By: Senator(s) Tate

To: Highways and Transportation

## SENATE BILL NO. 2566

- AN ACT TO AMEND SECTION 61-3-19, MISSISSIPPI CODE OF 1972, TO REVISE THE DISPOSAL PROCEDURE OF AIRPORT TRASH; AND FOR RELATED PURPOSES.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 5 **SECTION 1.** Section 61-3-19, Mississippi Code of 1972, is
- 6 amended as follows:
- 7 61-3-19. (1) (a) Except as may be limited by the terms and
- 8 conditions of any grant, loan or agreement authorized by Section
- 9 61-3-25, an authority may, by sale, lease or otherwise, dispose of
- 10 any airport, air navigation facility or other property, real or
- 11 personal, or portion thereof or interest therein, acquired
- 12 pursuant to this chapter. If Section 29-1-1 is applicable to a
- 13 sale of real property, the sale shall comply with Section 29-1-1.
- 14 (b) If Section 29-1-1 is not applicable, the disposal
- 15 by sale, lease or otherwise, shall be in accordance with the
- 16 following procedure. The authority shall find and determine by
- 17 resolution duly and lawfully adopted and spread upon its minutes
- 18 that:

19	(	(i	) Th	ιe	property	is	no I	longer	needed	. for	aut!	horit	ΞУ
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- 20 purposes and is not to be used in the authority's operation;
- 21 (ii) There is no state agency, board, commission
- 22 or any governing authority within the state that has expressed a
- 23 need or use for the property and the federal government has not
- 24 expressed a need or use for the property; and
- 25 (iii) The use of the property for the purpose for
- 26 which it is to be sold, leased or otherwise disposed of will
- 27 promote and foster the development and improvement of the
- 28 authority or of the community in which it is located and the
- 29 civic, social, educational, cultural, moral, economic or
- 30 industrial welfare thereof.
- 31 (2) After making the determinations, the authority may sell,
- 32 lease or otherwise dispose of the property in accordance with
- 33 applicable law and by any of the following methods:
- 34 (a) The authority may sell, lease or otherwise dispose
- 35 of the property if the consideration is not less than the fair
- 36 market price for the property as determined by averaging the
- 37 appraisals of two (2) professional property appraisers selected by
- 38 the authority and approved by the purchaser or lessee. Appraisal
- 39 fees shall be shared equally by the authority and the purchaser or
- 40 lessee.
- 41 (b) The authority may sell, lease or otherwise dispose
- 42 of the property to the highest bidder after publishing at least
- 43 once each week for three (3) consecutive weeks in a public

- 44 newspaper published in the county in which the property is
- 45 located, or if no newspaper is published in the county, then in a
- 46 newspaper having general circulation therein, the authority's
- 47 intention to lease, sell or otherwise dispose of the property and
- 48 to accept sealed competitive bids for the sale, lease or disposal
- 49 of the property. The authority shall thereafter accept bids for
- 50 the sale, lease or disposal of the property and shall award the
- 51 sale, lease or disposal to the highest bidder.
- 52 (c) The authority may sell and dispose of personal
- 53 property at public sale for cash to the highest bidder after
- 54 publishing at least once each week for three (3) consecutive weeks
- 55 in a public newspaper published in the county in which the
- 56 property is located, or if no newspaper is published in the
- 57 county, then in a newspaper having general circulation therein,
- 58 the authority's intention to sell and dispose of the personal
- 59 property at public sale for cash. Any public sale for cash may be
- 60 conducted by or on behalf of the authority. At the public sale
- 61 for cash, the personal property shall be sold and disposed of to
- 62 the highest bidder.
- 63 (d) The authority may sell and dispose of personal
- 64 property by use of an internet web service available to the
- 65 public, including, but not limited to, an internet auction
- 66 website, for cash or irrevocable electronic transfer of funds, to
- 67 the highest bidder after publishing at least once each week for
- 68 three (3) consecutive weeks in a public newspaper published in the

