MISSISSIPPI LEGISLATURE

By: Representative Janus

To: Conservation and Water Resources

## HOUSE BILL NO. 1300

AN ACT TO CREATE THE GULF REGION WATER UTILITY AUTHORITY; TO 1 2 BRING FORWARD SECTIONS 49-17-301 THROUGH 49-17-353, MISSISSIPPI CODE OF 1972, WHICH RELATE TO THE MISSISSIPPI GULF COAST REGIONAL 3 4 WASTEWATER AUTHORITY ACT; TO BRING FORWARD SECTIONS 51-8-1 THROUGH 51-8-65, MISSISSIPPI CODE OF 1972, WHICH RELATE TO THE JOINT WATER 5 б MANAGEMENT DISTRICTS; TO BRING FORWARD SECTIONS 51-39-1 THROUGH 7  $51\mathchar`-39\mathchar`-43$  , MISSISSIPPI CODE OF 1972, WHICH PROVIDE THE MISSISSIPPI STORM WATER MANAGEMENT DISTRICTS ACT; AND FOR RELATED PURPOSES. 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 9 10 SECTION 1. In accordance with the report of the Governor's 11 Commission on Recovery, Rebuilding and Renewal, the Legislature finds that there is a need for consolidation of water, wastewater, 12 and storm water services in order to reduce costs, promote 13 resilience in the event of disaster, improve the quality of the 14 natural environment, and improve the planning and delivery of 15 quality services to all coastal residents. Thus, there is hereby 16 created the Gulf Region Water Utility Authority (the "authority") 17 18 within the counties of George, Hancock, Harrison, Jackson, Pearl River and Stone for the planning, acquisition, construction, 19 maintenance, operation and coordination of user-funded water, 20 storm water and wastewater systems in order to ensure protection 21 of the waters of the state and to ensure the delivery of water, 22 storm water and wastewater services to members within these 23 counties. This act may be cited as the "Gulf Region Water Utility 24 25 Authority Act."

26 <u>SECTION 2.</u> (1) In order to ensure the protection of the 27 environment, in particular the waters of the state, the 28 Mississippi Department of Environmental Quality (the 29 "department"), is hereby empowered and authorized, in addition to 30 any other powers heretofore granted, to develop a master plan, H. B. No. 1300 \*HRO3/R1673\* G3/5 06/HR03/R1673 PAGE 1 (OM\LH) 31 with input from all affected counties and municipalities within 32 the boundaries of the authority, for the delivery of water, storm 33 water and wastewater services for the areas within the counties of 34 George, Hancock, Harrison, Jackson, Pearl River and Stone. The 35 department is authorized to hire a contractor(s) to assist in the 36 development of the master plan. Any proposed water, wastewater 37 and storm water projects developed within the boundaries of the authority shall be approved by the department as being in 38 compliance with the master plan. The authority shall assume 39 control and amendment power of the master plan upon mutual 40 agreement of the department and the authority, however, the 41 42 department shall approve all water, wastewater and storm water plans funded by Hurricane Katrina Community Development Block 43 Grant funds. 44

45 (2) The master plan shall include, at a minimum, the46 following:

47 (a) An inventory of the sources, composition and
48 quantities, and quality of wastewater and storm water annually
49 generated within the boundaries of the authority, and the source,
50 composition and quality of drinking water currently available
51 throughout the authority's territory;

52 (b) An inventory of all existing facilities where 53 wastewater is currently being managed, including the environmental 54 suitability and operational history of each facility, and the 55 remaining available permitted capacity for each facility;

An inventory of existing potable water treatment 56 (C) 57 and distribution systems within the boundaries of the authority. 58 The inventory shall identify the entities engaging in treatment and distribution of potable water on a wholesale and retail basis; 59 A strategy for achieving reduction of pollution to 60 (d) 61 waters of the state by wastewater and storm water and to improve 62 the quality and ensure the availability of potable water available to the residents within the boundaries of the authority; 63 \*HR03/R1673\* H. B. No. 1300 06/HR03/R1673

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(e) A projection of wastewater and storm water generated
within the boundaries of the authority over the next twenty (20)
years and a projection of the potable water needs of the area
within the boundaries of the authority within the next twenty (20)
years;

69 (f) An identification of the additional facilities, 70 including an evaluation of alternative treatment and management 71 technologies, and the amount of additional capacity needed to 72 manage the quantities projected in paragraph (e);

73 (g) An estimation of development, construction and74 operational costs;

(h) A plan for meeting any projected capacity
shortfall, including a schedule and methodology for attaining the
required capacity; and

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(i) Prioritization of infrastructure.

79 <u>SECTION 3.</u> (1) Words and phrases used in this act shall 80 have meanings as follows:

81 (a) "Act" means the Gulf Region Water Utility Authority82 Act as same is amended from time to time.

83 (b) "Authority" means the Gulf Region Water Utility84 Authority.

85 (c) "Board of directors" or "board" means the board of86 directors of the Gulf Region Water Utility Authority.

87 (d) "Bonds" means revenue bonds and interim notes
88 having a maturity of three (3) years or less, and other
89 certificates of indebtedness of the authority issued under the
90 provisions of this act.

(e) "Costs of the project" means:

92 (i) All costs of site preparation and other
93 start-up costs;
94 (ii) All costs of construction;
95 (iii) All costs of real and personal property

96 required for the purposes of the project and facilities related H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 3 (OM/LH)

thereto, including land and any rights or undivided interest 97 98 therein, easements, franchises, fees, utility charges, permits, 99 approvals, licenses and certificates and the securing of any 100 permits, approvals, licenses and certificates and all machinery 101 and equipment, including motor vehicles, which are used for 102 project functions; 103 (iv) All costs of engineering, geotechnical, 104 architectural and legal services; 105 All costs of plans and specifications and all (v) 106 expenses necessary or incident to determining the feasibility or 107 practicability of the project; 108 (vi) Administrative expenses; and 109 (vii) Any other expenses as may be necessary or incidental to the project financing. 110 (f) "Department" means the Mississippi Department of 111 Environmental Quality. 112 113 (g) "Fiscal year" means the period of time beginning on 114 July 1 of each year and ending on June 30 of each year. "Groundwater" means that water occurring beneath 115 (h) the surface of the ground. 116 117 "Groundwater system" means a system for the (i) 118 drainage, conservation, development, utilization, impoundment, diversion, flowage, distribution and disposal of groundwater. 119 120 (j) "Master plan" means the plan for the six-county 121 region related to current and future needs and involving the 122 acquisition, construction, development, maintenance and operation 123 of water, wastewater and storm water systems. "Municipality" means any incorporated city, town, 124 (k) or village of the State of Mississippi, whether operating under 125 126 general law or under special charter, lying wholly or partly 127 within the boundaries of the authority. 128 (1) "Person" means the State of Mississippi, a 129 municipality as defined herein, any public agency as defined \*HR03/R1673\* H. B. No. 1300 06/HR03/R1673

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herein, or any other city, town, village or political subdivision or governmental agency, governmental instrumentality of the State of Mississippi or of the United States of America, or any private utility, individual, copartnership, association, firm, trust, estate or any other entity whatsoever.

135 "Public agency" means any county, municipality, or (m) 136 person, as defined herein, lying wholly or partially within the boundaries of the authority, any state board or commission owning 137 or operating properties within the boundaries of the authority, 138 139 any district created pursuant to the general laws of the State of 140 Mississippi or local and private laws of the State of Mississippi, including, but not limited to, the Harrison County Wastewater and 141 142 Solid Waste Management District, the Mississippi Gulf Coast 143 Regional Wastewater Authority in Jackson County, the Southern Regional Wastewater District in Hancock County, or any other 144 political subdivision of the State of Mississippi lying wholly or 145 146 partially within the boundaries of the authority and having the 147 power to own and operate waterworks, water supply systems, sewerage systems, treatment facilities, sewage treatment systems, 148 149 or other facilities or systems for the collection, transportation, 150 and treatment of water, sewerage and wastewater.

(n) "Sewage treatment system" means a system for
collecting, transferring, treating and disposing of waste,
including, but not limited to, sewerage systems and treatment
facilities, as these terms are defined in this act.

(o) "Sewerage system" means pipelines or conduits,
canals, pumping stations and force mains, and all other
structures, devices, facilities and appliances appurtenant
thereto, used for collecting or conducting waste to an ultimate
point for treatment.

160 (p) "Storm water" means rain runoff, snow runoff and 161 surface water runoff.

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"System" means any plants, structures, facilities 162 (q) 163 and other real and personal property used or useful in the 164 collection of wastewater for ultimate discharge into trunk lines, 165 including, without limiting the generality of the foregoing, 166 sewers, conduits, pipelines, mains, pumping and ventilating 167 stations, plants and works, connections and any other real and 168 personal property and rights therein necessary or useful or convenient for the purposes of the authority in connection 169 170 therewith.

(r) "Treatment facilities" means any plant, treatment field, lagoon, pumping station, constructing drainage ditch or surface water intercepting ditch, canal, incinerator, area devoted to sanitary landfills or other works not specifically mentioned herein, installed for the purpose of treating, neutralizing, stabilizing or disposing of waste or facilities to provide cooling water to collect, control and dispose of waste heat.

(s) "Treatment systems" means the collective or
individual systems for collecting, transferring, treating and
disposing of sewage, water, wastewater, and groundwater, or its
particular individual substance, and including all treatment
facilities, pipelines, conduits, pumping stations and all other
structures, devices and appliances appurtenant thereto, including
land and right-of-way thereto.

"Trunk lines" means trunk sewers and other 185 (t) 186 structures and facilities used or useful in the conducting of wastewater from collection facilities to treatment plants, 187 188 including, without limiting the generality of the foregoing, 189 conduits, pipelines, mains, pumping and ventilating stations and 190 any other real and personal property and rights therein necessary or useful or convenient for the purposes of the authority in 191 192 connection therewith.

193 (u) "Wastewater" means water being disposed of by any 194 person and which is contaminated with waste or sewage, including H. B. No. 1300 \*HR03/R1673\*

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industrial, municipal, and any other wastewater that may cause 195 196 impairment of the quality of the waters in the state.

197 (v) "Water supply system" means pipelines, conduits, 198 pumping stations and all other structures, devices and appliances 199 appurtenant thereto, including land and right-of-way thereto, for 200 use for transporting water to a point of ultimate use.

201 "Waterworks" means all works, plants or other (w) 202 facilities necessary for the purpose of collecting, storing, 203 treating and transporting water for domestic, municipal, commercial, industrial, agricultural and manufacturing purposes, 204 205 including open channels.

206 (2) Words of the masculine gender shall be deemed and 207 construed to include correlative words of the feminine and neuter 208 genders. Unless the context shall otherwise indicate, words and 209 terms herein defined shall be equally applicable to the plural as 210 well as the singular form of any such words and terms.

211 **SECTION 4.** (1) All powers of the authority shall be 212 exercised by a board of directors to be composed of a total of nine (9) directors, all of whom shall be appointed by the Governor 213 214 of the State of Mississippi, and none of whom shall be an elected official. Immediately upon passage of this act, the Governor 215 216 shall appoint nine (9) individuals (one (1) residing in each 217 county within the boundaries of the authority and three (3) at-large appointees who must reside in the six-county area) to 218 219 serve on the board for the authority. Each of the nine (9) directors appointed by the Governor will serve at the will and 220 221 pleasure of the Governor and may be removed at any time. The terms of the appointed directors shall be staggered. The initial 222 terms of the board of directors shall be as follows: 223 the George 224 County director shall serve for one (1) year; the Hancock County 225 director shall serve for two (2) years; the Harrison County 226 director shall serve for three (3) years; the Jackson County 227 director shall serve for four (4) years; the Pearl River County \*HR03/R1673\* H. B. No. 1300 06/HR03/R1673

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director shall serve for five (5) years; the Stone County director 228 229 shall serve for six (6) years. The three (3) at large members 230 shall serve for six (6) years. Thereafter, all terms shall be for 231 a period of six (6) years. At the initial meeting of the board, 232 the board shall elect a president and a vice president, and the 233 board shall have the ability to appoint an executive director, 234 secretary and treasurer. Thereafter, the board will annually at 235 the last meeting of the fiscal year elect a president and vice 236 president who shall serve in their respective offices for the next 237 fiscal year. The directors shall serve without a salary but are 238 entitled to receive a per diem.

The president shall be the chief executive officer of 239 (2) 240 the authority and the presiding officer of the board, and shall have the same right to vote as any other director. 241 The vice president shall perform all duties and exercise all powers 242 243 conferred by this act upon the president when the president is absent or fails or declines to act, except the president's right 244 245 The board shall also appoint a secretary and a treasurer to vote. who may or may not be members of the board, and it may combine 246 247 those officers. The treasurer shall give bond in the sum of not 248 less than Fifty Thousand Dollars (\$50,000.00) as set by the board 249 of directors, and each director may be required to give bond in 250 the sum of not less than Ten Thousand Dollars (\$10,000.00), with sureties qualified to do business in this state, and the premiums 251 252 on said bonds shall be an expense of such authority. Each such 253 bond shall be payable to the State of Mississippi. The condition 254 of each such bond shall be that the treasurer or director will 255 faithfully perform all duties of his office and account for all money or other assets which shall come into his custody as 256 257 treasurer or director of such authority.

258 (3) Except for the election or appointment of officers, all
259 business of the authority shall be transacted by a majority
260 affirmative vote of the total membership of the board of
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H. B. No. 1300 06/HR03/R1673 PAGE 8 (OM\LH) 261 directors. The quorum for any meeting of the board of directors 262 shall be the majority of the total membership of the board of 263 directors.

264 (4) Notwithstanding the provisions of Section 51-39-1 et 265 seq., the authority shall have full power to adopt rules and 266 regulations and to construct, maintain and operate facilities for 267 the control of storm water quality and quantity. The provisions 268 of Section 51-39-1 et seq., do not apply to the authority. The 269 provisions of Section 51-33-1 et seq., relating to drainage 270 districts and flood control districts do not apply to the 271 authority.

272 <u>SECTION 5.</u> Membership in the authority shall be voluntary. 273 Any county, municipality, public agency, or other person within 274 the boundaries of the authority may become a member of the 275 authority by passing a duly adopted resolution joining the 276 authority and expressly stating that it is subject to the 277 authority's jurisdiction and power, with such resolution spread 278 upon its official minutes.

279 <u>SECTION 6.</u> (1) The authority shall have the right and 280 powers necessary to carry out the purposes of this act including, 281 but not limited to:

(a) To sue and be sued, in its own name, provided that the authority shall not be liable and shall be immune from suit at law or in equity on account of any wrongful or tortious act or omission including libel, slander, or defamation by it, or any such act or omission by an employee of the authority, subject to and in accordance with the provisions of Sections 11-46-1 through 11-46-23;

(b) To adopt an official seal and alter the same at290 pleasure;

(c) To maintain office space at such place or placeswithin the authority boundaries as it may determine;

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 9 (OM\LH) 293 To plan, develop and construct collection (d) 294 facilities and/or treatment facilities for water, wastewater and 295 storm water; 296 (e) To own/lease real or personal property to make, 297 enforce, amend and repeal bylaws and rules for the management of 298 its business; 299 (f) To charge and collect rates and fees; 300 To accept any grant, gifts or loans; (g) (h) 301 To borrow money and issue bonds; To invest money of the authority; 302 (i) 303 (j) To procure insurance; 304 To employ consultants and/or attorneys; (k) 305 (1) To enter on land and/or water for examination; 306 To enter into contracts; and (m) 307 To exercise the power of eminent domain. (n) 308 (2) The authority shall have the power to acquire water (a) 309 and sewer trunk lines; build interceptor lines to existing 310 infrastructure; maintain its systems for collection, transportation, and treatment of water, wastewater and storm 311 312 water; and enter into contracts with persons for related purposes; The authority has the duty and responsibility to 313 (b) 314 supervise the planning and acquisition of water, wastewater and 315 storm water treatment systems and to adopt rules regarding same, 316 including rules establishing performance standards; 317 (c) The authority shall have the power to manage and approve individual on-site wastewater treatment systems; 318 319 (d) The authority shall have the power to construct new and centrally located facilities and build new systems in 320 321 unincorporated areas that have no service-area entity established; 322 (e) The authority shall have the power to, by agreement 323 with municipalities, take over and administer city water, 324 wastewater and storm water systems in municipalities that request 325 to be relieved of that responsibility; however, the \*HR03/R1673\* H. B. No. 1300 06/HR03/R1673 PAGE 10 (OM\LH)

326 municipalities, rural water associations and independent utilities 327 will maintain authority over connections in their service areas 328 and may charge a premium in addition to the treatment charges of 329 the regional authority, remaining responsible for collecting 330 treatment fees from local residents and/or members;

331 (f) The authority shall have the power to coordinate332 funding from state, local, and federal sources;

333 (g) The authority shall have the power to provide a 334 six-county contract for operation and maintenance of all plants 335 and water wells;

(h) The authority shall have the power to provide service area functions such as bill collection and maintenance of lift stations that municipalities, counties, and public utility districts may voluntarily choose to transfer to the regional authority;

(i) The authority shall have the power to pass
ordinances in the counties and cities in its six-county area
imposing fees and requirements for transport lines;

(j) The authority shall have the power to enter into service agreements with municipalities, counties, rural water associations, and independent providers;

347 (k) The authority shall have the power to meter the
348 amount of sewage transported to centralized or acquired
349 facilities;

(1) The authority shall have the power to review and
approve water and sewer connections in addition to any approvals
required by the Department of Environmental Quality and the
Department of Health; and

(m) The authority shall have the power to charge a
monthly fee based upon an estimate of the amount of waste treated
annually.

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 11 (OM\LH) 357 (3) The authority shall have the power to create, maintain 358 and regulate reservoirs and to promulgate and enforce rules and 359 regulations for the creation and maintenance of same.

360 (4) The authority shall have the ability to control and/or 361 operate as part of its powers the local retail wastewater and 362 sewerage services and may provide or be responsible for direct 363 servicing of said services to any residences, businesses and/or 364 individuals.

365 (5) The authority shall have the ability to acquire and366 rebuild existing private systems.

367 SECTION 7. Any public agency may enter into contracts with 368 the authority, the terms of which the authority will manage, 369 operate and contract for usage of its treatment systems and 370 treatment facilities, or other services for said agency. The 371 obligations of a public agency arising under the terms of any 372 contract, whether or not payable solely from a pledge of revenues, shall not be included within the indebtedness limitations of the 373 374 public agency for purposes of any constitutional or statutory 375 limitation or provision. Contracts referred to in this section 376 may also provide for payments in the form of contributions to defray the cost of any purpose set forth in the contract and as 377 378 advances for the respective systems or any part thereof subject to 379 repayment by the authority. Such payments are not subject to approval by the Public Service Commission. 380

381 **SECTION 8.** (1) The authority is authorized and empowered to acquire water and sewer trunk lines; to acquire, construct, 382 383 improve, enlarge, extend, repair, operate and maintain one or more 384 of its systems used for the collection, transportation, and 385 treatment of water, wastewater and storm water; and to make 386 contracts with any person in furtherance thereof; and to make contracts with any person, under the terms of which the authority, 387 388 within its designated area, to collect, transport, treat or 389 dispose of water, wastewater and storm water for such person. The \*HR03/R1673\* H. B. No. 1300 06/HR03/R1673 PAGE 12 (OM\LH)

390 authority also may enter into contracts with any person to design 391 and construct any water, wastewater or storm water treatment 392 systems, or any other of its treatment facilities or systems and 393 thereafter to purchase, lease or sell, by installments over such 394 terms as may be deemed desirable, reasonable and necessary, or 395 otherwise, any such system or systems. The authority is 396 authorized to enter into operating agreements with any person, for 397 such terms and upon such conditions as may be deemed desirable, 398 for the operation of any water, wastewater or storm water treatment systems, or other of its treatment facilities or 399 400 systems; and the authority may lease to or from any person, for 401 such term and upon such conditions as may be deemed desirable, any 402 water, wastewater or storm water, collection, transportation, 403 treatment, or its other treatment facilities or systems. Any such 404 contract may contain provisions requiring any public agency or 405 other person to regulate the quality and strength of materials to 406 be handled by the respective treatment system or systems and also 407 may provide that the authority shall have the right to use any 408 streets, alleys and public ways and places within the jurisdiction 409 of a public agency or other person during the term of the 410 contract.

411 (2) The authority shall have the duty and responsibility to exercise general supervision over the design, construction, 412 413 operation and maintenance of water, wastewater or storm water 414 treatment systems; to adopt rules governing the design, construction or installation, operation and maintenance of water, 415 416 wastewater or storm water treatment systems; to adopt rules 417 establishing performance standards for water, wastewater or storm 418 water treatment systems and rules concerning the operation and maintenance of the same. All rules and regulations shall be 419 420 consistent with the master plan developed by the Mississippi 421 Department of Environmental Quality. Such rules and regulations 422 may include the implementation of a standard application form for \*HR03/R1673\* H. B. No. 1300 06/HR03/R1673

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423 the installation, operation and maintenance of such treatment 424 systems; application review; approval or denial procedures for any 425 proposed system; inspection, monitoring, and reporting guidelines; 426 and enforcement procedures.

427 (3) No owner, lessee, developer or person shall construct or 428 place a residence, building, facility or development which may 429 require the installation of a water, wastewater or storm water 430 treatment system, nor shall any owner, lessee, developer or person 431 design, construct or install such a system, without having first submitted a notice of intent to the authority. Upon receipt of 432 433 the notice of intent, the board of directors shall provide the party giving notice with complete information regarding the rules, 434 435 regulations and guidelines for the design, construction, 436 installation, operation and maintenance of water, wastewater or 437 storm water treatment systems. No water, wastewater or storm 438 water treatment systems shall be installed without proof of the 439 submission of the notice of intent required by this section and 440 the approval of the same by the board of directors.

441 Within ten (10) working days following the receipt of (4) 442 complete information as required by the rules, regulations and 443 guidelines for the design, construction, installation, operation 444 and maintenance of water, sewerage, wastewater and storm water 445 treatment systems, as applicable, by an owner, lessee, developer or person of any lot or tract of land, the board of directors 446 447 shall make recommendations to the owner, lessor, developer or person as to the type or types of systems suitable for 448 449 installation and compatible with the existing treatment systems of 450 the authority. Approval by the board of directors of any system is required before the installation, operation or maintenance of 451 452 any system, and no owner, lessee, developer or person shall 453 design, construct or install a system that does not comply with 454 this act; however, the board of directors may grant variances from 455 the requirements of this act as deemed necessary and appropriate. \*HR03/R1673\* H. B. No. 1300

06/HR03/R1673 PAGE 14 (OM\LH) Any owner, lessee, developer or person responsible for the design, construction or installation of a system shall sign and file with the authority an affidavit that the system complies with this act as a part of the complete information filing required in this subsection (4).

(5) Nothing in this act shall preclude a professional 461 462 engineer from providing services for the design, construction or 463 installation of any water, sewerage, wastewater or storm water 464 treatment systems. However, any such engineer shall notify the 465 authority in writing of those services provided and shall stamp 466 the appropriate documentation with that professional's seal 467 certifying the approval of the board of directors of the design, 468 construction and installation.

469 (6) Any system of any county, municipality, public agency or
470 other persons which becomes connected with, or tied into, the
471 treatment systems of the authority, shall be subject to its
472 jurisdiction and the terms of this act.

473 <u>SECTION 9.</u> The authority, through its board of directors, in 474 addition to any and all powers now or hereafter granted to it, is 475 hereby empowered:

476 (a) To develop and maintain long-range planning for
477 collection and treatment systems of water, wastewater, storm water
478 and groundwater from within the areas encompassed by the authority
479 and for pollution abatement.

480 Any county, municipality, public agency or other person (b) being a member agency, or being connected with, or tied into, the 481 482 treatment systems of the collection, transportation and treatment 483 may agree to use its respective eminent domain powers for the 484 benefit of the authority and at the cost of the authority as set 485 forth hereinafter in this paragraph (b) to acquire such property, 486 easements, rights-of-way and other property interests as may be 487 required and requested by the board of directors.

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 15 (OM\LH) (c) The authority may reimburse or pay all costs, including professional fees, along with damages awarded in connection with the exercise of such eminent domain power to such member agency or other entity which has agreed to exercise its eminent domain powers under the terms of this act.

(d) The amount and character of interest in land, other property, and easements thus to be acquired shall be determined by the board of directors, and their determination shall be conclusive and shall not be subject to attack in the absence of manifold abuse of discretion or fraud on the part of such board in making such determination. However:

(i) In acquiring lands, either by negotiation or eminent domain through action of a member agency, the authority shall not acquire mineral rights or royalties, provided that sand and gravel shall not be considered as minerals within the meaning of this section;

504 (ii) No person or persons owning the drilling 505 rights or the right to share in production shall be prevented from 506 exploring, developing or producing oil or gas with necessary 507 rights-of-way for ingress and egress, pipelines and other means of 508 transporting such interests on any land or interest thereon of the 509 authority held or used for the purposes of this act, but any such 510 activities shall be subject to and secondary to such reasonable regulations by the board of directors as will adequately protect 511 512 the systems of the authority contemplated by this act; and

(iii) In acquiring lands, either by negotiation or eminent domain through action of a member agency, the authority shall acquire only any interest or rights in such facilities, components and systems which are part of the master plan implemented by the authority.

(e) To acquire the necessary relocation or rerouting of roads and highways, railroad, telephone and telegraph lines and properties, electric power lines, gas pipelines and related H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673

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facilities, or to require the anchoring or other protection of any of these, provided fair compensation is first paid to the owners thereof or agreement is had with such owners regarding the payment of the cost of such relocation, and to acquire easements or rights-of-way for such relocation or rerouting and to convey the same to the owners of the property being relocated or rerouted in connection with the purpose of this act.

528 (f) To enter into contracts with any person or any 529 public agency, including, but not limited to, contracts authorized by Section 12 of this act, in furtherance of any of the purposes 530 531 authorized by this act upon such consideration as the board of directors and such person may agree. Any such contract may extend 532 533 over any period of time including a term which extends beyond the term of the then majority of the existing board members, 534 535 notwithstanding any provision or rule of law to the contrary; may 536 be upon such terms as the parties thereto shall agree; and may provide that it shall continue in effect until bonds specified 537 538 therein, refunding bonds issued in lieu of such bonds, and all other obligations specified therein are paid or terminated. 539 Any 540 such contract shall be binding upon the parties thereto according 541 to its terms.

(g) To make and enforce, and from time to time amend and repeal, bylaws and rules and regulations for the management of its business and affairs and for the construction, use, maintenance and operation of any of the systems under its management and control and any other of its properties.

(h) To employ staff and other personnel, including attorneys, engineers and consultants as may be necessary to the functioning of the authority. The board of directors, in its discretion, may employ an executive director having the authority to employ and fire employees and other duties as determined by the authority.

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 17 (OM\LH) (i) To apply for, accept and utilize grants, gifts, and
other funds from any source for any purpose necessary in support
of the purpose of this act.

556 To establish and maintain rates and charges for the (j) 557 use of the services of such of the systems and facilities within 558 the control of the authority, and within the areas encompassed by 559 the authority, and from time to time to adjust such rates, to the 560 end that the revenues therefrom will be sufficient at all times to 561 pay the expenses of operating and maintaining such of its works, facilities and treatment systems and all of the municipality's 562 563 obligations under any contract or bond resolution with respect 564 thereto. Such rates shall not be subject to the jurisdiction of 565 the Mississippi Public Service Commission.

(k) To adopt rules and regulations necessary to carry out the implementation of the master plan and to assure the payment of each participating person or public agency of its proportionate share of the costs for use of any of the systems and facilities of the authority.

(1) To refuse to receive waste from any public agency or subdivision thereof not currently using any system and which may be acquired or within the control of the authority, or any other person that does not comply with the provisions of the master plan applicable to the particular area within which such public agency or subdivision thereof or any other person is located.

578 (m) To accept industrial wastewater from within the 579 boundaries of the authority for treatment and to require the 580 pretreatment of same when, in the opinion of the authority, such 581 pretreatment is necessary.

(n) To adopt all necessary and reasonable rules and
regulations to carry out and effectuate any waste treatment
systems or treatment system control plan of the authority as

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 18 (OM\LH) 585 adopted for the areas encompassed by the authority, as 586 contractually authorized.

(o) So long as any indebtedness on the systems of the 587 588 authority remains outstanding, to require by contract with a 589 public agency, or other person, that all water, wastewater and 590 storm water within the boundaries of the authority be disposed of 591 through the appropriate treatment system which comprise a part of 592 the master plan, to the extent that the same may be available, but 593 no public agency shall be precluded from constructing, operating 594 and maintaining its own such system after the current indebtedness 595 owing on the system as of the effective date of this act is paid 596 in full.

597 (p) Assess and collect impact fees for future598 development.

599 SECTION 10. Any public agency, pursuant to a duly (1) 600 adopted resolution of the governing authority of such public 601 agency, may enter into contracts with the authority under the 602 terms of which the authority, within its designated areas, will 603 manage, operate, and contract for usage of its treatment systems 604 and treatment facilities, or other services, for such person or 605 public agency. Any public agency may also enter into contracts 606 with the authority for the authority to purchase or sell, by 607 installments over such terms as may be deemed desirable, or 608 otherwise, to any person any treatment systems. Any public agency 609 is authorized to enter into operating agreements with the 610 authority, for such terms and upon such conditions as may be 611 deemed desirable, for the operation of any of its treatment 612 systems of any person by the authority or by any person 613 contracting with the authority to operate such treatment systems; 614 and any public agency may lease to or from the authority, for such 615 term and upon such conditions as may be deemed desirable, any of 616 its treatment systems. Any such contract may contain provisions 617 requiring any public agency or other person to regulate the \*HR03/R1673\* H. B. No. 1300

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quality and strength of the material to be handled by the water, 618 619 wastewater or storm water systems and may also provide that the 620 authority shall have the right to use any streets, alleys and 621 public ways and places within the jurisdiction of a public agency 622 or other person during the term of the contract. Such contracts 623 may obligate the public agency to make payments to the authority or to a trustee in amounts which shall be sufficient to enable the 624 authority to defray the expenses of administering, operating and 625 626 maintaining its respective systems, to pay interest and principal 627 (whether at maturity upon redemption or otherwise) on bonds of the 628 authority, issued under this act and to fund reserves for debt service, for operation and maintenance and for renewals and 629 630 replacements, and to fulfill the requirements of any rate covenant 631 with respect to debt service coverage contained in any resolution, 632 trust indenture or other security agreement relating to the bonds 633 of the authority issued under this act. Any public agency shall 634 have the power to enter into such contracts with the authority as 635 in the discretion of the governing authorities of the agency would be in the best interest of the agency. Such contracts may include 636 637 a pledge of the full faith and credit of such public agency and/or 638 the avails of any special assessments made by such public agency 639 against property receiving benefits, as now or hereafter is 640 provided by law. Any such contract may provide for the sale, or 641 lease to, or use of by the authority, of the systems or any part 642 thereof, of the public agency; and may provide that the authority shall operate its systems or any part thereof of the public 643 644 agency; and may provide that any public agency shall have the 645 right to continued use and/or priority use of the systems or any part thereof during the useful life thereof upon payment of 646 647 reasonable charges therefor; and may contain provisions to assure 648 equitable treatment of persons or public agencies who contract 649 with the authority under this act; and may contain such other 650 provisions and requirements as the parties thereto may determine \*HR03/R1673\* H. B. No. 1300

06/HR03/R1673 PAGE 20 (OM\LH) 651 to be appropriate or necessary. Such contracts may extend over 652 any period of time, notwithstanding any provisions of law to the contrary, and may extend beyond the life of the respective systems 653 654 or any part thereof or the term of the bonds sold with respect to 655 such facilities or improvements thereto. Any public agency may 656 donate property to the authority for the purposes herein without 657 the necessity of appraisal, advertising or bid. This section 658 creates an alternative method of disposal of public property. Any 659 public agency may contribute case or in-kind contributions to assist the purposes of the authority. Any public agency may 660 661 assist the authority in borrowing by lending its credit worthiness 662 to the authority for any borrowing.

