Adopted AMENDMENT NO 1 PROPOSED TO

Senate Bill No. 2002

BY: Senator(s) Gordon, Chaney

Amend by striking all after the enacting clause and inserting in lieu thereof the following:

SECTION 1. Section 29-3-45, Mississippi Code of 1972, is amended as follows:

29-3-45. (1) (a) The board of education shall by order 14 placed upon its minutes, enter into an agreement with the State 15 Forestry Commission for the general supervision and management of 16 all lands classified as forest lands, as hereinabove provided, and 17 of all timber or other forest products under the control of the 18 board on sixteenth section lands, and lieu lands which have not 19 been so classified; however, any school board may contract with 20 21 private persons or businesses for the reforestation of sixteenth section lands. 22 When such agreement has been entered into, no timber or other forest products shall be sold from any of said 23 24 sixteenth section lands or lieu lands except such as have been 25 marked for cutting by the State Forestry Commission's employees, and the said Forestry Commission, or its designated employee, 26 27 shall fix the minimum total cash price or minimum price per unit, 28 one thousand (1,000) feet or other measure, at which said marked 29 timber or other forest products shall be sold. Said sales may be 30 made for a lump sum or upon a unit price as in the opinion of the

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31 board may be calculated to bring the greatest return. Sales shall 32 be made upon such other terms and conditions as to manner of 33 cutting, damages for cutting of unmarked trees, damages to trees 34 not cut and other pertinent matters as the board of education 35 shall approve.

36 (b) The State Forestry Commission shall have the sole authority and control in prescribing the forestry management 37 practices and scheduling of all cutting and harvesting of timber 38 or other forest products when such timber stands or other forest 39 40 products are determined by the State Forestry Commission to be 41 economically ready for cutting and harvesting; however, any school board may contract with private persons or businesses for the 42 43 reforestation of sixteenth section lands.

44 Should a school board disagree with the Forestry (C)45 Commission concerning the time of cutting and harvesting, the board may make an appeal to the Forestry Commission at a regular 46 47 monthly scheduled meeting of the commission. If the school board 48 is not satisfied after the appeal to the commission, the board may then appeal to the Secretary of State who will make the final 49 50 decision as to the time for cutting and harvesting. In the event, the local school board is divested of its management authority 51 52 under Section (2) hereof, the Secretary of State after due consultation with the Forestry Commission shall retain the right 53 54 to make final decisions concerning the management and sale of 55 timber and other forest products.

(d) It is hereby made the duty of the State Forestry Commission, from time to time, to mark timber which should be cut from said lands, to determine what planting, deadening or other forestry improvements should be made, giving due consideration to food and habitat for wildlife, and to report to the appropriate board of education. The State Forestry Commission and the Board of Education shall supervise the cutting of any timber or

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harvesting of other forest products sold from said lands herein 63 64 designated and shall have authority to require any timber-cutting 65 operations on said lands to cease until proper adjustment is made, 66 whenever it shall appear that timber is being cut in violation of 67 the terms of the sale. In the event that it is desired to lease 68 any of such lands or standing timber for turpentine purposes, such lease shall only cover such trees as the State Forestry Commission 69 70 shall designate, and said commission through its employees shall 71 approve the number of faces, method of chipping and boxing of such 72 timber, and shall fix a minimum total cash price or minimum price 73 per unit.

74 (e) No sale of any timber, turpentine or other forest 75 products lease shall be made until notice of same shall have been 76 published once a week for three (3) consecutive weeks in at least 77 one (1) newspaper published in such county. The first publication 78 of such notice shall be made not less than twenty-one (21) days prior to the date fixed for said sale, and the last publication 79 80 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 81 82 be given by publishing the same for the required time in some newspaper having a general circulation in such county and, in 83 addition thereto, by posting a copy of such notice for at least 84 twenty-one (21) days next preceding such sale at three (3) public 85 86 places in such county.

87 Notwithstanding the above provision pertaining to (f) the sale of any timber, turpentine or other forest products, in 88 89 the event that timber must be cleared from an existing road or 90 existing utility right-of-way, said public notice requirement may be waived. Prior to waiver of the public notice requirement, the 91 State Forestry Commission must make a finding that, due to the 92 93 small area of timber to be cleared, a public notice sale would not 94 be in the best interest of the local board of education. If the

95 State Forestry Commission makes such a finding, then it shall set

96 the value of the timber to be paid to the local board of education
97 by the party requesting the timber be removed.

98 (g) Provided, however, in the case of damage by fire, 99 windstorm or other natural causes which would require immediate sale of the timber, because the time involved for advertisement as 100 101 prescribed herein would allow decay, rot or destruction 102 substantially decreasing the purchase price to be received had not 103 such delay occurred, the advertisement provisions of this section shall not apply. The board of education, with a written 104 105 recommendation from a designated employee of the State Forestry 106 Commission filed in the minutes of the board of education, shall determine when immediate sale of the timber is required. When the 107 108 board of education shall find an immediate sale necessary for the causes stated herein, it shall, in its discretion, set the time 109 110 for receipt of bids on the purchase of said timber, but shall show 111 due diligence in notifying competitive bidders so that a true 112 competitive bid shall be received.

