MISSISSIPPI LEGISLATURE

To: Finance

COMMITTEE SUBSTITUTE FOR SENATE BILL NO. 2641

AN ACT TO AMEND SECTIONS 31-31-3, 31-31-5, 31-31-7, 31-31-9 1 2 AND 31-31-11, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT THE DEPARTMENT OF FINANCE AND ADMINISTRATION SHALL ADMINISTER THE 3 4 MISSISSIPPI TELECOMMUNICATION CONFERENCE AND TRAINING CENTER; TO ABOLISH THE MISSISSIPPI TELECOMMUNICATION CONFERENCE AND TRAINING 5 б COMMISSION AND TRANSFER ITS POWERS, DUTIES, RECORDS, PROPERTY, 7 FUNDS AND OTHER ASSETS AND PERSONNEL TO THE DEPARTMENT OF FINANCE 8 AND ADMINISTRATION; TO AUTHORIZE THE DEPARTMENT OF FINANCE AND 9 ADMINISTRATION TO ESCALATE, BUDGET AND EXPEND A CERTAIN AMOUNT 10 FROM THE MISSISSIPPI TELECOMMUNICATION CONFERENCE AND TRAINING CENTER FUND AND MISSISSIPPI TELECOMMUNICATIONS CONFERENCE AND 11 TRAINING CENTER RESERVE FUND FOR CERTAIN PURPOSES; TO AUTHORIZE 12 THE DEPARTMENT OF FINANCE AND ADMINISTRATION TO TRANSFER AND 13 CONVEY THE MISSISSIPPI TELECOMMUNICATION CONFERENCE AND TRAINING 14 CENTER TO THE CAPITAL CITY CONVENTION CENTER COMMISSION; AND FOR 15 16 RELATED PURPOSES.

17 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

18 SECTION 1. Section 31-31-3, Mississippi Code of 1972, is

19 amended as follows:

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31-31-3. As used in this chapter:

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(a) <u>"Department"</u> means the <u>Department of Finance and</u>

22 Administration.

(b) "Facility" means the Mississippi Telecommunication
Conference and Training Center located in the City of Jackson,
Mississippi.

26 (c) "Fund" means the Mississippi Telecommunication27 Conference and Training Center Fund.

(d) "Hotel" or "motel" means and includes a place of
lodging that at any one time will accommodate transient guests on
a daily or weekly basis and that is known to the trade as such.
Such terms shall not include a place of lodging with ten (10) or
less rental units.

33 (e) "Reserve fund" means the Mississippi

34 Telecommunications Conference and Training Center Reserve Fund.

35 **SECTION 2.** Section 31-31-5, Mississippi Code of 1972, is 36 amended as follows:

37 31-31-5. (1) There is hereby created a commission to be 38 known as the "Mississippi Telecommunication Conference and 39 Training Center Commission" which shall consist of eleven (11) 40 members as follows:

41 (a) The Executive Director of the Department of42 Economic and Community Development;

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(b)

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(c) The President of Jackson State University;

The Mayor of the City of Jackson;

45 (d) The Vice Chancellor for Health Affairs of the46 University of Mississippi Medical Center;

47 (e) The Executive Director of the Metro Jackson48 Convention and Visitors Bureau;

49 (f) The Executive Director of the Institute for50 Technology Development;

51 (g) Three (3) members of the private sector appointed 52 by the Governor, with the advice and consent of the Senate, to 53 serve a term concurrent with that of the Governor; and

54 (h) Two (2) members of the private sector appointed by
55 the Lieutenant Governor, with the advise and consent of the
56 Senate, to serve a term concurrent with that of the Lieutenant
57 Governor.

(2) The members of the commission shall serve without 58 59 compensation except that members shall be paid their actual and necessary expenses in connection with the performance of their 60 61 duties as members of the commission including mileage, as authorized in Section 25-3-41 and each member who is not a state 62 employee or a public official shall be paid a per diem as 63 64 authorized in Section 25-3-69. Expenses, mileage and per diem allowance shall be paid out of the Mississippi Telecommunication 65 66 Conference and Training Center Fund.

67 (3) The commission shall elect from its membership a 68 chairman, who shall preside over meetings, and a vice chairman, 69 who shall preside in the absence of the chairman. Four (4) 70 members of the commission shall constitute a quorum for the 71 transaction of any and all business of the commission.

72 (4) The commission shall appoint a director who shall be
73 responsible for conducting the day to day business of the
74 commission.