663 The obligations of a public agency arising under the (2)664 terms of any contract referred to in this act, whether or not 665 payable solely from a pledge of revenues, shall not be included 666 within the indebtedness limitations of the public agency for 667 purposes of any constitutional or statutory limitation or 668 To the extent provided in such contract and to the provision. 669 extent such obligations of the public agency are payable wholly or 670 in part from the revenues and other monies derived by the public 671 agency from the operation of its treatment systems or of its 672 combined treatment systems, waterworks and water supply systems or 673 any part thereof, such obligations shall be treated as expenses of 674 operating such systems.

675 (3) Contracts referred to in this section may also provide 676 for payments in the form of contributions to defray the cost of 677 any purpose set forth in the contracts and as advances for the 678 respective systems or any part thereof subject to repayment by the 679 authority. A public agency may make such contributions or 680 advances from its general fund or surplus fund or from special 681 assessments or from any monies legally available therefor. 682 (4) Payments made, or to be made, to the authority by a 683 public agency or other person under a contract for any of its \*HR03/R1673\* H. B. No. 1300 06/HR03/R1673 PAGE 21 (OM\LH)

684 treatment systems, or any part thereof, shall not be subject to685 approval or review by the Mississippi Public Service Commission.

686 (5) Subject to the terms of a contract or contracts referred 687 to in this act, the authority is hereby authorized to do and 688 perform any and all acts or things necessary, convenient or 689 desirable to carry out the purposes of such contracts, including 690 the fixing, charging, collecting, maintaining and revising of 691 rates, fees and other charges for the services rendered to any 692 user of any of the systems operated or maintained by the 693 authority, whether or not such systems are owned by the authority.

694 (6) No provision of this act shall be construed to prohibit 695 any public agency, otherwise permitted by law to issue bonds, from 696 issuing bonds in the manner provided by law for the construction, 697 renovation, repair or development of any of the authority's 698 treatment systems, or any part thereof, owned or operated by such 699 public agency.

700 SECTION 11. Whenever a public agency shall have executed a 701 contract under this act and the payments thereunder are to be made 702 either wholly or partly from the revenues of the public agency's 703 treatment systems, or any part thereof, or a combination of such systems, the duty is hereby imposed on the public agency to 704 705 establish and maintain and from time to time to adjust the rates 706 charged by the public agency for the services of such treatment 707 systems, so that the revenues therefrom together with any taxes 708 and special assessments levied in support thereof will be 709 sufficient at all times to pay: (a) the expense of operating and 710 maintaining such treatment systems including all of the public agency's obligations to the authority, its successors or assigns 711 712 under such contract; and (b) all of the public agency's 713 obligations under and in connection with revenue bonds theretofore 714 issued, or which may be issued thereafter and secured by the 715 revenues of such treatment systems. Any such contract may require

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716 the use of consulting engineers and financial experts to advise 717 the public agency whether and when such rates are to be adjusted.

718 SECTION 12. (1) The authority shall have the power and is 719 hereby authorized, from time to time, to borrow money and to issue 720 revenue bonds and interim notes in such principal amounts as the 721 authority may determine to be necessary to provide sufficient funds for achieving one or more of the purposes of this act, 722 723 including, without limiting the generality of the foregoing, to 724 defray all the costs of the project, the cost of the acquisition, construction, improvement, repair or extension of a system, or any 725 726 part thereof, whether or not such facilities are owned by the authority, the payment of interest on bonds of the authority 727 728 issued pursuant to this act, establishment of reserves to secure such bonds and payment of the interest thereon, expenses incident 729 730 to the issuance of such bonds and to the implementation of the 731 authority's system, and all other expenditures of the authority 732 incident to or necessary or convenient to carry out the purposes 733 of this act.

734 (2) Before issuing bonds (other than interim notes or 735 refunding bonds as provided in Section 10 of this act) hereunder, the board of directors of the authority shall adopt a resolution 736 737 declaring its intention to issue such bonds and stating the 738 maximum principal amount of bonds proposed to be issued, a general generic description of the proposed improvements and the proposed 739 740 location thereof and the date, time and place at which the board of directors proposes to take further action with respect to the 741 742 issuance of such bonds. The resolution of the authority shall be published once a week for at least three (3) consecutive weeks in 743 744 at least one (1) newspaper having a general circulation within the 745 geographical limits of all of the public agencies:

746 (a) Which have contracted with the authority pursuant747 to this act; and

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Whose contracts relate to the bonds proposed to be 748 (b) 749 issued, (each member agency which meets all of the criteria set forth in (a) and (b) foregoing is hereinafter in this section 750 751 referred to as "affected member agency," and, together with other 752 such agencies, collectively referred to as the "affected member 753 agencies"); provided, however, that if no newspaper has a general 754 circulation within the geographical limits of all of the affected 755 member agencies, then such resolution shall be published in as 756 many different newspapers as may be required to provide general 757 circulation of the publication of such resolution within the 758 geographical limits of each affected member agency; and, provided 759 further, that if no newspaper has a general circulation within the 760 geographical limits of any particular affected member agency, then notice in such affected member agency shall be made by posting a 761 762 copy of such resolution for at least twenty-one (21) days next 763 preceding the date therein at two (2) public places within the geographical limits of such member agency. The first publication 764 765 of such resolution shall be made not less than twenty-one (21) 766 days prior to the date fixed in such resolution to direct the 767 issuance of the bonds and the last publication shall be made not 768 more than seven (7) days prior to such date. If twenty percent 769 (20%) of the qualified electors residing in the authority or one 770 thousand five hundred (1,500), whichever is lesser, shall file a written protest against the issuance of such bonds on or before 771 772 the date specified in such resolution, then an election on the question of the issuance of such bonds shall be called and held as 773 774 herein provided. If no such protest be filed, then such bonds may 775 be issued without an election on the question of the issuance 776 thereof at any time within a period of two (2) years after the 777 date specified in the above-mentioned resolution. Where an election is to be called, notice of such election shall be signed 778 779 by the president of the board of directors, and shall be published 780 once a week for at least three (3) consecutive weeks in the same \*HR03/R1673\* H. B. No. 1300 06/HR03/R1673

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781 manner as publication of the resolution. The first publication of 782 such notice shall be made not less than twenty-one (21) days prior 783 to the date fixed for such election and the last publication shall 784 be made not more than seven (7) days prior to such date. The 785 election shall be conducted by the election commissioners of the 786 county in which the authority is located. Such election shall be held, as far as is practicable, in the same manner as other county 787 788 special elections are held in the county where the authority is 789 At such election, all qualified electors residing in the located. metropolitan area may vote, and the ballots used at such election 790 791 shall have printed thereon a brief statement of the amount and purpose of the proposed bond issue and the words "FOR THE BOND 792 ISSUE" and "AGAINST THE BOND ISSUE," and the voter shall vote by 793 placing a cross (X) or check mark  $(\sqrt{)}$  opposite his choice on the 794 795 proposition. When the results of the election on the question of 796 the issuance of such bonds shall have been canvassed by the election commissioners of the county in which the authority is 797 798 located and certified by them to the board of directors of the authority, it shall be the duty of the board of directors of the 799 800 authority to determine and adjudicate whether or not a majority of 801 the qualified electors who voted thereon in such election voted in 802 favor of the issuance of such bonds, and unless a majority of the 803 qualified electors who voted thereon in such election shall have voted in favor of the issuance of such bonds, then such bonds 804 805 shall not be issued. Should a majority of the qualified electors 806 who vote thereon in such election vote in favor of the issuance of 807 such bonds, then the board of directors may issue such bonds, 808 either in whole or in part, within two (2) years after the date of 809 the election or the date of the final favorable termination of any 810 litigation affecting the issuance of such bonds.

811 (3) Bonds of the authority issued pursuant to this act shall 812 be payable from and secured by a pledge of all or any part of the 813 revenues under one or more contracts entered into pursuant to this

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H. B. No. 1300 06/HR03/R1673 PAGE 25 (OM\LH) 814 act between the authority and one or more of its member public 815 agencies and from all or any part of the revenues derived from the 816 operation of any designated system or any part or parts thereof 817 and any other monies legally available and designated therefor, as 818 may be determined by such authority, subject only to any agreement 819 with the purchasers of the bonds. Such bonds may be further 820 secured by a trust indenture between such authority and a corporate trustee, which may be any trust company or bank having 821 822 powers of a trust company without or within the state.

823 (4) Bonds of the authority issued pursuant to this act shall 824 be authorized by a resolution or resolutions adopted by a majority affirmative vote of the total membership of the board of directors 825 826 of the authority. Such bonds may be issued in series, and each 827 series of such bonds shall bear such date or dates, mature at such time or times, bear interest at such rate or rates (not exceeding 828 829 the maximum rate set out in Section 75-17-103, Mississippi Code of 830 1972), be in such denomination or denominations, be in such form, 831 carry such conversion privileges, have such rank or priority, be executed in such manner and by such officers, be payable from such 832 833 sources in such medium of payment at such place or places within or without the state, provided that one (1) such place shall be 834 835 within the state, and be subject to such terms of redemption prior 836 to maturity, all as may be provided by resolution or resolutions 837 of the board of directors.

838 (5) Bonds of the authority issued pursuant to this act may 839 be sold at such price or prices, at public or private sale, in 840 such manner and at such times as may be determined by such 841 authority to be in the public interest, and such authority may pay 842 all expenses, premiums, fees and commissions which it may deem 843 necessary and advantageous in connection with the issuance and 844 sale thereof.

845 (6) Any pledge of earnings, revenues or other monies made by 846 the authority shall be valid and binding from the time the pledge H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673

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The earnings, revenues or other monies so pledged and 847 is made. 848 thereafter received by such authority shall immediately be subject to the lien of such pledge without any physical delivery thereof 849 850 or further act, and the lien of any such pledge shall be valid and 851 binding as against all parties having claims of any kind in tort, 852 contract or otherwise against such authority irrespective of 853 whether such parties have notice thereof. Neither the resolution 854 nor any other instrument by which a pledge is created need be 855 recorded.

856 (7) Neither the members of the board of directors nor any 857 person executing the bonds shall be personally liable on the bonds 858 or be subject to any personal liability or accountability by 859 reason of the issuance thereof.

860 (8) Proceeds from the sale of bonds of the authority may be 861 invested, pending their use, in such securities as may be 862 specified in the resolution authorizing the issuance of the bonds 863 or the trust indenture securing them, and the earnings on such 864 investments applied as provided in such resolution or trust 865 indenture.

866 (9) Whenever any bonds shall have been signed by the 867 officer(s) designated by the resolution of the board of directors 868 to sign the bonds who were in office at the time of such signing 869 but who may have ceased to be such officer(s) prior to the sale and delivery of such bonds, or who may not have been in office on 870 871 the date such bonds may bear, the manual or facsimile signatures 872 of such officer(s) upon such bonds shall nevertheless be valid and 873 sufficient for all purposes and have the same effect as if the 874 person so officially executing such bonds had remained in office 875 until the delivery of the same to the purchaser or had been in 876 office on the date such bonds may bear.

877 (10) The authority has the discretion to advance or borrow 878 funds needed to satisfy any short-term cash flow demands or 879 deficiencies or to cover start-up costs until such time as

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880 sufficient bonds, assets and revenues have been secured to satisfy 881 the needs of the authority.

882 SECTION 13. (1) The authority may by resolution adopted by 883 its board of directors issue refunding bonds for the purpose of paying any of its bonds at or prior to maturity or upon 884 885 acceleration or redemption. Refunding bonds may be issued at such time prior to the maturity or redemption of the refunded bonds as 886 887 the board of directors deems to be in the public interest, without 888 an election on the question of the issuance thereof. The 889 refunding bonds may be issued in sufficient amounts to pay or 890 provide the principal of the bonds being refunded, together with any redemption premium thereon, any interest accrued or to accrue 891 892 to the date of payment of such bonds, the expenses of issue of the refunding bonds, the expenses of redeeming the bonds being 893 refunded, and such reserves for debt service or other capital or 894 895 current expenses from the proceeds of such refunding bonds as may be required by the resolution, trust indenture or other security 896 897 instruments. The issue of refunding bonds, the maturities and other details thereof, the security therefor, the rights of the 898 899 holders and the rights, duties and obligations of an authority in 900 respect of the same shall be governed by the provisions of this 901 act relating to the issue of bonds other than refunding bonds 902 insofar as the same may be applicable. Any such refunding may be 903 effected, whether the obligations to be refunded shall have then 904 matured or shall thereafter mature, either by the exchange of the refunding bonds for the obligations to be refunded thereby with 905 906 the consent of the holders of the obligations so to be refunded, 907 or by sale of the refunding bonds and the application of the proceeds thereof to the payment of the obligations proposed to be 908 909 refunded thereby, and regardless of whether the obligations 910 proposed to be refunded shall be payable on the same date or 911 different dates or shall be due serially or otherwise.

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912 (2) Borrowing by the authority may be made by the delivery 913 of interim notes to any person or public agency or financial 914 institution by a simple majority vote of the board of directors. 915 SECTION 14. All bonds (other than refunding bonds, interim 916 notes and certificates of indebtedness, which may be validated) 917 issued pursuant to this act shall be validated as now provided by 918 law in Sections 31-13-1 through 31-13-11, Mississippi Code of 1972, as amended from time to time; however, notice of such 919 920 validation proceedings shall be addressed to the citizens of the State of Mississippi and the citizens of the respective member 921 922 public agencies (a) which have contracted with the authority pursuant to this act, and (b) whose contracts and the payments to 923 924 be made by the public agencies thereunder constitute security for 925 the bonds of such authority proposed to be issued, and that such notice shall be published at least once in a newspaper or 926 927 newspapers having a general circulation within the geographical boundaries of each of the member public agencies to whose citizens 928 929 the notice is addressed and within the State of Mississippi. Such validation proceedings shall be instituted in any chancery courts 930 931 within the boundaries of the authority. The validity of the bonds 932 so validated and of the contracts and payments to be made by the 933 public agencies thereunder constituting security for the bonds 934 shall be forever conclusive against the authority and the public 935 agencies which are parties to said contracts; and the validity of 936 said bonds and said contracts and the payments to be made thereunder shall never be called in question in any court in this 937 938 state.

SECTION 15. Bonds issued under the provisions of this act 939 shall not be deemed to constitute, within the meaning of any 940 941 constitutional or statutory limitation, an indebtedness of the 942 authority or any member agency thereof. Such bonds shall be 943 payable solely from the revenues or assets of the authority 944 Each bond issued under this act shall contain pledged therefor. \*HR03/R1673\* H. B. No. 1300 06/HR03/R1673 PAGE 29 (OM\LH)

945 on the face thereof a statement to the effect that such authority 946 shall not be obligated to pay the same nor the interest thereon 947 except from the revenues or assets pledged therefor.

948 <u>SECTION 16.</u> The authority shall have power in connection 949 with the issuance of its bonds to:

950 (a) Covenant as to the use of any or all of its951 property, real or personal.

952 (b) Redeem the bonds, to covenant for their redemption953 and to provide the terms and conditions thereof.

954 (c) Covenant to charge rates, fees and charges 955 sufficient to meet operating and maintenance expenses, renewals 956 and replacements, principal and debt service on bonds, creation 957 and maintenance of any reserves required by a bond resolution, 958 trust indenture or other security instrument and to provide for 959 any margins or coverages over and above debt service on the bonds 960 deemed desirable for the marketability of the bonds.

961 (d) Covenant and prescribe as to events of default and 962 terms and conditions upon which any or all of its bonds shall 963 become or may be declared due before maturity, as to the terms and 964 conditions upon which such declaration and its consequences may be 965 waived and as to the consequences of default and the remedies of 966 the registered owners of the bonds.

967 (e) Covenant as to the mortgage or pledge of or the 968 grant of a security interest in any real or personal property and 969 all or any part of the revenues from any designated system or any 970 part thereof or any revenue-producing contract or contracts made 971 by such authority with any person to secure the payment of bonds, 972 subject to such agreements with the registered owners of bonds as 973 may then exist.

974 (f) Covenant as to the custody, collection, securing, 975 investment and payment of any revenues, assets, monies, funds or 976 property with respect to which such authority may have any rights

977 or interest.

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982 (h) Covenant as to the limitations on the issuance of 983 any additional bonds, the terms upon which additional bonds may be 984 issued and secured, and the refunding of outstanding bonds.

985 (i) Covenant as to the rank or priority of any bonds986 with respect to any lien or security.

987 (j) Covenant as to the procedure by which the terms of 988 any contract with or for the benefit of the registered owners of 989 bonds may be amended or abrogated, the amount of bonds the 990 registered owners of which must consent thereto, and the manner in 991 which such consent may be given.

992 (k) Covenant as to the custody of any of its properties 993 or investments, the safekeeping thereof, the insurance to be 994 carried thereon, and the use and disposition of insurance 995 proceeds.

996 (1) Covenant as to the vesting in a trustee or
997 trustees, within or outside the state, of such properties, rights,
998 powers and duties in trust as such authority may determine.

999 (m) Covenant as to the appointing and providing for the 1000 duties and obligations of a paying agent or paying agents or other 1001 fiduciaries within or outside the state.

1002 Make all other covenants and to do any and all such (n) 1003 acts and things as may be necessary or convenient or desirable in 1004 order to secure its bonds, or in the absolute discretion of the 1005 authority tend to make the bonds more marketable, notwithstanding 1006 that such covenants, acts or things may not be enumerated herein; 1007 it being the intention hereof to give any authority power to do 1008 all things in the issuance of bonds and in the provisions for 1009 security thereof which are not inconsistent with the Constitution

1010 of the state.

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H. B. No. 1300 06/HR03/R1673 PAGE 31 (OM\LH) 1011 (o) Execute all instruments necessary or convenient in 1012 the exercise of the powers herein granted or in the performance of 1013 covenants or duties, which may contain such covenants and 1014 provisions, as any purchaser of the bonds of such metropolitan 1015 authority may reasonably require.

1016 **SECTION 17.** The authority may, in any authorizing resolution of the board of directors, trust indenture or other security 1017 instrument relating to its bonds, provide for the appointment of a 1018 trustee who shall have such powers as are provided therein to 1019 represent the registered owners of any issue of bonds in the 1020 1021 enforcement or protection of their rights under any such resolution, trust indenture or security instrument. The authority 1022 1023 may also provide in such resolution, trust indenture or other 1024 security instrument that the trustee, or in the event that the trustee so appointed shall fail or decline to so protect and 1025 enforce such registered owners' rights then such percentage of 1026 1027 registered owners as shall be set forth in, and subject to the 1028 provisions of, such resolution, trust indenture or other security interest, may petition the court of proper jurisdiction for the 1029 1030 appointment of a receiver of the waterworks, water supply system 1031 or sewage disposal system the revenues of which are pledged to the 1032 payment of the principal of and interest on the bonds of such registered owners. Such receiver may exercise any power as may be 1033 1034 granted in any such resolution, trust indenture or security 1035 instrument to enter upon and take possession of, acquire, construct or reconstruct or operate and maintain such system fix 1036 1037 charges for services of the system and enforce collection thereof, and receive all revenues derived from such system or facilities 1038 and perform the public duties and carry out the contracts and 1039 1040 obligations of such authority in the same manner as such authority 1041 itself might do, all under the direction of such court.

1042 <u>SECTION 18.</u> (1) The exercise of the powers granted by this
1043 act will be in all respects for the benefit of the people of the
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1044 state, for their well-being and prosperity and for the improvement 1045 of their social and economic conditions, and the metropolitan 1046 authority shall not be required to pay any tax or assessment on 1047 any property owned by the authority under the provisions of this 1048 act or upon the income therefrom; nor shall any authority be 1049 required to pay any recording fee or transfer tax of any kind on 1050 account of instruments recorded by it or on its behalf.

1051 (2) Any bonds issued by the authority under the provisions 1052 of this act, their transfer and the income therefrom shall at all 1053 times be free from taxation by the state or any local unit or 1054 political subdivision or other instrumentality of the state, 1055 excepting inheritance and gift taxes.

1056 SECTION 19. All bonds issued under the provisions of this 1057 act shall be legal investments for trustees, other fiduciaries, savings banks, trust companies and insurance companies organized 1058 under the laws of the State of Mississippi; and such bonds shall 1059 1060 be legal securities which may be deposited with and shall be 1061 received by all public officers and bodies of the state and all municipalities and other political subdivisions thereof for the 1062 1063 purpose of securing the deposit of public funds.

1064 **SECTION 20.** The state hereby covenants with the registered 1065 owners of any bonds of any authority that so long as the bonds are outstanding and unpaid the state will not limit or alter the 1066 1067 rights and powers of any authority under this act to conduct the 1068 activities referred to herein in any way pertinent to the interests of the bondholders including, without limitation, such 1069 1070 authority's right to charge and collect rates, fees and charges 1071 and to fulfill the terms of any covenants made with the registered owners of the bonds, or in any other way impair the rights and 1072 remedies of the registered owners of the bonds, unless provision 1073 1074 for full payment of such bonds, by escrow or otherwise, has been 1075 made pursuant to the terms of the bonds or the resolution, trust 1076 indenture or security interest securing the bonds.

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 33 (OM\LH) 1077 <u>SECTION 21.</u> The provisions of this act are cumulative of 1078 other statutes now or hereafter enacted relating to the issuance 1079 of bonds and systems; and to the design, construction, acquisition 1080 or approval of facilities for such purposes, and any public agency 1081 may exercise all presently held powers in the furtherance of this 1082 act.

1083 <u>SECTION 22.</u> If any clause, sentence, paragraph, section or 1084 part of the provisions of this act shall be adjudged by any court 1085 of competent jurisdiction to be invalid, such judgment shall not 1086 affect, impair or invalidate the remainder thereof directly 1087 involved in the controversy in which such judgment shall have been 1088 rendered.

1089 SECTION 23. Section 49-17-161, Mississippi Code of 1972, is
1090 brought forward as follows:

1091 49-17-161. Sections 49-17-161 through 49-17-209 shall be 1092 known and may be cited as the "Southern Regional Wastewater 1093 Management Act."

1094 **SECTION 24.** Section 49-17-162, Mississippi Code of 1972, is 1095 brought forward as follows:

1096 49-17-162. (1) The Southern Regional Wastewater Management 1097 District shall be the Waveland Regional Wastewater Management 1098 District and shall retain all powers and duties granted by law to 1099 the Waveland Regional Wastewater Management District.

1100 (2) Wherever the term "Waveland Regional Wastewater 1101 Management District" appears in any law, it shall be construed to 1102 mean the Southern Regional Wastewater Management District.

1103 SECTION 25. Section 49-17-163, Mississippi Code of 1972, is
1104 brought forward as follows:

1105 49-17-163. (1) It is hereby found and declared that a 1106 critical health hazard to the residents of the State of 1107 Mississippi results from the pollution of the waters in the 1108 Mississippi Sound which is one (1) of the state's basic resources; 1109 that such pollution is adversely affecting the economy and growth H. B. No. 1300 \*HRO3/R1673\*

06/HR03/R1673 PAGE 34 (OM\LH) 1110 of the state; and that such pollution is caused primarily by the 1111 operation of inadequate wastewater collection and treatment 1112 facilities within the counties bordering the Gulf of Mexico.

1113 It is further found and declared that it is in the (2)1114 public interest to foster and promote by all reasonable means the abatement of pollution of water in or bordering the state and thus 1115 1116 to reduce and ultimately abate the menace to the public health and welfare resulting from such pollution; that the abatement of the 1117 pollution of the waters in the Mississippi Sound can best be 1118 1119 accomplished through the establishment of regional wastewater 1120 management districts to provide for the planning and financing of adequate wastewater collection and treatment facilities for the 1121 1122 benefit of all public agencies and other persons within those counties bordering the Gulf of Mexico, who desire by means of and 1123 1124 through such districts to obtain such facilities; and that the establishment of a regional wastewater management district will 1125 serve to maximize the amount of federal aid and assistance which 1126 1127 can be received for this pollution abatement effort.

(3) It is further found and declared that to aid in 1128 1129 remedying these conditions, and to promote the development and 1130 operation of adequate wastewater collection and treatment 1131 facilities and thereby to abate such pollution, public bodies corporate and politic of the state may be created with authority 1132 1133 to cause and assist in compliance with the standards of water quality established by the Mississippi Air and Water Pollution 1134 1135 Control Law, appearing as Section 49-17-1 et seq., Mississippi 1136 Code of 1972, and by the Federal Water Pollution Control Act, 1137 appearing as 33 USCS 1251, as amended, regarding collection and treatment facilities located in the counties bordering the Gulf of 1138 Mexico; to plan, acquire, construct, finance, develop, own, 1139 1140 operate or maintain wastewater collection and treatment facilities 1141 within said counties; and to apply and contract for and to accept

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 35 (OM\LH) 1142 grants-in-aid and other funds from the federal government and the 1143 state government and their agencies in this regard.

1144 (4) The Legislature further finds that the authority and 1145 powers conferred under Sections 49-17-161 through 49-17-209 and 1146 the expenditure of public monies pursuant thereto constitute a 1147 valid public purpose; that the creation and establishment of the 1148 Southern Regional Wastewater Management District is necessary and essential to the accomplishment of the aforesaid purposes; that 1149 Sections 49-17-161 through 49-17-209 operate on a subject in which 1150 1151 the state at large is interested; and that each of these matters 1152 are declared as a matter of express legislative determination.

1153 SECTION 26. Section 49-17-165, Mississippi Code of 1972, is
1154 brought forward as follows:

1155 49-17-165. Whenever used in Sections 49-17-161 through 1156 49-17-209, the following words and terms shall have the following 1157 respective meanings unless a different meaning clearly appears 1158 from the context:

1159 (a) "Act" means the Southern Regional Wastewater1160 Management Act, as the same may be amended.

1161 (b) "Bonds" means any bonds, interim certificates, 1162 notes or other evidences of indebtedness of the district issued 1163 under Sections 49-17-161 through 49-17-209.

(c) "Collection facilities" means any plants, 1164 1165 structures, facilities and other real and personal property used 1166 or useful in the collection of wastewater for ultimate discharge into trunk lines, including, without limiting the generality of 1167 1168 the foregoing, sewers, conduits, pipelines, mains, pumping and 1169 ventilating stations, plants and works, connections and any other real and personal property and rights therein necessary or useful 1170 1171 or convenient for the purposes of the district in connection 1172 therewith.

1173

(d) "County" means Hancock County.

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1174 (e) "District" means the Southern Regional Wastewater 1175 Management District.

1176 (f) "Management area" means all of the area lying 1177 within the territorial boundaries of Hancock County.

(g) "Person" means the state or other agency or institution thereof, any municipality, political subdivision, public or private corporation, individual, partnership, association or other entity, and includes any officer or governing or managing body of any municipality, political subdivision or public or private corporation.

1184 (h) "Pollution" means such contamination, or other 1185 alteration of the physical, chemical or biological properties, of 1186 any waters of the state, including change in temperature, taste, 1187 color, turbidity or odor of the waters, or such discharge of any liquid, gaseous, solid, radioactive, or other substance into any 1188 waters of the state as will or is likely to create a nuisance or 1189 1190 render such waters harmful, detrimental or injurious to public 1191 health, safety or welfare, or to domestic, commercial, industrial, agricultural, recreational or other legitimate beneficial uses, or 1192 1193 to livestock, wild animals, birds, fish or other aquatic life.

(i) "Public agency" means any incorporated city or town, county, political subdivision, governmental district or unit, public corporation or governmental agency created under the laws of the state, lying wholly or partially within the management area.

1199

(j) "State" means the State of Mississippi.

1200 (k) "Treatment facilities" means treatment plants and1201 any related trunk lines.

(1) "Treatment plants" means any plants, structures, facilities and other real and personal property used or useful in the treating, neutralizing, stabilizing or disposing of wastewater, including, without limiting the generality of the foregoing plants, disposal fields and lagoons and any other real H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 37 (OM\LH) 1207 and personal property and rights therein necessary or useful or 1208 convenient for the purposes of the district in connection 1209 therewith.

1210 (m) "Trunk lines" means trunk sewers and other 1211 structures and facilities used or useful in the conducting of 1212 wastewater from collection facilities to treatment plants, 1213 including, without limiting the generality of the foregoing, 1214 conduits, pipelines, mains, pumping and ventilating stations and 1215 any other real and personal property and rights therein necessary 1216 or useful or convenient for the purposes of the district in 1217 connection therewith.

(n) "Wastewater" means water containing sewage,
industrial wastes, oil field wastes and other liquid, gaseous,
solid, radioactive or other substances which may pollute or tend
to pollute any waters of the state.

1222 SECTION 27. Section 49-17-167, Mississippi Code of 1972, is 1223 brought forward as follows:

1224 49-17-167. There is hereby created and established a public 1225 body corporate and politic constituting a political subdivision of 1226 the State of Mississippi to be known as the "Southern Regional Wastewater Management District." The district shall be deemed to 1227 1228 be acting in all respects for the benefit of the people of the state in the performance of essential public functions and the 1229 1230 district shall be empowered in accordance with the provisions of 1231 Sections 49-17-161 through 49-17-209 to promote the health, 1232 welfare and prosperity of the general public.

1233 **SECTION 28.** Section 49-17-169, Mississippi Code of 1972, is 1234 brought forward as follows:

1235 49-17-169. (1) All powers of the district shall be vested 1236 in a board of directors which shall consist of the mayor of each 1237 city participating in the Southern Regional Wastewater Management 1238 District and the President of the Board of Supervisors of Hancock

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 38 (OM\LH) 1239 County. Each director may appoint a delegate to represent him at 1240 a meeting of the board.

1241 (2) The board of directors may elect or appoint and 1242 prescribe the duties of such officers as the board of directors 1243 deems necessary or advisable, including an executive director and 1244 The executive director, who, at the discretion of a secretary. 1245 the board of directors, may also serve as secretary, shall be a person of good moral character and shall be a professional 1246 engineer registered in the State of Mississippi with a minimum of 1247 1248 ten (10) years' recent practical experience in the management and 1249 administration of public works operations which may include, but is not limited to, supervision, public financing, regulatory codes 1250 1251 and related functions as minimum qualifications to administer the programs and duties of the district. The executive director shall 1252 administer, manage and direct the affairs and business of the 1253 district, subject to the policies, control and direction of the 1254 1255 board of directors. The executive director shall give bond 1256 executed by a surety company or companies authorized to do business in this state in the penal sum of Twenty-five Thousand 1257 1258 Dollars (\$25,000.00) payable to the district, conditioned upon the 1259 faithful performance of his duties and the proper accounting for 1260 all funds which may come into his hands as executive director. The secretary of the district shall keep a record of the proceedings 1261 1262 of the district and shall be custodian of all books, documents and 1263 papers filed with the district, the minute book or journal of the district and its official seal. The secretary shall have 1264 1265 authority to cause copies to be made of all minutes and other 1266 records and documents of the district and to certify under the seal of the district that such copies are true and accurate 1267 1268 copies, and all persons dealing with the district may rely upon 1269 such certificates.

1270 (3) Each director may receive as compensation a sum not to1271 exceed One Hundred Dollars (\$100.00) per month for attending

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 39 (OM\LH) 1272 meetings of the board of directors during that month and may 1273 receive reimbursement for actual and necessary expenses incurred 1274 in the performance of his duties upon express authorization of the 1275 board.

