

By: Representatives Smith, Willis, Morgan,
Touchstone, Ladner, Wilkes, Jackson, Baria

To: Ways and Means

HOUSE BILL NO. 1543
(As Passed the House)

1 AN ACT TO AUTHORIZE THE ISSUANCE OF STATE GENERAL OBLIGATION
2 BONDS TO PROVIDE FUNDS TO ASSIST IN PAYING COSTS ASSOCIATED WITH
3 CONSTRUCTION OF THE PEARL RIVER COMMUNITY COLLEGE WORKFORCE
4 DEVELOPMENT CENTER ON THE CAMPUS OF PEARL RIVER COMMUNITY COLLEGE
5 IN HANCOCK COUNTY, MISSISSIPPI; TO AUTHORIZE THE ISSUANCE OF STATE
6 GENERAL OBLIGATION BONDS TO PROVIDE FUNDS TO ASSIST IN PAYING
7 COSTS ASSOCIATED WITH CONSTRUCTION OF THE NW MS WORKFORCE
8 DEVELOPMENT AND CAREER TECHNOLOGY CENTER IN DESOTO COUNTY,
9 MISSISSIPPI; AND FOR RELATED PURPOSES.

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

11 **SECTION 1.** (1) As used in this section, the following words
12 shall have the meanings ascribed herein unless the context clearly
13 requires otherwise:

14 (a) "Accreted value" of any bond means, as of any date
15 of computation, an amount equal to the sum of (i) the stated
16 initial value of such bond, plus (ii) the interest accrued thereon
17 from the issue date to the date of computation at the rate,
18 compounded semiannually, that is necessary to produce the
19 approximate yield to maturity shown for bonds of the same
20 maturity.

21 (b) "State" means the State of Mississippi.



22 (c) "Commission" means the State Bond Commission.

23 (2) (a) (i) A special fund, to be designated the "2018
24 Pearl River Community College Workforce Development Center
25 Construction Fund," is created within the State Treasury. The
26 fund shall be maintained by the State Treasurer as a separate and
27 special fund, separate and apart from the General Fund of the
28 state. Unexpended amounts remaining in the fund at the end of a
29 fiscal year shall not lapse into the State General Fund, and any
30 interest earned or investment earnings on amounts in the fund
31 shall be deposited into such fund.

32 (ii) Monies deposited into the fund shall be
33 disbursed, in the discretion of the Department of Finance and
34 Administration, to assist in paying costs associated with
35 construction of the Pearl River Community College Workforce
36 Development Center on the campus of Pearl River Community College
37 in Hancock County, Mississippi.

38 (b) Amounts deposited into such special fund shall be
39 disbursed to pay the costs of the projects described in paragraph
40 (a) of this subsection. Promptly after the commission has
41 certified, by resolution duly adopted, that the projects described
42 in paragraph (a) of this subsection shall have been completed,
43 abandoned, or cannot be completed in a timely fashion, any amounts
44 remaining in such special fund shall be applied to pay debt
45 service on the bonds issued under this section, in accordance with



the proceedings authorizing the issuance of such bonds and as directed by the commission.

(3) (a) The commission, at one time, or from time to time, may declare by resolution the necessity for issuance of general obligation bonds of the State of Mississippi to provide funds for all costs incurred or to be incurred for the purposes described in subsection (2) of this section. Upon the adoption of a resolution by the Department of Finance and Administration, declaring the necessity for the issuance of any part or all of the general obligation bonds authorized by this subsection, the department shall deliver a certified copy of its resolution or resolutions to the commission. Upon receipt of such resolution, the commission, in its discretion, may act as the issuing agent, prescribe the form of the bonds, determine the appropriate method for sale of the bonds, advertise for and accept bids or negotiate the sale of the bonds, issue and sell the bonds so authorized to be sold and do any and all other things necessary and advisable in connection with the issuance and sale of such bonds. The total amount of bonds issued under this section shall not exceed Five Million Dollars (\$5,000,000.00). No bonds shall be issued under this section after July 1, 2022.

