To: Corrections

## SENATE BILL NO. 2631

1 AN ACT TO REENACT SECTION 47-5-66, MISSISSIPPI CODE OF 1972, 2 TO PROVIDE FOR THE LEASING OF PRISON LANDS FOR AGRICULTURE; AND 3 FOR RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
SECTION 1. Section 47-5-66, Mississippi Code of 1972, is
reenacted as follows:

7 47-5-66. (1) It shall be the duty of the State Department 8 of Finance and Administration, with the approval of the Public Procurement Review Board, to lease lands at public contract upon 9 the submission of two (2) or more sealed bids to the State 10 Department of Finance and Administration after having advertised 11 12 the land for rent in newspapers of general circulation published 13 in Jackson, Mississippi; Memphis, Tennessee; the county in which the land is located; and contiguous counties for a period of not 14 15 less than two (2) successive weeks. The first publication shall be made not less than ten (10) days before the date of the public 16 17 contract, and the last publication shall be made not more than 18 seven (7) days before that date. The State Department of Finance and Administration may reject any and all bids. If all bids on a 19 20 tract or parcel of land are rejected, the State Department of 21 Finance and Administration may then advertise for new bids on that tract or parcel of land. Successful bidders shall take possession 22 of their leaseholds at the time authorized by the State Department 23 of Finance and Administration. However, rent shall be due no 24 later than the day upon which the lessee shall assume possession 25 26 of the leasehold, and shall be due on the anniversary date for each following year of the lease. The State Department of Finance 27

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28 and Administration may provide in any lease that rent shall be 29 paid in full in advance or paid in installments, as may be 30 necessary or appropriate. In addition, the State Department of Finance and Administration may accept, and the lease may provide 31 32 for, assignments of federal, state, or other agricultural support 33 payments, growing crops or the proceeds from the sale thereof, 34 promissory notes, or any other good and valuable consideration offered by any lessee to meet the rent requirements of the lease. 35 If a promissory note is offered by a lessee, it shall be secured 36 by a first lien on the crop of the lessee, or the proceeds from 37 38 the sale thereof. The lien shall be filed pursuant to Article 9 of the Mississippi Uniform Commercial Code and Section 1324 of the 39 40 Food Security Act of 1985, as enacted or amended. If the note is not paid at maturity, it shall bear interest at the rate provided 41 for judgments and decrees in Section 75-17-7 from its maturity 42 date until the note is paid. The note shall provide for the 43 44 payment of all costs of collection and reasonable attorney's fees 45 if default is made in the payment of the note. The payment of rent by promissory note or any means other than cash in advance 46 47 shall be subject to the approval of the Public Procurement Review Board, which shall place the approval of record in the minutes of 48 49 the board. There is created a special fund to be designated as the "Prison Agricultural Enterprises Fund." Any monies in hand or 50 51 due from the leasing of Penitentiary lands and the sales of timber 52 as provided in Section 47-5-56 and earmarked for the Prison Industries Fund shall be deposited to the special fund for prison 53 54 agricultural enterprises. All monies in each fiscal year derived from the leasing of the Penitentiary lands and the sales of timber 55 56 as provided in Section 47-5-56 shall be deposited into the special 57 fund for the purpose of conducting, operating and managing the 58 prison agricultural enterprises of the department. All profits 59 derived from the prison agricultural enterprises shall be deposited into the Prison Agricultural Enterprises Fund. 60 All \*SS26/R854\* S. B. No. 2631 06/SS26/R854

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profits derived from prison industries shall be placed in a 61 62 special fund in the State Treasury to be known as the "Prison 63 Industries Fund," to be appropriated each year by the Legislature 64 to the nonprofit corporation, which is required to be organized 65 under the provisions of Section 47-5-535, for the purpose of 66 operating and managing the prison industries. The state shall have the rights and remedies for the security and collection of 67 the rents given by law to landlords. Upon the execution of the 68 agricultural leases to private entities as authorized by Section 69 47-5-64, the leased land shall be liable to be taxed as other 70 71 lands are taxed during the continuance of the lease, but in case of sale thereon for taxes, only the title of the leaseholder or 72 73 his heirs or assigns shall pass by the sale. Any funds obtained by the corporation as a result of sale of goods and services 74 75 manufactured and provided by it shall be accounted for separate and apart from any funds received by the corporation through 76 77 appropriation from the State Legislature. All nonappropriated 78 funds generated by the corporation shall not be subject to appropriation by the State Legislature. 79

80 **SECTION 2.** This act shall take effect and be in force from 81 and after its passage.