1276 **SECTION 29.** Section 49-17-171, Mississippi Code of 1972, is 1277 brought forward as follows:

1278 49-17-171. The district shall have all the rights and powers 1279 necessary or convenient to carry out and effectuate the purposes 1280 and provisions of Sections 49-17-161 through 49-17-209, including, 1281 but without limiting the generality of the foregoing, the right 1282 and power:

1283

(a) To sue and be sued in its own name;

1284 (b) To adopt an official seal and alter the same at 1285 pleasure;

1286 (c) To maintain an office or offices at such place or 1287 places within the management area as it may determine;

(d) To plan, develop, acquire, construct, reconstruct, operate, own, manage, lease (as lessor or lessee), dispose of, participate in, maintain, repair, extend or improve one or more collection facilities or treatment facilities, whether or not such facilities are or are to be owned by the district;

(e) To acquire, own, hold, use, lease (as lessor or lessee), sell or otherwise dispose of, mortgage, pledge or grant a security interest in any real or personal property, contract commodity or service or interest therein;

(f) To make and enforce, and from time to time amend 1297 1298 and repeal, bylaws and rules and regulations for the management of its business and affairs and for the use, maintenance and 1299 operation of any of its collection facilities or treatment 1300 facilities and any other of its properties, including, without 1301 1302 limiting the generality of the foregoing, rules and regulations 1303 requiring the pretreatment of industrial wastes and requiring 1304 industrial users to pay the construction costs of facilities that \*HR03/R1673\* H. B. No. 1300

06/HR03/R1673 PAGE 40 (OM\LH) 1305 are allocable to the treatment of industrial wastes to the extent 1306 attributable to any federal government share of such costs;

(g) To fix, charge, collect, maintain and revise rates, fees and other charges, including connection charges, for any services rendered by it to any person;

(h) To apply and contract for and to accept any grants or gifts or loans or appropriations of funds or property or financial or other aid in any form from the United States or any instrumentality thereof, or from the state or any instrumentality thereof, or from any source, public or private and to comply with and make agreements with respect to, the terms and conditions thereof, subject to any agreements with bondholders;

1317 (i) To borrow money and to issue bonds for any of its
1318 purposes, to provide for and secure the payment thereof, and to
1319 provide for the rights of the holders thereof;

(j) To invest any monies of the district, including proceeds from the sale of any bonds, notwithstanding any law to the contrary, but subject to any agreements with bondholders, on such terms and in such manner as the district deems proper;

(k) To procure insurance against any loss in connection
with its property, other assets and business in such amounts and
from such insurers as it may deem necessary or desirable;

(1) To employ architects, engineers, attorneys, financial advisors and such other consultants as it deems proper and to fix and pay their compensation, and to appoint and retain such officers, agents and employees as it deems proper and to fix and pay their compensation;

(i) The employment of all professionals for
project services shall be in strict accordance with current
guidelines of the appropriate federal, state and local regulatory
agencies and advertising for the procurement of such services in a
local newspaper shall be mandatory. Preference may be given to

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 41 (OM\LH) 1337 the employment of regionally qualified professionals and such is 1338 to be encouraged.

(ii) Management contractor employed by the district shall not be eligible to compete for design, surveys, geotechnical and/or construction inspection services of any facilities to be developed by the district. The management contractor is to establish development criteria, priorities and administer quality control practices to insure compliance with the provisions of Sections 49-17-161 through 49-17-209.

(m) To enter on any lands, waters or premises for the purpose of making surveys, borings, soundings and examinations for the purposes of the district;

(n) To do and perform any acts and things authorized by Sections 49-17-161 through 49-17-209 under, through or by means of its officers, agents and employees, or by contracts with any person; and

(o) To enter into any and all contracts, execute any and all instruments, and do and perform any and all acts or things necessary, convenient or desirable for the purposes of the district, or to carry out any power expressly granted in Sections 49-17-161 through 49-17-209.

1358 (p) To be exempted from the Mississippi Agency Review1359 Law of 1978, as amended.

(q) To exercise the power of eminent domain for the particular purpose of the acquisition of property designated by plan to sufficiently accommodate the location of treatment plants or facilities, trunk lines and such requirements related directly thereto pursuant to the provisions of Chapter 27, Title 11,

1365 Mississippi Code of 1972.

1366 SECTION 30. Section 49-17-173, Mississippi Code of 1972, is 1367 brought forward as follows:

1368 49-17-173. (1) The district shall have the power to adopt 1369 and promulgate all reasonable rules and regulations regarding the H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 42 (OM\LH) 1370 specifications and standards relating to the construction, 1371 operation and maintenance of all collection facilities owned by 1372 any person who contracts with the district for the use or services 1373 of any treatment facilities either owned or operated by the 1374 district so as to cause compliance with the standards of water quality established by the Mississippi Air and Water Pollution 1375 1376 Control Commission pursuant to the Mississippi Air and Water Pollution Control Law, and by any similar federal or state agency, 1377 and so as to effect the abatement of the pollution of the waters 1378 1379 in the Mississippi Sound. The district shall also have the power 1380 to adopt and promulgate all reasonable rules and regulations 1381 regarding the specifications and standards relating to the 1382 construction, operation and maintenance of all treatment 1383 facilities either owned or operated by the district so as to cause compliance with the above-described standards of water quality and 1384 to effect the abatement of pollution of the waters in the 1385 1386 Mississippi Sound. The district shall also have the power to 1387 adopt and promulgate all reasonable rules requiring mandatory connection to collection facilities by any person residing within 1388 1389 the territorial boundaries of a public agency which contracts for use or services of treatment facilities or collection facilities 1390 1391 owned or operated by the district, if the same is practicable, as determined by the district; in the event that the district 1392 1393 determines that any such mandatory connection is not practical, 1394 then the district shall have the power to adopt and promulgate all 1395 reasonable rules and regulations regarding the specifications and 1396 standards relating to the construction, operation and maintenance 1397 of septic tanks by any person not required to so connect to such 1398 collection facilities so as to cause compliance with the above-described standards of water quality and to effect the 1399 1400 abatement of pollution of the waters in the Mississippi Sound. 1401 (2)All such rules and regulations prescribed by the 1402 district, after publication in a newspaper of general circulation \*HR03/R1673\* H. B. No. 1300 06/HR03/R1673 PAGE 43 (OM\LH)

1403 in Hancock County, shall have the full force and effect of law, 1404 and violation thereof shall be punishable by a fine of not less 1405 than Fifty Dollars (\$50.00) and not more than Five Hundred Dollars 1406 (\$500.00) as may be prescribed in such rules and regulations.

(3) In the event of a violation of any rule or regulation 1407 1408 adopted by the district to cause compliance with the standards of 1409 water quality established by the Mississippi Air and Water Pollution Control Commission, or by any similar federal or state 1410 agency, or to effect the abatement of pollution of the waters in 1411 the Mississippi Sound, the district shall have authority to sue 1412 1413 for and obtain damages or other appropriate relief, including injunctive relief. 1414

1415 (4) All such rules and regulations prescribed and the 1416 penalties fixed thereunder, by the authority of Sections 49-17-161 through 49-17-209 shall not conflict with or suspend any rules, 1417 regulations or penalties prescribed by general statute or the 1418 1419 Mississippi Air and Water Pollution Control Commission. All fines 1420 and penalties levied and collected under Sections 49-17-161 through 49-17-209 shall be remitted and accounted for in 1421 1422 accordance with the general statutes relating thereto.

1423 **SECTION 31.** Section 49-17-175, Mississippi Code of 1972, is 1424 brought forward as follows:

49-17-175. (1) Any public agency may, pursuant to a duly 1425 1426 adopted resolution of the governing body of such public agency, 1427 enter into contracts with the district for the district to (a) 1428 acquire, lease, improve, extend, operate or maintain the treatment 1429 facilities of the public agency; or (b) acquire or construct treatment facilities to be owned by the district for the 1430 furnishing of services to the public agency; including in each 1431 instance such contracts whereby the public agency is obligated to 1432 1433 make payments in amounts which shall be sufficient to enable the 1434 district to meet its expenses, interest and principal payments 1435 (whether at maturity or upon sinking fund redemption) for its \*HR03/R1673\* H. B. No. 1300

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bonds, reserves for debt service, payments into funds for 1436 1437 operation and maintenance and renewals and replacements and the 1438 requirements of any rate covenant with respect to debt service 1439 coverage contained in any resolution, trust indenture or other 1440 security agreement relating to its bonds. Such contracts may also 1441 contain such other terms and conditions as the district and the 1442 public agency may determine, including provisions whereby the 1443 public agency is obligated to make payments under such contract irrespective of whether or not use or services are rendered or 1444 1445 whether or not the treatment facilities contemplated by such 1446 contracts are completed, operable or operating, and 1447 notwithstanding suspension, interruption, interference, reduction 1448 or curtailment of the use or services of such treatment 1449 facilities. Such contracts may be for a term covering the life of the treatment facilities or for any other term or for an 1450 indefinite period and may be made with or without consideration. 1451

1452 (2) Contracts referred to in this section may provide that 1453 the obligation of a public agency to make payments to the district with respect to certain treatment facilities is several, or is 1454 1455 joint and several, with the obligations of other public agencies or other persons contracting with the district for the use or 1456 1457 services of such treatment facilities; and, where the public agency's obligation is joint and several, then in the event any 1458 1459 other public agency or other person defaults in his obligation, 1460 the public agency may be required to increase its payments to the 1461 district by a proportional amount, taking into consideration the 1462 remaining persons who are likewise contracting with the district 1463 and who are not in default.

1464 (3) The obligations of a public agency arising under the 1465 terms of any contract referred to in this section, whether or not 1466 payable solely from revenues or solely from a pledge of ad valorem 1467 taxes as provided in Section 49-17-177 or any combination thereof, 1468 shall not be construed as being included within the indebtedness

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limitations of the public agency for purposes of any 1469 1470 constitutional or statutory limitation or provision. To the 1471 extent provided in such contract and to the extent such 1472 obligations of the public agency are payable solely from the 1473 revenues and other monies derived by the public agency from the 1474 operation of its treatment facilities or collection facilities or 1475 any combination thereof which are the subject of such contract, 1476 such obligations may be treated as expenses of operating such 1477 facilities.

(4) Contracts referred to in this section may also provide for payments in the form of contributions to defray the cost of any purpose set forth in the contracts and as advances for any treatment facilities subject to repayment by the district. A public agency may make such contributions or advances from its general fund or surplus fund or from any monies legally available therefor.

1485 (5) Contracts referred to in this section may, in order to 1486 provide effective and prompt cooperation and coordination of any matters among persons contracting with the district and persons 1487 1488 representing the district regarding treatment facilities, 1489 establish a coordinating committee of such persons. Such 1490 committee shall consist of one (1) representative selected by the district, who shall be the coordinating committee's chairman, and 1491 1492 such other representatives from among the contracting parties as 1493 shall be provided for by the terms of the contract. Such coordinating committee shall have such rights and powers with 1494 1495 respect to the subject matter of the contract as shall be provided 1496 for therein.

(6) Payments made or to be made to the district by a public agency or other person pursuant to a contract for the use or services of treatment facilities shall be determined by the method specified in such contract and shall not be subject to approval or review by the Public Service Commission.

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 46 (OM\LH) 1502 **SECTION 32.** Section 49-17-177, Mississippi Code of 1972, is 1503 brought forward as follows:

1504 49-17-177. Any public agency, other than a county, having 1505 taxing powers is hereby authorized to levy a special ad valorem 1506 tax upon all taxable property within its geographical limits in an 1507 amount necessary to pay all or a portion of the payments to be 1508 made by that public agency under contracts referred to in Sections 1509 49-17-175 and 49-17-181 and if such contract of the public agency so provides, then the contract shall constitute an enforceable 1510 1511 obligation against the taxing power of the public agency to the 1512 extent provided therein. Hancock County is hereby authorized to 1513 levy a special ad valorem tax upon all taxable property lying 1514 within any unincorporated area within its geographical limits in 1515 an amount necessary to pay all or a portion of the payments to be made by that county under contracts referred to in Sections 1516 1517 49-17-175 and 49-17-181 and if such contract of the county so 1518 provides, then the contract shall constitute an enforceable 1519 obligation against the taxing power of the county to the extent provided therein. For the purpose of Sections 49-17-161 through 1520 1521 49-17-209 and under the authority of Sections 49-17-161 through 1522 49-17-209, the Southern Regional Wastewater Management District as 1523 an entity specifically is excluded from being an authorized taxing unit under the definition of a public agency. 1524

1525 The special ad valorem tax authorized by this section shall 1526 not be reimbursable by the state under the provisions otherwise 1527 made for reimbursements under the homestead exemption laws.

1528 SECTION 33. Section 49-17-179, Mississippi Code of 1972, is 1529 brought forward as follows:

1530 49-17-179. Whenever a public agency shall enter into a 1531 contract referred to in Section 49-17-175, and the payments 1532 thereunder are to be made either wholly or partly from the 1533 revenues of the public agency's collection facilities or treatment 1534 facilities or any combination thereof, the duty is hereby imposed H. B. No. 1300 \*HRO3/R1673\*

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on the public agency to fix, establish and maintain, and from time 1535 1536 to time adjust, the rates charged by the public agency for the 1537 services of such facilities to the end that the revenues from such 1538 facilities, together with any ad valorem taxes levied for such 1539 payments, will be sufficient at all times to pay: (a) the expense 1540 of operating and maintaining such facilities; (b) all of the public agency's obligations to the district under such contract; 1541 and (c) all of the public agency's obligations under and in 1542 connection with any outstanding bonds issued to finance in whole 1543 1544 or in part such facilities.

1545 **SECTION 34.** Section 49-17-181, Mississippi Code of 1972, is 1546 brought forward as follows:

1547 49-17-181. (1) Any public agency may, pursuant to a duly 1548 adopted resolution of the governing body of such public agency, enter into contracts with the district for the district to (a) 1549 acquire, lease, improve, extend, operate or maintain the 1550 1551 collection facilities of the public agency, or (b) acquire or 1552 construct collection facilities to be owned by the district for the furnishing of services to users located within the boundaries 1553 of the public agency. Such contracts may provide that the public 1554 1555 agency is obligated to make payments in amounts which shall be 1556 sufficient to enable the district to meet its expenses, interest and principal payments (whether at maturity or upon sinking fund 1557 redemption) for its bonds, reserves for debt service, payments 1558 1559 into funds for operation and maintenance and renewals and 1560 replacements and the requirements of any rate covenant with 1561 respect to debt service coverage contained in any resolution, 1562 trust indenture or other security agreement relating to its bonds. 1563 Such contracts may also contain such other terms and conditions as the district and the public agency may determine, including 1564 1565 provisions whereby the public agency is obligated to make payments 1566 under such contract irrespective of whether or not use or services are rendered or whether or not the collection facilities 1567

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1568 contemplated by such contracts are completed, operable or 1569 operating, and notwithstanding suspension, interruption, 1570 interference, reduction or curtailment of the use or services of 1571 such treatment facilities. Such contracts may be for a term 1572 covering the life of the collection facilities or for any other 1573 term or for an indefinite period; and may be made with or without 1574 consideration and may provide that the amounts payable by the public agency to the district are in lieu of all or any part of 1575 the rates, fees and other charges which would otherwise be charged 1576 1577 to and collected from the users of the collection facilities by 1578 the district.

(2) Subject to the terms of a contract referred to in this 1579 1580 section, the district is hereby authorized to do and perform any 1581 and all acts or things necessary, convenient or desirable to carry out the purposes of such contracts, including the fixing, 1582 charging, collecting, maintaining and revising of rates, fees and 1583 1584 other charges for the services rendered to any user of collection 1585 facilities operated or maintained by the district, whether or not such collection facilities are owned by the district. 1586

1587 The obligations of a public agency arising under the (3) terms of any contract referred to in this section, whether or not 1588 1589 payable solely from revenues or solely from a pledge of special improvement assessments as provided in Section 49-17-183 or solely 1590 1591 from a pledge of ad valorem taxes as provided in Section 49-17-177 1592 or any combination thereof, shall not be construed as being included within the indebtedness limitations of the public agency 1593 1594 for purposes of any constitutional or statutory limitation or 1595 provision. To the extent provided in such contract and to the extent such obligations of the public agency are payable solely 1596 from the revenues and other monies derived by the public agency 1597 1598 from the operation of its treatment facilities or collection 1599 facilities or any combination thereof which are the subject of

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1600 such contract, such obligations may be treated as expenses of 1601 operating such facilities.

(4) Contracts referred to in this section may also provide for payments in the form of contributions to defray the cost of any purpose set forth in the contracts and as advances for any treatment facilities subject to repayment by the district. A public agency may make such contributions or advances from its general fund or surplus fund or from any monies legally available therefor.

1609 (5) Payments made or to be made to the district by a public 1610 agency or other person pursuant to a contract for the use or 1611 services of treatment facilities shall be determined by the method 1612 specified in such contract and shall not be subject to approval or 1613 review by the Public Service Commission.

1614 SECTION 35. Section 49-17-183, Mississippi Code of 1972, is 1615 brought forward as follows:

1616 49-17-183. (1) Whenever a public agency shall enter into a 1617 contract referred to in Section 49-17-181, and subject to the terms of such contract, such agency, in its sole discretion, is 1618 1619 authorized, in connection with the acquisition, construction, improvement or extension of collection facilities, to cause the 1620 1621 cost of such acquisition, construction, improvement or extension 1622 (hereinafter in this section referred to as "the improvement") to 1623 be made wholly or in part at the cost of the property owners 1624 benefitted thereby by levying special improvement assessments as provided in this section. 1625

1626 (2)Whenever the governing body of the agency shall adopt a resolution declaring the necessity of the improvement and the need 1627 for special improvement assessments therefor, which resolution 1628 1629 shall describe the entire area to be benefitted and the nature and 1630 extent of the improvement, the public agency shall publish such 1631 resolution once each week for three (3) successive weeks in a newspaper having general circulation within the county in which 1632 \*HR03/R1673\*

H. B. No. 1300 06/HR03/R1673 PAGE 50 (OM\LH) 1633 the improvement is to be located, and the public agency shall fix 1634 a date on which the governing body of the agency shall meet to 1635 hear any objections to or remonstrances with respect to the 1636 improvement.

1637 (3) At the meeting scheduled to hear objections, or at a 1638 time and place to which the same may be adjourned, any person 1639 aggrieved may appear in person, by attorney or by petition and may 1640 object to or protest against the improvement or any part thereof. The governing body of the public agency shall consider the 1641 objections and protests, if any, and may confirm, amend, modify or 1642 1643 rescind its resolution of necessity, and shall determine whether the improvement shall be made and how the cost thereof shall be 1644 1645 The determination of the governing body of the public paid. agency shall be final and conclusive; provided, however, that if a 1646 1647 majority of property owners owning more than fifty percent (50%) of the front footage of the property involved, and actually 1648 1649 residing on or occupying said property, shall file a protest with 1650 the clerk of the chancery court of the county in which the improvement is to be located not later than thirty (30) days 1651 1652 following such meeting, then the improvement shall not be made.

The resolution of the governing body of the public 1653 (4) 1654 agency determining to proceed with the improvement may direct that the cost of the improvement, or such part as the agency shall 1655 1656 determine, shall be a charge upon the property benefitted. Said 1657 resolution shall define the entire area to be benefitted by the improvement and shall direct that the cost to be assessed against 1658 1659 each lot or parcel of land shall be determined by dividing the entire cost thereof by the total number of front feet fronting on 1660 all the streets embraced within the improvement area, and 1661 1662 multiplying the quotient by the number of feet of street frontage in any particular lot or parcel of land; provided, however, that 1663 1664 with respect to each lot or parcel of land which fronts more than 1665 one (1) street embraced within the improvement area, there shall \*HR03/R1673\*

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be excluded from the total number of feet fronting on all streets, 1666 1667 and from the number of feet of street frontage in such lot or parcel of land, that number of feet equal to the street frontage 1668 1669 fronting streets to which such lot or parcel of land will not 1670 connect to the improvements; and, provided further, that the 1671 public agency's determination regarding such exclusion shall be conclusive. The result thereof shall be assessed by the public 1672 agency as the amount of special improvement assessment against 1673 each lot or piece of ground for the owner's part of the cost of 1674 The cost of the improvement may include, to the 1675 the improvement. 1676 extent determined by the public agency, the expenses of the agency, interest on money borrowed for financing the improvement 1677 1678 while the improvement is under construction and for one (1) year 1679 thereafter, all costs relating to the issuance of bonds by the 1680 district to finance the improvement, actual engineering and inspection costs and all other costs directly related to the 1681 1682 improvement.

1683 At any time, as the public agency may determine, after (5) the agency directs that the cost of the improvement, or any part 1684 1685 thereof, shall be a charge upon the property benefitted, the 1686 public agency shall prepare, or cause to be prepared, a roll or 1687 list to be called the "assessment roll" showing the names of the property owners and opposite each name a description of each 1688 1689 parcel of land. Such roll shall be entered in a well-bound book 1690 prepared for that purpose, which shall contain appropriate columns in which payments may be credited and which shall be known as the 1691 1692 "assessment book." The public agency shall, upon its completion, deposit the assessment book with the clerk of the chancery court 1693 of the county in which the improvement is to be located, and such 1694 clerk shall keep the assessment book and preserve it as a public 1695 1696 record. The entry in the assessment book of any assessment shall 1697 be and constitute notice to the public of the lien against the 1698 land so assessed and no other record or notice thereof shall be

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H. B. No. 1300 06/HR03/R1673 PAGE 52 (OM\LH) 1699 necessary to any person or corporation for that purpose. No 1700 error, omission or mistake in regard to the name of the owner 1701 shall be held to invalidate any assessment. After the assessment 1702 book has been delivered to such clerk of the chancery court, such clerk shall thereupon give a notice by publication in a newspaper 1703 1704 of general circulation in the county in which the improvement is to be located that the assessment roll has been delivered to him 1705 1706 and is open for inspection at his office and that at a time and place therein mentioned, not less than fifteen (15) days from the 1707 date of the first publication, the governing body of the public 1708 1709 agency will meet to hear and determine any objection or defense.

(6) The owner of any property assessed for the improvement, 1710 1711 or any party having an interest therein, may appear at the time 1712 and place fixed for the hearing and determining of any objection or defense, and object to the proposed assessment or the amount 1713 thereof. The public agency shall hear and determine all 1714 1715 objections and protests to the proposed assessment, as a result of 1716 which the agency may alter, change or correct any assessment; provided, however, that no assessment shall be increased without 1717 1718 notice to the owner of the property. The public agency shall, by 1719 resolution, approve and confirm all assessments as finally fixed 1720 and adjusted at said hearing, which assessments shall, from the date of such confirmation, constitute a lien upon the respective 1721 property upon which they are levied, superior to all other liens 1722 1723 except those for state and county taxes. All persons who fail to object to the proposed assessment at said hearing shall be deemed 1724 1725 to have consented to and approved the same. Any property owner 1726 aggrieved by the decision of the public agency may appeal to the chancery court for the county wherein his property is situated. 1727

1728 (7) All assessments levied under the provisions of this
1729 section shall become due and shall be paid to the tax collector of
1730 the county in which the improvement is to be located in full
1731 within ninety (90) days from the date of confirmation thereof.
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However, the governing body of the public agency may by resolution 1732 1733 confer upon the property owners who admit the legality of the 1734 assessment the privilege of paying the assessment in not exceeding 1735 ten (10) equal installments with interest from the date of the 1736 confirmation at the same rate as that fixed in the bonds issued to 1737 finance the cost of the improvement. Any property owner who shall 1738 not have taken an appeal from the assessment, shall, upon failure to pay said assessment in full within ninety (90) days from the 1739 date of confirmation, be deemed to have elected to pay said 1740 1741 assessment in installments as herein provided. Any property owner 1742 who has elected to pay his assessment in installments shall have 1743 the right at any time to pay the balance of the assessment against 1744 his property in full, but in so doing he shall be required to pay all interest which would have accrued thereon had same not been 1745 paid until its maturity. 1746

The public agency shall annually certify to the tax 1747 (8) 1748 collector of the county in which the improvement is to be located, 1749 the annual installment of assessment due from each tract of land against which an assessment has been levied, together with the 1750 1751 amount of the interest upon all unpaid installments at the same rate as that fixed in the bonds issued to finance the cost of the 1752 1753 improvement. The collector shall thereupon enter upon the annual tax roll of the county, in a separate column, the amount of the 1754 1755 installment and interest to be collected from each tract of land 1756 so assessed, and said collector shall collect said installment, 1757 together with the interest upon all unpaid installments, together 1758 with, and at the same time he collects, the annual county tax. 1759 Upon collection, said tax collector shall deposit such special 1760 improvement assessment with such depository as the public agency shall determine, and shall certify to the clerk of the chancery 1761 1762 court in which the improvement is or is to be located the amount 1763 of such assessment paid by each property owner.

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Upon collection, said tax collector shall deposit such 1764 1765 special improvement assessment into a separate account with such 1766 depository as the public agency shall determine, and shall certify 1767 to the clerk of the chancery court in which the improvement is or 1768 is to be located the amount of such assessment paid by each 1769 property owner. The clerk of the chancery court shall then note 1770 such payments on the "assessment book." When an assessment is 1771 paid in full, or upon the payment of the last installment thereof, the clerk shall note on said "assessment book" opposite the 1772 1773 assessment, "paid in full." Upon the payment of each installment 1774 an appropriate note thereof shall be made opposite such assessment on said book, so that the amount of the assessment against any 1775 1776 property assessed under the provisions of this section which 1777 remains a lien upon said property may be determined by reference 1778 to the "assessment book."

(9) All assessments levied under the provisions of this section shall be enforced in the same manner in which the payment of other taxes in said county is enforced, and all statutes regulating the collection of other taxes in said county shall apply to the enforcement and collection of the assessments levied pursuant to this section.

1785 (10) If the assessment first levied shall prove insufficient to complete the improvement, the governing body of the public 1786 1787 agency shall thereupon by resolution duly adopted make another 1788 levy on the property previously assessed for a sum sufficient to complete the improvement, which shall be collected in the same 1789 1790 manner as the first levy. Any property owner aggrieved by the 1791 decision of the public agency may appeal solely as to the amount of such assessment to the chancery court for the county wherein 1792 his property is situated. When any work has been begun under the 1793 provisions of Sections 49-17-161 through 49-17-209, which shall 1794 1795 not be completed and paid for out of the first or other levy, it 1796 shall be the duty of the governing body of the public agency to \*HR03/R1673\* H. B. No. 1300

06/HR03/R1673 PAGE 55 (OM\LH) 1797 make such levy for its completion, and from year to year until it 1798 is completed, provided that the total levy shall in no case exceed 1799 the value of the benefits assessed on said property. The 1800 performance of such duty may be enforced by mandamus at the 1801 instance of any person or board interested.

1802 SECTION 36. Section 49-17-185, Mississippi Code of 1972, is 1803 brought forward as follows:

1804 49-17-185. (1) The district shall have the power and is hereby authorized, from time to time, to issue bonds in such 1805 1806 principal amounts as, in the opinion of the district, shall be 1807 necessary to provide sufficient funds for achieving any of its 1808 corporate purposes, including, without limiting the generality of 1809 the foregoing, the financing of the acquisition, construction, improvement or extension of collection facilities or treatment 1810 facilities, or any combination thereof, whether or not such 1811 facilities are owned by the district, the payment of interest on 1812 1813 bonds of the district, establishment of reserves to secure such 1814 bonds, expenses incident to the issuance of such bonds and to the implementation of the district's programs, and all other 1815 1816 expenditures of the district incident to or necessary or 1817 convenient to carry out its corporate purposes and powers.

1818 (2) The district may issue such types of bonds as it may determine, subject only to any agreement with the holders of 1819 1820 particular bonds, including bonds as to which the principal and 1821 interest are payable exclusively from all or a portion of the revenues derived from one or more collection facilities or 1822 1823 treatment facilities pursuant to the contracts entered into by 1824 public agencies, and other persons pursuant to Section 49-17-175 or 49-17-181, or any combination of any of the foregoing, or which 1825 may be secured by a pledge of any grant, subsidy, or contribution 1826 1827 from any public agency or other person, or a pledge of any income 1828 or revenues, funds or monies of the district from any source

1829 whatsoever.

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1830 (3) Bonds shall be authorized by a resolution or resolutions 1831 of the district. Such bonds shall bear such date or dates, mature 1832 at such time or times, bear interest at such rate or rates, be in 1833 such denomination or denominations, be in such form, either coupon 1834 or registered, carry such conversion or registration privileges, 1835 have such rank or priority, be executed in such manner and by such 1836 officers, be payable from such sources in such medium of payment 1837 at such place or places within or without the state, provided that one (1) such place shall be within the state, be subject to such 1838 1839 terms of redemption prior to maturity, all as may be provided by 1840 resolution or resolutions of the district.

1841 (4) Any bonds of the district may be sold at such price or 1842 prices, at public sale, in such manner and at such times as may be 1843 determined by the district to be in the public interest, and the 1844 district may pay all expenses, premiums, fees and commissions 1845 which it may deem necessary and advantageous in connection with 1846 the issuance and sale thereof.

1847 (5) It is the intention of the Legislature that any pledge of earnings, revenues or other monies made by the district shall 1848 1849 be valid and binding from the time the pledge is made; that the 1850 earnings, revenues, or other monies so pledged and thereafter 1851 received by the district shall immediately be subject to the lien of such pledge without any physical delivery thereof or further 1852 1853 act, and that the lien of any such pledge shall be valid and 1854 binding as against all parties having claims of any kind in tort, contract or otherwise against the district irrespective of whether 1855 1856 such parties have notice thereof. Neither the resolution nor any 1857 other instrument by which a pledge is created need be recorded.

1858 (6) Neither the directors of the district nor any person 1859 executing the bonds shall be personally liable on the bonds or be 1860 subject to any personal liability or accountability by reason of 1861 the issuance thereof.

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Whenever any bonds shall have been signed by the 1862 (7) 1863 officers designated by the resolution of the district to sign the 1864 bonds who were in office at the time of such signing but who may 1865 have ceased to be such officers prior to the sale and delivery of 1866 such bonds, or who may not have been in office on the date such 1867 bonds may bear, the manual or facsimile signatures of such 1868 officers upon such bonds and the coupons appertaining thereto, shall nevertheless be valid and sufficient for all purposes and 1869 have the same effect as if the person so officially executing such 1870 1871 bonds had remained in the office until the delivery of the same to 1872 the purchaser or had been in office on the date such bonds may 1873 bear.