(b) Any investment earnings on amounts deposited into the special fund created in subsection (2) of this section shall be used to pay debt service on bonds issued under this section, in



70 accordance with the proceedings authorizing issuance of such
71 bonds.

72 (4) The principal of and interest on the bonds authorized
73 under this section shall be payable in the manner provided in this
74 subsection. Such bonds shall bear such date or dates, be in such
75 denomination or denominations, bear interest at such rate or rates
76 (not to exceed the limits set forth in Section 75-17-101,
77 Mississippi Code of 1972), be payable at such place or places
78 within or without the State of Mississippi, shall mature
79 absolutely at such time or times not to exceed twenty-five (25)
80 years from date of issue, be redeemable before maturity at such
81 time or times and upon such terms, with or without premium, shall
82 bear such registration privileges, and shall be substantially in
83 such form, all as shall be determined by resolution of the
84 commission.

85 (5) The bonds authorized by this section shall be signed by
86 the chairman of the commission, or by his facsimile signature, and
87 the official seal of the commission shall be affixed thereto,
88 attested by the secretary of the commission. The interest
89 coupons, if any, to be attached to such bonds may be executed by
90 the facsimile signatures of such officers. Whenever any such
91 bonds shall have been signed by the officials designated to sign
92 the bonds who were in office at the time of such signing but who
93 may have ceased to be such officers before the sale and delivery
94 of such bonds, or who may not have been in office on the date such



95 bonds may bear, the signatures of such officers upon such bonds
96 and coupons shall nevertheless be valid and sufficient for all
97 purposes and have the same effect as if the person so officially
98 signing such bonds had remained in office until their delivery to
99 the purchaser, or had been in office on the date such bonds may
100 bear. However, notwithstanding anything herein to the contrary,
101 such bonds may be issued as provided in the Registered Bond Act of
102 the State of Mississippi.

103 (6) All bonds and interest coupons issued under the
104 provisions of this section have all the qualities and incidents of
105 negotiable instruments under the provisions of the Uniform
106 Commercial Code, and in exercising the powers granted by this
107 section, the commission shall not be required to and need not
108 comply with the provisions of the Uniform Commercial Code.

109 (7) The commission shall act as issuing agent for the bonds
110 authorized under this section, prescribe the form of the bonds,
111 determine the appropriate method for sale of the bonds, advertise
112 for and accept bids or negotiate the sale of the bonds, issue and
113 sell the bonds so authorized to be sold, pay all fees and costs
114 incurred in such issuance and sale, and do any and all other
115 things necessary and advisable in connection with the issuance and
116 sale of such bonds. The commission is authorized and empowered to
117 pay the costs that are incident to the sale, issuance and delivery
118 of the bonds authorized under this section from the proceeds
119 derived from the sale of such bonds. The commission may sell such



bonds on sealed bids at public sale or may negotiate the sale of the bonds for such price as it may determine to be for the best interest of the State of Mississippi. All interest accruing on such bonds so issued shall be payable semiannually or annually.

If such bonds are sold by sealed bids at public sale, notice of the sale shall be published at least one (1) time, not less than ten (10) days before the date of sale, and shall be so published in one or more newspapers published or having a general circulation in the City of Jackson, Mississippi, selected by the commission.

The commission, when issuing any bonds under the authority of this section, may provide that bonds, at the option of the State of Mississippi, may be called in for payment and redemption at the call price named therein and accrued interest on such date or dates named therein.

(8) The bonds issued under the provisions of this section are general obligations of the State of Mississippi, and for the payment thereof the full faith and credit of the State of Mississippi is irrevocably pledged. If the funds appropriated by the Legislature are insufficient to pay the principal of and the interest on such bonds as they become due, then the deficiency shall be paid by the State Treasurer from any funds in the State Treasury not otherwise appropriated. All such bonds shall contain recitals on their faces substantially covering the provisions of this subsection.



145 (9) Upon the issuance and sale of bonds under the provisions
146 of this section, the commission shall transfer the proceeds of any
147 such sale or sales to the special fund created in subsection (2)
148 of this section. The proceeds of such bonds shall be disbursed
149 solely upon the order of the Department of Finance and
150 Administration under such restrictions, if any, as may be
151 contained in the resolution providing for the issuance of the
152 bonds.