75 (5) From and after the effective date of this act: 76 (a) The Mississippi Telecommunication Conference and 77 Training Center Commission shall be abolished;

78 (b) All records, property, funds and other assets and 79 personnel of the commission shall be transferred to the 80 department; and

81 (c) Any personal service, management or other contracts
 82 of like nature entered into by the commission shall be cancelled.
 83 SECTION 3. Section 31-31-7, Mississippi Code of 1972, is

84 amended as follows:

85 31-31-7. The <u>department</u> shall have the following powers <u>with</u> 86 <u>regard to the Mississippi Telecommunication Conference and</u> 87 Training Center:

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89 (a) To establish, construct, enlarge, improve, 90 maintain, equip, operate and regulate the facility and other 91 property incidental thereto, including any additional property or 92 facilities considered by the <u>department</u> to promote the business, 93 usage or economic viability of the facility;

94 (b) To grant to others the privilege to operate for 95 profit concessions, leases and franchises, including but not 96 limited to, the furnishing of food and banquet services, 97 management services, and other services necessary to the operation 98 of the facility and such concessions, leases and franchises shall 99 be exclusive or limited;

100 (c) To lease the facility and its operation and management to any public or private entity and if the facility is 101 leased to a public or private entity, the entity shall have the 102 103 responsibility for maintenance, upkeep, security for the facility 104 and shall be accountable for all facility furnishings and 105 equipment; 106 (d) To determine fees, rates and charges for the use of the facility; 107 108 To apply for and accept gifts, or grants of money (e) 109 or gifts, grants or loans of other property or other financial 110 assistance from any source to carry out the purposes of this 111 chapter; 112 (f) To borrow funds needed to carry out the purposes of this chapter; \* \* \* however, \* \* \* such debt may be secured only 113 by the revenues generated by the facility, funds generated by the 114 tax levied pursuant to Section 31-31-11 and the proceeds of any 115 116 bonds issued pursuant to this chapter; 117 (g) To appoint, employ or engage such officers, 118 employees, architects, engineers, attorneys, accountants, financial advisors, investment bankers and other advisors, 119 120 consultants, and agents as may be necessary or appropriate to 121 carry out the purposes of this chapter; 122 To make, assume and enter into all contracts, (h) 123 leases and arrangements necessary or incidental to the exercise 124 for its powers, including, but not limited to, contracts for 125 management, operation or marketing of all or any part of the 126 facility; 127 (i) To adopt, amend and repeal rules and regulations for the use, maintenance and operation of the facility and 128 129 governing the conduct of persons and organizations using the

- 130 <u>facility</u> and to enforce such rules and regulations; \* \* \*
- 131 (j) To establish operational, accountability and
  132 reporting guidelines for the facility; and

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133 (k) To do all things necessary or convenient to the
134 purposes of this chapter.

135 SECTION 4. Section 31-31-9, Mississippi Code of 1972, is 136 amended as follows:

137 31-31-9. All monies and revenues collected \* \* \* from fees, 138 rates and charges for the use of the facility shall be paid by the 139 department to the State Treasurer, to be deposited to the credit of a special fund to be known as the "Mississippi 140 141 Telecommunication Conference and Training Center Fund; " however, 142 if the department leases the facility to a public or private 143 entity for the operation of a for-profit facility, all fees, rates and charges for the use of the facility shall be utilized by the 144 145 entity to pay all expenses incident to the operation and upkeep of 146 the facility. Money in the fund at the end of a fiscal year shall not lapse into the General Fund and interest earned on any amounts 147 deposited into the fund shall be credited to the special fund. 148 149

Except as otherwise provided in Section 31-31-11, all expenses incident to the operation and upkeep of the facility shall be paid out of the fund. <u>The department is authorized to escalate, budget</u> <u>and expend from the fund an amount not to exceed Two Million</u> <u>Dollars (\$2,000,000.00) annually to pay costs incident to the</u>

154 operation, maintenance and staffing of the facility as authorized 155 in Section 31-31-7.

156 SECTION 5. Section 31-31-11, Mississippi Code of 1972, is 157 amended as follows:

158 31-31-11. (1) For the purpose of providing funds for the 159 payment of a certain portion of the debt service on any bonds issued pursuant to this chapter and for the purpose of providing 160 funds for the maintenance of the facility and renovations, 161 162 improvements and additions to the facility, there is hereby 163 levied, assessed and shall be collected from every person engaging in or doing business in the City of Jackson, Mississippi, as 164 165 specified herein, a tax which may be cited as an "occupancy tax," \* SS26/ R769CS\* S. B. No. 2641 07/SS26/R769CS

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which shall be in addition to all other taxes now imposed. Such tax shall be upon each hotel and motel located within the City of Jackson in the amount of Seventy-five Cents (75¢) per day for each occupied room.

(2) Persons liable for the tax imposed herein shall add the amount of tax to the price of rooms, and in addition thereto shall collect, insofar as practicable, the amount of the tax due by him from the person receiving the services or goods at the time of payment therefor.