1874 (8) (a) Before issuing bonds (other than interim 1875 certificates, notes, refunding bonds as provided in Section 49-17-187 or other evidences of indebtedness of the district) 1876 hereunder, the board of directors of the district shall adopt a 1877 1878 resolution declaring its intention to issue such bonds and stating 1879 the principal amount of the bonds proposed to be issued and the date and time upon which the board of directors proposes to direct 1880 1881 the issuance of such bonds. Such resolution shall be published once a week for at least three (3) consecutive weeks in at least 1882 1883 one (1) newspaper having a general circulation within the geographical limits of all the public agencies (i) which have 1884 1885 contracted with the district under the provisions of Sections 1886 49-17-161 through 49-17-209, and (ii) whose contracts relate to the bonds proposed to be issued, and (iii) which are authorized by 1887 1888 a law other than Sections 49-17-161 through 49-17-209 to hold elections (each public agency which meets all of the criteria set 1889 forth in (i), (ii) and (iii) foregoing is hereinafter in this 1890 section referred to as an "affected public agency," and, together 1891 1892 with other such agencies, collectively referred to as the 1893 "affected public agencies"); provided, however, that if no 1894 newspaper has a general circulation within the geographical limits \*HR03/R1673\* H. B. No. 1300 06/HR03/R1673

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of all of the affected public agencies, then such resolution shall 1895 1896 be published in as many different newspapers as may be required to 1897 provide general circulation of the publication of such resolution 1898 within the geographical limits of each affected public agency; 1899 and, provided further, that if no newspaper has a general 1900 circulation within the geographical limits of any particular 1901 affected public agency, then notice in such affected public agency shall be made by posting a copy of such resolution for at least 1902 twenty-one (21) days next preceding the date therein at two (2) 1903 1904 public places within the geographical limits of such public 1905 If twenty percent (20%) or fifteen hundred (1500), agency. whichever is less, of the qualified electors of each affected 1906 1907 public agency shall file a written protest against the issuance of such bonds with the board of directors of the district on or 1908 before the date and time specified in such resolution, then an 1909 election on the question of the issuance of such bonds shall be 1910 1911 called and held as hereinafter set forth in this section; 1912 provided, however, that in the event Hancock County is an affected public agency, then the qualified electors of such county shall 1913 1914 mean the qualified electors of such county who reside within the 1915 unincorporated areas within Hancock County's geographical limits. 1916 If no such protest be filed, then such bonds may be issued without an election on the question of the issuance thereof at any time 1917 1918 within a period of two (2) years after the date specified in the 1919 above-mentioned resolution. Nothing contained herein shall be 1920 construed to require the adoption or publication of a resolution 1921 of the kind described in this subsection, or to grant any right of protest or election, with respect to the issuance of interim 1922 certificates, notes, refunding bonds as provided in Section 1923 49-17-187 or other evidences of indebtedness of the district. 1924 1925 (b) Where an election is to be called as provided in

1926 subsection (8)(a) of this section, the board of directors of the 1927 district shall give notice of such election to the governing body H. B. No. 1300 \*HR03/R1673\*

H. B. No. 1300 06/HR03/R1673 PAGE 59 (OM\LH) 1928 of each of the affected public agencies. The governing body of 1929 each affected public agency shall publish a notice of such 1930 election once a week for at least three (3) consecutive weeks in a 1931 newspaper having a general circulation within its respective 1932 geographical limits. The first publication of such notice shall 1933 be made not less than twenty-one (21) days prior to the date fixed 1934 for such election and the last publication shall be made not more 1935 than seven (7) days prior to such date. If no newspaper has a general circulation within the geographical limits of any 1936 particular affected public agency, then notice in such affected 1937 1938 public agency shall be made by posting a copy of such resolution for at least twenty-one (21) days next preceding the date therein 1939 1940 at two (2) public places within the geographical limits of such public agency. 1941

The election provided for in subsection (8)(a) of 1942 (C) this section shall be held in each of the affected public 1943 agencies, as far as practicable, in the same manner as other 1944 1945 elections are held in such affected public agencies; provided, however, that in the event one or more affected public agencies 1946 1947 have overlapping geographical limits, then such affected public 1948 agencies with overlapping geographical limits may provide for a 1949 consolidated election in such manner as their respective governing bodies may determine. At such election all qualified electors of 1950 each affected public agency may vote, and the ballots used at such 1951 1952 election shall have printed thereon a brief statement of the 1953 principal amount and purpose of the proposed bond issue and the words "FOR THE BOND ISSUE" and "AGAINST THE BOND ISSUE," and the 1954 1955 voters shall vote by placing a cross (x) or check mark  $(\sqrt{)}$ opposite his choice on the proposition; provided, however, that in 1956 the event Hancock County is an affected public agency, then the 1957 1958 qualified electors of such county shall mean the qualified 1959 electors of such county who reside within the unincorporated areas 1960 within Hancock County's geographical limits.

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When the results of the election on the question of 1961 (d) 1962 the issuance of such bonds as provided in this section shall have 1963 been canvassed by the respective election directors of the 1964 affected public agencies and certified by them to the board of 1965 directors of the district, it shall be the duty of the board of 1966 directors of the district to determine and adjudicate whether or not a majority of the qualified electors who voted thereon in a 1967 majority number of the affected public agencies voted in favor of 1968 1969 the issuance of such bonds, and unless a majority of the qualified 1970 electors who voted thereon in a majority number of the affected 1971 public agencies voted in favor of the issuance of such bonds, then such bonds shall not be issued. Should a majority of the 1972 1973 qualified electors who vote thereon in a majority number of the 1974 affected public agencies vote in favor of the issuance of such bonds, then the board of directors of the district may issue such 1975 bonds, either in whole or in part, and if in part from time to 1976 1977 time, within two (2) years from the date of such election or 1978 within two (2) years after the final favorable termination of any litigation affecting the issuance of such bonds, as shall be 1979 1980 determined by the board of directors of the district.

1981 SECTION 37. Section 49-17-187, Mississippi Code of 1972, is 1982 brought forward as follows:

49-17-187. The district may issue refunding bonds for the 1983 1984 purpose of paying any of its bonds at or prior to maturity or upon 1985 acceleration or redemption. Refunding bonds may be issued at such time prior to the maturity or redemption of the refunded bonds as 1986 1987 the district deems to be in the public interest. The refunding bonds may be issued in sufficient amounts to pay or provide the 1988 principal of the bonds being refunded, together with any 1989 redemption premium thereon, any interest accrued or to accrue to 1990 1991 the date of payment of such bonds, the expenses of issue of the 1992 refunding bonds, the expenses of redeeming the bonds being refunded, and such reserves for debt service or other capital or 1993 \*HR03/R1673\* H. B. No. 1300

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current expenses from the proceeds of such refunding bonds as may 1994 1995 be required by the resolution, trust indenture or other security 1996 instruments. The issue of refunding bonds, the maturities and 1997 other details thereof, the security therefor, the rights of the 1998 holders and the rights, duties and obligations of the district in 1999 respect of the same shall be governed by the provisions of Sections 49-17-161 through 49-17-209 relating to the issue of 2000 2001 bonds other than refunding bonds insofar as the same may be 2002 applicable.

2003 **SECTION 38.** Section 49-17-189, Mississippi Code of 1972, is 2004 brought forward as follows:

49-17-189. All bonds issued pursuant to Sections 49-17-161 2005 2006 through 49-17-209 may be validated as now provided by law in 2007 Sections 31-13-1 through 31-13-11, Mississippi Code of 1972. Such validation proceedings shall be instituted in the chancery court 2008 2009 of the county in which the principal office of the district is 2010 located, but notice of such validation proceedings shall be 2011 published at least two (2) times in a newspaper of general circulation in Hancock County, the first publication of which in 2012 2013 each case shall be made at least ten (10) days preceding the date 2014 set for validation.

2015 **SECTION 39.** Section 49-17-191, Mississippi Code of 1972, is 2016 brought forward as follows:

2017 49-17-191. Bonds issued under the provisions of Sections 2018 49-17-161 through 49-17-209 shall not be deemed to constitute, within the meaning of any constitutional or statutory limitation, 2019 2020 a debt, liability or obligation of the state, nor shall such bonds constitute a pledge of the full faith and credit of the state, but 2021 shall be payable solely from the revenues or assets of the 2022 district pledged therefor. Each bond issued under Sections 2023 49-17-161 through 49-17-209 shall contain on the face thereof a 2024 2025 statement to the effect that the district shall not be obligated 2026 to pay the same nor the interest thereon except from the revenues

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H. B. No. 1300 06/HR03/R1673 PAGE 62 (OM\LH) 2027 or assets pledged therefor and that neither the full faith and 2028 credit and nor the taxing power of the state is pledged to the 2029 payment of the principal of or the interest on such bonds.

2030 **SECTION 40.** Section 49-17-193, Mississippi Code of 1972, is 2031 brought forward as follows:

2032 49-17-193. The district shall have power in connection with 2033 the issuance of its bonds to:

2034 (a) Covenant as to the use of any or all of its2035 property, real or personal.

2036 (b) Redeem the bonds, to covenant for their redemption 2037 and to provide the terms and conditions thereof.

(c) Covenant to charge rates, fees and charges sufficient to meet operating and maintenance expenses, renewals and replacements, principal and debt service on bonds, creation and maintenance of any reserves required by a bond resolution, trust indenture or other security instrument and to provide for any margins or coverages over and above debt service on the bonds deemed desirable for the marketability of the bonds.

(d) Covenant and prescribe as to events of default and terms and conditions upon which any or all of its bonds shall become or may be declared due before maturity, as to the terms and conditions upon which such declaration and its consequences may be waived and as to the consequences of default and the remedies of bondholders.

(e) Covenant as to the mortgage or pledge of or the grant of a security interest in any real or personal property and all or any part of the revenues from any collection facilities or treatment facilities or any revenue-producing contract or contracts made by the district with any person to secure the payment of bonds, subject to such agreements with the holders of bonds as may then exist.

2058 (f) Covenant as to the custody, collection, securing, 2059 investment and payment of any revenues, assets, monies, funds or H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 63 (OM\LH) 2060 property with respect to which the district may have any rights or 2061 interest.

2062 (g) Covenant as to the purposes to which the proceeds 2063 from the sale of any bonds then or thereafter to be issued may be 2064 applied, and the pledge of such proceeds to secure the payment of 2065 the bonds.

2066 (h) Covenant as to the limitations on the issuance of 2067 any additional bonds, the terms upon which additional bonds may be 2068 issued and secured, and the refunding of outstanding bonds.

2069 (i) Covenant as to the rank or priority of any bonds2070 with respect to any lien or security.

(j) Covenant as to the procedure by which the terms of any contract with or for the benefit of the holders of bonds may be amended or abrogated, the amount of bonds the holders of which must consent thereto, and the manner in which such consent may be given.

2076 (k) Covenant as to the custody of any of its properties 2077 or investments, the safekeeping thereof, the insurance to be 2078 carried thereon, and the use and disposition of insurance 2079 proceeds.

(1) Covenant as to the vesting in a trustee or trustees,
within or outside the state, of such properties, rights, powers
and duties in trust as the district may determine.

2083 (m) Covenant as to the appointing and providing for the 2084 duties and obligations of a paying agent or paying agents or other 2085 fiduciaries within or outside the state.

2086 (n) Make all other covenants and to do any and all such 2087 acts and things as may be necessary or convenient or desirable in order to secure its bonds, or in the absolute discretion of the 2088 2089 district tend to make the bonds more marketable, notwithstanding 2090 that such covenants, acts or things may not be enumerated herein; 2091 it being the intention hereof to give the district power to do all 2092 things in the issuance of bonds and in the provisions for security \*HR03/R1673\* H. B. No. 1300

06/HR03/R1673 PAGE 64 (OM\LH) 2093 thereof which are not inconsistent with the Constitution of the 2094 state.

(o) Execute all instruments necessary or convenient in the exercise of the powers herein granted or in the performance of covenants or duties, which may contain such covenants and provisions, as any purchaser of the bonds of the district may reasonably require.

2100 **SECTION 41.** Section 49-17-195, Mississippi Code of 1972, is 2101 brought forward as follows:

2102 49-17-195. The district may, in any authorizing resolution 2103 of the board of directors, trust indenture or other security instrument relating to its bonds, provide for the appointment of a 2104 2105 trustee who shall have such powers as are provided therein to represent the bondholders of any issue of bonds in the enforcement 2106 2107 or protection of their rights under any such resolution, trust indenture or security instrument. The district may also provide 2108 2109 in such resolution, trust indenture or other security instrument 2110 that the trustee, or in the event that the trustee so appointed shall fail or decline to so protect and enforce such bondholders 2111 2112 rights then such percentage of bondholders as shall be set forth 2113 in, and subject to the provisions of, such resolution, trust 2114 indenture or other security instrument, may petition the chancery court of proper jurisdiction for the appointment of a receiver of 2115 the collection facilities or treatment facilities the revenues of 2116 2117 which are pledged to the payment of the principal of and interest 2118 on the bonds held by such bondholders. Such receiver may exercise 2119 any power as may be granted in any such resolution, trust 2120 indenture or security instrument to enter upon and take possession 2121 of, acquire, construct or reconstruct, or operate and maintain such collection facilities or treatment facilities, fix, charge, 2122 2123 collect, enforce and receive all revenues derived from such 2124 collection facilities or treatment facilities and perform the 2125 public duties and carry out the contracts and obligations of the \*HR03/R1673\* H. B. No. 1300

06/HR03/R1673 PAGE 65 (OM\LH) 2126 district in the same manner as the district itself might do, all 2127 under the direction of such chancery court.

2128 **SECTION 42.** Section 49-17-197, Mississippi Code of 1972, is 2129 brought forward as follows:

2130 49-17-197. (1) The exercise of the powers granted by 2131 Sections 49-17-161 through 49-17-209 will be in all respects for the benefit of the people of the state, for their well-being and 2132 prosperity and for the improvement of their social and economic 2133 conditions, and the district shall not be required to pay any tax 2134 2135 or assessment on any property owned by the district under the 2136 provisions of Sections 49-17-161 through 49-17-209 or upon the income therefrom; nor shall the district be required to pay any 2137 2138 recording fee or transfer tax of any kind on account of instruments recorded by it or on its behalf. 2139

(2) Any bonds issued by the district under the provisions of Sections 49-17-161 through 49-17-209, their transfer and the income therefrom shall at all times be free from taxation by the state or any local unit or political subdivision or other instrumentality of the state, excepting inheritance and gift taxes.

2146 **SECTION 43.** Section 49-17-199, Mississippi Code of 1972, is 2147 brought forward as follows:

49-17-199. All bonds issued under the provisions of Sections 2148 2149 49-17-161 through 49-17-209 shall be legal investments for 2150 trustees, other fiduciaries, savings banks, trust companies, and 2151 insurance companies organized under the laws of the State of 2152 Mississippi; and such bonds shall be legal securities which may be deposited with and shall be received by all public officers and 2153 2154 bodies of the state and all municipalities and political 2155 subdivisions for the purpose of securing the deposit of public 2156 funds.

2157 **SECTION 44.** Section 49-17-201, Mississippi Code of 1972, is 2158 brought forward as follows:

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 66 (OM\LH) 2159 49-17-201. Whether or not any bonds of the district and 2160 interest coupons, if any, appertaining thereto would otherwise so 2161 qualify, such bonds and coupons are hereby made investment 2162 securities within the meaning and for all purposes of Article 8 of 2163 the Uniform Commercial Code as enacted in this state.

2164 **SECTION 45.** Section 49-17-203, Mississippi Code of 1972, is 2165 brought forward as follows:

2166 49-17-203. The state hereby covenants with the holders of any bonds of the district that so long as the bonds are 2167 2168 outstanding and unpaid the state will not limit or alter the 2169 rights and powers of the district under Sections 49-17-161 through 49-17-209 to conduct the activities referred to herein in any way 2170 2171 pertinent to the interests of the bondholders including, without 2172 limitation, the district's right to charge and collect rates, fees and charges and to fulfill the terms of any covenants made with 2173 bondholders, or in any other way impair the rights and remedies of 2174 2175 the bondholders, unless provision for full payment of such bonds, 2176 by escrow or otherwise, has been made pursuant to the terms of the 2177 bonds or the resolution, trust indenture or security instrument 2178 securing the bonds.

2179 **SECTION 46.** Section 49-17-205, Mississippi Code of 1972, is 2180 brought forward as follows:

49-17-205. If the district finds and records on its minutes 2181 2182 that the acquisition or construction of any collection facilities 2183 or treatment facilities, or any interest therein, or any portion 2184 thereof, or any property or any interest therein or any portion 2185 thereof, which is authorized by Sections 49-17-161 through 2186 49-17-209 is available or can be acquired or contracted for, from or with only a single source, person, firm or corporation, then 2187 such acquisition or contract may be made or entered into without 2188 2189 meeting the requirements of any law relating to acquisitions, 2190 purchases or contracts by competitive bids. If, after advertising 2191 for competitive bids as to other proposed purchases, acquisitions \*HR03/R1673\* H. B. No. 1300

06/HR03/R1673 PAGE 67 (OM\LH) 2192 or contracts, only one (1) bid is received, the district may 2193 reject the bid and negotiate privately any purchase, contract or 2194 acquisition for a consideration not exceeding that proposed in the 2195 bid.

2196 **SECTION 47.** Section 49-17-207, Mississippi Code of 1972, is 2197 brought forward as follows:

2198 49-17-207. The district shall cause an audit of its books 2199 and accounts to be made at least once in each year by an 2200 independent certified public accountant and the cost thereof may 2201 be paid from any available monies of the district.

2202 SECTION 48. Section 49-17-209, Mississippi Code of 1972, is 2203 brought forward as follows:

2204 49-17-209. Sections 49-17-161 through 49-17-209 shall be 2205 deemed to provide an additional, alternative and complete method for the doing of the things authorized hereby and shall be deemed 2206 and construed to be supplemental and additional to any powers 2207 2208 conferred by other laws on public agencies and not in derogation 2209 of any such powers now existing, provided, that insofar as the provisions of Sections 49-17-161 through 49-17-209 are 2210 2211 inconsistent with the provisions of any other law, general, 2212 special or local, now in existence or hereafter (unless with 2213 specific reference to Sections 49-17-161 through 49-17-209), adopted, the provisions of Sections 49-17-161 through 49-17-209 2214 2215 shall be controlling.

2216 Except as expressly provided in Sections 49-17-161 through 2217 49-17-209, the actions contemplated hereby, other than the 2218 issuance and sale of bonds by the district but otherwise including 2219 without limitation the entering into of the contracts referred to in Section 49-17-175 and Section 49-17-181 by the district, the 2220 2221 contracting public agencies and any other persons thereto, and the 2222 setting of rates, fees and charges by the district, may be taken 2223 without the obtaining of any authorization, approval or consent of 2224 the state or any political subdivision or any department,

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 68 (OM\LH) division, commission, board, bureau, agency or instrumentality of either thereof and without any other proceeding or the fulfilling of any other condition or the happening of any other thing, except as expressly provided in Sections 49-17-161 through 49-17-209.

2229 **SECTION 49.** Section 49-17-301, Mississippi Code of 1972, is 2230 brought forward as follows:

49-17-301. Sections 49-17-301 through 49-17-353 shall be known and may be cited as the "Mississippi Gulf Coast Regional Wastewater Authority Act."

2234 **SECTION 50.** Section 49-17-303, Mississippi Code of 1972, is 2235 brought forward as follows:

49-17-303. (1) It is found and declared that to promote the 2236 2237 development and operation of adequate wastewater collection and 2238 treatment facilities, a public body corporate and politic of the 2239 state shall be created with authority to cause and assist in compliance with the standards of water quality established by the 2240 2241 Mississippi Air and Water Pollution Control Law, appearing as 2242 Section 49-17-1 et seq., Mississippi Code of 1972, and by the Federal Water Pollution Control Act, appearing as 33 USCS 1251, as 2243 2244 amended, regarding collection and treatment facilities located in the counties bordering the Gulf of Mexico; to plan, acquire, 2245 2246 construct, finance, develop, own, operate or maintain wastewater collection and treatment facilities within said counties; and to 2247 2248 apply and contract for and to accept grants-in-aid and other funds 2249 from the federal government and the state government and their agencies in this regard. 2250

2251 (2)The Legislature finds it to be necessary, in order to 2252 accomplish the objectives and purposes of the Gulf Coast Regional 2253 Wastewater Authority and the public agencies with which it contracts, for the Gulf Coast Regional Wastewater Authority and 2254 2255 such public agencies, in the implementation of powers granted 2256 pursuant to Sections 49-17-301 through 49-17-353, to be authorized 2257 to engage in conduct which may be anticompetitive or contrary to H. B. No. 1300 \*HR03/R1673\* 06/HR03/R1673

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prohibition of federal or state antitrust laws; and, accordingly, it is the intent and policy of Sections 49-17-301 through 49-17-353 to displace competition with respect to those powers authorized herein to be exercised by the Gulf Coast Regional Wastewater Authority and such public agencies.

2263 (3) The Legislature further finds that the authority and powers conferred under Sections 49-17-301 through 49-17-353 and 2264 the expenditure of public monies pursuant thereto constitute a 2265 valid public purpose; that the creation and establishment of the 2266 2267 Gulf Coast Regional Wastewater Authority is necessary and 2268 essential to the accomplishment of the aforesaid purposes; that Sections 49-17-301 through 49-17-353 operate on a subject in which 2269 2270 the state at large is interested; and that each of these matters is declared as a matter of express legislative determination. 2271

2272 SECTION 51. Section 49-17-305, Mississippi Code of 1972, is 2273 brought forward as follows:

49-17-305. Whenever used in Sections 49-17-301 through 49-17-353, the following words and terms shall have the following respective meanings unless a different meaning clearly appears from the context:

(a) "Act" means this Mississippi Gulf Coast RegionalWastewater Authority Act, as the same may be amended.

(b) "Authority" means the Mississippi Gulf CoastRegional Wastewater Authority.

2282 (c) "Bonds" means any bonds, interim certificates, 2283 notes or other evidences of indebtedness of the authority issued 2284 under Sections 49-17-301 through 49-17-353.

2285 (d) "Collection facilities" means any plants, 2286 structures, facilities and other real and personal property used or useful in the collection of wastewater for ultimate discharge 2287 2288 into trunk lines, including, without limiting the generality of 2289 the foregoing, sewers, conduits, pipelines, mains, pumping and 2290 ventilating stations, plants and works, connections and any other \*HR03/R1673\* H. B. No. 1300 06/HR03/R1673

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2291 real and personal property and rights therein necessary or useful 2292 or convenient for the purposes of the authority in connection 2293 therewith.

(e) "County" or "counties bordering on the Gulf ofMexico" means Hancock, Harrison or Jackson County.

2296 (f) "Persons" means a natural person, public agency, 2297 state or other agency or institution thereof, any municipality, political subdivision, cooperative or public or private 2298 2299 corporation, partnership, association or other entity of any 2300 nature whatsoever organized and existing under the laws of any 2301 state or of the United States or any instrumentality thereof, and 2302 includes any officer or governing or managing body of any 2303 municipality, political subdivision, or public or private 2304 corporation.

2305 "Pollution" means such contamination, or other (g) alteration of the physical, chemical or biological properties, of 2306 2307 any waters of the state, including change in temperature, taste, 2308 color, turbidity or odor of the waters, or such discharge of any liquid, gaseous, solid, radioactive, or other substance into any 2309 2310 waters of the state as will or is likely to create a nuisance or render such waters harmful, detrimental or injurious to public 2311 2312 health, safety or welfare, or to domestic, commercial, industrial, agricultural, recreational or other legitimate beneficial uses, or 2313 to livestock, wild animals, birds, fish or other aquatic life. 2314

(h) "Public agency" means any incorporated city or town, county, political subdivision, governmental district or unit, public corporation or governmental agency created under the laws of the state, lying wholly or partially within the territorial boundaries of the counties bordering on the Gulf of Mexico.

2321 (i) "State" means the State of Mississippi.

2322 (j) "Treatment facilities" means treatment plants and2323 any related trunk lines.

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 71 (OM\LH) 2324 "Treatment plants" means any plants, structures, (k) 2325 facilities and other real and personal property used or useful in the treating, neutralizing, stabilizing or disposing of 2326 2327 wastewater, including, without limiting the generality of the 2328 foregoing plants, disposal fields and lagoons and any other real 2329 and personal property and rights therein necessary or useful or 2330 convenient for the purposes of the authority in connection 2331 therewith.

(1) "Trunk lines" means trunk sewers and other 2332 2333 structures and facilities used or useful in the conducting of 2334 wastewater from collection facilities to treatment plants, 2335 including, without limiting the generality of the foregoing, 2336 conduits, pipelines, mains, pumping and ventilating stations and 2337 any other real and personal property and rights therein necessary or useful or convenient for the purposes of the authority in 2338 connection therewith. 2339

(m) "Wastewater" means water containing sewage, industrial wastes, oil field wastes and all other liquid, gaseous, solid, radioactive or other substances which may pollute or tend to pollute any waters of the state.

2344 **SECTION 52.** Section 49-17-307, Mississippi Code of 1972, is 2345 brought forward as follows:

49-17-307. There is hereby created and established a public 2346 2347 body corporate and politic constituting a political subdivision of 2348 the State of Mississippi to be known as the "Mississippi Gulf Coast Regional Wastewater Authority." The authority shall be 2349 2350 deemed to be acting in all respects for the benefit of the people 2351 of the state in the performance of essential public functions and 2352 the authority shall be empowered in accordance with the provisions of Sections 49-17-301 through 49-17-353 to promote the health, 2353 2354 welfare and prosperity of the general public.

2355 SECTION 53. Section 49-17-309, Mississippi Code of 1972, is
2356 brought forward as follows:

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2357 49-17-309. (1) All powers of the authority shall be vested 2358 in a board of commissioners which shall be composed, and whose 2359 members shall be selected, as follows:

(a) Initially, the board of commissioners shall becomposed as follows:

(i) Within thirty (30) days of the effective date
of Sections 49-17-301 through 49-17-353, the board of supervisors
of each county and the governing body of each incorporated city or
town lying within such county shall nominate one (1) person for
appointment by the Governor to the board of commissioners.

2367 (ii) Within thirty (30) days following such nomination, each such board of supervisors and such governing body 2368 2369 of an incorporated city or town lying within said county shall 2370 certify in writing to the Governor the nominations of the individuals for appointment to the board of commissioners; 2371 provided, that each such board of supervisors or such governing 2372 2373 body shall nominate only individuals who are residents of its 2374 respective county and who do not hold any elected public office or 2375 any position as a paid employee of any public agency.

(iii) Within fifteen (15) days of receiving such
nominations, the Governor shall appoint to the board of
commissioners of the authority each individual so nominated. Each
member of the board of commissioners appointed as provided in
subsection (1)(a) of this section shall remain in office until the
time of reorganization of the board of commissioners as provided
in subsection (1)(b) of this section.

(b) At such time as determined by the board of commissioners, but in no event later than one (1) year following the effective date of Sections 49-17-301 through 49-17-353, the board of commissioners shall adopt a resolution declaring the commencement of the reorganization of said board, which reorganization shall be as follows:

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Each member of the board of commissioners 2389 (i) 2390 appointed by a board of supervisors of a county or by a governing 2391 body of an incorporated city or town which has not prior to the 2392 declaration of commencement of the reorganization of the board 2393 contracted with the authority under the provisions of Sections 2394 49-17-301 through 49-17-353, shall have his or her term of office 2395 automatically terminated by operation of Sections 49-17-301 2396 through 49-17-353 and no appointment of a successor shall 2397 thereafter be permitted, except as provided in subsection 2398 (1)(b)(iv) of this section.

2399 (ii) Within thirty (30) days of the declaration of commencement of the reorganization of the board, the chairman of 2400 2401 the board as reconstituted under the provision of subsection 2402 (1)(b)(i) of this section, shall certify the nomination in writing to the Governor of the individual members of the board of 2403 commissioners who were originally nominated by such board of 2404 2405 supervisors or the governing body of an incorporated city or town 2406 lying within said county prior to its reconstitution and who are selected for removal from the board of commissioners. 2407

2408 (iii) Within fifteen (15) days of receiving the 2409 nominations for removal made in accordance with subsection 2410 (1)(b)(ii) of this section, the Governor shall dismiss from office each individual member of the board of commissioners of the 2411 authority so nominated. The Governor shall thereupon establish 2412 2413 staggered terms of office for the remaining members of the board of commissioners; provided, however, that each term of office 2414 2415 shall be not less than two (2) years, nor more than six (6) years and the terms of all offices with respect to each such county 2416 shall be staggered over time as evenly as practicable, as shall be 2417 determined by the Governor. Each member shall remain in office 2418 2419 for the period of such member's term and until a successor shall 2420 be duly appointed and qualified.

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(iv) The number of members of the board of 2421 2422 commissioners shall be increased by one (1) each time a county, or 2423 an incorporated city or town, which has not theretofore contracted 2424 with the authority enters into such a contract. Within fifteen 2425 (15) days following the entering into of said contract, the board 2426 of supervisors of the county, or the governing body of the 2427 incorporated city or town, entering into such contract shall nominate for appointment one (1) person to the board of 2428 commissioners for the county entering into such contract or in 2429 2430 which such incorporated city or town is located. Within fifteen 2431 (15) days following the execution of such contract, the board of commissioners shall certify in writing to the Governor the 2432 2433 individual nominated for appointment to the board of commissioners. The Governor shall appoint such individual so 2434 nominated to the board of commissioners of the authority within 2435 fifteen (15) days of receiving such certification. The Governor 2436 shall establish the term of office of such member of the board of 2437 2438 commissioners in compliance with the provisions of subsection 2439 (1)(b)(iii) of this section regarding staggered terms.

(v) The successor of each member of the board of commissioners shall be nominated and appointed in the same manner provided in subsection (1)(b)(iv) of this section for the nomination and appointment of additional members, and shall serve a term of six (6) years, and for such period thereafter until a successor shall be duly appointed and qualified.

Each member of the board of commissioners shall be 2446 (C) 2447 eligible for reappointment. All vacancies shall be filled by 2448 nomination and appointment in the same manner provided in subsection (1)(b)(v) of this section for the appointment of 2449 successors, provided that any person appointed to fill a vacancy 2450 2451 shall serve only for the unexpired term. Any member may be 2452 removed at any time prior to the expiration of said member's term 2453 of office for misfeasance, malfeasance or willful neglect of duty, \*HR03/R1673\* H. B. No. 1300

06/HR03/R1673 PAGE 75 (OM\LH) as determined by the Governor with the concurrence of the nominating public agency. Before assuming office, each member shall take and subscribe to the constitutional oath of office before a chancery clerk, and a record of such oath shall be filed with the Secretary of State. The board of commissioners shall annually select a chairman and a vice chairman from among its members.

The board of commissioners shall elect or appoint and 2461 (2)prescribe the duties of such officers as the board of 2462 2463 commissioners deems necessary or advisable, including a general 2464 manager and a secretary. The general manager, who, at the discretion of the board of commissioners, may also serve as 2465 2466 secretary, shall be a person of good moral character and shall be 2467 a person of proven ability as an administrator with a minimum of five (5) years' experience in the management and administration of 2468 2469 a public works operation or comparable experience which may include, but is not limited to, supervision, public financing, 2470 2471 regulatory codes and related functions as minimum qualifications to administer the programs and duties of the authority. 2472 The 2473 general manager shall administer, manage and direct the affairs and business of the authority, subject to the policies, control 2474 2475 and direction of the board of commissioners. The general manager shall give bond executed by a surety company or companies 2476 2477 authorized to do business in this state in the penal sum of Fifty 2478 Thousand Dollars (\$50,000.00) payable to the authority conditioned upon the faithful performance of his duties and the proper 2479 2480 accounting for all funds which may come into his hands as general 2481 manager. The secretary of the authority shall keep a record of the proceedings of the authority and shall be custodian of all 2482 2483 books, documents and papers filed with the authority, the minute 2484 book or journal of the authority and its official seal. The 2485 secretary shall have authority to cause copies to be made of all 2486 minutes and other records and documents of the authority and to \*HR03/R1673\* H. B. No. 1300

06/HR03/R1673 PAGE 76 (OM\LH) 2487 certify under the seal of the authority that such copies are true 2488 and accurate copies, and all persons dealing with the authority 2489 may rely upon such certificates.

(3) Upon express, prior authorization of the authority, each commissioner may receive a per diem of not to exceed Fifty Dollars (\$50.00) per day for attending each day's meeting of the board of commissioners and for each day spent in attending to the business of the authority and, in addition, may receive reimbursement for actual and necessary expenses incurred.