153 (10) The bonds authorized under this section may be issued
154 without any other proceedings or the happening of any other
155 conditions or things other than those proceedings, conditions and
156 things which are specified or required by this section. Any
157 resolution providing for the issuance of bonds under the
158 provisions of this section shall become effective immediately upon
159 its adoption by the commission, and any such resolution may be
160 adopted at any regular or special meeting of the commission by a
161 majority of its members.

162 (11) The bonds authorized under the authority of this
163 section may be validated in the Chancery Court of the First
164 Judicial District of Hinds County, Mississippi, in the manner and
165 with the force and effect provided by Chapter 13, Title 31,
166 Mississippi Code of 1972, for the validation of county, municipal,
167 school district and other bonds. The notice to taxpayers required
168 by such statutes shall be published in a newspaper published or
169 having a general circulation in the City of Jackson, Mississippi.



170 (12) Any holder of bonds issued under the provisions of this
171 section or of any of the interest coupons pertaining thereto may,
172 either at law or in equity, by suit, action, mandamus or other
173 proceeding, protect and enforce any and all rights granted under
174 this section, or under such resolution, and may enforce and compel
175 performance of all duties required by this section to be
176 performed, in order to provide for the payment of bonds and
177 interest thereon.

178 (13) All bonds issued under the provisions of this section
179 shall be legal investments for trustees and other fiduciaries, and
180 for savings banks, trust companies and insurance companies
181 organized under the laws of the State of Mississippi, and such
182 bonds shall be legal securities which may be deposited with and
183 shall be received by all public officers and bodies of this state
184 and all municipalities and political subdivisions for the purpose
185 of securing the deposit of public funds.

186 (14) Bonds issued under the provisions of this section and
187 income therefrom shall be exempt from all taxation in the State of
188 Mississippi.

189 (15) The proceeds of the bonds issued under this section
190 shall be used solely for the purposes herein provided, including
191 the costs incident to the issuance and sale of such bonds.

192 (16) The State Treasurer is authorized, without further
193 process of law, to certify to the Department of Finance and
194 Administration the necessity for warrants, and the Department of



Finance and Administration is authorized and directed to issue such warrants, in such amounts as may be necessary to pay when due the principal of, premium, if any, and interest on, or the accreted value of, all bonds issued under this section; and the State Treasurer shall forward the necessary amount to the designated place or places of payment of such bonds in ample time to discharge such bonds, or the interest thereon, on the due dates thereof.

(17) This section shall be deemed to be full and complete authority for the exercise of the powers herein granted, but this section shall not be deemed to repeal or to be in derogation of any existing law of this state.

SECTION 2. (1) As used in this section, the following words shall have the meanings ascribed herein unless the context clearly requires otherwise:

(a) "Accreted value" of any bond means, as of any date of computation, an amount equal to the sum of (i) the stated initial value of such bond, plus (ii) the interest accrued thereon from the issue date to the date of computation at the rate, compounded semiannually, that is necessary to produce the approximate yield to maturity shown for bonds of the same maturity.

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

(c) "Commission" means the State Bond Commission.



219 (2) (a) (i) A special fund, to be designated the "2018 NW
220 MS Workforce Development and Career Technology Center Construction
221 Fund," is created within the State Treasury. The fund shall be
222 maintained by the State Treasurer as a separate and special fund,
223 separate and apart from the General Fund of the state. Unexpended
224 amounts remaining in the fund at the end of a fiscal year shall
225 not lapse into the State General Fund, and any interest earned or
226 investment earnings on amounts in the fund shall be deposited into
227 such fund.

228 (ii) Monies deposited into the fund shall be
229 disbursed, in the discretion of the Department of Finance and
230 Administration, to assist in paying costs associated with
231 construction of the NW MS Workforce Development and Career
232 Technology Center in DeSoto County, Mississippi.