(3) Such tax shall be collected by and paid to the State Tax Commission on a form prescribed by the State Tax Commission, in the same manner that state sales taxes are collected and paid; and the full enforcement provisions and all other provisions of Chapter 65, Title 27, Mississippi Code of 1972, shall apply as necessary to the implementation and administration of this chapter.

(4) The proceeds of such tax shall be deposited by the State
Tax Commission into the reserve fund created pursuant to
subsection (5) of this section on or before the fifteenth day of
the month following the month in which collected by the State Tax
Commission.

187 (5) There is hereby created in the State Treasury a special 188 fund to be called the "Mississippi Telecommunication Conference 189 and Training Facility Reserve Fund." Money in the reserve fund at 190 the end of a fiscal year shall not lapse into the General Fund and 191 interest earned on any amount deposited into the reserve fund 192 shall be credited to the special fund. Money in the reserve fund 193 shall be used to pay a portion of the debt service of the bonds issued pursuant to this chapter as specified in subsection (6) of 194 195 this section \* \* \*. The department is authorized to escalate, 196 budget and expend an amount not to exceed Seven Hundred Fifty 197 Thousand Dollars (\$750,000.00) annually from the reserve fund for

## 198 the payment of a portion of debt service as provided for in

199 subsection (6) of this section.

(6) The amount of the debt service that shall be paid 200 201 annually from the reserve fund shall be the amount of the debt 202 service on bonds attributable to forty percent (40%) of the cost 203 of constructing the facility and the amount of the debt service on bonds attributable to all land acquisition costs. Amounts 204 205 remaining in the reserve fund in any fiscal year after the 206 payments required by this subsection for debt service, may be 207 used \* \* \* to provide funds for the maintenance of the facility 208 and renovations, improvements and additions to the facility.

(7) Before the taxes authorized by this chapter shall be imposed, the municipal governing authorities of the City of Jackson shall adopt a resolution declaring its intention to levy the tax, setting forth the amount of such tax and establishing the date on which this tax initially shall be levied and collected. This date shall be not less than the first day of the second month from the date of adoption of the resolution.

The resolution shall be published in a local newspaper at least twice during the period from the adoption of the resolution to the effective date of the taxation prescribed in this section, with the last publication being made no later than ten (10) days prior to the effective date of such taxation.

(8) The tax imposed pursuant to this section shall remain in force and effect until the City of Jackson shall by resolution rescind the tax; \* \* \* however, \* \* \* the tax imposed pursuant to this section shall not be rescinded if any bonds issued pursuant to this chapter remain outstanding.

SECTION 6. (1) The department may transfer and convey to the Capital City Convention Center Commission, as created in Chapter 1019, Local and Private Laws of 2004, all right, title and interest in certain real property located within the City of Jackson in Hinds County, Mississippi, and all personal property

231 located thereon, the real property being more particularly 232 described as follows:

A tract of land containing 1.328 Acres (57,848 Sq. Ft.), more or less, located in Lots 34 and 35, West Jackson and in the 8.93 Acre Lot South according to the Official Map of the City of Jackson, prepared by Henry C. Daniel in 1875 and being more particularly described as follows, to wit:

BEGINNING at a punch mark in the concrete marking the 239 240 intersection of the South right-of-way line of 241 Pascagoula Street and the West right-of-way line of Farish Street, as now laid out and in use, said point 242 243 also being the Northeast Corner of the aforesaid Lot 35; 244 thence, following the aforesaid South line of Pascagoula 245 Street, run South 80 degrees 38 minutes 37 seconds East 246 for a distance of 50.70 feet to a punch mark in the 247 concrete marking the intersection of the South right-of-way line of Pascagoula Street and the East 248 249 right-of-way of Farish Street, as now laid out and in 250 use, said point also being the Northwest corner of the aforesaid 8.93 Acre Lot 3 South; thence, continuing 251 252 along the aforesaid South right-of-way line of 253 Pascagoula Street, run South 80 degrees 38 minutes 37 254 seconds East for a distance of 168.25 feet to an iron 255 rod; thence, leaving the aforesaid South right-of-way 256 line, run South 04 degrees 03 minutes 38 seconds West 257 for a distance of 162.60 feet to an iron rod; thence run North 87 degrees 03 minutes 22 seconds West for a 258 distance of 60.30 feet to an iron rod; thence run North 259 260 87 degrees 53 minutes 25 seconds West for a distance of 261 93.68 feet to a brass cap on the East right-of-way line 262 of Farish Street; thence run North 87 degrees 53 minutes 263 25 seconds West for a distance of 50.04 feet to a P.K.