2496 **SECTION 54.** Section 49-17-311, Mississippi Code of 1972, is 2497 brought forward as follows:

2498 49-17-311. The authority shall have all the rights and 2499 powers necessary or convenient to carry out and effectuate the 2500 purposes and provisions of Sections 49-17-301 through 49-17-353, 2501 including, but without limiting the generality of the foregoing, 2502 the right and power:

2503

(a) To sue and be sued in its own name;

2504 (b) To adopt an official seal and alter the same at 2505 pleasure;

(c) To maintain an office or offices at such place or places within any county of the management area as it may determine;

(d) To plan, develop, acquire, construct, reconstruct, operate, own, manage, lease (as lessor or lessee), dispose of, participate in, maintain, repair, extend or improve one or more collection facilities or treatment facilities, whether or not such facilities are or are to be owned by the authority;

(e) To acquire, own, hold, use, lease (as lessor or lessee), sell or otherwise dispose of, mortgage, pledge or grant a security interest in any real or personal property, contract commodity or service or interest therein;

2518 (f) To make and enforce, and from time to time amend 2519 and repeal, bylaws and rules and regulations for the management of H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 77 (OM\LH)

its business and affairs and for the use, maintenance and 2520 2521 operation of any of its collection facilities or treatment 2522 facilities and any other of its properties, including, without 2523 limiting the generality of the foregoing, rules and regulations 2524 requiring the pretreatment of industrial wastes and requiring 2525 industrial users to pay the construction costs of facilities that are allocable to the treatment of industrial wastes to the extent 2526 attributable to any federal government share of such costs; 2527

(g) To fix, charge, collect, maintain and revise rates, fees and other charges, including connection charges, for any services rendered by it to any person;

(h) To apply and contract for and to accept any grants or gifts or loans or appropriations of funds or property or financial or other aid in any form from the United States or any instrumentality thereof, or from the state or any instrumentality thereof, or from any source, public or private and to comply with and make agreements with respect to, the terms and conditions thereof, subject to any agreements with bondholders;

(i) To borrow money and to issue bonds for any of its purposes, to provide for and secure the payment thereof, and to provide for the rights of the holders thereof;

(j) To invest any monies of the authority, including proceeds from the sale of any bonds, notwithstanding any law to the contrary, but subject to any agreements with bondholders, on such terms and in such manner as the authority deems proper;

(k) To procure insurance against any loss in connection with its property, other assets and business in such amounts and from such insurers as it may deem necessary or desirable;

(1) To employ architects, engineers, attorneys, financial advisors and such other consultants as it deems proper and to fix and pay their compensation, and to appoint and retain such officers, agents and employees as it deems proper and to fix and pay their compensation;

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 78 (OM\LH) (i) The employment of all professionals for
project services shall be in strict accordance with current
guidelines of the appropriate federal, state and local regulatory
agencies and advertising for the procurement of such services in a
local newspaper shall be mandatory. Preference may be given to
the employment of regionally qualified professionals.

(ii) The management contractor employed by the authority shall not be eligible to compete for design, surveys, geotechnical, and/or construction inspection services of any facilities to be developed by the authority. The management contractor is to establish development criteria, priorities and administer quality control practices to insure compliance with the provisions of Sections 49-17-301 through 49-17-353.

(m) To assume or continue any contractual or other business relationships entered into by the commission created pursuant to Chapter 437, Laws of 1979;

(n) To enter on any lands, waters or premises for the purpose of making surveys, borings, soundings and examinations for the purposes of the authority;

(o) To do and perform any acts and things authorized by Sections 49-17-301 through 49-17-353 under, through or by means of its officers, agents and employees, or by contracts with any person; and

2576 (p) To enter into any and all contracts, execute any 2577 and all instruments, and do and perform any and all acts or things necessary, convenient or desirable for the purposes of the 2578 2579 authority, or to carry out any power expressly granted in Sections 49-17-301 through 49-17-353, including, without limiting the 2580 generality of the foregoing, contracts with public agencies (and 2581 2582 such public agencies are hereby also empowered to enter into such 2583 contracts with the authority) which may include provisions for 2584 exclusive dealing, fee payment requirements, territorial division,

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(q) To be exempted from the Mississippi Agency ReviewLaw of 1978, as amended.

2589 . (r) To exercise the power of eminent domain for the 2590 particular purpose of the acquisition of property designated by 2591 plan to sufficiently accommodate the location of treatment plants 2592 or facilities, trunk lines and such requirements related directly 2593 thereto pursuant to the provisions of Chapter 27, Title 11, 2594 Mississippi Code of 1972.

2595 **SECTION 55.** Section 49-17-313, Mississippi Code of 1972, is 2596 brought forward as follows:

2597 49-17-313. (1) The authority shall have the power to adopt 2598 and promulgate all reasonable rules and regulations regarding the 2599 specifications and standards relating to the construction, 2600 operation and maintenance of all collection facilities owned by 2601 any person who contracts with the authority for the use or 2602 services of any treatment facilities either owned or operated by 2603 the authority so as to cause compliance with the standards of 2604 water quality established by the Mississippi Air and Water 2605 Pollution Control Commission pursuant to the Mississippi Air and 2606 Water Pollution Control Law, and by any similar federal or state 2607 agency, and so as to effect the abatement of the pollution of the 2608 waters in the Mississippi Sound. The authority shall also have 2609 the power to adopt and promulgate all reasonable rules and 2610 regulations regarding the specifications and standards relating to 2611 the construction, operation and maintenance of all treatment 2612 facilities either owned or operated by the authority so as to cause compliance with the above-described standards of water 2613 quality and to effect the abatement of pollution of the waters in 2614 2615 the Mississippi Sound. The authority shall also have the power to 2616 adopt and promulgate all reasonable rules requiring mandatory 2617 connection to collection facilities by any person residing within \*HR03/R1673\*

H. B. No. 1300 06/HR03/R1673 PAGE 80 (OM\LH) 2618 the territorial boundaries of a public agency which contracts for 2619 use or services of treatment facilities or collection facilities 2620 owned or operated by the authority, if the same is practicable, as 2621 determined by the authority; in the event that the authority 2622 determines that any such mandatory connection is not practical, 2623 then the authority shall have the power to adopt and promulgate 2624 all reasonable rules and regulations regarding the specifications 2625 and standards relating to the construction, operation and maintenance of septic tanks by any person not required to so 2626 2627 connect to such collection facilities so as to cause compliance 2628 with the above-described standards of water quality and to effect the abatement of pollution of the waters in the Mississippi Sound. 2629

(2) All such rules and regulations prescribed by the
authority, after publication in a newspaper of general circulation
in each county, shall have the full force and effect of law, and
violation thereof shall be punishable by a fine of not less than
Fifty Dollars (\$50.00) and not more than Five Hundred Dollars
(\$500.00) as may be prescribed in such rules and regulations.

In the event of a violation of any rule or regulation 2636 (3) 2637 adopted by the authority to cause compliance with the standards of water quality established by the Mississippi Air and Water 2638 2639 Pollution Control Commission, or by any similar federal or state agency, or to effect the abatement of pollution of the waters in 2640 2641 the Mississippi Sound, the authority shall have authority to sue 2642 for and obtain damages or other appropriate relief, including injunctive relief. 2643

(4) All such rules and regulations prescribed and the
penalties fixed thereunder, by the authority of Sections 49-17-301
through 49-17-353 shall not conflict with or suspend any rules,
regulations or penalties prescribed by general statute or the
Mississippi Air and Water Pollution Control Commission. All fines
and penalties levied and collected under Sections 49-17-301

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2652 SECTION 56. Section 49-17-315, Mississippi Code of 1972, is 2653 brought forward as follows:

2654 49-17-315. (1) Any public agency may, pursuant to a duly 2655 adopted resolution of the governing body of such public agency, 2656 enter into contracts with the authority for the authority to (a) acquire, lease, improve, extend, operate or maintain the treatment 2657 facilities of the public agency; or (b) acquire or construct 2658 2659 treatment facilities to be owned by the authority for the 2660 furnishing of services to the public agency; including in each instance such contracts whereby the public agency is obligated to 2661 2662 make payments in amounts which shall be sufficient to enable the 2663 authority to meet its expenses, interest and principal payments 2664 (whether at maturity or upon sinking fund redemption) for its bonds, reserves for debt service, payments into funds for 2665 2666 operation and maintenance and renewals and replacements and the 2667 requirements of any rate covenant with respect to debt service coverage contained in any resolution, trust indenture or other 2668 2669 security agreement relating to its bonds. If ten percent (10%) or fifteen hundred (1500), whichever is greater, of the qualified 2670 2671 electors of any affected public agency shall file a written protest against entering into such contract with the authority on 2672 2673 or before the date and time specified in such resolution, then an 2674 election on the question of entering into such contract shall be called and held as set forth in Section 49-17-325; provided, 2675 2676 however, that in the event a county is an affected public agency, 2677 then the qualified electors of such county shall mean the qualified electors of such county who reside within the 2678 2679 unincorporated areas within such county's geographical limits. Ιf 2680 no such protest is filed, then such contracts may be issued 2681 without an election. Such contracts may also contain such other 2682 terms and conditions as the authority and the public agency may \*HR03/R1673\* H. B. No. 1300

06/HR03/R1673 PAGE 82 (OM\LH) 2683 determine, including provisions whereby the public agency is 2684 obligated to make payments under such contract irrespective of 2685 whether or not use or services are rendered or whether or not the 2686 treatment facilities contemplated by such contracts are completed, 2687 operable or operating, and notwithstanding suspension, 2688 interruption, interference, reduction or curtailment of the use or 2689 services of such treatment facilities. Such contracts may be for a term covering the life of the treatment facilities or for any 2690 other term or for an indefinite period and may be made with or 2691 2692 without consideration.

2693 (2) Contracts referred to in this section may provide that 2694 the obligation of a public agency to make payments to the 2695 authority with respect to certain treatment facilities is several, 2696 or is joint and several, with the obligations of other public 2697 agencies or other persons contracting with the authority for the use or services of such treatment facilities; and, where the 2698 2699 public agency's obligation is joint and several, then in the event 2700 any other public agency or other person defaults in his obligation, the public agency may be required to increase its 2701 2702 payments to the authority by a proportional amount, taking into 2703 consideration the remaining persons who are likewise contracting 2704 with the authority and who are not in default.

The obligations of a public agency arising under the 2705 (3) 2706 terms of any contract referred to in this section, whether or not 2707 payable solely from revenues or solely from a pledge of ad valorem taxes as provided in Section 49-17-317 or any combination thereof, 2708 2709 shall not be construed as being included within the indebtedness 2710 limitations of the public agency for purposes of any constitutional or statutory limitation or provision. 2711 To the extent provided in such contract and to the extent such 2712 2713 obligations of the public agency are payable solely from the 2714 revenues and other monies derived by the public agency from the operation of its treatment facilities or collection facilities or 2715 \*HR03/R1673\* H. B. No. 1300 06/HR03/R1673 PAGE 83 (OM\LH)

2716 any combination thereof which are the subject of such contract, 2717 such obligations may be treated as expenses of operating such 2718 facilities.

(4) Contracts referred to in this section may also provide for payments in the form of contributions to defray the cost of any purpose set forth in the contracts and as advances for any treatment facilities subject to repayment by the authority. A public agency may make such contributions or advances from its general fund or surplus fund or from any monies legally available therefor.

2726 (5) Contracts referred to in this section may, in order to 2727 provide effective and prompt cooperation and coordination of any 2728 matters among persons contracting with the authority and persons 2729 representing the authority regarding treatment facilities, establish a coordinating committee of such persons. 2730 Such committee shall consist of one (1) representative selected by the 2731 2732 authority, who shall be the coordinating committee's chairman, and 2733 such other representatives from among the contracting parties as shall be provided for by the terms of the contract. 2734 Such 2735 coordinating committee shall have such rights and powers with 2736 respect to the subject matter of the contract as shall be provided 2737 for therein.

(6) Payments made or to be made to the authority by a public agency or other person pursuant to a contract for the use or services of treatment facilities shall be determined by the method specified in such contract and shall not be subject to approval or review by the Public Service Commission.

2743 **SECTION 57.** Section 49-17-317, Mississippi Code of 1972, is 2744 brought forward as follows:

2745 49-17-317. Any public agency, other than a county, having 2746 taxing powers is hereby authorized to levy a special ad valorem 2747 tax upon all taxable property within its geographical limits in an 2748 amount necessary to pay all or a portion of the payments to be H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673

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2749 made by that public agency under contracts referred to in Sections 2750 49-17-315 and 49-17-321, and if such contract of the public agency 2751 so provides, then the contract shall constitute an enforceable 2752 obligation against the taxing power of the public agency to the 2753 extent provided therein. Any county is hereby authorized to levy 2754 a special ad valorem tax upon all taxable property lying within 2755 any unincorporated area within its geographical limits in an amount necessary to pay all or a portion of the payments to be 2756 made by that county under contracts referred to in Sections 2757 49-17-315 and 49-17-321 and if such contract of the county so 2758 2759 provides, then the contract shall constitute an enforceable 2760 obligation against the taxing power of the county to the extent 2761 provided therein. For the purpose of Sections 49-17-301 through 49-17-353 and under the authority of Sections 49-17-301 through 2762 49-17-353, the Mississippi Gulf Coast Regional Wastewater 2763 authority as an entity specifically is excluded from being an 2764 2765 authorized taxing unit under the definition of a public agency.

The special ad valorem tax authorized by this section shall not be reimbursable by the state under the provisions otherwise made for reimbursements under the homestead exemption laws.

2769 **SECTION 58.** Section 49-17-319, Mississippi Code of 1972, is 2770 brought forward as follows:

49-17-319. Whenever a public agency shall enter into a 2771 contract referred to in Section 49-17-315, and the payments 2772 2773 thereunder are to be made either wholly or partly from the revenues of the public agency's collection facilities or treatment 2774 2775 facilities or any combination thereof, the duty is hereby imposed 2776 on the public agency to fix, establish and maintain, and from time to time adjust, the rates charged by the public agency for the 2777 service of such facilities to the end that the revenues from such 2778 2779 facilities, together with any ad valorem taxes levied for such 2780 payments, will be sufficient at all times to pay: (a) the expense of operating and maintaining such facilities; (b) all of the 2781

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H. B. No. 1300 06/HR03/R1673 PAGE 85 (OM\LH) 2782 public agency's obligations to the authority under such contract; 2783 and (c) all of the public agency's obligations under and in 2784 connection with any outstanding bonds issued to finance in whole 2785 or in part such facilities.

2786 **SECTION 59.** Section 49-17-321, Mississippi Code of 1972, is 2787 brought forward as follows:

2788 49-17-321. (1) Any public agency may, pursuant to a duly adopted resolution of the governing body of such public agency, 2789 enter into contracts with the authority for the authority to (a) 2790 acquire, lease, improve, extend, operate or maintain the 2791 2792 collection facilities of the public agency, or (b) acquire or construct collection facilities to be owned by the authority for 2793 2794 the furnishing of services to users located within the boundaries 2795 of the public agency. Such contracts may provide that the public 2796 agency is obligated to make payments in amounts which shall be 2797 sufficient to enable the authority to meet its expenses, interest 2798 and principal payments (whether at maturity or upon sinking fund 2799 redemption) for its bonds, reserves for debt service, payments 2800 into funds for operation and maintenance and renewals and 2801 replacements and the requirements of any rate covenant with 2802 respect to debt service coverage contained in any resolution, 2803 trust indenture or other security agreement relating to its bonds. Such contracts may also contain such other terms and conditions as 2804 2805 the authority and the public agency may determine, including 2806 provisions whereby the public agency is obligated to make payments under such contract irrespective of whether or not use or services 2807 2808 are rendered or whether or not the collection facilities 2809 contemplated by such contracts are completed, operable or 2810 operating, and notwithstanding suspension, interruption, interference, reduction or curtailment of the use or services of 2811 2812 such treatment facilities. Such contracts may be for a term 2813 covering the life of the collection facilities or for any other 2814 term or for an indefinite period and may be made with or without H. B. No. 1300 \*HR03/R1673\*

06/HR03/R1673 PAGE 86 (OM\LH) 2815 consideration; and may provide that the amounts payable by the 2816 public agency to the authority are in lieu of all or any part of 2817 the rates, fees and other charges which would otherwise be charged 2818 to and collected from the users of the collection facilities by 2819 the authority.

2820 Subject to the terms of a contract referred to in this (2)2821 section, the authority is hereby authorized to do and perform any 2822 and all acts or things necessary, convenient or desirable to carry out the purposes of such contract, including the fixing, charging, 2823 2824 collecting, maintaining and revising of rates, fees and other 2825 charges for the services rendered to any user of collection facilities operated or maintained by the authority, whether or not 2826 2827 such collection facilities are owned by the authority.

2828 (3) The obligations of a public agency arising under the terms of any contract referred to in this section, whether or not 2829 payable solely from revenues or solely from a pledge of special 2830 2831 improvement assessments as provided in Section 49-17-323 or solely 2832 from a pledge of ad valorem taxes as provided in Section 49-17-317 or any combination thereof, shall not be construed as being 2833 2834 included within the indebtedness limitations of the public agency 2835 for the purposes of any constitutional or statutory limitation or 2836 provision. To the extent provided in such contract and to the extent such obligations of the public agency are payable solely 2837 2838 from the revenues and other monies derived by the public agency 2839 from the operation of its treatment facilities or collection facilities or any combination thereof which are the subject of 2840 2841 such contract, such obligations may be treated as expenses of 2842 operating such facilities.

(4) Contracts referred to in this section may also provide
for payments in the form of contributions to defray the cost of
any purpose set forth in the contracts and as advances for any
treatment facilities subject to repayment by the authority. A
public agency may make such contributions or advances from its
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2848 general fund or surplus fund or from any monies legally available 2849 therefor.

(5) Payments made or to be made to the authority by a public agency or other person pursuant to a contract for the use or services of treatment facilities shall be determined by the method specified in such contract and shall not be subject to approval or review by the Public Service Commission.

2855 **SECTION 60.** Section 49-17-323, Mississippi Code of 1972, is 2856 brought forward as follows:

2857 49-17-323. (1) Whenever a public agency shall enter into a 2858 contract referred to in Section 49-17-321, and subject to the 2859 terms of such contract, such agency, in its sole discretion, is 2860 authorized, in connection with the acquisition, construction, improvement or extension of collection facilities, to cause the 2861 cost of such acquisition, construction, improvement or extension 2862 2863 (hereinafter in this section referred to as "the improvement") to 2864 be made wholly or in part at the cost of the property owners 2865 benefitted thereby by levying special improvement assessments as Special improvement assessments as 2866 provided in this section. 2867 provided in this section shall not be levied to pay the cost in 2868 whole or in part of trunk lines, treatment plants or treatment 2869 facilities.

2870 Whenever the governing body of the agency shall adopt a (2)2871 resolution declaring the necessity of the improvement and the need 2872 for special improvement assessments therefor, which resolution shall describe the entire area to be benefitted and the nature and 2873 2874 extent of the improvement, the public agency shall publish such resolution once each week for three (3) successive weeks in a 2875 2876 newspaper having general circulation within the county in which the improvement is to be located, and the public agency shall fix 2877 2878 a date on which the governing body of the agency shall meet to 2879 hear any objections to or remonstrances with respect to the

2880 improvement.

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2881 (3) At the meeting scheduled to hear objections, or at a 2882 time and place to which the same may be adjourned, any person 2883 aggrieved may appear in person, by attorney or by petition and may 2884 object to or protest against the improvement or any part thereof. 2885 The governing body of the public agency shall consider the 2886 objections and protests, if any, and may confirm, amend, modify or 2887 rescind its resolution of necessity, and shall determine whether the improvement shall be made and how the cost thereof shall be 2888 2889 The determination of the governing body of the public paid. agency shall be final and conclusive; provided, however, that if a 2890 2891 majority of property owners owning more than fifty percent (50%) of the front footage of the property involved, and actually 2892 2893 residing on or occupying said property, shall file a protest with the clerk of the chancery court of the county in which the 2894 improvement is to be located not later than thirty (30) days 2895 2896 following such meeting, then the improvement shall not be made.

2897 (4) The resolution of the governing body of the public 2898 agency determining to proceed with the improvement may direct that the cost of the improvement, or such part as the agency shall 2899 2900 determine, shall be a charge upon the property benefitted. "Property benefitted" as used in this section shall mean any real 2901 2902 property which adjoins any portion of the collection facilities 2903 for which the special improvement assessment is to be made and 2904 which may, either in the present or the future, be serviced by 2905 such collection facilities in the collection of wastewater. Said resolution shall define the entire area to be benefitted by the 2906 2907 improvement and shall direct that the cost to be assessed against each lot or parcel of land shall be determined by dividing the 2908 entire cost thereof by the total number of front feet fronting on 2909 2910 all the streets embraced within the improvement area, and 2911 multiplying the quotient by the number of feet of street frontage 2912 in any particular lot or parcel of land; provided, however, that 2913 with respect to each lot or parcel of land which fronts more than \*HR03/R1673\* H. B. No. 1300

06/HR03/R1673 PAGE 89 (OM\LH) 2914 one (1) street embraced within the improvement area, there shall 2915 be excluded from the total number of feet fronting on all streets, and from the number of feet of street frontage in such lot or 2916 2917 parcel of land, that number of feet equal to the street frontage 2918 fronting streets to which such lot or parcel of land will not 2919 connect to the improvement; and, provided further, that the public 2920 agency's determination regarding such exclusion shall be conclusive. The result thereof shall be assessed by the public 2921 agency as the amount of special improvement assessment against 2922 2923 each lot or piece of ground for the owner's part of the cost of 2924 The cost of the improvement may include, to the the improvement. extent determined by the public agency, the expense of the agency, 2925 2926 interest on money borrowed for financing the improvement while the 2927 improvement is under construction and for one (1) year thereafter, all costs relating to the issuance of bonds by the authority to 2928 finance the improvement, actual engineering and inspection costs 2929 2930 and all other costs directly related to the improvement.

2931 At any time, as the public agency may determine, after (5) the agency directs that the cost of the improvement, or any part 2932 2933 thereof, shall be a charge upon the property benefitted, the 2934 public agency shall prepare, or cause to be prepared, a roll or 2935 list to be called the "assessment roll" showing the names of the property owners and opposite each name a description of each 2936 2937 parcel of land. Such roll shall be entered in a well-bound book 2938 prepared for that purpose, which shall contain appropriate columns in which payments may be credited and which shall be known as the 2939 2940 "assessment book." The public agency shall, upon its completion, deposit the assessment book with the clerk of the chancery court 2941 of the county in which the improvement is to be located, and such 2942 2943 clerk shall keep the assessment book and preserve it as a public 2944 record. The entry in the assessment book of any assessment shall 2945 be and constitute notice to the public of the lien against the 2946 land so assessed and no other record or notice thereof shall be

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H. B. No. 1300 06/HR03/R1673 PAGE 90 (OM\LH) 2947 necessary to any person or corporation for that purpose. No 2948 error, omission or mistake in regard to the name of the owner 2949 shall be held to invalidate any assessment. After the assessment 2950 book has been delivered to such clerk of the chancery court, such clerk shall thereupon give a notice by publication in a newspaper 2951 2952 of general circulation in the county in which the improvement is to be located that the assessment roll has been delivered to him 2953 2954 and is open for inspection at his office and that at a time and 2955 place therein mentioned, not less than fifteen (15) days from the date of the first publication, the governing body of the public 2956 2957 agency will meet to hear and determine any objection or defense.

2958 (6) The owner of any property assessed for the improvement, 2959 or any party having an interest therein, may appear at the time 2960 and place fixed for the hearing and determining of any objection or defense, and object to the proposed assessment or the amount 2961 2962 thereof. The public agency shall hear and determine all 2963 objections and protests to the proposed assessment, as a result of 2964 which the agency may alter, change or correct any assessment; provided, however, that no assessment shall be increased without 2965 2966 notice to the owner of the property. The public agency shall, by 2967 resolution, approve and confirm all assessments as finally fixed 2968 and adjusted at said hearing, which assessments shall, from the 2969 date of such confirmation, constitute a lien upon the respective property upon which they are levied, superior to all other liens 2970 2971 except those for state and county taxes. All persons who fail to 2972 object to the proposed assessment at said hearing shall be deemed 2973 to have consented to and approved the same. Any property owner 2974 aggrieved by the decision of the public agency may appeal to the 2975 chancery court for the county wherein his property is situated.

(7) All assessments levied under the provisions of this
section shall become due and shall be paid to the tax collector of
the county in which the improvement is to be located in full
within ninety (90) days from the date of confirmation thereof.
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However, the governing body of the public agency may by resolution 2980 2981 confer upon the property owners who admit the legality of the 2982 assessment the privilege of paying the assessment in not exceeding 2983 ten (10) equal installments with interest from the date of the 2984 confirmation at the same rate as that fixed in the bonds issued to 2985 finance the cost of the improvement. Any property owner who shall 2986 not have taken an appeal from the assessment, shall, upon failure to pay said assessment in full within ninety (90) days from the 2987 date of confirmation, be deemed to have elected to pay said 2988 2989 assessment in installments as herein provided. Any property owner 2990 who has elected to pay his assessment in installments shall have 2991 the right at any time to pay the balance of the assessment against 2992 his property in full, but in so doing he shall be required to pay all interest which would have accrued thereon had same not been 2993 paid until its maturity. 2994

The public agency shall annually certify to the tax 2995 (8) 2996 collector of the county in which the improvement is to be located, 2997 the annual installment of assessment due from each tract of land against which an assessment has been levied, together with the 2998 2999 amount of the interest upon all unpaid installments at the same 3000 rate as that fixed in the bonds issued to finance the cost of the 3001 improvement. The collector shall thereupon enter upon the annual tax roll of the county, in a separate column, the amount of the 3002 3003 installment and interest to be collected from each tract of land 3004 so assessed, and said collector shall collect said installment, 3005 together with the interest upon all unpaid installments, together 3006 with, and at the same time he collects, the annual county tax. 3007 Upon collection, said tax collector shall deposit such special 3008 improvement assessment with such depository as the public agency 3009 shall determine, and shall certify to the clerk of the chancery 3010 court in which the improvement is or is to be located the amount 3011 of such assessment paid by each property owner.

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Upon collection, said tax collector shall deposit such 3012 3013 special improvement assessment into a separate account with such 3014 depository as the public agency shall determine, and shall certify 3015 to the clerk of the chancery court in which the improvement is or 3016 is to be located the amount of such assessment paid by each 3017 property owner. The clerk of the chancery court shall then note 3018 such payments on the "assessment book." When an assessment is 3019 paid in full, or upon the payment of the last installment thereof, 3020 the clerk shall note on said "assessment book" opposite the assessment, "paid in full." Upon the payment of each installment 3021 3022 an appropriate note thereof shall be made opposite such assessment on said book, so that the amount of the assessment against any 3023 3024 property assessed under the provisions of this section which 3025 remains a lien upon said property may be determined by reference 3026 to the "assessment book."

3027 (9) All assessments levied under the provisions of this 3028 section shall be enforced in the same manner in which the payment 3029 of other taxes in said county is enforced, and all statutes 3030 regulating the collection of other taxes in said county shall 3031 apply to the enforcement and collection of the assessments levied 3032 pursuant to this section.

3033 (10) If the assessment first levied shall prove insufficient 3034 to complete the improvement, the governing body of the public 3035 agency shall thereupon by resolution duly adopted make another 3036 levy on the property previously assessed for a sum sufficient to complete the improvement, which shall be collected in the same 3037 3038 manner as the first levy. Any property owner aggrieved by the 3039 decision of the public agency may appeal solely as to the amount 3040 of such assessment to the chancery court for the county wherein his property is situated. When any work has been begun under the 3041 provisions of Sections 49-17-301 through 49-17-353, which shall 3042 3043 not be completed and paid for out of the first or other levy, it 3044 shall be the duty of the governing body of the public agency to \*HR03/R1673\* H. B. No. 1300

06/HR03/R1673 PAGE 93 (OM\LH) 3045 make such levy for its completion, and from year to year until it 3046 is completed, provided that the total levy shall in no case exceed 3047 the value of the benefits assessed on said property. The 3048 performance of such duty may be enforced by mandamus at the 3049 instance of any person or board interested.

3050 **SECTION 61.** Section 49-17-325, Mississippi Code of 1972, is 3051 brought forward as follows:

3052 49-17-325. (1) The authority shall have the power and is 3053 hereby authorized, from time to time, to issue bonds in such 3054 principal amounts as, in the opinion of the authority, shall be 3055 necessary to provide sufficient funds for achieving any of its corporate purposes, including, without limiting the generality of 3056 3057 the foregoing, the financing of the acquisition, construction, improvement or extension of collection facilities or treatment 3058 facilities, or any combination thereof, whether or not such 3059 3060 facilities are owned by the authority, the payment of interest on 3061 bonds of the authority, establishment of reserves to secure such 3062 bonds, expenses incident to the issuance of such bonds and to the 3063 implementation of the authority's programs, and all other 3064 expenditures of the authority incident to or necessary or 3065 convenient to carry out its corporate purposes and powers.

3066 (2) The authority may issue such types of bonds as it may 3067 determine, subject only to any agreement with the holders of 3068 particular bonds, including bonds as to which the principal and 3069 interest are payable exclusively from all or a portion of the revenues derived from one or more collection facilities or 3070 3071 treatment facilities pursuant to the contracts entered into by 3072 public agencies, and other persons pursuant to Section 49-17-315 or 49-17-321, or any combination of any of the foregoing, or which 3073 may be secured by a pledge of any grant, subsidy, or contribution 3074 3075 from any public agency or other person, or a pledge of any income 3076 or revenues, funds or monies of the authority from any source

3077 whatsoever.

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3078 (3) Bonds shall be authorized by a resolution or resolutions 3079 of the authority. Such bonds shall bear such date or dates, mature at such time or times, (either serially, term or a 3080 3081 combination thereof), bear interest at such rate or rates, be in such denomination or denominations, be in such form, either coupon 3082 3083 or registered, carry such conversion or registration privileges, 3084 have such rank or priority, be executed in such manner and by such 3085 officers, be payable from such sources in such medium of payment 3086 at such place or places within or without the state, provided that 3087 one (1) such place shall be within the state, be subject to such 3088 terms of redemption prior to maturity, all as may be provided by resolution or resolutions of the authority. 3089

(4) Any bonds of the authority may be sold at such price or prices, at public sale, in such manner and at such times as may be determined by the authority to be in the public interest, and the authority may pay all expenses, premiums, fees and commissions which it may deem necessary and advantageous in connection with the issuance and sale thereof.

(5) It is the intention of the Legislature that any pledge 3096 3097 of earnings, revenues or other monies made by the authority shall 3098 be valid and binding from the time the pledge is made; that the 3099 earnings, revenues, or other monies so pledged and thereafter received by the authority shall immediately be subject to the lien 3100 3101 of such pledge without any physical delivery thereof or further 3102 act, and that the lien of any such pledge shall be valid and binding as against all parties having claims of any kind in tort, 3103 3104 contract or otherwise against the authority irrespective of whether such parties have notice thereof. Neither the resolution 3105 3106 nor any other instrument by which a pledge is created need be 3107 recorded.

3108 (6) Neither the commissioners of the authority nor any3109 person executing the bonds shall be personally liable on the bonds

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Whenever any bonds shall have been signed by the 3112 (7) 3113 officers designated by resolution of the authority to sign the 3114 bonds who were in office at the time of such signing but who may 3115 have ceased to be such officers prior to the sale and delivery of 3116 such bonds, or who may not have been in office on the date such bonds may bear, the manual or facsimile signatures of such 3117 officers upon such bonds and the coupons appertaining thereto, 3118 3119 shall nevertheless be valid and sufficient for all purposes and 3120 have the same effect as if the person so officially executing such bonds had remained in office until the delivery of the same to the 3121 3122 purchaser or had been in office on the date such bonds may bear.