A local board of education having control of the 113 (2) (a) 114 sixteenth section lands in the Hurricane Katrina disaster of 2005 115 shall be granted emergency powers to take any and all actions of a 116 reasonably prudent trustee acting under emergency conditions to 117 recover damaged timber, prevent further loss or damage to timber, and to minimize economic loss. All such actions shall be taken in 118 119 consultation with and shall be subject to the prior approval from the Secretary of State and the State Forestry Commission. The 120 121 emergency powers shall be as follows:

(i) Contract with any individual or entity for
management advice, sale of timber, clearing of damage to timber
producing lands, transporting of timber, repairing access roads to
timber lands, conducting aerial spraying, or taking any other type
of action to prevent further loss of timber or diminution in value

of existing timber as the result of the incident which 127 128 necessitated the declaration of a natural disaster. In contracting with any individual or entity, the board of education 129 130 shall use its best efforts to ensure that all costs incurred are 131 reasonable and that a fair price is received for all sales. 132 (ii) Enter into agreements with any individual, private company, or other governmental entities for the pooling of 133 resources, or the sharing of costs so as to maximize the 134 135 mitigation of loss and minimize the expense of mitigating the loss 136 of timber. 137 (iii) Apply for any state, federal, or private party grant or nonrepayable funds to cover costs associated with 138 139 emergency management contracts, sale timber, including loss for 140 diminution of value, transporting of timber, replanting of timber, repairing access roads to timber, conducting aerial spraying, or 141 142 reimbursement for any other action taken to prevent further timber damage, as well as mitigating the loss of funds due to damage. 143 144 (b) The emergency powers granted herein shall be for a period of one (1) year from the date of designation as a disaster 145 146 area due to Hurricane Katrina. The emergency powers may be extended for one (1) additional one-year period upon prior written 147 148 approval from the Secretary of State. 149 (c) The emergency powers shall also apply to the management of timber by the Secretary of State pursuant to 150 151 subsection (3) of this section. (d) In the event a local board of education is unable 152 153 to acquire the services of the State Forestry Commission or the Secretary of State to meet an immediate need to salvage, remove or 154 take other appropriate action on damaged timber, the local board 155 156 of education shall unilaterally be granted the authority to take 157 such actions as necessary regarding the management or sale of 158 timber or other forest products.

159 (e) In exercising emergency powers, a local board of 160 education or the Secretary of State shall exercise the general 161 powers of a trustee with the same general restrictions and general 162 liabilities of a trustee and shall exercise the care and skill of 163 an ordinary prudent person to protect the beneficiaries of the 164 trust under such emergency circumstances.

165 (f) Any contractor with a local board of education or 166 the Secretary of State shall be entitled to reply on 167 representations by such board of education or the Secretary of 168 State as to who has authority to enter contracts for the 169 management or sale of timber or other forest products, and 170 reliance on such representations shall not be grounds for voiding 171 any contract.

(3) (a) In the event that any member of a local board of 172 education may have a personal interest, either direct or indirect, 173 174 in the decisions regarding the management or sale of timber or other forest products or in a contract for the sale of timber or 175 176 other forest products from sixteenth section school lands under 177 the jurisdiction and control of said board, then said board of 178 education shall automatically be divested of all authority and power to manage and sell timber or other forest products on 179 180 sixteenth section lands under its control and jurisdiction. Said 181 divestiture shall extend for the period of service, and for one (1) year thereafter, of the board member having a direct or 182 183 indirect personal interest in the sale or decision to sell timber 184 or other forest products.

(b) During the time in which any local board of education may be divested of authority and power to manage and sell timber and other forest products, such authority and power shall be vested in the Secretary of State, as supervisory trustee of sixteenth section lands. Upon the appointment or election of a member of a local board of education who may have such an

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appointment or election of a member of a local board of education 191 192 who may have such an interest in decisions and contracts regarding the management and sale of timber or other forest products, said 193 194 board of education shall immediately notify the Secretary of State 195 in writing. Likewise, said board shall give written notification 196 to the Secretary of State within thirty (30) days prior to the 197 expiration of any such divestiture period. Any contractor with a 198 local board of education or the Secretary of State shall be 199 entitled to rely on representations by such board or the Secretary 200 of State as to who has authority to enter contracts for the 201 management or sale of timber or other forest products, and 202 reliance on such representations shall not be grounds for voiding any contract. 203

(c) The laws providing for the management and sale of timber and other forest products by local boards of education 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 boards of education.

211 (d) The Secretary of State shall be paid all monies 212 derived from the sale of timber or other forest products and shall 213 promptly forward the same to the superintendent of education for such school district with instructions for the proper settlement, 214 215 deposit and investment of said monies. Such local school board shall reimburse the Secretary of State for all direct costs 216 217 relating to the management and sale of timber or other forest products, and in the case of a sale of timber or other forest 218 products, the Secretary of State may deduct such direct cost from 219 220 the proceeds of sale. The Secretary of State shall furnish an 221 itemized listing of all direct cost charged to the local school 222 district.

Further, amend by striking the title in its entirety and inserting in lieu thereof the following:

AN ACT TO AMEND SECTION 29-3-45, MISSISSIPPI CODE OF 1972, TO 1 ALLOW FOR THE WAIVER OF THE PUBLIC NOTICE REQUIREMENT IN THE EVENT 2 THAT TIMBER ON SIXTEENTH SECTION LANDS MUST BE CLEARED FROM AN 3 4 EXISTING ROAD OR EXISTING UTILITY RIGHT-OF-WAY; TO PROVIDE THAT DUE TO HURRICANE KATRINA, A SCHOOL BOARD SHALL BE GRANTED EMERGENCY POWERS TO TAKE ANY AND ALL ACTIONS OF A REASONABLY 5 б PRUDENT TRUSTEE TO RECOVER DAMAGED TIMBER, PREVENT FURTHER LOSS OR DAMAGE TO TIMBER, AND TO MINIMIZE ECONOMIC LOSS; TO PROVIDE 7 8 EMERGENCY AUTHORITY TO THE LOCAL SCHOOL BOARD; AND FOR RELATED 9 10 PURPOSES.