Adopted AMENDMENT NO 1 PROPOSED TO

Senate Bill No. 2615

BY: Senator(s) Doxey, Simmons

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

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         SECTION 1.
                     Section 47-5-66, Mississippi Code of 1972, is
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    amended as follows:
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         47-5-66. (1) It shall be the duty of the * * * Department
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    of Finance and Administration, with the approval of the Public
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    Procurement Review Board, to lease lands at public contract upon
    the submission of two (2) or more sealed bids to the * * *
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    Department of Finance and Administration after having advertised
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    the land for rent in newspapers of general circulation published
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    in Jackson, Mississippi; Memphis, Tennessee; the county in which
    the land is located; and contiguous counties for a period of not
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    less than two (2) successive weeks. The first publication shall
    be made not less than ten (10) days before the date of the public
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    contract, and the last publication shall be made not more than
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    seven (7) days before that date. The * * * Department of Finance
    and Administration may reject any and all bids. If all bids on a
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    tract or parcel of land are rejected, the * * * Department of
    Finance and Administration may then advertise for new bids on that
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    tract or parcel of land. Successful bidders shall take possession
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    of their leaseholds at the time authorized by the * * * Department
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    of Finance and Administration. However, rent shall be due no
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    later than the day upon which the lessee shall assume possession
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    of the leasehold, and shall be due on the anniversary date for
    each following year of the lease.
                                       The * * * Department of Finance
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    and Administration may provide in any lease that rent shall be
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    paid in full in advance or paid in installments, as may be
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    necessary or appropriate. In addition, the * * * Department of
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    Finance and Administration may accept, and the lease may provide
    for, assignments of federal, state or other agricultural support
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    payments, growing crops or the proceeds from the sale thereof,
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    promissory notes, or any other good and valuable consideration
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    offered by any lessee to meet the rent requirements of the lease.
    If a promissory note is offered by a lessee, it shall be secured
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    by a first lien on the crop of the lessee, or the proceeds from
    the sale thereof. The lien shall be filed pursuant to Article 9
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    of the * * * Uniform Commercial Code and Section 1324 of the Food
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    Security Act of 1985, as enacted or amended. If the note is not
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    paid at maturity, it shall bear interest at the rate provided for
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    judgments and decrees in Section 75-17-7 from its maturity date
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    until the note is paid. The note shall provide for the payment of
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    all costs of collection and reasonable attorney's fees if default
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    is made in the payment of the note. The payment of rent by
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    promissory note or any means other than cash in advance shall be
    subject to the approval of the Public Procurement Review Board,
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    which shall place the approval of record in the minutes of the
    board. There is created a special fund to be designated as the
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    "Prison Agricultural Enterprises Fund." Any monies in hand or due
    from the leasing of Penitentiary lands and the sales of timber as
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    provided in Section 47-5-56 and earmarked for the Prison
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    Industries Fund shall be deposited to the special fund for prison
    agricultural enterprises. All monies in each fiscal year derived
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    from the leasing of the Penitentiary lands and the sales of timber
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as provided in Section 47-5-56 shall be deposited into the special
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    fund for the purpose of conducting, operating and managing the
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    prison agricultural enterprises of the department. All profits
    derived from the prison agricultural enterprises shall be
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    deposited into the Prison Agricultural Enterprises Fund.
    profits derived from prison industries shall be placed in a
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    special fund in the State Treasury to be known as the "Prison
    Industries Fund, " to be appropriated each year by the Legislature
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    to the nonprofit corporation, which is required to be organized
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    under the provisions of Section 47-5-535, for the purpose of
    operating and managing the prison industries. The state shall
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    have the rights and remedies for the security and collection of
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    the rents given by law to landlords. Lands leased for
    agricultural purposes under Section 47-5-64 shall be subject to a
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    fee in lieu of ad valorem taxes, including taxes levied for school
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    purposes. The fee in lieu shall be Nine Dollars ($9.00) per acre.
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    Upon the execution of the agricultural leases to private entities
    as authorized by Section 47-5-64, the Department of Finance and
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    Administration shall collect the in lieu fee and shall forward the
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    fees to the tax collector in which the land is located.
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    collector shall disburse the fees to the appropriate county or
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    municipal governing authority on a pro rata basis. The sum
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    apportioned to a school district shall not be less than the school
    district's pro rata share based upon the proportion that the
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    millage imposed for the school district by the appropriate levying
    authority bears to the millage imposed by the levying authority
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    for all other county or municipal purposes. Any funds obtained by
    the corporation as a result of sale of goods and services
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    manufactured and provided by it shall be accounted for separate
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    and apart from any funds received by the corporation through
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    appropriation from the State Legislature. All nonappropriated
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- 89 funds generated by the corporation shall not be subject to
- 90 appropriation by the State Legislature.
- 91 (2) This section shall be repealed from and after July 1,
- 92 2008.
- 93 **SECTION 2.** This act shall take effect and be in force from
- 94 and after its passage.

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

- AN ACT TO AMEND SECTION 47-5-66, MISSISSIPPI CODE OF 1972, TO EXTEND THE REPEALER ON THE AUTHORIZATION TO LEASE PRISON LANDS FOR
- 3 AGRICULTURE; TO PROVIDE THAT A PER ACRE FEE SHALL BE COLLECTED IN
- 4 LIEU OF AD VALOREM TAXES ON LANDS LEASED FOR AGRICULTURAL
- 5 PURPOSES; AND FOR RELATED PURPOSES.