3123 (8) Before issuing bonds (other than interim (a) 3124 certificates, notes, refunding bonds as provided in Section 49-17-327 or other evidences of indebtedness of the authority) 3125 3126 hereunder, the board of commissioners of the authority shall adopt 3127 a resolution declaring its intention to issue such bonds and stating the principal amount of the bonds proposed to be issued 3128 3129 and the date and time upon which the board of commissioners proposes to direct the issuance of such bonds. Such resolution 3130 3131 shall be published once a week for at least three (3) consecutive weeks in at least one (1) newspaper having a general circulation 3132 3133 within the geographical limits of all of the public agencies (i) 3134 which have contracted with the authority under the provisions of Sections 49-17-301 through 49-17-353, and (ii) whose contracts 3135 3136 relate to the bonds proposed to be issued, and (iii) which are 3137 authorized by a law other than Sections 49-17-301 through 49-17-353 to hold elections (each public agency which meets all of 3138 the criteria set forth in (i), (ii) and (iii) foregoing is 3139 3140 hereinafter in this section referred to as an "affected public 3141 agency," and, together with other such agencies, collectively 3142 referred to as the "affected public agencies"); provided, however, H. B. No. 1300 \*HR03/R1673\* 06/HR03/R1673

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3143 that if no newspaper has a general circulation within the 3144 geographical limits of all of the affected public agencies, then 3145 such resolution shall be published in as many different newspapers 3146 as may be required to provide general circulation of the publication of such resolution within the geographical limits of 3147 each affected public agency; and, provided further, that if no 3148 3149 newspaper has a general circulation within the geographical limits 3150 of any particular affected public agency, then notice in such affected public agency shall be made by posting a copy of such 3151 3152 resolution for at least twenty-one (21) days next preceding the 3153 date therein at two (2) public places within the geographical limits of such public agency. If ten percent (10%) or fifteen 3154 3155 hundred (1500), whichever is greater, of the qualified electors of 3156 a majority number of the qualified electors of the affected public 3157 agencies shall file a written protest against the issuance of such bonds with the board of commissioners of the authority on or 3158 3159 before the date and time specified in such resolution, then an 3160 election on the question of the issuance of such bonds shall be called and held as hereinafter set forth in this section; 3161 notwithstanding subsection (d) of this section, such election 3162 3163 shall be determined by a majority vote of the qualified electors 3164 participating in such election; provided, however, that in the event a county is an affected public agency, then the qualified 3165 3166 electors of such county shall mean the qualified electors of such 3167 county who reside within the unincorporated areas within such 3168 county's geographical limits. If no such protest be filed, then 3169 such bonds may be issued without an election on the question of 3170 the issuance thereof at any time within a period of two (2) years after the date specified in the above-mentioned resolution. 3171 Nothing contained herein shall be construed to require the 3172 3173 adoption or publication of a resolution of the kind described in 3174 this subsection, or to grant any right of protest or election, with respect to the issuance of interim certificates, notes, 3175 \*HR03/R1673\* H. B. No. 1300

H. B. NO. 1300 06/HR03/R1673 PAGE 97 (OM\LH) 3176 refunding bonds as provided in Section 49-17-327 or other 3177 evidences of indebtedness of the authority.

3178 (b) Where an election is to be called as provided in 3179 subsection (8)(a) of this section, the board of commissioners of 3180 the authority shall give notice of such election to the governing 3181 body of each of the affected public agencies. The governing body 3182 of each affected public agency shall publish a notice of such election once a week for at least three (3) consecutive weeks in a 3183 newspaper having a general circulation within its respective 3184 3185 geographical limits. The first publication of such notice shall 3186 be made not less than twenty-one (21) days prior to the date fixed for such election and the last publication shall be made not more 3187 3188 than seven (7) days prior to such date. If no newspaper has a 3189 general circulation within the geographical limits of any particular affected public agency, then notice in such affected 3190 public agency shall be made by posting a copy of such resolution 3191 3192 for at least twenty-one (21) days next preceding the date therein 3193 at two (2) public places within the geographical limits of such 3194 public agency.

3195 The election provided for in subsection (8)(a) of (C) this section shall be held in each of the affected public 3196 3197 agencies, as far as practicable, in the same manner as other elections are held in such affected public agencies; provided, 3198 3199 however, that in the event one or more affected public agencies 3200 have overlapping geographical limits, then such affected public 3201 agencies with overlapping geographical limits may provide for a 3202 consolidated election in such manner as their respective governing 3203 bodies may determine. At such election all qualified electors of each affected public agency may vote, and the ballots used at such 3204 election shall have printed thereon a brief statement of the 3205 3206 principal amount and purpose of the proposed bond issue and the 3207 words "FOR THE BOND ISSUE" and "AGAINST THE BOND ISSUE," and the 3208 voters shall vote by placing a cross (X) or check mark  $(\sqrt{)}$ \*HR03/R1673\* H. B. No. 1300

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3209 opposite his choice on the proposition; provided, however, that in 3210 the event a county is an affected public agency, then the 3211 qualified electors of such county shall mean the qualified 3212 electors of such county who reside within the unincorporated areas 3213 within such county's geographical limits.

When the results of the election on the question of 3214 (d) 3215 the issuance of such bonds as provided in this section shall have been canvassed by the respective election commissioners of the 3216 affected public agencies and certified by them to the board of 3217 commissioners of the authority, it shall be the duty of the board 3218 3219 of commissioners of the authority to determine and adjudicate whether or not a majority of the qualified electors who voted 3220 3221 thereon in a majority number of the affected public agencies voted 3222 in favor of the issuance of such bonds, and unless a majority of 3223 the qualified electors who voted thereon in a majority number of the affected public agencies voted in favor of the issuance of 3224 3225 such bonds, then such bonds shall not be issued. Should a 3226 majority of the qualified electors who vote thereon in a majority number of the affected public agencies vote in favor of the 3227 3228 issuance of such bonds, then the board of commissioners of the authority may issue such bonds, either in whole or in part, and if 3229 3230 in part from time to time, within two (2) years from the date of such election or within two (2) years after the final favorable 3231 3232 termination of any litigation affecting the issuance of such 3233 bonds, as shall be determined by the board of commissioners of the 3234 authority.

3235 **SECTION 62.** Section 49-17-327, Mississippi Code of 1972, is 3236 brought forward as follows:

3237 49-17-327. The authority may issue refunding bonds for the 3238 purpose of paying any of its bonds at or prior to maturity or upon 3239 acceleration or redemption. Refunding bonds may be issued at such 3240 time prior to the maturity or redemption of the refunded bonds as 3241 the authority deems to be in the public interest. The refunding H. B. No. 1300 \*HRO3/R1673\*

06/HR03/R1673 PAGE 99 (OM\LH) 3242 bonds may be issued in sufficient amounts to pay or provide the 3243 principal of the bonds being refunded, together with any redemption premium thereon, any interest accrued or to accrue to 3244 3245 the date of payment of such bonds, the expenses of issue of the 3246 refunding bonds, the expenses of redeeming the bonds being 3247 refunded, and such reserves for debt service or other capital or 3248 current expenses from the proceeds of such refunding bonds as may be required by the resolution, trust indenture or other security 3249 The issue of refunding bonds, the maturities and 3250 instruments. other details thereof, the security therefor, the rights of the 3251 3252 holders and the rights, duties and obligations of the authority in respect of the same shall be governed by the provisions of 3253 3254 Sections 49-17-301 through 49-17-353 relating to the issue of 3255 bonds other than refunding bonds insofar as the same may be 3256 applicable.

3257 **SECTION 63.** Section 49-17-329, Mississippi Code of 1972, is 3258 brought forward as follows:

3259 49-17-329. All bonds issued pursuant to Sections 49-17-301 through 49-17-353 may be validated as now provided by law in 3260 3261 Sections 31-13-1 through 31-13-11, Mississippi Code of 1972. Such validation proceedings shall be instituted in the chancery court 3262 3263 of the county in which the principal office of the authority is located, but notice of such validation proceedings shall be 3264 3265 published at least two (2) times in a newspaper of general 3266 circulation in each of the counties, the first publication of which in each case shall be made at least ten (10) days preceding 3267 3268 the date set for validation.

3269 **SECTION 64.** Section 49-17-331, Mississippi Code of 1972, is 3270 brought forward as follows:

3271 49-17-331. Bonds issued under the provisions of Sections
3272 49-17-301 through 49-17-353 shall not be deemed to constitute,
3273 within the meaning of any constitutional or statutory limitation,
3274 a debt, liability or obligation of the state, nor shall such bonds
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constitute a pledge of the full faith and credit of the state, but 3275 3276 shall be payable solely from the revenues or assets of the 3277 authority pledged therefor. Each bond issued under Sections 3278 49-17-301 through 49-17-353 shall contain on the face thereof a 3279 statement to the effect that the authority shall not be obligated 3280 to pay the same nor the interest thereon except from the revenues 3281 or assets pledged therefor and that neither the full faith and credit nor the taxing power of the state is pledged to the payment 3282 of the principal of or the interest on such bonds. 3283

3284 **SECTION 65.** Section 49-17-333, Mississippi Code of 1972, is 3285 brought forward as follows:

3286 49-17-333. The authority shall have power in connection with 3287 the issuance of its bonds to:

3288 (a) Covenant as to the use of any or all of its3289 property, real or personal.

3290 (b) Redeem the bonds, to covenant for their redemption 3291 and to provide the terms and conditions thereof.

3292 (c) Covenant to charge rates, fees and charges 3293 sufficient to meet operating and maintenance expenses, renewals 3294 and replacements, principal and debt service on bonds, creation 3295 and maintenance of any reserves required by a bond resolution, 3296 trust indenture or other security instrument and to provide for 3297 any margins or coverages over and above debt service on the bonds 3298 deemed desirable for the marketability of the bonds.

3299 (d) Covenant and prescribe as to events of default and 3300 terms and conditions upon which any or all of its bonds shall 3301 become or may be declared due before maturity, as to the terms and 3302 conditions upon which such declaration and its consequences may be 3303 waived and as to the consequences of default and the remedies of 3304 bondholders.

3305 (e) Covenant as to the mortgage or pledge of or the
 3306 grant of a security interest in any real or personal property and
 3307 all or any part of the revenues from any collection facilities or
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06/HR03/R1673 PAGE 101 (OM\LH) 3308 treatment facilities or any revenue-producing contract or 3309 contracts made by the authority with any person to secure the 3310 payment of bonds, subject to such agreements with the holders of 3311 bonds as may then exist.

(f) Covenant as to the custody, collection, securing, investment and payment of any revenues, assets, monies, funds or property with respect to which the authority may have any rights or interest.

(g) Covenant as to the purposes to which the proceeds from the sale of any bonds then or thereafter to be issued may be applied, and the pledge of such proceeds to secure the payment of the bonds.

(h) Covenant as to the limitations on the issuance of any additional bonds, the terms upon which additional bonds may be issued and secured, and the refunding of outstanding bonds.

3323 (i) Covenant as to the rank or priority of any bonds3324 with respect to any lien or security.

(j) Covenant as to the procedure by which the terms of any contract with or for the benefit of the holders of bonds may be amended or abrogated, the amount of bonds the holders of which must consent thereto, and the manner in which such consent may be given.

3330 (k) Covenant as to the custody of any of its properties 3331 or investments, the safekeeping thereof, the insurance to be 3332 carried thereon, and the use and disposition of insurance 3333 proceeds.

3334 (1) Covenant as to the vesting in a trustee or
3335 trustees, within or outside the state, of such properties, rights,
3336 powers and duties in trust as the authority may determine.

3337 (m) Covenant as to the appointing and providing for the 3338 duties and obligations of a paying agent or paying agents or other 3339 fiduciaries within or outside the state.

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(o) Execute all instruments necessary or convenient in the exercise of the powers herein granted or in the performance of covenants or duties, which may contain such covenants and provisions, as any purchaser of the bonds of the authority may reasonably require.

3354 SECTION 66. Section 49-17-335, Mississippi Code of 1972, is3355 brought forward as follows:

3356 49-17-335. The authority may, in any authorizing resolution 3357 of the board of commissioners, trust indenture or other security instrument relating to its bonds, provide for the appointment of a 3358 3359 trustee who shall have such powers as are provided therein to 3360 represent the bondholders of any issue of bonds in the enforcement 3361 or protection of their rights under any such resolution, trust indenture or security instrument. The authority may also provide 3362 3363 in such resolution, trust indenture or other security instrument 3364 that the trustee, or in the event that the trustee so appointed shall fail or decline to so protect and enforce such bondholders 3365 3366 rights then such percentage of bondholders as shall be set forth 3367 in, and subject to the provisions of, such resolution, trust 3368 indenture or other security instrument, may petition the chancery court of proper jurisdiction for the appointment of a receiver of 3369 3370 the collection facilities or treatment facilities the revenues of 3371 which are pledged to the payment of the principal of and interest on the bonds held by such bondholders. Such receiver may exercise 3372 \*HR03/R1673\*

H. B. No. 1300 06/HR03/R1673 PAGE 103 (OM\LH) 3373 any power as may be granted in any such resolution, trust 3374 indenture or security instrument to enter upon and take possession 3375 of, acquire, construct or reconstruct, or operate and maintain 3376 such collection facilities or treatment facilities, fix, charge, 3377 collect, enforce and receive all revenues derived from such 3378 collection facilities or treatment facilities and perform the 3379 public duties and carry out the contracts and obligations of the authority in the same manner as the authority itself might do, all 3380 under the direction of such chancery court. 3381

3382 **SECTION 67.** Section 49-17-337, Mississippi Code of 1972, is 3383 brought forward as follows:

49-17-337. (1) The exercise of the powers granted by 3384 3385 Sections 49-17-301 through 49-17-353 will be in all respects for the benefit of the people of the state, for their well-being and 3386 prosperity and for the improvement of their social and economic 3387 conditions, and the authority shall not be required to pay any tax 3388 3389 or assessment on any property owned by the authority under the 3390 provisions of Sections 49-17-301 through 49-17-353 or upon the income therefrom. 3391

(2) Any bonds issued by the authority under the provisions of Sections 49-17-301 through 49-17-353, their transfer and the income therefrom shall at all times be free from taxation by the state or any local unit or political subdivision or other instrumentality of the state, excepting inheritance and gift taxes.

3398 **SECTION 68.** Section 49-17-339, Mississippi Code of 1972, is 3399 brought forward as follows:

3400 49-17-339. All bonds issued under the provisions of Sections 3401 49-17-301 through 49-17-353 shall be legal investments for 3402 trustees, other fiduciaries, savings banks, trust companies, and 3403 insurance companies organized under the laws of the State of 3404 Mississippi; and such bonds shall be legal securities which may be 3405 deposited with and shall be received by all public officers and H. B. No. 1300 \*HRO3/R1673\*

06/HR03/R1673 PAGE 104 (OM\LH) 3406 bodies of the state and all municipalities and political 3407 subdivisions for the purpose of securing the deposit of public 3408 funds.

3409 **SECTION 69.** Section 49-17-341, Mississippi Code of 1972, is 3410 brought forward as follows:

3411 49-17-341. Whether or not any bonds of the authority and 3412 interest coupons, if any, appertaining thereto would otherwise so 3413 qualify, such bonds and coupons are hereby made investment 3414 securities within the meaning and for all purposes of Article 8 of 3415 the Uniform Commercial Code as enacted in this state.

3416 **SECTION 70.** Section 49-17-343, Mississippi Code of 1972, is 3417 brought forward as follows:

3418 49-17-343. The state hereby covenants with the holders of 3419 any bonds of the authority that so long as the bonds are outstanding and unpaid the state will not limit or alter the 3420 rights and powers of the authority under Sections 49-17-301 3421 3422 through 49-17-353 to conduct the activities referred to herein in 3423 any way pertinent to the interests of the bondholders including without limitation the authority's right to charge and collect 3424 3425 rates, fees and charges and to fulfill the terms of any covenants 3426 made with bondholders, or in any other way impair the rights and 3427 remedies of the bondholders, unless provision for full payment of such bonds, by escrow or otherwise, has been made pursuant to the 3428 terms of the bonds or the resolution, trust indenture or security 3429 3430 instrument securing the bonds.

3431 **SECTION 71.** Section 49-17-345, Mississippi Code of 1972, is 3432 brought forward as follows:

If the authority finds and records on its minutes 3433 49-17-345. that the acquisition or construction of any collection facilities 3434 or treatment facilities, or any interest therein, or any portion 3435 3436 thereof, or any property or any interest therein or any portion 3437 thereof, which is authorized by Sections 49-17-301 through 49-17-353 is available or can be acquired or contracted for, from 3438 \*HR03/R1673\* H. B. No. 1300 06/HR03/R1673

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or with only a single source, person, firm or corporation, then 3439 3440 such acquisition or contract may be made or entered into without 3441 meeting the requirements of any law relating to acquisitions, 3442 purchases or contracts by competitive bids. If, after advertising 3443 for competitive bids as to other proposed purchases, acquisitions 3444 or contracts, only one (1) bid is received, the authority may 3445 reject the bid and negotiate privately any purchase, contract or 3446 acquisition for a consideration not exceeding that proposed in the bid. 3447

3448 **SECTION 72.** Section 49-17-347, Mississippi Code of 1972, is 3449 brought forward as follows:

3450 49-17-347. The authority shall cause an audit of its books 3451 and accounts to be made at least once in each year by an 3452 independent certified public accountant and the cost thereof may 3453 be paid from any available monies of the authority.

3454 **SECTION 73.** Section 49-17-349, Mississippi Code of 1972, is 3455 brought forward as follows:

3456 49-17-349. Sections 49-17-301 through 49-17-353 shall be deemed to provide an additional, alternative and complete method 3457 3458 for the doing of the things authorized hereby and shall be deemed 3459 and construed to be supplemental and additional to any powers 3460 conferred by other laws on public agencies and not in derogation of any such powers now existing, provided, that insofar as the 3461 3462 provisions of Sections 49-17-301 through 49-17-353 are 3463 inconsistent with the provisions of any other law, general, special or local, now in existence or hereafter (unless with 3464 3465 specific reference to Sections 49-17-301 through 49-17-353) 3466 adopted, the provisions of Sections 49-17-301 through 49-17-353 3467 shall be controlling.

3468 Except as expressly provided in Sections 49-17-301 through 3469 49-17-353, the actions contemplated hereby, other than the 3470 issuance and sale of bonds by the authority but otherwise 3471 including without limitation the entering into of the contracts H. B. No. 1300 \*HRO3/R1673\*

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3472 referred to in Sections 49-17-315 and 49-17-321 by the authority, the contracting public agencies and any other persons thereto, and 3473 3474 the setting of rates, fees and charges by the authority, may be 3475 taken without the obtaining of any authorization, approval or 3476 consent of the state or any political subdivision or any 3477 department, division, commission, board, bureau, agency or instrumentality of either thereof and without any other proceeding 3478 or the fulfilling of any other condition or the happening of any 3479 other thing, except as expressly provided in Sections 49-17-301 3480 3481 through 49-17-353.

3482 **SECTION 74.** Section 49-17-351, Mississippi Code of 1972, is 3483 brought forward as follows:

3484 49-17-351. If any clause, sentence, paragraph, section, or 3485 part of Sections 49-17-301 through 49-17-353 shall be adjudged by 3486 any court of competent jurisdiction to be invalid, such judgment 3487 shall not affect, impair, or invalidate the remainder thereof 3488 directly involved in the controversy in which such judgment shall 3489 have been rendered.

3490 **SECTION 75.** Section 49-17-353, Mississippi Code of 1972, is 3491 brought forward as follows:

3492 49-17-353. Sections 49-17-301 through 49-17-353 shall be
3493 interpreted liberally to effect the purposes set forth herein.

3494 SECTION 76. Section 51-8-1, Mississippi Code of 1972, is 3495 brought forward as follows:

3496 51-8-1. (1) Any two (2) or more local governmental units, 3497 being defined herein to mean a county or municipality, may create 3498 a joint water management district in the manner set forth in this 3499 chapter.

3500 (2) If any local governmental unit is located within an 3501 existing water management district, then the local governmental 3502 unit shall petition the district to provide a service or function 3503 needed by the petitioning unit, provided the service or function 3504 is one which the district has the power and authority to perform.

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Upon receipt of the petition, the existing district shall have 3505 3506 ninety (90) days within which to respond affirmatively to the 3507 petition, setting forth its intent to meet the need or perform the 3508 service or function and its proposal or plan for meeting the need or performing the service or function. If the existing water 3509 3510 district does not affirmatively respond in a timely fashion, then 3511 any two (2) or more local governmental units may create a joint 3512 water management district in the manner set forth in this chapter. The joint water management district may include any 3513

3513 (3) The joint water management district may include any
3514 geographic area within the boundaries of the interested
3515 governmental units.

(4) A joint water management district may be created 3516 3517 although adequate water supply, flood control, drainage or other 3518 water or wastewater management activities are being undertaken by one or more of the local governmental units interested in creating 3519 a joint water management district or by another corporate agency 3520 3521 existing and operating within the geographical area of the joint 3522 water management district. The term "corporate agency," as used herein, means any agency or subdivision of the state or federal 3523 3524 government, any body politic and corporate created under the laws 3525 of this state, any utility, or any public or private profit or 3526 nonprofit corporation.

3527 **SECTION 77.** Section 51-8-3, Mississippi Code of 1972, is 3528 brought forward as follows:

3529 51-8-3. A joint water management district may be created for 3530 the purpose of establishing a water supply system, conserving 3531 water resources, developing additional water resources or any 3532 other water or wastewater management function not being performed 3533 by an existing water management district, except that such a 3534 district as described in Section 51-8-1 may not be created for the 3535 purpose of constructing, contracting for the construction of, or 3536 serving as a local sponsor for the construction of, any dam or 3537 other flood control facility or project, the primary purpose of \*HR03/R1673\*

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3538 which is to control flooding on any part of the Pearl River, 3539 Mississippi River, Yazoo River, Tombigbee River, Big Black River, 3540 Pearl River, Pascagoula River, Tallahatchie River, Yalobusha 3541 River, Homochitto River, Buffalo River, Leaf River, Coldwater 3542 River, Sunflower River, Little Sunflower River, Wolf River, 3543 Yockanookany River, Ofahoma River, Strong River, Bogue Chitto River, Amite River, Bayou Pierre River, Tangipahoa River, Noxubee 3544 River, Buttahatchee River, Chunky River, Biloxi River, Tippah 3545 River, Hatchie River, Jourdan River, Bowie River, Chickasawhay 3546 3547 River and Escatawpa River.

3548 **SECTION 78.** Section 51-8-5, Mississippi Code of 1972, is 3549 brought forward as follows:

3550 51-8-5. Creation of a joint water management district shall 3551 be initiated by identical resolutions passed by each interested local governmental unit. Such resolution shall set forth in 3552 detail the geographic boundaries of the district, the function or 3553 3554 functions to be performed by the district, a statement of the 3555 necessity for the creation of the district, the proposed corporate name of the district and any other information reasonably 3556 3557 necessary to inform the constituency of the governmental unit of 3558 the purpose and obligations of the respective units proposing to 3559 form the district.

3560 **SECTION 79.** Section 51-8-7, Mississippi Code of 1972, is 3561 brought forward as follows:

3562 51-8-7. Each governmental unit proposing to form a joint 3563 water management district shall hold a public hearing in the same 3564 manner as set out in Section 19-5-155.

3565 **SECTION 80.** Section 51-8-11, Mississippi Code of 1972, is 3566 brought forward as follows:

3567 51-8-11. Upon the making of such finding, the governing body 3568 of each interested local governmental unit shall publish the 3569 finding accompanied by the initial resolution specified in Section 3570 51-8-5 in the manner provided in Section 19-5-157.

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 109 (OM\LH) 3571 If twenty percent (20%) or fifteen hundred (1500), whichever 3572 is lesser, of the qualified electors of a local governmental unit 3573 file a written petition with the governing body of such unit on or 3574 before the date specified for creation of the district, an 3575 election shall be held in the same manner prescribed by Section 3576 19-5-157.

3577 **SECTION 81.** Section 51-8-13, Mississippi Code of 1972, is 3578 brought forward as follows:

3579 51-8-13. If no petition requiring an election be filed or if 3580 three-fifths (3/5) of those voting in said election vote in favor 3581 of the creation of such district, the governing body of such local 3582 governmental unit shall adopt a resolution creating the district 3583 as described in the initial resolution specified in Section 3584 51-8-5.

3585 **SECTION 82.** Section 51-8-15, Mississippi Code of 1972, is 3586 brought forward as follows:

3587 51-8-15. All costs incident to the publication of the 3588 notices and all other costs incident to the public hearing and 3589 election provided in Sections 51-8-7 through 51-8-11 may be paid 3590 by the applicable governing body.

3591 **SECTION 83.** Section 51-8-17, Mississippi Code of 1972, is 3592 brought forward as follows:

51-8-17. Any party having an interest in the subject matter 3593 3594 and aggrieved or prejudiced by the findings and adjudication of 3595 the applicable governing body may appeal to the circuit court of the county in the manner provided by law for appeals from orders 3596 3597 of such bodies. However, if no such appeal be taken within a 3598 period of thirty (30) days from and after the date of the adoption of the resolution creating any such district, the creation of such 3599 3600 district shall be final and conclusive and shall not thereafter be 3601 subject to attack in any court.

3602 **SECTION 84.** Section 51-8-19, Mississippi Code of 1972, is 3603 brought forward as follows:

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 110 (OM\LH) 51-8-19. From and after the date of adoption of the resolution creating a joint water management district, such district shall be a public corporation in perpetuity in its corporate name and shall, in that name, be a body politic and corporate with power of perpetual succession.

3609 SECTION 85. Section 51-8-21, Mississippi Code of 1972, is
3610 brought forward as follows:

3611 51-8-21. (1) The powers of each such district shall be 3612 vested in and exercised by a board of commissioners consisting of 3613 a minimum of five (5) members, to be selected in the manner 3614 provided in the initial resolution prescribed by Section 51-8-5. 3615 Provided, however, there shall be at least one (1) member from 3616 each county within the district.

The resolution may provide that commissioners will be elected 3617 by the electors of the local governmental unit or units which they 3618 3619 represent or that commissioners will be appointed by the governing 3620 body or bodies of the local governmental units which are members 3621 of the district. The resolution shall also prescribe the term of office, which shall not exceed five (5) years, and shall establish 3622 3623 the length of initial terms, if staggered terms are to be used. 3624 Vacancies and unexpired terms shall be filled by the governing 3625 body of each local governmental unit.

Notwithstanding the appointive authority herein granted 3626 (2)3627 to the said governing body, its legal and actual responsibilities, 3628 authority and function, subsequent to the creation of any such district, shall be specifically limited to said appointive 3629 3630 function and the responsibilities outlined in Sections 51-8-1, 3631 51-8-5, 51-8-7, 51-8-9, 51-8-11, 51-8-13, 51-8-15, 51-8-31, 51-8-33, 51-8-35, 51-8-43, 51-8-45 and 51-8-57. The operation, 3632 management, abolition or dissolution of such district, and all 3633 other matters in connection therewith, shall be vested solely and 3634 3635 only in said board of commissioners to the specific exclusion of 3636 said governing body, and the abolition, dissolution or termination \*HR03/R1673\* H. B. No. 1300 06/HR03/R1673

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3637 of any such district shall be accomplished only by unanimous 3638 resolution of the board of commissioners. However, such board of 3639 commissioners shall have no power, jurisdiction or authority to 3640 abolish, dissolve or terminate any such district while such 3641 district has any outstanding indebtedness of any kind or 3642 character.

3643 (3) After a district is created, a local governmental unit3644 may withdraw as a member thereof only if:

3645 (a) The district has no outstanding indebtedness of any 3646 kind or character;

3647 (b) Withdrawal would not impair the district's water3648 management plan or objectives;

3649 (c) The withdrawing entity is not receiving benefits 3650 from the water management operations and activities of the 3651 district; and

3652 (d) Withdrawal is approved by a three-fifths (3/5) vote3653 of the board of commissioners.

3654 **SECTION 86.** Section 51-8-23, Mississippi Code of 1972, is 3655 brought forward as follows:

3656 51-8-23. The board of commissioners shall organize by electing one (1) of its members as chairman and another as vice 3657 3658 chairman. It shall be the duty of the chairman to preside at all 3659 meetings of the board and to act as the chief executive officer of the board and of the district. The vice chairman shall act in the 3660 3661 absence or disability of the chairman. Such board also shall 3662 elect and fix the compensation of secretary-treasurer who may or 3663 may not be a member of the board. It shall be the duty of the 3664 secretary-treasurer to keep all minutes and records of the board and to safely keep all funds of the district. 3665 The 3666 secretary-treasurer shall be required to execute a bond, payable 3667 to the district, in a sum and with such security as shall be fixed 3668 and approved by the board of commissioners. The terms of all 3669 officers of the board shall be for one (1) year from and after the \*HR03/R1673\* H. B. No. 1300 06/HR03/R1673

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3670 date of election, and shall run until their respective successors 3671 are appointed and qualified.

Each board of commissioners shall adopt an official seal with which to attest the official acts and records of the board and district.

3675 SECTION 87. Section 51-8-25, Mississippi Code of 1972, is
3676 brought forward as follows:

3677 51-8-25. Every resident citizen of a local governmental unit 3678 in any district created pursuant to this chapter, of good 3679 reputation, being the owner of land or the conductor of a business 3680 situated within such district and being over twenty-one (21) years 3681 of age and of sound mind and judgment, shall be eligible to hold 3682 the office of commissioner.

Each person appointed as a commissioner, before entering upon the discharge of the duties of his office, shall be required to execute a bond payable to the State of Mississippi in the penal sum of Ten Thousand Dollars (\$10,000.00) conditioned that he will faithfully discharge the duties of his office; each such bond shall be approved by the clerk of the governing body of such unit and filed with said clerk.

Any commissioner who shall remove his residence from the local governmental unit from which he was appointed or elected shall be deemed to have automatically vacated his office.

Each commissioner shall take and subscribe to an oath of office prescribed in Section 268, Mississippi Constitution of lago, before the clerk of said governing body that he will faithfully discharge the duties of the office of commissioner, which oath shall also be filed with said clerk and by him preserved with such official bond.

3699 The commissioners so appointed and qualified shall be 3700 compensated on a per diem basis for their services for each 3701 meeting of the board of commissioners attended, either regular or 3702 special, at the rates established by law for state boards and H. B. No. 1300 \*HRO3/R1673\*

06/HR03/R1673 PAGE 113 (OM\LH) 3703 commissions. Commissioners shall also be reimbursed for all 3704 expenses necessarily incurred in the discharge of their official 3705 duties in such amounts as are allowed for members of state boards 3706 and commissions.

The board of commissioners shall hold regular monthly meetings and such other special meetings as may be called by the chairman or a majority of the commissioners.

3710 SECTION 88. Section 51-8-27, Mississippi Code of 1972, is
3711 brought forward as follows:

3712 51-8-27. The board of commissioners shall have the power to 3713 adopt, promulgate, modify and repeal, and to make exceptions to 3714 and grant exemptions and variances from, and to enforce, rules and 3715 regulations to effectuate the purposes of the creation of the 3716 district, provided that such regulations shall conform to and not 3717 conflict with regulations promulgated by state regulatory agencies responsible for regulating the activities which the district was 3718 3719 created to perform.

3720 **SECTION 89.** Section 51-8-29, Mississippi Code of 1972, is 3721 brought forward as follows:

3722 51-8-29. Districts created under this chapter shall have the 3723 powers set out in the creating resolution not inconsistent with 3724 the powers set forth in this chapter, and in addition, the power and authority to acquire, construct, reconstruct, improve, better, 3725 3726 extend, consolidate, maintain and operate facilities and to 3727 contract with any municipality, person, firm or corporation for services and for a supply and distribution of water, for 3728 3729 collection, transportation, treatment and/or disposal of sewage 3730 and for services required incident to the operation and 3731 maintenance of such systems. Except as provided elsewhere in this chapter, as long as any such district continues to furnish any of 3732 3733 the services which it was authorized to furnish in and by the 3734 resolution by which it was created, it shall be the sole public

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 114 (OM\LH) 3735 corporation empowered to furnish such services within such 3736 district.