nail in the concrete on the West right-of-way line of 264 Farish Street; thence, following the aforesaid West 265 right-of-way line of Farish Street, run North OO degrees 266 267 12 minutes 26 seconds East for a distance of 34.10 feet 268 to a punch mark in the concrete; thence, leaving the 269 aforesaid West right-of-way line, run North 89 degrees 270 14 minutes 09 seconds West for a distance of 128.45 feet 271 to a point; thence run North 00 degrees 57 minutes 28 seconds East for a distance of 174.20 feet to a 272 273 point on the South right-of-way line of Pascagoula 274 Street; thence, following the South line of Pascagoula Street, run South 80 degrees 38 minutes 37 seconds East 275 276 for a distance of 126.65 feet to the POINT OF BEGINNING. 277 This conveyance is subject to, and there is excepted 278 from the warranty hereof, the following:

Any and all prior reservations or conveyances
 of oil, gas and other minerals in, on or under the
 Property; and

282 2. Any and all easements, rights-of-way,
283 restrictive covenants or building restrictions of record
284 pertaining to the Property.

This conveyance is also subject to the reservation by 285 286 the City of Jackson, Mississippi (the "City") in that 287 certain Ordinance Closing and Vacating a Portion of 288 South Farish Street to Allow Construction of the 289 Telecommunication Conference Center adopted by the City Council of the City on July 2, 2002, and recorded in 290 Book 5657 at Page 500, of the following utility 291 292 easements:

293 Utility Easement One: A utility easement forty feet in 294 width, being twenty feet each side of the centerline to 295 be described below, across a portion of Farish Street, 296 South of Pascagoula Street, and across a portion of that

297 certain property as described in Deed Book 5360 at Page 298 867 of the land records of Hinds County First Judicial 299 District and said centerline being more particularly 300 described as follows:

301 COMMENCING at a punch mark in the concrete marking the 302 intersection of the south right-of-way line of Pascagoula Street and the West right-of-way line of 303 304 Farish Street, as now laid out in use, said point also 305 being the Northeast corner of Lot 35 per the Official 306 Map by Henry C. Daniel in 1875 of the City of Jackson; 307 run thence South 82 degrees 38 minutes 37 seconds East following the aforesaid south right-of-way line of 308 309 Pascagoula Street for a distance of 29.25 feet to the 310 POINT OF BEGINNING of the following described 311 centerline; thence leaving said south right-of-way line run thence South 00 degrees 38 minutes 35 seconds West 312 313 for a distance of 75.85 feet; run thence South 46 degrees 55 minutes 14 seconds East for a distance of 314 315 38.79 feet; run thence South 00 degrees 12 minutes 42 316 seconds East for a distance of 84.37 feet to a point on the South line of the aforesaid property described in 317 318 Deed Book 5360 at Page 867 of the land records of Hinds 319 County First Judicial District and the Point Of Terminus 320 of the above centerline description. 321 Bearings used in the above description are grid based on 322 GPS observations from NGS monument Y-362. 323 Utility Easement Two: A utility easement twenty feet in 324 width, being ten feet each side of the centerline to be described below, across a portion of Farish Street, 325 326 South of Pascagoula Street, and across a portion of that 327 certain property as described in Deed Book 5360 at Page 328 867 of the land records of Hinds County First Judicial

329 District and said centerline being more particularly

330 described as follows:

COMMENCING at a punch mark in the concrete marking the 331 332 intersection of the south right-of-way line of 333 Pascagoula Street and the West right-of-way line of 334 Farish Street, as now laid out in use, said point also being the Northeast Corner of Lot 35 per the official 335 Map by Henry C. Daniel in 1875 of the City of Jackson; 336 run thence South 82 degrees 38 minutes 37 seconds East 337 338 following the aforesaid south right-of-way line of 339 Pascagoula Street for a distance of 29.25 feet to the POINT OF BEGINNING of the following described 340 341 centerline; thence leaving said south right-of-way line run thence South 00 degrees 38 minutes 35 seconds West 342 for a distance of 75.85 feet; run thence South 46 343 344 degrees 55 minutes 14 seconds East for a distance of 345 38.79 feet; run thence South 00 degrees 12 minutes 42 seconds East for a distance of 84.37 feet to a point on 346 347 the South line of the aforesaid property described in 348 Deed Book 5360 at page 867 of the land records of Hinds County First Judicial District and the Point Of Terminus 349 350 of the above centerline description.

351 Bearings used in the above description are grid based on 352 GPS observations from NGS monument Y-362.

353 (2) The conveyance authorized in subsection (1) of this
354 section may be made on such terms and conditions agreed upon by
355 the Department of Finance and Administration and the Capital City
356 Convention Center Commission.

357 **SECTION 7.** This act shall take effect and be in force from 358 and after its passage.