MISSISSIPPI LEGISLATURE

REGULAR SESSION 2023

By: Representative Ladner

To: Marine Resources

HOUSE BILL NO. 1281

1 AN ACT TO AMEND SECTION 49-15-27, MISSISSIPPI CODE OF 1972, 2 TO CLARIFY THE AUTHORITY OF THE MISSISSIPPI DEPARTMENT OF MARINE 3 RESOURCES TO LEASE BOTTOM LAND FOR OYSTER GROWING OR HARVESTING; TO REPEAL SECTION 49-15-40.1, MISSISSIPPI CODE OF 1972, WHICH 4 5 CREATED A PILOT PROGRAM UNDER THE MISSISSIPPI DEPARTMENT OF MARINE 6 RESOURCES FOR BOTTOM LAND LEASING FOR OYSTER PRODUCTION; TO AMEND 7 SECTION 49-15-36, MISSISSIPPI CODE OF 1972, TO CONFORM; AND FOR 8 RELATED PURPOSES.

9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
 10 SECTION 1. Section 49-15-27, Mississippi Code of 1972, is

11 amended as follows:

12 49-15-27. The department is hereby granted full and complete 13 authority to lease the bottoms within its jurisdiction upon the 14 following terms and conditions:

(1) All areas within the department's jurisdiction, not designated * * * <u>state-owned reefs</u> by this chapter, or hereinafter designated tonging reefs by the department * * *, and all areas not within the boundaries of riparian property owners may be leased by the department.

20 (2) All individual lessees shall be residents of the State
21 of Mississippi, or if a firm or corporation, such firm or

H. B. No. 1281 G3/5 23/HR26/R1111 PAGE 1 (ENK\KW) 22 corporation shall be organized under the laws of the State of 23 Mississippi.

No individual, corporation, partnership or association 24 (3) may lease less than one (1) acre nor more than * * * one thousand 25 26 (1,000) acres; however, in the case of an individual there shall 27 not be counted towards such limitation any lands leased by a corporation, partnership or association in which such individual 28 29 owns ten percent (10%) or less interest and, in the case of a 30 corporation, partnership or association, there shall not be counted toward such limitation any lands leased by an individual 31 32 stockholder, partner or associate thereof who owns ten percent 33 (10%) or less interest in such corporation, partnership or 34 association.

35 (4) Individuals, firms or corporations desiring to lease
36 bottoms shall make application to the department in writing,
37 describing the area to be leased.

(5) The department shall consider bottom leasing
applications in the order in which each is filed and may award,
within sixty (60) days, a lease to the area described in the
application upon payment of the rent in advance.

42 (6) Such leases shall be for a term of five (5) years, with 43 the right of lessee to renew the lease for an additional five (5) 44 years, and continue to renew at five-year intervals, at the same 45 ground rental rate so long as lessee actively cultivates and 46 gathers oysters, and complies with the provisions of this chapter.

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47 No lease may be transferred without approval by the department of 48 the transfer.

49 (7) The department shall fix a ground rental at not less
50 than * * <u>Two Dollars (\$2.00) and not more than Twenty Dollars</u>
51 (\$20.00) per acre.

52 (8) The department shall keep an accurate chart of the areas within its jurisdiction and shall mark on such chart those areas 53 54 which are under lease. All leases shall be marked by appropriate 55 poles, stakes or buoys of such material as will not injure 56 watercraft, at the expense of the leaseholder. The department 57 shall keep an accurate book, designated "Mississippi Oyster Farms" 58 which shall contain copies of all leases. If any lease be 59 cancelled or expire, such fact shall be noted on the face of such lease. Lessees shall be "oyster farmers" for the purposes of any 60 61 grants, aid, subsidies or other assistance from the federal 62 government or other governmental or private agencies.

(9) All funds derived from leasing shall be paid into the
Seafood Fund under Section 49-15-17, for use by the department to
further oyster production in this state, which includes plantings
of oysters and cultch materials.