233 (b) Amounts deposited into such special fund shall be
234 disbursed to pay the costs of the projects described in paragraph
235 (a) of this subsection. Promptly after the commission has
236 certified, by resolution duly adopted, that the projects described
237 in paragraph (a) of this subsection shall have been completed,
238 abandoned, or cannot be completed in a timely fashion, any amounts
239 remaining in such special fund shall be applied to pay debt
240 service on the bonds issued under this section, in accordance with
241 the proceedings authorizing the issuance of such bonds and as
242 directed by the commission.



243 (3) (a) The commission, at one time, or from time to time,
244 may declare by resolution the necessity for issuance of general
245 obligation bonds of the State of Mississippi to provide funds for
246 all costs incurred or to be incurred for the purposes described in
247 subsection (2) of this section. Upon the adoption of a resolution
248 by the Department of Finance and Administration, declaring the
249 necessity for the issuance of any part or all of the general
250 obligation bonds authorized by this subsection, the department
251 shall deliver a certified copy of its resolution or resolutions to
252 the commission. Upon receipt of such resolution, the commission,
253 in its discretion, may act as the issuing agent, prescribe the
254 form of the bonds, determine the appropriate method for sale of
255 the bonds, advertise for and accept bids or negotiate the sale of
256 the bonds, issue and sell the bonds so authorized to be sold and
257 do any and all other things necessary and advisable in connection
258 with the issuance and sale of such bonds. The total amount of
259 bonds issued under this section shall not exceed One Million Five
260 Hundred Thousand Dollars (\$1,500,000.00). No bonds shall be
261 issued under this section after July 1, 2022.

262 (b) Any investment earnings on amounts deposited into
263 the special fund created in subsection (2) of this section shall
264 be used to pay debt service on bonds issued under this section, in
265 accordance with the proceedings authorizing issuance of such
266 bonds.



267 (4) The principal of and interest on the bonds authorized
268 under this section shall be payable in the manner provided in this
269 subsection. Such bonds shall bear such date or dates, be in such
270 denomination or denominations, bear interest at such rate or rates
271 (not to exceed the limits set forth in Section 75-17-101,
272 Mississippi Code of 1972), be payable at such place or places
273 within or without the State of Mississippi, shall mature
274 absolutely at such time or times not to exceed twenty-five (25)
275 years from date of issue, be redeemable before maturity at such
276 time or times and upon such terms, with or without premium, shall
277 bear such registration privileges, and shall be substantially in
278 such form, all as shall be determined by resolution of the
279 commission.

280 (5) The bonds authorized by this section shall be signed by
281 the chairman of the commission, or by his facsimile signature, and
282 the official seal of the commission shall be affixed thereto,
283 attested by the secretary of the commission. The interest
284 coupons, if any, to be attached to such bonds may be executed by
285 the facsimile signatures of such officers. Whenever any such
286 bonds shall have been signed by the officials designated to sign
287 the bonds who were in office at the time of such signing but who
288 may have ceased to be such officers before the sale and delivery
289 of such bonds, or who may not have been in office on the date such
290 bonds may bear, the signatures of such officers upon such bonds
291 and coupons shall nevertheless be valid and sufficient for all



292 purposes and have the same effect as if the person so officially
293 signing such bonds had remained in office until their delivery to
294 the purchaser, or had been in office on the date such bonds may
295 bear. However, notwithstanding anything herein to the contrary,
296 such bonds may be issued as provided in the Registered Bond Act of
297 the State of Mississippi.

298 (6) All bonds and interest coupons issued under the
299 provisions of this section have all the qualities and incidents of
300 negotiable instruments under the provisions of the Uniform
301 Commercial Code, and in exercising the powers granted by this
302 section, the commission shall not be required to and need not
303 comply with the provisions of the Uniform Commercial Code.

304 (7) The commission shall act as issuing agent for the bonds
305 authorized under this section, prescribe the form of the bonds,
306 determine the appropriate method for sale of the bonds, advertise
307 for and accept bids or negotiate the sale of the bonds, issue and
308 sell the bonds so authorized to be sold, pay all fees and costs
309 incurred in such issuance and sale, and do any and all other
310 things necessary and advisable in connection with the issuance and
311 sale of such bonds. The commission is authorized and empowered to
312 pay the costs that are incident to the sale, issuance and delivery
313 of the bonds authorized under this section from the proceeds
314 derived from the sale of such bonds. The commission may sell such
315 bonds on sealed bids at public sale or may negotiate the sale of
316 the bonds for such price as it may determine to be for the best



interest of the State of Mississippi. All interest accruing on such bonds so issued shall be payable semiannually or annually.