Any district created pursuant to the provisions of this 3737 3738 chapter shall be vested with all the powers necessary and 3739 requisite for the accomplishment of the purpose for which such 3740 district is created. No enumeration of powers herein shall be 3741 construed to impair or limit any general grant of power herein 3742 contained nor to limit any such grant to a power or powers of the same class or classes as those enumerated. Such districts are 3743 3744 empowered to do all acts necessary, proper or convenient in the 3745 exercise of the powers granted under such sections.

3746 **SECTION 90.** Section 51-8-31, Mississippi Code of 1972, is 3747 brought forward as follows:

3748 51-8-31. Any district created pursuant to the provisions of 3749 this chapter, acting by and through the board of commissioners of 3750 such district as its governing authority, shall have, among 3751 others, the following powers:

3752

(a) To sue and be sued;

3753 (b) To acquire by purchase, gift, devise, lease or any 3754 other mode of acquisition, and to hold or dispose of, real and 3755 personal property of every kind within or without the district;

3756 (c) To make and enter into contracts, conveyances,
3757 mortgages, deeds of trust, bonds, leases or contracts for
3758 financial advisory services;

3759 (d) To incur debts, to borrow money, to issue 3760 negotiable bonds, and to provide for the rights of the holders 3761 thereof;

(e) To fix, maintain, collect and revise rates and
charges for services rendered by or through the facilities of such
district, which rates and charges shall not be subject to review
or regulation by the Mississippi Public Service Commission except
in those instances where a city operating similar services would
be subject to regulation and review; however, said district shall
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06/HR03/R1673 PAGE 115 (OM\LH) 3768 obtain a certificate of convenience and necessity from the 3769 Mississippi Public Service Commission for operating water and/or 3770 sewer systems;

3771 (f) To pledge all or any part of its revenues to the 3772 payment of its obligations;

3773 (g) To make such covenants in connection with the
3774 issuance of bonds or to secure the payment of bonds that a private
3775 business corporation can make under the general laws of the state;

(h) To use any right-of-way, public right-of-way, easement, or other similar property or property rights necessary or convenient in connection with the acquisition, improvement, operation or maintenance of the facilities of such district held by the state or any political subdivision thereof; however, the governing body of such political subdivision shall consent to such use;

(i) To enter into agreements with state and federal agencies for loans, grants, grants-in-aid, and other forms of assistance, including, but not limited to, participation in the sale and purchase of bonds;

3787 (j) To acquire by purchase, lease, gift, or otherwise, any existing works and facilities providing services for which it 3788 3789 was created, and any lands, rights, easements, franchises and other property, real and personal, necessary to the completion and 3790 3791 operation of such system upon such terms and conditions as may be 3792 agreed upon, and, if necessary as part of the acquisition price, 3793 to assume the payment of outstanding notes, bonds or other 3794 obligations upon such system; however, if any corporate agency owning such facilities desires to continue providing such 3795 services, the corporate agency shall so notify the district not 3796 3797 later than ninety (90) days after the effective date of the 3798 creation of the district, and the district shall thereupon 3799 relinquish its right to provide such services until and unless the

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 116 (OM\LH) 3800 corporate agency elects otherwise or fails to adequately provide 3801 such services;

3802 (k) To extend its services to areas beyond but within 3803 one (1) mile of the boundaries of such district; however, no such 3804 extension shall be made to areas already occupied by another 3805 corporate agency rendering the same service so long as such 3806 corporate agency desires to continue to serve such areas. Areas 3807 outside of the district desiring to be served which are beyond the 3808 one-mile limit must be brought into the district by annexation 3809 proceedings;

3810 (1) To be deemed to have the same status as counties 3811 and municipalities with respect to payment of sales taxes on 3812 purchases made by such districts;

3813 (m) To borrow funds for interim financing subject to 3814 receipt of funds as outlined in Section 51-8-35;

3815 (n) To choose a location within the district as the 3816 central office of the district;

3817 (o) To adopt a plan for management of the water
3818 resources of the district, provided that such plan first be
3819 submitted to and approved by the Commission on Natural Resources
3820 as consistent with the state water management plan or objectives;

(p) To hire such personnel and contract for such legal, technical, or other services as the board of commissioners deems necessary for the operation of the district and fulfillment of its water management objectives; and

(q) To secure connection to or participation in the services provided by the district, including the power to obtain mandatory or prohibitory injunctive relief; provided, however, that the authority of the board of commissioners shall not be exercised in conflict with the regulatory and enforcement authority of the Commission on Natural Resources.

3831 SECTION 91. Section 51-8-33, Mississippi Code of 1972, is 3832 brought forward as follows:

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 117 (OM\LH) 3833 51-8-33. The board of commissioners may exercise, on behalf 3834 of the district, such powers of eminent domain as are specified in 3835 the creating resolution wherever and whenever public necessity and 3836 convenience so requires.

3837 SECTION 92. Section 51-8-35, Mississippi Code of 1972, is
3838 brought forward as follows:

51-8-35. (1) Any such district shall have the power to 3839 provide funds for the purpose of constructing, acquiring, 3840 reconstructing, improving, bettering or extending the facilities 3841 3842 of such district or for the purpose of buying, leasing or 3843 otherwise acquiring the assets and facilities of any nonprofit, nonshare corporation chartered under Title 79, Chapter 11, or any 3844 3845 other utility district by the issuance of revenue bonds. Such 3846 bonds shall be payable solely and only from the revenues of such facilities, and such revenues may be pledged from a portion of the 3847 service area of the district to the support of debt service for a 3848 3849 specific series or issue of bonds if such apportionment is 3850 economically feasible.

(2) Any such district shall have the power to provide funds, 3851 3852 in addition to or in conjunction with the funds authorized in 3853 subsection (1) of this section, for water supply or pollution 3854 abatement projects by issuing special improvement pollution abatement bonds, special improvement water bonds, or combinations 3855 of special improvement water and sewer bonds, if the resolution 3856 3857 creating the district authorized the governing bodies of the local governmental bodies to make assessments against benefitted 3858 3859 properties as outlined in Section 51-8-45. Such bonds shall be 3860 payable solely and only from charges assessed to benefitted properties as outlined in said Section 51-8-45. 3861

3862 **SECTION 93.** Section 51-8-37, Mississippi Code of 1972, is 3863 brought forward as follows:

386451-8-37. (1)The board of commissioners of any district3865created pursuant to this chapter may issue revenue or special

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H. B. No. 1300 06/HR03/R1673 PAGE 118 (OM\LH) 3866 improvement bonds of such district by resolution spread upon the 3867 minutes of such board. Bonds may be issued from time to time 3868 without an election being held upon the question of their issuance 3869 unless the board of commissioners of the district is presented 3870 with a petition for an election upon the question of issuance signed by twenty percent (20%) or fifteen hundred (1500), 3871 3872 whichever is lesser, of the qualified electors residing within the district. The resolution authorizing any issue of bonds other 3873 than the initial issue shall be published in a manner similar to 3874 the publication of the resolution, as outlined in Section 51-8-11. 3875 3876 If an election is required, it shall be held in substantial accord with the election outlined in Section 51-8-11. 3877 The cost of this 3878 election shall be borne by the district.

3879 (2) All bonds shall be lithographed or engraved and printed 3880 in two (2) or more colors to prevent counterfeiting. They shall be in denominations of not less than One Thousand Dollars 3881 3882 (\$1,000.00) nor more than Five Thousand Dollars (\$5,000.00), and 3883 may be registered as issued, and shall be numbered in a regular series from one (1) upward. Each such bond shall specify on its 3884 3885 face the purpose for which it was issued, the total amount 3886 authorized to be issued, the interest on the bond, and that such 3887 bonds shall never constitute nor give rise to a pecuniary liability of the district or local governmental unit or a charge 3888 3889 against the general credit or taxing powers of the local 3890 governmental unit.

Such bonds shall contain such covenants and provisions; 3891 (3) 3892 shall be executed; shall be in such form, format, type, 3893 denomination or denominations; shall be payable as to principal and interest, at such place or places; and shall mature at such 3894 time or times, all as shall be determined by such board of 3895 3896 commissioners and set forth in the resolution pursuant to which 3897 such bonds shall be issued. The date of maturity of such bonds 3898 shall not exceed forty (40) years from the date of the bonds,

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H. B. No. 1300 06/HR03/R1673 PAGE 119 (OM\LH) 3899 except that on special improvement pollution abatement bonds, 3900 special improvement water bonds, or special improvement water and 3901 sewer bonds, the date of maturity shall not exceed twenty-five 3902 (25) years from their date.

3903 (4) No bonds shall bear a greater overall maximum interest 3904 rate to maturity than that allowed in Section 75-17-103; no bond shall bear more than one (1) rate of interest; each bond shall 3905 bear interest from its date to its stated maturity date at the 3906 3907 interest rate specified on the bonds; all bonds of the same 3908 maturity shall bear the same rate of interest from date to 3909 maturity. All interest accruing on such bonds so issued shall be payable semiannually, or annually, except that the first interest 3910 3911 payment may be for any period not exceeding one (1) year. No interest payment on bearer bonds shall be evidenced by more than 3912 3913 one (1) coupon and neither cancelled nor supplemental coupons shall be permitted. The lowest interest rate specified for any 3914 3915 bonds issued shall not be less than sixty percent (60%) of the 3916 highest interest rate specified for the same bond issue.

3917 (5) Such bonds shall be signed by the chairman and 3918 secretary-treasurer of the commission with the seal of the 3919 commission affixed thereto; however, the coupons may bear only the 3920 facsimile signatures of such chairman and secretary-treasurer.

(6) Any provisions of the general laws to the contrary notwithstanding, any bonds and interest coupons issued pursuant to the authority of this chapter shall be securities within the meaning of Article 8 of the Uniform Commercial Code, being Section 75-8-101 et seq.

3926 (7) Notwithstanding the foregoing provisions of this 3927 section, bonds referred to hereinabove may be issued pursuant to 3928 the supplemental powers and authorizations conferred by the 3929 provisions of the Registered Bond Act, being Sections 31-21-1 3930 through 31-21-7.

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 120 (OM\LH) 3931 **SECTION 94.** Section 51-8-39, Mississippi Code of 1972, is 3932 brought forward as follows:

3933 51-8-39. The bonds issued under this chapter shall be sold 3934 for not less than par value plus accrued interest at public sale 3935 in the manner provided for in Section 31-19-25, Mississippi Code 3936 of 1972; however, bonds may be sold to the United States of 3937 America or an agency or instrumentality thereof at private sale.

Each interest rate specified in any bid must be in multiples of either one-tenth of one percent (1/10 of 1%) or one-eighth of one percent (1/8 of 1%), and a zero rate of interest cannot be named.

3942 Any revenue bonds issued under the provisions of this chapter 3943 may be refunded in like manner as revenue bonds of municipalities 3944 shall be refunded.

Any bonds issued under the provisions of this chapter shall be submitted to validation under the provisions of Sections 3947 31-13-1 through 31-13-11.

3948 SECTION 95. Section 51-8-41, Mississippi Code of 1972, is
3949 brought forward as follows:

3950 51-8-41. There is hereby created a statutory lien in the 3951 nature of a mortgage lien upon any system or systems acquired or 3952 constructed in accordance with this chapter, including all extensions and improvements thereof or combinations thereof 3953 subsequently made, which lien shall be in favor of the holder or 3954 3955 holders of any bonds issued pursuant to said sections, and all such property shall remain subject to such statutory lien until 3956 3957 the payment in full of the principal of and interest on said 3958 bonds. Any holder of said bonds or any of the coupons representing interest thereon may, either at law or in equity, by 3959 suit, action, mandamus or other proceedings, in any court of 3960 competent jurisdiction, protect and enforce such statutory lien 3961 3962 and compel the performance of all duties required by said 3963 sections, including the making and collection of sufficient rates \*HR03/R1673\* H. B. No. 1300

06/HR03/R1673 PAGE 121 (OM\LH) 3964 for the service or services, the proper accounting thereof, and 3965 the performance of any duties required by covenants with the 3966 holders of any bonds issued in accordance herewith.

3967 If any default is made in the payment of the principal of or 3968 interest on such bonds, any court having jurisdiction of the 3969 action may appoint a receiver to administer said district and said 3970 system or systems, with power to charge and collect rates 3971 sufficient to provide for the payment of all bonds and obligations outstanding against said system or systems, and for payment of 3972 3973 operating expenses, and to apply the income and revenues thereof 3974 in conformity with the provisions of this chapter and any covenants with bondholders. 3975

3976 SECTION 96. Section 51-8-43, Mississippi Code of 1972, is
3977 brought forward as follows:

51-8-43. (1) Except as otherwise provided in subsection 3978 (2), the governing body of any local governmental unit which is a 3979 3980 member of any such district may, according to the terms of the 3981 resolution, levy a special tax, not to exceed two (2) mills, on all of the taxable property in such district, the avails of which 3982 shall be paid over to the board of commissioners of the district 3983 3984 to be used for preparation and implementation of the district's 3985 water management plan, exclusive of capital expenditures, and operation of the administrative office of the district. Provided, 3986 3987 however, that such special tax shall not be levied against any 3988 property in any portion of such district where the district has relinquished and surrendered its prior right to provide a 3989 3990 particular service, as provided elsewhere in this chapter.

3991 (2) The Board of Commissioners of the Yazoo-Mississippi
3992 Joint Water Management District is authorized to expend funds
3993 generated from the special tax levy under subsection (1) in
3994 connection with projects under the USDA, NRCS Mississippi Delta
3995 Comprehensive, Multipurpose Water Resource Plan hereinafter
3996 referred to as the "Mississippi Delta Study." Such projects
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06/HR03/R1673 PAGE 122 (OM\LH) 3997 include low flows, interbasin transfers of new water supplies, 3998 on-farm storage reservoirs or conservation, and implementation 3999 activities such as the Sunflower River Low Flow Project and Well 4000 Field Project in Coahoma County, Mississippi. Expenditures under 4001 this subsection may include in-kind expenditures as well as direct 4002 expenditures, the cost and expenses of construction, operation and 4003 maintenance of the projects, and the cost and expenses of an 4004 indirect nature, such as technological assistance, engineering and 4005 scientific evaluation and analysis by technical personnel, labor, 4006 transportation and any expenditure that is intended to satisfy the 4007 districts' in-kind obligations in connection with the projects. However, the expenditures authorized by this subsection shall not 4008 4009 extend to any project that relates to, encompasses or includes 4010 effluent treatment facilities or any water supply system to which the Safe Drinking Water Act applies, and any other projects that 4011 are determined by the district to be beyond the scope of the 4012 4013 Mississippi Delta Study Projects.

4014 **SECTION 97.** Section 51-8-45, Mississippi Code of 1972, is 4015 brought forward as follows:

4016 51-8-45. (1) Funds for debt service for special improvement 4017 pollution abatement bonds, special improvement water bonds, or 4018 special improvement water and sewer bonds issued in lieu of or in 4019 conjunction with revenue bonds shall be provided by charges upon 4020 the properties benefitted according to procedures set forth in 4021 this section.

4022 (2) So long as any special improvement bond authorized by 4023 this chapter shall remain outstanding, it shall be the duty of the 4024 governing bodies at the time its annual tax levies are made, to levy such assessments as are certified to them by the district as 4025 4026 being due and payable at a stated time. It shall be the duty of 4027 the tax collector of each such governing body to collect such 4028 charges and pay the funds collected to the board of commissioners 4029 of the district for payment to interest and principal and to the

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H. B. No. 1300 06/HR03/R1673 PAGE 123 (OM\LH) 4030 retirement of bonds issued by the district in accord with the 4031 maturities schedule pertaining thereto.

4032 (3) One (1) of the following procedures may be utilized in 4033 providing funds as authorized by this section:

4034 (a) Funds for debt service may be provided by charges
4035 assessed against the property abutting upon the sewer, or abutting
4036 upon the railroad and/or utility right-of-way, street, road,
4037 highway, easement or alley in which such sewer mains or water
4038 mains are installed according to the frontage thereof.

The board of commissioners of the district, after giving 4039 4040 notice and hearing protests in the manner prescribed by Sections 21-41-5 and 21-41-7, shall, by resolution spread upon its minutes, 4041 4042 define the services to be offered and the entire area to be 4043 benefitted by each improvement; each such improvement may be designated as a project, or all such improvements may be 4044 designated as one (1) project. However, if forty percent (40%) of 4045 4046 the property owners or the owners of more than forty percent (40%) 4047 of the front footage of the property involved and actually residing on property owned by them and included within that part 4048 4049 of any street, avenue, etc., ordered to be specially improved, or 4050 otherwise actually occupying property owned by them and included 4051 within that area designated as a project, shall file a protest, 4052 then the improvement shall not be made and the assessment shall 4053 not be made.

4054 The resolution shall direct that the cost to be assessed against each lot or parcel of land shall be determined by dividing 4055 4056 the entire assessable cost of the project by the total number of 4057 front feet fronting on the street, easement or other right-of-way in which all of the mains embraced within the project are 4058 4059 installed and multiplying the quotient by the total number of 4060 front feet in any particular lot or parcel of land fronting on the 4061 street, easement or other right-of-way in which sewer mains or 4062 water mains are installed. The result thereof shall be delivered \*HR03/R1673\* H. B. No. 1300

06/HR03/R1673 PAGE 124 (OM\LH) 4063 by the board of commissioners of the district to the applicable 4064 governing body as the amount of special tax to be assessed against 4065 each lot or piece of ground for the owner's part of the total cost 4066 of the improvements.

4067 The resolution, at the discretion of the governing 4068 authorities of the district, may provide for the district to pay 4069 the assessment against any property abutting a sewer or water 4070 improvement, if the property whose assessment is being paid by the 4071 district is occupied by a contributor or consumer connected to the 4072 sewer or water system who is, or will be, paying service charges 4073 at the time the assessment roll maintained by the district is confirmed; provided, however, such payment shall not exceed an 4074 4075 amount equal to that assessed against any one hundred twenty-five 4076 (125) feet of frontage of abutting property in a project.

4077 The resolution may, at the discretion of the governing authorities of the district, provide for the district to pay the 4078 4079 assessment against any property abutting a section of sewer main 4080 or water main designated as necessary and essential to the overall 4081 operation of such system or systems; provided, however, no service 4082 shall be provided to any such abutting property until and unless 4083 all such payments made by the district are repaid to the district 4084 by the owners of such benefitted property.

4085 (b) Funds for debt service may be provided by charges 4086 assessed against a lot or block in a recorded subdivision of land 4087 or by other appropriately designated parcel or tract of land in 4088 accord with the following procedure:

4089 The board of commissioners of the district, after giving 4090 notice and hearing protests in the manner prescribed by Sections 21-41-5 and 21-41-7, shall by resolution spread upon its minutes 4091 4092 define the services to be offered and the entire area to be 4093 benefitted by each improvement; each such improvement may be 4094 designated as a project, or all such improvements may be 4095 designated as one (1) project. However, if forty percent (40%) of \*HR03/R1673\* H. B. No. 1300 06/HR03/R1673 PAGE 125 (OM\LH)

4096 the property owners or the owners of more than forty percent (40%) 4097 of the front footage of the property involved and actually 4098 residing on property owned by them and included within that part 4099 of any street, avenue, etc., ordered to be specifically improved, 4100 or otherwise actually occupying property owned by them and 4101 included within that area designated as a project, shall file a 4102 protest, then the improvement shall not be made and the assessment shall not be made. 4103

4104 Charges shall be assessed in accord with the provisions of 4105 Sections 21-41-9 through 21-41-21 and 21-41-25 through 21-41-39.

4106 The resolution providing for assessments under the provisions 4107 of this subsection, at the discretion of the governing authorities 4108 of the district, may provide for the district to pay the assessment against any lot or parcel of ground not exceeding one 4109 (1) acre in size, if such property is occupied by a contributor or 4110 consumer connected to the sewer or water system who is, or will 4111 4112 be, paying service charges at the time the assessment roll 4113 maintained by the district is confirmed.

The resolution providing for assessment of benefitted properties under this procedure shall provide for appropriate payment to debt service accounts by property owners not included in the original assessment roll but benefitted by facilities installed with funds provided by such assessments at, or prior to, the time at which a nonassessed but benefitted property is actually served by said facilities.

4121 (c) Funds for debt service may be provided by charges 4122 assessed against lands of the district in proportion to the 4123 benefits accruing to said lands in accord with the following 4124 procedure:

4125 The board of commissioners of the district, after giving 4126 notice and hearing protests in the manner prescribed by Sections 4127 21-41-5 and 21-41-7, shall by resolution spread upon its minutes 4128 define the services to be offered and the entire area to be H. B. No. 1300 \*HR03/R1673\*

H. B. NO. 1300 06/HR03/R1673 PAGE 126 (OM\LH) 4129 benefitted by each improvement; each such improvement may be 4130 designated as a project, or all such improvements may be 4131 designated as one (1) project. However, if forty percent (40%) of 4132 the property owners or the owners of more than forty percent (40%) 4133 of the property included within that area designated as a project, 4134 shall file a protest, then the improvement shall not be made and 4135 the assessment shall not be made.

4136 Charges shall be assessed in applicable manner following the 4137 provisions of Sections 21-41-9 through 21-41-21 and 21-41-25 4138 through 21-41-39.

4139 The resolution providing for assessments under the provisions of this subsection, at the discretion of the governing authorities 4140 4141 of the district, may provide for the district to pay the 4142 assessment against any lot or parcel of ground not exceeding one 4143 (1) acre in size, if such property is occupied by a contributor or consumer connected to the sewer or water system who is, or will 4144 4145 be, paying service charges at the time the assessment roll 4146 maintained by the district is confirmed.

The resolution providing for assessment of benefitted properties under this procedure shall provide for appropriate payment to debt service accounts by property owners not included in the original assessment roll but benefitted by facilities installed with funds provided by such assessments at, or prior to, the time at which a nonassessed but benefitted property is actually served by said facilities.

4154 **SECTION 98.** Section 51-8-47, Mississippi Code of 1972, is 4155 brought forward as follows:

4156 51-8-47. The board of commissioners of the district issuing 4157 bonds pursuant to this chapter shall prescribe and collect 4158 reasonable rates, fees, tolls or charges for the services, 4159 facilities and commodities of its system or systems; shall 4160 prescribe penalties for the nonpayment thereof; and shall revise 4161 such rates, fees, tolls or charges from time to time whenever H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673

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4162 necessary to insure the economic operation of such system or 4163 systems. The rates, fees, tolls or charges prescribed shall be, 4164 as nearly as possible, such as will always produce revenue at 4165 least sufficient to:

4166 (a) Provide for all expenses of operation and4167 maintenance of the system or systems, including reserves therefor;

4168 (b) Pay when due all bonds and interest thereon for the
4169 payment of which such revenues are or shall have been pledged,
4170 charged or otherwise encumbered, including reserves therefor; and

4171 (c) Provide funds for reasonable expansions, extensions 4172 and improvements of services.

4173 **SECTION 99.** Section 51-8-49, Mississippi Code of 1972, is 4174 brought forward as follows:

4175 51-8-49. The property and revenue of such district shall be 4176 exempt from all state, county and municipal taxation. Bonds 4177 issued pursuant to this chapter and the income therefrom shall be 4178 exempt from all state, county and municipal taxation, except 4179 inheritance, transfer and estate taxes, and it may be so stated on 4180 the face of said bonds.

4181 **SECTION 100.** Section 51-8-51, Mississippi Code of 1972, is 4182 brought forward as follows:

4183 51-8-51. All construction contracts by the district shall be 4184 made in accordance with the laws governing public contracts for 4185 counties and municipalities, being Sections 31-5-3 through 4186 31-5-57.

4187 **SECTION 101.** Section 51-8-53, Mississippi Code of 1972, is 4188 brought forward as follows:

4189 51-8-53. Any area adjacent to any district created pursuant 4190 to this chapter may be annexed to and become a part of such 4191 district by the same procedure as prescribed for the original 4192 creation of the district. All costs incident to the publication 4193 of notice and all other costs incident to the hearings, election 4194 and proceedings shall be paid by the district.

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4195 The district shall have the exclusive right to provide any of 4196 the services for which it was created in the annexed territory; 4197 however, if any part of the annexed territory is then being served 4198 by another corporate agency with any such service, the district 4199 shall, at the option of the other corporate agency, either 4200 relinquish its prior right to serve the area occupied by the 4201 corporate agency or acquire by purchase the facilities of such 4202 corporate agency, together with its franchise rights to serve such 4203 area.

4204 If the option is for the district to purchase, upon 4205 notification thereof, the district shall be obligated to buy and pay for, and the corporate agency shall be obligated to convey to 4206 4207 the district, all its service facilities and franchise rights in 4208 the annexed area. Such property shall be acquired by the district in accordance with such terms and conditions as may be agreed 4209 upon, and the district shall have the authority to assume the 4210 4211 operation of such entire system or facility and to assume and 4212 become liable for the payment of any notes, bonds or other obligations that are outstanding against said system or facility 4213 4214 and payable from the revenues therefrom.

If the district is notified to relinquish its prior right to serve the annexed area, the district shall grant the corporate agency a franchise to serve within the annexed territory; however, the corporate agency shall be entitled to serve only such customers or locations within the annexed area as it served on the date that such annexation became effective.

The annexed territory shall become liable for any existing indebtedness of the district and be subject to any taxes levied by a local governing body under Section 51-8-43.

4224 **SECTION 102.** Section 51-8-55, Mississippi Code of 1972, is 4225 brought forward as follows:

4226 51-8-55. The board of commissioners of any district created 4227 pursuant to the provisions of this chapter shall have the

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4228 authority to enter into cooperative agreements with the state or 4229 federal government, or both; to obtain financial assistance in the 4230 form of loans or grants as may be available from the state or 4231 federal government, or both; and to execute and deliver at private 4232 sale notes or bonds as evidence of such indebtedness in the form 4233 and subject to the terms and conditions as may be imposed by the 4234 state or federal government, or both; and to pledge the income and revenues of the district, or the income and revenues from any part 4235 of the area embraced in the district, in payment thereof. 4236 It is 4237 the purpose and intention of this section to authorize districts 4238 to do any and all things necessary to secure the financial aid or 4239 cooperation of the state or federal government, or both, in the 4240 planning, construction, maintenance or operation of project 4241 facilities.

4242 **SECTION 103.** Section 51-8-57, Mississippi Code of 1972, is 4243 brought forward as follows:

4244 51-8-57. When any district is created within three (3) miles 4245 of the corporate boundaries of any existing municipality, the municipality is empowered to require such district to construct 4246 4247 and maintain all facilities, whether purchased or constructed, to standards commensurate with those of the adjoining municipality; 4248 4249 provided, however, the governing authorities of the municipalities 4250 may specifically waive compliance with any or all of such 4251 requirements.

4252 **SECTION 104.** Section 51-8-59, Mississippi Code of 1972, is 4253 brought forward as follows:

4254 51-8-59. The provisions of this chapter, without reference 4255 to any other statute or statutes, shall be deemed to be full and 4256 complete authority for the creation of such districts and for the 4257 issuance of such bonds. No proceedings shall be required for the 4258 creation of such districts or for the issuance of such bonds other 4259 than those provided for and required herein. All the necessary 4260 powers to be exercised by the governing bodies of member local H. B. No. 1300 \*HRO3/R1673\*

H. B. No. 1300 06/HR03/R1673 PAGE 130 (OM\LH) 4261 governing units and by the board of commissioners of any such 4262 district, in order to carry out the provisions of such sections, 4263 are hereby conferred.

4264 **SECTION 105.** Section 51-8-61, Mississippi Code of 1972, is 4265 brought forward as follows:

4266 51-8-61. Within ninety (90) days after the close of each 4267 fiscal year, the board of commissioners shall publish in a 4268 newspaper of general circulation in the county a sworn statement showing the financial condition of the district, the earnings for 4269 the fiscal year just ended, a statement of the water and sewer 4270 4271 rates being charged and a brief statement of the method used in 4272 arriving at such rates. Such statement shall also be filed with 4273 the local governmental units creating the district.

4274 **SECTION 106.** Section 51-8-63, Mississippi Code of 1972, is 4275 brought forward as follows:

51-8-63. (1) If authorized pursuant to Section 51-9-121, 4276 4277 51-11-13, 51-13-111 or 51-15-119, as applicable, any corporate 4278 body organized under the provisions of Chapters 9, 11, 13 and 15 of Title 51, Mississippi Code of 1972, may elect by resolution 4279 4280 duly adopted by its board of directors, to acquire and assume the 4281 power, duties and responsibilities of a joint water management 4282 district as set forth in Sections 51-8-27 through 51-8-55, Mississippi Code of 1972, by petitioning the Commission on 4283 4284 Environmental Quality. The petition shall be in the form and 4285 content as prescribed by the commission and shall state the 4286 intention of the district to perform functions meeting the 4287 purposes for the creation of joint water management districts set out in Section 51-8-3, Mississippi Code of 1972. 4288

4289 (2) The commission may deny, grant preliminary approval of 4290 the petition and request additional information or grant 4291 preliminary approval of the petition and direct the district to 4292 proceed with the formulation of a water management plan for the 4293 district.

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4294 No petition shall be finally and unconditionally granted (3) 4295 until the district has submitted to the commission a water 4296 management plan for the district that meets the criteria set forth 4297 by the commission. Upon submission of a district water management 4298 plan and the satisfactory completion of any other requirements, 4299 the commission may finally and unconditionally approve the 4300 district's petition and grant the district joint water management 4301 district status.

4302 **SECTION 107.** Section 51-8-65, Mississippi Code of 1972, is 4303 brought forward as follows:

4304 51-8-65. (1) From and after the effective date of this act 4305 [Laws, 1995, Chapter 616, effective July 1, 1995], no joint water 4306 management district shall be created without the approval of the 4307 Commission on Environmental Quality. The commission may establish criteria for the approval of a request to create a joint water 4308 management district, but may not finally approve a request and 4309 4310 grant joint water management district status until a water 4311 management plan for the proposed district has been approved by the commission. Any amendments to the district's water management 4312 4313 plan must also be approved by the commission.

4314 (2) After the granting of joint water management district 4315 status to a district by the commission, neither the department, 4316 the Permit Board nor any other agency in the State of Mississippi 4317 shall issue any permit, grant or loan for any water related 4318 facility or project that is not consistent with a district's water 4319 management plan.

(3) In its consideration of the consistency of a project, grant or loan with a district's water management plan, the department, Permit Board or other agency shall notify the affected water management district of the request for a permit, grant or loan and give the district a reasonable time, but not less than ten (10) days nor more than thirty (30) days, to respond to the

4326 request.

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4327 **SECTION 108.** Section 51-39-1, Mississippi Code of 1972, is 4328 brought forward as follows:

4329 51-39-1. This chapter shall be known and cited as the4330 "Mississippi Storm Water Management District Act."