(10) All leases made by the department under the authority of this section shall be subject to the paramount right of the state and any of its political subdivisions authorized by law, to promote and develop ports, harbors, channels, industrial or recreational projects, and all such leases shall contain a

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72 provision that in the event such authorized public body shall 73 require the area so leased or any part thereof for such public 74 purposes, that the lease shall be terminated on reasonable notice 75 fixed by the department in such lease. On the termination of any 76 lease, the lessees shall have the right to remove any oysters 77 within the leased area within such time as may be fixed by the department and in accordance with such reasonable rules and 78 79 regulations as the department may adopt.

80 Any person convicted of taking oysters from leased land or from waters that are not of a safe sanitary quality without a 81 82 permit as provided in Section 49-15-37 shall, on the first offense, forfeit all equipment used, exclusive of any boat or 83 84 boats; and be fined not to exceed Two Thousand Dollars (\$2,000.00) 85 or sentenced not to exceed one (1) year in the county jail, or both. Subsequent convictions shall be punishable by forfeiture of 86 87 all equipment, including any boat or boats; and a fine not to 88 exceed Five Thousand Dollars (\$5,000.00) or not to exceed two (2) years in prison, or both such fine and imprisonment. 89

90 The department is enjoined to cooperate with the Jackson 91 County Port Authority, the Harrison County Development Commission, 92 the municipal port commission and other port and harbor agencies, 93 so that oyster beds shall not be planted in close proximity to 94 navigable channels. The department or lessee shall have no right 95 of action as against any such public body for damages accruing to 96 any natural reef or leased reef by any necessary improvement of

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99 SECTION 2. Section 49-15-40.1, Mississippi Code of 1972, 100 which provides a pilot program under the Mississippi Department of 101 Marine Resources for bottom land leasing for oyster production, is 102 repealed.

103 SECTION 3. Section 49-15-36, Mississippi Code of 1972, is 104 amended as follows:

105 49-15-36. (1) The Department of Marine Resources shall have 106 full jurisdiction and control of all public and natural oyster 107 reefs and oyster bottoms of the State of Mississippi.

108 (2) Public reefs may be opened for harvest of oysters during 109 the season on a rotating basis. If the department determines that 110 a particular reef has been overharvested or that a high percentage 111 of sublegal size oysters exist on a particular reef and that 112 harvest could damage future oyster crops, the department may close 113 designated reef areas and keep them closed during the season.

114 The department shall promulgate regulations regarding (3) 115 the closing of oyster reefs to protect the public health. When 116 that testing indicates the oysters on the closed reef are suitable 117 for consumption, the reef shall be opened for the taking of oysters as soon as notice of that opening may be made to 118 119 interested parties. The authority to open or close oyster reefs under this chapter shall be solely within the discretion of the 120 121 department. The Gulf Coast Research Laboratory or other certified

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122 laboratory shall cooperate with the department and shall conduct 123 necessary tests to determine the condition of oyster reefs at the 124 request of the department. The department may limit the sale of 125 oysters for human consumption.

126 (4) The department may issue special permits for the (a) 127 purpose of catching oysters outside the open season or in areas 128 not normally open to harvest to those nonprofit organizations that are tax exempt under Section 501(c) of the United States Internal 129 130 Revenue Code and which have on file with the Department of Revenue 131 a tax exemption letter issued by the United States Internal 132 Revenue Service.

(b) The department shall promulgate rules and regulations governing the taking of oysters by the nonprofit organization and shall issue such regulations to all organizations upon request and at the issuance of the special permit.

(5) The department shall establish a reasonable period of time for depuration of oysters replanted from restricted waters. That period of time shall be consistent with the maintenance of the public health and may vary from time to time and from one reef to another in accordance with environmental conditions.

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143 **SECTION 4.** This act shall take effect and be in force from 144 and after July 1, 2023.

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