69	county	in	which	the	property	is	located,	or	if	no	newspaper	i

- 70 published in the county, then in a newspaper having general
- 71 circulation therein, the following information:
- 72 (i) The authority's intention to sell and dispose
- 73 of the personal property through use of the internet web service;
- 74 (ii) The location on the internet website where
- 75 the personal property will be listed; and
- 76 (iii) The listing date and closing date of the
- 77 internet sale.
- 78 At the internet sale, the personal property shall be sold and
- 79 disposed of to the highest bidder; provided, all internet sales
- 80 shall comply with federal law. In the event that any internet
- 81 sale is not concluded for any reason, the authority may relist and
- 82 sell the personal property by use of the same internet web service
- 83 without the public notice set forth in this paragraph.
- Notwithstanding anything herein to the contrary, in the case
- 85 of a sale, lease or disposal of property to another authority, a
- 86 municipality or an agency of the state or federal government for
- 87 use and operation as a public airport, the sale, lease or other
- 88 disposal thereof may be effected in such manner and upon such
- 89 terms as the commissioners of the authority may deem to be in the
- 90 best interest of civil aviation.
- 91 (e) (i) The authority may sell or otherwise convey
- 92 real property thereof to an enterprise operating a project that
- 93 has been certified by the Mississippi Major Economic Impact

94	Authority as a project as defined in Section 57-75-5(f)(xxxi)1
95	provided that 1. the consideration for the property is not less
96	than its fair market value as determined by an appraisal performed
97	by a professional appraiser approved by the authority, or 2. the
98	authority receives in exchange for such real property one or more
99	other parcels of real property whose collective fair market value,
100	as determined by an appraisal performed by a professional
101	appraiser approved by the authority, is equal to or greater than
102	the fair market value, as determined by an appraisal performed by
103	a professional appraiser approved by the authority, of the
104	authority's property conveyed to the enterprise operating a
105	project that has been certified by the Mississippi Major Economic
106	Impact Authority as a project as defined in Section
107	57-75-5(f)(xxxi)1.
108	(ii) The authority may lease real property thereof
109	to an enterprise operating a project that has been certified by
110	the Mississippi Major Economic Impact Authority as a project as
111	defined in Section 57-75-5(f)(xxxi)1 for a term of up to
112	ninety-nine (99) years pursuant to a lease agreement between the
113	authority and the enterprise, which shall provide that the rental
114	consideration for the lease of the property is not less than the
115	fair market rent for the property as of the commencement of such
116	lease as determined by an appraisal performed by a professional

appraiser approved by the authority. Any such lease agreement

shall be binding, according to its terms, on future boards of

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119	commissioners	of	the	authority	for	the	duration	of	the	lease
120	agreement.									

- The authority may lease lands owned by the authority for 121 oil, gas and mineral exploration and development upon the terms 122 123 and conditions and for consideration as the authority shall deem 124 proper and advisable. However, no oil, gas or mineral lease shall 125 be for a primary term of more than ten (10) years and the lease or leases shall provide for annual rentals of not less than One 126 127 Dollar (\$1.00) per acre and shall provide for royalties of not less than three-sixteenths (3/16) of all oil, gas and other 128 129 minerals produced, including sulphur. All rentals, royalties or 130 other revenue payable under any lease executed under this section 131 shall be paid to and collected by the authority. The leases shall 132 specifically provide that, in no event, shall any such lease or the exercise of any rights thereunder, interfere with the use of 133 134 any airport or air navigational facilities for their intended 135 purposes.
- 136 (4) Notwithstanding any other provision herein to the 137 contrary, if the authority finds that the fair market value of the 138 property is zero and this finding is entered on the minutes of the 139 authority, then the governing authority may dispose of such 140 property in the manner it deems appropriate and in its best 141 interest. However, no official or employee of the governing authority shall derive any personal economic benefit from such 142 143 disposal.

SECTION 2. This act shall take effect and be in force from and after July 1, 2023.