4331 **SECTION 109.** Section 51-39-3, Mississippi Code of 1972, is 4332 brought forward as follows:

4333 51-39-3. The Legislature hereby finds and declares that:
4334 (a) Storm water may contain contaminants which can
4335 degrade surface water quality;

4336 (b) Due to the volume of water and the rate of flow,
4337 storm water runoff can pose a flood hazard to public and private
4338 property;

(c) The proper management of storm water is of concern 4340 to all citizens and is an activity thoroughly affecting the public 4341 interest;

(d) In certain areas of the state, the health, safety
and welfare of the people of this state require efficient
management of storm water;

4345 (e) Federal regulations require portions of some local 4346 governments to develop and implement storm water management 4347 programs;

4348 (f) There is a need for proper planning, design,
4349 construction, operation and maintenance of appropriate measures
4350 for the management of storm water; and

4351 There is a need to foster cooperation among local (g) 4352 governments in addressing concerns resulting from storm water 4353 management, therefore it is necessary and desirable to authorize 4354 the creation of storm water management districts by counties and municipalities to plan for, design, acquire, construct, operate 4355 and maintain appropriate measures for management of storm water. 4356 4357 SECTION 110. Section 51-39-5, Mississippi Code of 1972, is 4358 brought forward as follows:

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51-39-5. Whenever used in this chapter, the following words 4359 4360 and phrases shall have the meanings ascribed in this section 4361 unless the context clearly indicates otherwise: 4362 "Board" means the board of commissioners of a (a) 4363 district. 4364 (b) "Cost of project" means: 4365 (i) All costs of site preparation and other 4366 start-up costs; 4367 (ii) All costs of construction; (iii) All costs of real and personal property 4368 4369 required for the purposes of the project and facilities related thereto, including land and any rights or undivided interest 4370 4371 therein, easements, franchises, fees, utility charges, permits, approvals, licenses, and certificates and the securing of any 4372 permits, approvals, licenses, and certificates and all machinery 4373 and equipment, including motor vehicles which are used for project 4374 4375 functions; 4376 (iv) All costs of engineering, geotechnical, 4377 architectural and legal services; 4378 (v) All costs of plans and specifications and all 4379 expenses necessary or incident to determining the feasibility or 4380 practicability of the project; 4381 (vi) Administrative expenses; and 4382 (vii) Any other expenses as may be necessary or 4383 incidental to the project financing. 4384 "County" means any county of this state. (C) 4385 (d) "Designated representative" or "incorporator" means 4386 the person named by resolution of the governing body of a county or municipality as the representative of that unit of local 4387 government for the purpose of acting on their behalf as an 4388 4389 incorporator in concert with other similarly named persons in the 4390 creation and incorporation of a storm water management district 4391 under this chapter. \*HR03/R1673\* H. B. No. 1300 06/HR03/R1673

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4392 (e) "District" means a storm water management district4393 created under this chapter.

(f) "Ditch" means any branch or lateral drain, tile drain, levee, sluiceway, water course, floodgate, and any other construction work found necessary for the reclamation of wet and overflowed lands.

(g) "Facilities" mean any structure, building, ditch, pipe, channel, improvement, land, or other real or personal property used or useful in storm water management system under this chapter.

(h) "Governing body" means the elected or duly appointed officials constituting the governing body of a municipality or county.

(i) "Incorporation agreement" means that agreement
between the designated representatives of various units of local
government setting forth the formal creation of a storm water
management district created under this chapter.

(j) "Member" means a unit of local governmentparticipating in a district.

4411 (k) "Municipality" means any incorporated city, town or4412 village in this state.

(1) "Project" means the collection, conveyance,
retention, detention and any other portion of a storm water
management system and any property, real or personal, used as or
in connection with those purposes.

(m) "Public agency" means any municipality, county, political subdivision, governmental district or unit, public institution of higher learning, community college district, planning and development district, or any body politic and corporate or governmental agency created under the laws of the state.

4423

(n) "State" means the State of Mississippi.

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 135 (OM\LH) (o) "Storm water" means any flow occurring during or following any form of natural precipitation and resulting from that precipitation.

4427 "Storm water management system" means a system (g) 4428 which is designed and constructed, implemented or operated to 4429 control storm water discharges to prevent or reduce flooding, over 4430 drainage or water pollution or to otherwise affect the quantity or 4431 quality of discharges from the system. The storm water management system includes all pipes, channels, ditches, streams, wetlands, 4432 4433 detention or retention basins, ponds or other storm water 4434 conveyance or treatment facilities.

4435 (q) "Unit of local government" means any county or 4436 municipality of the state.

4437 SECTION 111. Section 51-39-7, Mississippi Code of 1972, is 4438 brought forward as follows:

4439 51-39-7. (1) (a) Any single unit of local government or 4440 any combination of units of local government may create a 4441 district.

4442 If any unit of local government is located within (b) 4443 an existing district, then the unit of local government shall 4444 petition the district to provide a service or function needed by 4445 the petitioning unit, if the service or function is one which the district has the power and authority to perform. Upon receipt of 4446 4447 the petition, the district shall have ninety (90) days within 4448 which to respond affirmatively to the petition, setting forth its intent to meet the need or perform the service or function and its 4449 4450 plan to meet the need or perform the service or function. If the 4451 existing district does not affirmatively respond in a timely fashion, then the petitioning unit of local government may form a 4452 district as provided in this chapter. 4453

4454 (c) The district may include any geographic area within4455 the boundaries of any interested unit of local government.

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 136 (OM\LH) (d) A district may be formed although adequate water supply, flood control, drainage or other water or wastewater management activities are being undertaken by one or more of the units of local government interested in creating a district or by another public agency existing and operating within the geographical area of the district.

4462 (2) Creation of a district shall be initiated by ordinance 4463 or resolution duly adopted by the governing body of each unit of 4464 local government. The ordinance or resolution shall state: (a) 4465 the necessity for the proposed district; (b) the primary function 4466 of the proposed district; (c) the geographic boundaries of the proposed district within the jurisdiction of the unit of local 4467 4468 government; (d) the names and geographic boundaries of any other 4469 units of local government proposing to be in the district; (e) the date upon which the governing body intends to create the district; 4470 (f) the estimated cost of projects to be conducted and maintained 4471 4472 by the district; however the estimate shall not serve as a 4473 limitation upon the financing of any project or to invalidate any ordinance or resolution adopted under this section; (g) the name 4474 4475 of a designated representative of the unit of local government to 4476 enter into an incorporation agreement with the other units of 4477 local government, if applicable; and (h) any other information reasonably necessary to inform the constituency of the unit of 4478 4479 local government of the purpose and proposed obligations of the 4480 unit of local government and other units of local government, if 4481 applicable, proposing to create the district.

(3) The governing body of the unit of local government may hold a public meeting or public hearing on the necessity for creation of the district. The governing body shall provide notice in the manner provided under Section 51-39-9 of any public meeting or public hearing.

4487 **SECTION 112.** Section 51-39-9, Mississippi Code of 1972, is 4488 brought forward as follows:

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51-39-9. (1) A certified copy of the adopted resolution or 4489 4490 ordinance shall be published in a newspaper having a general 4491 circulation within the proposed district once a week for at least 4492 three (3) consecutive weeks before the date specified in the 4493 resolution or ordinance as the date upon which the governing body 4494 intends to create the district. The first publication of the 4495 notice shall be made not less than twenty-one (21) days before the date specified, and the last publication shall be made not more 4496 4497 than seven (7) days before the date.

4498 (2) If twenty percent (20%) or fifteen hundred (1500), 4499 whichever is less, of the qualified electors within the geographic boundaries of the proposed district file a written petition with 4500 4501 the governing body before the date specified in the resolution or 4502 ordinance under Section 51-39-7(2) protesting the creation of the district, the governing body shall call an election on the 4503 4504 question of the creation of the district. The election shall be 4505 held and conducted by the election commissioners of the county or 4506 municipality as nearly as may be in accordance with the general 4507 laws governing elections. The election commissioners shall 4508 determine which of the qualified electors of the county or 4509 municipality reside within geographic boundaries of the proposed 4510 district, and only those qualified electors as reside within the 4511 geographic boundaries of the proposed district shall be entitled to vote in the election. Notice of the election setting forth the 4512 4513 time, place or places, and purpose of the election shall be published by the clerk of the board of supervisors or the 4514 4515 municipal clerk, as the case may be. The notice shall be published for the time and in the manner provided in subsection 4516 (1) of this section. The ballot to be prepared for and used at 4517 the election shall be in substantially the following form: 4518 "FOR CREATION OF \_\_\_\_\_ DISTRICT: ( 4519 4520

AGAINST CREATION OF \_\_\_\_\_ DISTRICT: ( )"

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4521 Voters shall vote by placing a cross mark (X) or check mark  $(\sqrt{})$ 4522 opposite their choice.

4523 **SECTION 113.** Section 51-39-11, Mississippi Code of 1972, is 4524 brought forward as follows:

4525 51-39-11. If no petition requiring an election is filed or 4526 if three-fifths (3/5) of those voting in the election provided in 4527 Section 51-39-9 vote in favor of the creation of the district, the 4528 governing body shall adopt a resolution or ordinance authorizing 4529 the creation of the district.

4530 **SECTION 114.** Section 51-39-13, Mississippi Code of 1972, is 4531 brought forward as follows:

4532 51-39-13. All costs incident to the publication of the 4533 notices, election and all other costs of meeting the requirements 4534 of this chapter shall be paid by the governing body.

4535 **SECTION 115.** Section 51-39-15, Mississippi Code of 1972, is 4536 brought forward as follows:

4537 51-39-15. Any party having an interest in the subject matter 4538 and aggrieved or prejudiced by the findings and adjudication of the governing body may appeal to the circuit court of the county 4539 4540 in the manner provided by law for appeals from orders of the board 4541 of supervisors or municipal authorities in Section 11-51-75. 4542 However, if no appeal is taken within fifteen (15) days after the 4543 date of the adoption of the resolution or ordinance in Section 51-39-11, the creation of the district within the jurisdiction of 4544 4545 that unit of local government shall be final and shall not be subject to attack in any court after that time. 4546

4547 **SECTION 116.** Section 51-39-17, Mississippi Code of 1972, is 4548 brought forward as follows:

4549 51-39-17. (1) Within thirty (30) days following the 4550 adoption of the final authorizing resolution or ordinance, the 4551 designated representatives shall proceed to incorporate a district 4552 by filing for record in the office of the chancery clerk of the 4553 participating counties and/or the clerk of participating

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municipalities, as the case may be, and the Secretary of State an 4554 4555 incorporation agreement approved by each member. The agreement 4556 shall comply in form and substance with the requirements of this 4557 section and shall be executed in the manner provided in this 4558 chapter.

The incorporation agreement of a district shall state: 4559 (2) 4560 (a) The name of each participating unit of local 4561 government and the date on which the governing bodies thereof 4562 adopted an authorizing resolution or ordinance;

(b) The name of the district which must include the 4563 4564 words "\_ \_\_\_ Storm Water Management District," the blank spaces to be filled in with the name of one or more of the members 4565 4566 or other geographically descriptive term. If the Secretary of 4567 State determines that the name is identical to the name of any 4568 other corporation organized under the laws of the state or so 4569 nearly similar as to lead to confusion and uncertainty, the 4570 incorporators may insert additional identifying words so as to 4571 eliminate any duplication or similarity;

4572

The period for the duration of the district; (C) 4573 (d) The location of the principal office of the 4574 district which shall be within the geographic boundaries of the 4575 district;

4576 That the district is organized under this chapter; (e) 4577 (f) The board setting forth the number of 4578 commissioners, terms of office and the vote of each commissioner; 4579 If the exercise by the district of any of its (g) 4580 powers is to be in any way prohibited, limited or conditioned, a 4581 statement of the terms of that prohibition, limitation or

4582 condition;

4583 Any provisions relating to the vesting of title to (h) 4584 its properties upon its dissolution which shall be vested in any 4585 member; and

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4586 (i) Any other related matters relating to the district
4587 that the incorporators may choose to insert and that are not
4588 inconsistent with this chapter or with the laws of the state.

(3) The incorporation agreement shall be signed and acknowledged by the incorporators before an officer authorized by the laws of the state to take acknowledgements. When the incorporation agreement is filed for record, there shall be attached to it a certified copy of the authorizing resolution or ordinance adopted by the governing body of each member.

4595 (4) The incorporators shall publish a notice of 4596 incorporation once a week for three (3) consecutive weeks in a 4597 daily newspaper or newspapers having general circulation 4598 throughout the area to be served.

(5) Upon the filing for record of the agreement and the required documents, the district shall come into existence and shall constitute a public corporation under the name set forth in the incorporation agreement. The Secretary of State shall issue a certificate of incorporation to the district.

4604 (6) Upon issuance of the certificate of incorporation, the 4605 district shall be a public body corporate and politic constituting 4606 a political subdivision of the state with the power of perpetual 4607 succession and shall be deemed to be acting in all respects for 4608 the benefit of the people of the state in the performance of essential public functions. The district shall be empowered in 4609 4610 accordance with this chapter to promote the health, welfare and 4611 prosperity of the general public.

4612 SECTION 117. Section 51-39-19, Mississippi Code of 1972, is 4613 brought forward as follows:

4614 51-39-19. (1) The incorporation agreement of any district
4615 may be amended in the manner provided in this section. The board
4616 of the district shall first adopt a resolution proposing an
4617 amendment to the incorporation agreement. The amendment shall be
4618 set forth in full in the resolution and may include any matters
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4619 which might have been included in the original incorporation 4620 agreement.

(2) After the adoption of the resolution by the board, the 4621 4622 chairman of the board and the secretary of the district shall file 4623 a certified copy of the resolution and a signed written 4624 application in the name of and on behalf of the district, under 4625 its seal, with the governing body of each member, requesting the 4626 governing body to adopt a resolution approving the proposed amendment. As promptly as may be practicable after the filing of 4627 4628 the application with the governing body, that governing body shall 4629 review the application and shall adopt a resolution or ordinance either denying the application or authorizing the proposed 4630 4631 amendment. Any resolution or ordinance shall be published in a newspaper or newspapers as provided in Section 51-39-9. 4632 The governing body shall cause a copy of the application and all 4633 accompanying documents to be spread upon or otherwise made a part 4634 4635 of the minutes of the meeting of the governing body at which final 4636 action upon the application is taken. The incorporation agreement may be amended only after the adoption of a resolution or 4637 4638 ordinance by two-thirds (2/3) of the governing bodies of the 4639 members.

4640 (3) Within thirty (30) days following the adoption of the 4641 last adopted resolution approving the proposed amendment, the 4642 chairman of the board and the secretary of the district shall 4643 sign, and file for record in the office of the chancery clerk and/or municipal clerk with which the incorporation agreement of 4644 4645 the district was originally filed and the Secretary of State, a certificate in the name of and in behalf of the district, under 4646 its seal, reciting the adoption of the respective resolution or 4647 ordinance by the board and by the governing body of each member 4648 4649 and setting forth the amendment. The chancery clerk for the 4650 county and/or municipal clerk for the municipality shall record 4651 the certificate in an appropriate book in the clerk's office.

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4652 When the certificate has been so filed and recorded, the amendment 4653 shall become effective. No incorporation agreement of a district 4654 shall be amended except in the manner provided in this section. 4655 Any member of a district may withdraw from the district (4)4656 by submitting a resolution to the board requesting an amendment to 4657 the incorporation agreement under subsection (1) of this section. 4658 Upon compliance with the requirements of subsections (1) through 4659 (3) of this section and payment of its pro rata share of any 4660 indebtedness, costs, expenses or obligations of the district outstanding at the time of withdrawal, the amendment may become 4661 4662 effective upon adoption of a resolution by the board. The 4663 withdrawal of a member shall not operate to impair, invalidate, 4664 release or abrogate any contract, lien, bond, permit, indebtedness 4665 or obligation of the district, except to relieve the withdrawing 4666 member from further financial obligation to the district.

4667 (5) Any party having an interest in the subject matter and 4668 aggrieved by an action of a governing body under subsections (2) 4669 and (4) of this section may appeal that action in the manner and 4670 within the time limitations provided in Section 51-39-15.

4671 SECTION 118. Section 51-39-21, Mississippi Code of 1972, is 4672 brought forward as follows:

4673 51-39-21. (1) All powers of the district shall be vested in 4674 the board of commissioners.

4675 (2) If the district is composed of a single member, the 4676 governing body of that county or municipality shall serve as the 4677 board of commissioners of the district and shall exercise those 4678 powers and duties granted to the board under this chapter.

(3) If the district is composed of two (2) or more members, each member of the district shall have at least one (1) commissioner on the board. The board shall contain an odd number of commissioners:

4683 (a) The incorporators shall, in the incorporation
 4684 agreement, designate the vote of each commissioner based upon pro
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4685 rata population or any other criteria as the incorporators may 4686 determine. In the alternative, the incorporators, in the 4687 incorporation agreement, may authorize appointments to the board 4688 by the members to reflect population, or any other criteria as the incorporators may determine. Within thirty (30) days after the 4689 4690 effective date of the incorporation agreement, the governing body 4691 of each member shall appoint a commissioner or commissioners to 4692 the board as determined by the incorporation agreement. All 4693 vacancies shall be filled by appointment in the same manner as the 4694 original appointment.

(b) Each commissioner shall serve at the will and
pleasure of the appointing governing body and for any term
established by the appointing governing body.

4698 (c) The governing body of each member shall appoint a
4699 commissioner or commissioners from among the elected officials
4700 serving on the governing body of the respective county or
4701 municipality.

4702 (4) The board of commissioners shall annually elect a 4703 chairman and a vice chairman. The chairman shall preside at all 4704 meetings of the board and act as the chief executive officer of 4705 the board and of the district, unless otherwise determined by the 4706 board. The vice chairman shall act in the absence or disability 4707 of the chairman. A majority of the membership of the board shall 4708 constitute a quorum. Except as otherwise provided by law, all 4709 official acts of the board shall require an affirmative vote by a 4710 majority of those commissioners present and voting.

(5) The number of commissioners on the board shall be increased by at least one (1), as provided in an amended incorporation agreement, each time a county or municipality enters into membership. The board shall establish the vote or number of commissioners based upon the same terms as the original incorporation agreement. Within fifteen (15) days after becoming

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 144 (OM\LH) 4717 a member, the governing body of the new member shall appoint a 4718 commissioner or commissioners to the board.

4719 (6) If the district is composed of three (3) or more 4720 members, the board may appoint an executive committee to be 4721 composed of not less than three (3) persons. No member shall have 4722 more than one (1) representative on the executive committee. The chairman of the board shall serve as chairman of the executive 4723 4724 committee. The executive committee may execute all powers vested in the full board between meetings of the board. A majority shall 4725 4726 constitute a quorum for the transaction of business. All actions 4727 of the executive committee must be ratified by a majority of the board at a regular or called meeting of the board. 4728

(7) (a) The board may employ any personnel and appoint and prescribe the duties of any officers as the board deems necessary or advisable, including a general manager and a secretary of the district. The board may require any of its employees to be bonded. The cost of any bond required by this section or by the board shall be paid from funds of the district.

The general manager may also serve as secretary and 4735 (b) 4736 shall be a person of good moral character and of proven ability as an administrator with a minimum of five (5) years' experience in 4737 4738 the management and administration of a public works operation or comparable experience which may include, but is not limited to, 4739 4740 supervision, public financing, regulatory codes and related 4741 functions as minimum qualifications to administer the programs and 4742 duties of the district. The general manager shall administer, 4743 manage and direct the affairs and business of the district, 4744 subject to the policies, control and direction of the board. The 4745 general manager shall give bond executed by a surety company or 4746 companies authorized to do business in this state in the penal sum of Fifty Thousand Dollars (\$50,000.00) payable to the district 4747 4748 conditioned upon the faithful performance of that person's duties 4749 and the proper accounting for all funds.

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4750 (c) The secretary shall keep a record of the 4751 proceedings of the board and the district and shall be custodian 4752 of all books, documents and papers filed with the district, the 4753 minute book or journal and the official seal. The secretary may make copies of all minutes and other records and documents of the 4754 4755 district and to certify under the seal of the district that the 4756 copies are true and accurate copies, and all persons dealing with 4757 the district may rely upon those certificates.

(8) Regular meetings of the board shall be held as set forth in its rules or regulations for management of the district's business and affairs. Additional meetings of the board shall be held at the call of the chairman or whenever a majority of commissioners so request.

(9) Upon express and prior authorization by the board, each commissioner may receive reimbursement for actual and necessary expenses incurred for attending each day's meeting of the board and for each day spent in attending to the business of the district as provided by Section 25-3-41. Each commissioner shall not be entitled to per diem or any additional compensation other than that specifically provided for in this subsection.

(10) The board shall prepare a budget for the district for each fiscal year at least ninety (90) days before the beginning of that fiscal year. The fiscal year shall be from July 1 to June 30 of each year. The board shall submit the budget to the governing body of each member.

4775 **SECTION 119.** Section 51-39-23, Mississippi Code of 1972, is 4776 brought forward as follows:

4777 51-39-23. The board may contract with any member to provide 4778 support services. Any member may contract with or as part of 4779 their service contract with the district to provide any staff 4780 support, administrative and operational services as it deems 4781 advisable and on any terms as may be mutually agreed.

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 146 (OM\LH) 4782 **SECTION 120.** Section 51-39-25, Mississippi Code of 1972, is 4783 brought forward as follows:

4784 51-39-25. The district shall have all the rights and powers 4785 necessary or convenient to carry out the purposes of this chapter 4786 including, but not limited to, the following:

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(a) To sue and be sued in its own name;

4788 (b) To adopt an official seal and alter the seal at its
4789 pleasure;

4790 (c) To maintain an office or offices at any place or 4791 places within the geographic boundaries of its members as it may 4792 determine;

4793 To acquire, construct, improve, or modify, to (d) 4794 operate or cause to be operated and maintained, either as owner of 4795 all or of any part in common with others, a storm water management 4796 system within the counties or municipalities in the district. The district may pay all or part of the cost of any storm water 4797 4798 management system from any contribution by persons, firms, public 4799 agencies or corporations. The district may receive, accept and 4800 use all funds, public or private and pay all cost of development, 4801 implementation and maintenance as may be determined as necessary 4802 for any project;

4803 (e) To acquire, in its own name, by purchase on any 4804 terms and conditions and in any manner as it may deem proper, 4805 except by eminent domain, property for public use, or by gift, 4806 grant, lease or otherwise, real property or easements therein, 4807 franchises and personal property necessary or convenient for its 4808 corporate purposes. These purposes shall include, but are not 4809 limited to, the constructing or acquiring of a storm water management system; the improving, extending, reconstructing, 4810 renovating or remodeling of any existing storm water management 4811 4812 system or part thereof; or the demolition to make room for any 4813 project or any part thereof. The district may insure the storm 4814 water management system against all risks as any insurance may,

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4815 from time to time, be available. The district may also use any property and rent or lease any property to or from others, 4816 4817 including public agencies, or make contracts for the use of the 4818 property. The district may sell, lease, exchange, transfer, 4819 assign, pledge, mortgage or grant a security interest for any 4820 property. The powers to acquire, use and dispose of property as 4821 set forth in this paragraph shall include the power to acquire, use and dispose of any interest in that property, whether divided 4822 4823 or undivided. Title to any property of the district shall be held by the district exclusively for the benefit of the public; 4824

4825 To adopt, modify, repeal and promulgate rules and (f) regulations implementing or effectuating the powers and duties of 4826 4827 the district under any statute within the district's jurisdiction, 4828 and where otherwise not prohibited by federal or state law, to 4829 make exceptions to and grant variances and exemptions from, and to 4830 enforce those rules and regulations. Those rules and regulations 4831 may include, but shall not be limited to, rules and regulations 4832 for (i) the management of the district's business and affairs; (ii) the use, operation, maintenance or implementation of the 4833 4834 district's storm water management system or any portion of that 4835 system, facility or any other property owned or operated by the 4836 district; and (iii) specifications and standards relating to the planning, design or construction of the storm water management 4837 4838 system or any facility owned or operated by the district;

4839 To enter into contracts or leases with any person (g) 4840 or public agency and to execute all instruments necessary or 4841 convenient for construction, operation and maintenance of the 4842 storm water management system and leases of projects. Without limiting the generality of the above, authority is specifically 4843 granted to units of local government and to the district to enter 4844 4845 into contracts, lease agreements or other undertaking relative to 4846 the furnishing of storm water management system services or

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4847 facilities or both by the district to a unit of local government 4848 and by a unit of local government to the district;

4849 (h) To exercise any powers, rights or privileges 4850 conferred by this chapter either alone or jointly or in common 4851 with any other public or private parties. In any exercise of any 4852 powers, rights and privileges jointly or in common with others for 4853 the construction, operation and maintenance of facilities, the district may own an undivided interest in any facilities with any 4854 4855 other party with which it may jointly or in common exercise the 4856 rights and privileges conferred by this chapter and may enter into 4857 any agreement with respect to any facility with any other party 4858 participating in those facilities. An agreement may contain any 4859 terms, conditions and provisions, consistent with this section, as 4860 the parties to the agreement shall deem to be in their best interest, including, but not limited to, provisions for the 4861 4862 planning, design, construction, operation, implementation and 4863 maintenance of any facility by any party to an agreement. Any 4864 party or parties shall be designated in or under any agreement as 4865 agent or agents on behalf of itself and one or more of the other 4866 parties to the agreement, or by any other means as may be 4867 determined by the parties. The agreement shall include a method 4868 or methods of determining and allocating, among the parties, costs 4869 of planning, design, construction, operation, maintenance, renewals, replacements, improvements and disposal related to any 4870 4871 In carrying out its functions and activities as an facility. 4872 agent with respect to planning, design, construction, operation 4873 and maintenance of any facility, the agent shall be governed by 4874 the laws and regulations applicable to that agent as a separate legal entity and not by any laws or regulations which may be 4875 applicable to any of the other participating parties. The agent 4876 4877 shall act for the benefit of the public. In any agreement, the 4878 district may delegate its powers and duties related to the 4879 planning, design, construction, operation and maintenance of any \*HR03/R1673\* H. B. No. 1300

06/HR03/R1673 PAGE 149 (OM\LH) 4880 facility to the party acting as agent and all actions taken by 4881 that agent in accordance with the agreement may be binding upon 4882 the district without further action or approval of the district;

4883 To apply, contract for, accept, receive and (i) 4884 administer gifts, grants, appropriations and donations of money, 4885 materials and property of any kind, including loans and grants 4886 from the United States, the state, a unit of local government, or 4887 any agency, department, authority or instrumentality of any of the 4888 foregoing, upon any terms and conditions as the United States, the 4889 state, a unit of local government, or any agency, department, 4890 authority or instrumentality shall impose. The district may 4891 administer trusts. The district may sell, lease, transfer, 4892 convey, appropriate and pledge any and all of its property and 4893 assets;

(j) To employ professional and administrative staff and personnel and to retain legal, engineering, fiscal, accounting and other professional services;

(k) To assume or continue any contractual or other business relationships entered into by the municipalities or counties who are members of the district, including the rights to receive and acquire transferred rights under option to purchase agreements;

(1) To enter on public or private lands, waters or premises for the purpose of making surveys, borings or soundings, or conducting tests, examinations or inspections for the purposes of the district, subject to responsibility for any damage done to property entered;

4907 (m) To do and perform any acts and things authorized by 4908 this chapter under, through or by means of its officers, agents 4909 and employees, or by contracts with any person; and

4910 (n) To do and perform any and all acts or things4911 necessary, convenient or desirable for the purposes of the

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 150 (OM\LH) 4912 district, or to carry out any power expressly granted in this 4913 chapter.

4914 **SECTION 121.** Section 51-39-27, Mississippi Code of 1972, is 4915 brought forward as follows:

4916 51-39-27. (1) Any regulations or best management practices 4917 adopted by the board under this chapter shall be no more stringent 4918 or extensive in scope, coverage or effect than the regulations and 4919 best management practices promulgated or recommended by the United 4920 States Environmental Protection Agency.

4921 (2) If federal regulations or recommended best management
4922 practices do not address any matter relating to a storm water
4923 management system, the board may adopt or promulgate appropriate
4924 regulations or best management practices to address those matters.

4925 **SECTION 122.** Section 51-39-29, Mississippi Code of 1972, is 4926 brought forward as follows:

4927 51-39-29. The governing body of a member may exercise the 4928 power of eminent domain, upon written request of the board of 4929 commissioners, for the particular purpose of the acquisition of 4930 property for the district's storm water management system. The 4931 power of eminent domain shall be exercised as provided in Chapter 4932 27, Title 11, Mississippi Code of 1972.

4933 **SECTION 123.** Section 51-39-31, Mississippi Code of 1972, is 4934 brought forward as follows:

4935 51-39-31. (1) Any public agency may, in accordance with a 4936 duly adopted resolution or ordinance, contract with the district 4937 for the district to acquire, construct or provide facilities and 4938 projects to be owned by the district for furnishing storm water 4939 management and related services to the public agency or to users within the boundaries of the public agency. The public agency 4940 4941 shall be obligated to make payments which shall be sufficient to 4942 enable the district to meet its expenses, and payments into funds 4943 for operation, maintenance and renewals and replacements. The 4944 contracts may also contain other terms and conditions as the

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H. B. No. 1300 06/HR03/R1673 PAGE 151 (OM\LH) 4945 district and the public agency may determine. Any contract may be 4946 for a term covering the life of the facilities or for any other 4947 term or for an indefinite period.

4948 Contracts may provide for payments in the form of (2)4949 contributions to defray the cost of any purpose set forth in the 4950 contracts and as advances for any facilities subject to repayment 4951 by the district. A public agency may make those contributions or advances from its general fund, general obligation bond proceeds, 4952 or surplus fund or from any monies legally available therefor. 4953 4954 The entering into of any contract under this section shall not 4955 constitute the incurring of a debt by a public agency within the meaning of any constitutional or statutory limitations on debts of 4956 4957 the state or units of local government.

4958 **SECTION 124.** Section 51-39-33, Mississippi Code of 1972, is 4959 brought forward as follows:

4960 51-39-33. The district may at the direction of the governing 4961 bodies of the participating units of local government submit a 4962 storm water management plan as required state or federal 4963 environmental rules and regulations. The district may also 4964 provide services and facilities for implementation of the storm 4965 water management plan.

4966 **SECTION 125.** Section 51-39-35, Mississippi Code of 1972, is 4967 brought forward as follows:

4968 51-39-35. For the purpose of attaining the objectives of 4969 this chapter, any public agency may, upon any terms as it may 4970 determine, do any of the following:

4971 (1) Lend, contribute, or donate money to any district4972 or perform services for the benefit of the district;

4973 (2) Donate, sell, convey, transfer, lease or grant to
4974 any district, without the necessity of authorization at any
4975 election of qualified voters, any property of any kind, where
4976 otherwise not prohibited by law; and

H. B. No. 1300 \*HRO3/R1673\* 06/HR03/R1673 PAGE 152 (OM\LH) 4977 (3) Do anything, whether or not specifically authorized
4978 in this section, not otherwise prohibited by law, that is
4979 necessary or convenient to aid and cooperate with any district in
4980 attaining the objectives of this chapter.

4981 **SECTION 126.** Section 51-39-37, Mississippi Code of 1972, is 4982 brought forward as follows:

4983 51-39-37. The property and revenue of the district shall be 4984 exempt from all state, county and municipal taxation.

4985 SECTION 127. Section 51-39-39, Mississippi Code of 1972, is 4986 brought forward as follows:

4987 51-39-39. Within ninety (90) days after the close of each 4988 fiscal year, the board of commissioners shall publish in a 4989 newspaper of general circulation in the county a sworn statement 4990 showing the financial condition of the district. The statement 4991 shall also be filed with the governing body of each member of the 4992 district.

4993 **SECTION 128.** Section 51-39-41, Mississippi Code of 1972, is 4994 brought forward as follows:

4995 51-39-41. This chapter shall not be construed to authorize a 4996 district to deny access to the storm water management system or 4997 any portion of that system to any person holding a valid water 4998 pollution control permit or coverage under a general permit from 4999 the Environmental Quality Permit Board.

5000 **SECTION 129.** This act shall take effect and be in force from 5001 and after its passage.