If such bonds are sold by sealed bids at public sale, notice of the sale shall be published at least one (1) time, not less than ten (10) days before the date of sale, and shall be so published in one or more newspapers published or having a general circulation in the City of Jackson, Mississippi, selected by the commission.

The commission, when issuing any bonds under the authority of this section, may provide that bonds, at the option of the State of Mississippi, may be called in for payment and redemption at the call price named therein and accrued interest on such date or dates named therein.

(8) The bonds issued under the provisions of this section are general obligations of the State of Mississippi, and for the payment thereof the full faith and credit of the State of Mississippi is irrevocably pledged. If the funds appropriated by the Legislature are insufficient to pay the principal of and the interest on such bonds as they become due, then the deficiency shall be paid by the State Treasurer from any funds in the State Treasury not otherwise appropriated. All such bonds shall contain recitals on their faces substantially covering the provisions of this subsection.

(9) Upon the issuance and sale of bonds under the provisions of this section, the commission shall transfer the proceeds of any



such sale or sales to the special fund created in subsection (2) of this section. The proceeds of such bonds shall be disbursed solely upon the order of the Department of Finance and Administration under such restrictions, if any, as may be contained in the resolution providing for the issuance of the bonds.

(10) The bonds authorized under this section may be issued without any other proceedings or the happening of any other conditions or things other than those proceedings, conditions and things which are specified or required by this section. Any resolution providing for the issuance of bonds under the provisions of this section shall become effective immediately upon its adoption by the commission, and any such resolution may be adopted at any regular or special meeting of the commission by a majority of its members.

(11) The bonds authorized under the authority of this section may be validated in the Chancery Court of the First Judicial District of Hinds County, Mississippi, in the manner and with the force and effect provided by Chapter 13, Title 31, Mississippi Code of 1972, for the validation of county, municipal, school district and other bonds. The notice to taxpayers required by such statutes shall be published in a newspaper published or having a general circulation in the City of Jackson, Mississippi.

(12) Any holder of bonds issued under the provisions of this section or of any of the interest coupons pertaining thereto may,



367 either at law or in equity, by suit, action, mandamus or other
368 proceeding, protect and enforce any and all rights granted under
369 this section, or under such resolution, and may enforce and compel
370 performance of all duties required by this section to be
371 performed, in order to provide for the payment of bonds and
372 interest thereon.

373 (13) All bonds issued under the provisions of this section
374 shall be legal investments for trustees and other fiduciaries, and
375 for savings banks, trust companies and insurance companies
376 organized under the laws of the State of Mississippi, and such
377 bonds shall be legal securities which may be deposited with and
378 shall be received by all public officers and bodies of this state
379 and all municipalities and political subdivisions for the purpose
380 of securing the deposit of public funds.

381 (14) Bonds issued under the provisions of this section and
382 income therefrom shall be exempt from all taxation in the State of
383 Mississippi.

384 (15) The proceeds of the bonds issued under this section
385 shall be used solely for the purposes herein provided, including
386 the costs incident to the issuance and sale of such bonds.

387 (16) The State Treasurer is authorized, without further
388 process of law, to certify to the Department of Finance and
389 Administration the necessity for warrants, and the Department of
390 Finance and Administration is authorized and directed to issue
391 such warrants, in such amounts as may be necessary to pay when due



392 the principal of, premium, if any, and interest on, or the
393 accreted value of, all bonds issued under this section; and the
394 State Treasurer shall forward the necessary amount to the
395 designated place or places of payment of such bonds in ample time
396 to discharge such bonds, or the interest thereon, on the due dates
397 thereof.

398 (17) This section shall be deemed to be full and complete
399 authority for the exercise of the powers herein granted, but this
400 section shall not be deemed to repeal or to be in derogation of
401 any existing law of this state.

402 **SECTION 3.** This act shall take effect and be in force from
403 and after its passage.

