products have 82 adequate and economic supplies of fuel.

(2) The Attorney General is authorized to monitor petroleum
based fuel prices throughout the state, using the Oil Price
Information Services (OPIS) or any other service, approved by the
Attorney General, that monitors petroleum based fuel prices
throughout the state. The Attorney General may promulgate such
rules and regulations necessary to effectuate only his authority
to monitor petroleum based fuel prices.

90 SECTION 3. This act shall take effect and be in force from 91 and after July 1, 2005.

H. B. No. 1309 \*HRO7/R1549CS\* 05/HR07/R1549CS ST: Price gouging and petroleum based fuel PAGE 3 (GT\HS) statewide.