By: Representatives Robinson (84th), Lane

To: Public Utilities; Appropriations

HOUSE BILL NO. 1501 (As Passed the House)

AN ACT TO AMEND SECTION 77-15-1, MISSISSIPPI CODE OF 1972, TO 1 PROVIDE THAT THE SUCCESSORS IN OFFICE TO EACH OF THE BOARD MEMBERS 2 OF THE CHICKASAWHAY NATURAL GAS DISTRICT WHO WERE INITIALLY 3 4 APPOINTED FROM THE INDIVIDUAL COUNTIES IN THE DISTRICT SHALL BE ELECTED ONLY BY THE SYSTEM-USERS WHO RESIDE IN THOSE INDIVIDUAL 5 COUNTIES AND NOT BY ALL OF THE SYSTEM-USERS IN THE DISTRICT; TO 6 7 PROVIDE PROCEDURES FOR THE CONDUCT OF THE ELECTION OF BOARD MEMBERS; TO AUTHORIZE THE BOARD TO ADOPT RULES AND REGULATIONS PERTAINING TO SUCH ELECTIONS THAT DO NOT CONFLICT WITH THIS LAW; 8 9 TO REMOVE THE REPEAL DATE OF JULY 1, 2007, ON THE LAW ESTABLISHING 10 THE DISTRICT; AND FOR RELATED PURPOSES. 11

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. Section 77-15-1, Mississippi Code of 1972, is amended as follows:

15 77-15-1. (1) Notwithstanding any other provisions of law to the contrary, all local natural gas districts containing two (2) 16 17 or more municipalities and nonmunicipal customers shall establish and maintain a board of directors composed of: (a) the mayors of 18 each municipality within the district whose terms shall be 19 concurrent with their terms of office as mayor; and (b) one (1) 20 21 system-user from each county within the district, who shall not be a public official. The county system-user board members shall be 22 elected by the system-users residing outside of a municipality, in 23 24 the county in which such board member resides. In order to 25 qualify as a candidate for election to the board, each person shall obtain, on a petition, twenty-five (25) signatures from 26 system-users in the county in which such person resides. 27 The 28 signatures shall be of system-users residing outside of a municipality and the candidate shall be a system-user who resides 29 outside of a municipality. The board shall call an election 30 within fifteen (15) days after July 1, 1989, to be held within 31

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32 sixty (60) days from the date such election is called. From and after July 1, 2007, the procedures for, and conduct of, the 33 34 election of board members of the district shall be held in accordance with the provisions of subsection (6) of this section. 35 36 Those persons elected to the board shall serve until the next 37 general election for supervisors and the election for such board members thereafter shall be held at the same time as the 38 supervisor elections and the terms of such board members shall be 39 concurrent with the terms of the supervisors. 40 The board of 41 directors, including any mayors who serve on the board, shall be entitled to compensation as follows: (a) the chairperson of the 42 board shall receive Two Hundred Fifty Dollars (\$250.00) per month, 43 44 and (b) all other board members shall receive Two Hundred Dollars 45 (\$200.00) per month. The chairperson and vice chairperson shall be elected by and from the entire membership of the governing 46 47 board at the first meeting in July of each year. The vice 48 chairperson shall preside over meetings as the chairperson in the 49 absence or incapacity of the chairperson. In addition, an official meeting may be called at any time by a two-thirds (2/3) 50 51 proclamation by the board membership.

52 Two (2) board municipal/county system-user board members (2) 53 who reside in his or her respective county, and must be customers 54 of the district, and who must be system-users shall be appointed 55 as follows for his or her initial term: (a) one (1) board member 56 from the county lying in the northern section of the district, appointed by the Lieutenant Governor; and (b) one (1) board member 57 58 from the county lying in the southern section of the district, appointed by the Governor. The appointed board municipal/county 59 system-user board members may be elected public officials. 60

The initial terms of the two (2) municipal/county system-user board members shall begin July 1, 2005, and shall serve until June 30, 2008, and thereafter the municipal/county system-user board members, as described in this subsection (2), shall be

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elected \* \* \* by the municipal and county system-users as follows: 65 The successors in office to the board member who was appointed 66 67 from the county lying in the northern section of the district shall be elected only by the municipal and county system-users who 68 69 reside in that county and not by all of the system-users in the 70 district. The successors in office to the board member who was appointed from the county lying in the southern section of the 71 district shall be elected only by the municipal and county 72 73 system-users who reside in that county and not by all of the 74 system-users in the district. 75 The municipal/county system-user board members shall be compensated as prescribed in subsection (1) of this section. 76 77 (3) All board members shall file any required statements of economic interest with the Ethics Commission as required by law. 78 79 This section shall not apply to any local natural gas district 80 which leases its distribution system to an investor-owned utility 81 company regulated by the Public Service Commission. (4) From and after July 1, 2004, the Board of Directors of 82 the Chickasawhay Natural Gas District shall discontinue 83 84 distribution of any of the revenues of the district to 85 municipalities within the district. 86 (5) The provisions of this section shall only apply to the 87 Chickasawhay Natural Gas District. 88 The provisions of this subsection shall govern the (6) 89 procedure for, and conduct of, any election of the board of directors of the district. The board may adopt any rules and 90 91 regulations pertaining to the election of the board of directors 92 of the district that are not inconsistent and do not conflict with the provisions of this subsection. 93 94 (a) Notice of the election of one (1) or more members of the board of directors shall be sent by regular United States 95 96 mail to each system-user not less than thirty (30) days and not 97 more than sixty (60) days from the election date. The notice \* HR40/ R1636PH\* H. B. No. 1501

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98 shall state the time, place and manner in which the system-users 99 may vote for the board of directors. (b) The election shall be held in a manner and 100 101 according to procedures to be established by rules and regulations 102 adopted by the board before the giving of notice of the election, 103 and a printed copy of such rules and regulations shall accompany 104 the notice. (c) The rules and regulations for the conduct of the 105 106 election shall include the following provisions: 107 (i) To qualify as a candidate, <u>a person shall</u> 108 not be a public official and must be a county system user and such person must submit to the board, not less than twenty (20) days 109 110 before the election, a petition containing the signatures of twenty-five (25) system-users in the county in which the candidate 111 112 resides; 113 (ii) Notice of the nomination of qualified 114 candidates sent by regular United States mail to the system-users 115 at least ten (10) days before the date of the election; (iii) The method of voting on the date of the 116 117 election shall be by personal attendance at the district's office 118 in Waynesboro, by personal attendance at the district's office in 119 Quitman, or by proxy; 120 (iv) Each system-user shall have one (1) vote, provided that when a billing for service is made to more 121 122 than one (1) person at a single address or location, each such person shall be limited to casting a pro rata share of the one (1) 123 vote to which the billing address or location is entitled; and 124 125 (v) The time of the election shall be fixed between the hours of 10:00 a.m. and 6:00 p.m. on a day of the week 126 127 other than Sunday. 128 (d) A Certified Public Accountant appointed by the 129 board shall count all votes, whether cast by personal attendance

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SECTION 2. The Attorney General of the State of Mississippi shall submit this act, immediately upon approval by the Governor, or upon approval by the Legislature subsequent to a veto, to the Attorney General of the United States or to the United States District Court for the District of Columbia in accordance with the provisions of the Voting Rights Act of 1965, as amended and extended.

SECTION 3. This act shall take effect and be in force from and after July 1, 2007, or the date it is effectuated under Section 5 of the Voting Rights Act of 1965, as amended and extended, whichever is the later date.