To: Municipalities

By: Senator(s) Michel

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SENATE BILL NO. 2839

AN ACT TO AMEND SECTIONS 19-31-9, 19-31-11, 19-31-17, 19-31-19, 19-31-25, 19-31-39, AND 19-31-41, MISSISSIPPI CODE OF 2 3 1972, TO AUTHORIZE THE GOVERNING AUTHORITIES OF THE MUNICIPALITY 4 IN WHICH A PUBLIC IMPROVEMENT DISTRICT IS CONTAINED TO PERFORM THE 5 DUTIES AND EXERCISE THE POWERS OF THE BOARD OF THE DISTRICT IN 6 CERTAIN CIRCUMSTANCES; AND FOR RELATED PURPOSES. 7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 8 SECTION 1. It is the intent of the Mississippi Legislature 9 that, when the board of a public improvement district is unable or unwilling to perform its statutory duties or exercise its 10 11 statutory powers, the governing authorities of the municipality in 12 which the district is contained shall be authorized to perform 13 such duties or exercise such powers in the place of the board. SECTION 2. Section 19-31-9, Mississippi Code of 1972, is 14 amended as follows: 15 16 19-31-9. (1) The board of the district, or if necessary, the governing authorities of the municipality in which the 17 18 district is contained, shall exercise the powers granted to the district pursuant to this chapter. The board shall consist of 19 20 five (5) members as otherwise provided in this section. Each S. B. No. 2839 ~ OFFICIAL ~ G1/2

- 21 member shall hold office for an initial term of six (6) years and
- 22 until a successor is chosen and qualifies. The initial members of
- 23 the board shall be residents of the state, and at least one (1) of
- 24 the initial members shall be either a qualified voter within the
- 25 district or an individual resident of the area immediately
- 26 adjacent to the district. Upon appointment or election, the board
- 27 members shall elect a chair who shall conduct board meetings.
- 28 (2) (a) Beginning six (6) years after the initial
- 29 appointment of members, the position of each member whose term has
- 30 expired shall be filled by a qualified voter of the district,
- 31 elected by the qualified voters of the district. There shall be
- 32 an election of members every six (6) years from the date of the
- 33 ordinance establishing the district. The district manager shall
- 34 determine the date and time of the election, which election must
- 35 be held at least twenty (20) days before the anniversary date of
- 36 the ordinance establishing the district. If a contribution
- 37 agreement exists, then the governing body of the public entity
- 38 that is a party to the contribution agreement may appoint one (1)
- 39 of the five (5) members to the board of the district at the time
- 40 of the election in lieu of electing that member.
- 41 (b) Candidates must qualify in writing by submitting a
- 42 "Statement of Intent," as prescribed in this paragraph, to the
- 43 district manager thirty (30) days before the election. The
- 44 district manager shall prepare a ballot of all candidates

45	qualified to run for office twenty-eight (28) days before the										
46	election.										
47	Statement of Intent										
48	Candidate for (insert name of district) Public Improvement										
49	District										
50	I, (name of candidate as it will appear on the ballot),										
51	(mailing address, street address, city, state, zip code, telephone										
52	number of the candidate), certify that I am a qualified voter, as										
53	defined in Section 19-31-5, Mississippi Code of 1972, of the										
54	(insert name of public improvement district) Public Improvement										
55	District in the State of Mississippi; and I do hereby declare my										
56	candidacy for Board of the (insert name of public improvement										
57	district) Public Improvement District at the election to be held										
58	on (insert date of election).										
59											
60	(Signature of candidate) (Date)										
61	Received by										
62	(Signature) (Title) (Date)										
63	(c) Notice of the election shall be announced at a										
64	public meeting of the board at least ninety (90) days before the										
65	date of the election and shall be published once a week for two										
66	(2) consecutive weeks in a newspaper which is in general										
67	circulation in the area of the district, the last day of such										
68	publication to be not fewer than fourteen (14) days nor more than										
69	twenty-eight (28) days before the election. In addition, notice										

- 70 of the election shall be sent by United States first-class mail,
- 71 not fewer than fourteen (14) days before the election, to all
- 72 qualified voters at their last-known address as shown on the tax
- 73 rolls. Instructions on how all qualified voters may participate
- 74 in the election, along with sample proxies, shall be provided as
- 75 part of the notice required by this paragraph, and the location,
- 76 date and time of the election shall be included on all
- 77 instructions and notices.
- 78 (d) Each qualified voter shall be entitled to cast only
- 79 one (1) ballot to elect each of the board members, regardless of
- 80 the number of parcels owned by that voter within the district.
- 81 Parcels may not be aggregated for determining the number of
- 82 ballots allowed to be cast by a qualified voter. A list of
- 83 qualified voters in the form of a voter roll must be kept current
- 84 by the district manager and deemed final thirty (30) days before
- 85 the election.
- 86 (e) A qualified voter may vote in person or by proxy in
- 87 writing. A vote cast by proxy must be submitted at or within
- 88 fourteen (14) days before the election and must be submitted in
- 89 the form prescribed in this section. Each proxy must be signed
- 90 by the qualified voter for which the vote is cast and must contain
- 91 the typed or printed name of the individual who signed the proxy
- 92 and the street address, legal description of the property or the
- 93 property's tax parcel identification number. The signature on a

94	proxy need not be notarized. All votes cast by proxy must be
95	reflected in the voter roll.
96	Proxy for Election
97	(Insert name of district) Public Improvement District
98	I,, (name of qualified voter);
99	(street address);
100	(legal description);
101	(tax parcel identification number)
102	[NOTE: To be considered, this proxy must contain at least one (1)
103	of either: the street address; legal description; or tax parcel
104	identification number.]
105	1. Do constitute and appoint
106	(name), attorney and agent for me, and in my
107	name, place and stead, to vote as my proxy for the election of
108	members of the Board of Directors of the (name of district) Public
109	Improvement District on (insert date), at the (insert voting
110	location/facility name with street address); OR (only choose one)
111	2. Do hereby cast my vote for:
112	[print or type name of
113	person being voted for - PLEASE NOTE THAT YOUR VOTE MUST BE FOR A
114	QUALIFIED VOTER (AS DEFINED IN MISSISSIPPI CODE SECTION 19-31-5)
115	OF THE DISTRICT. A QUALIFIED VOTER MEANS ANY LANDOWNER OF THE
116	DISTRICT WHO IS AT LEAST EIGHTEEN (18) YEARS OF AGE OR AN
117	AUTHORIZED REPRESENTATIVE OF THE LANDOWNER WHO IS ALSO AT LEAST
118	EIGHTEEN (18) YEARS OF AGE.] to be elected as a member of the

119	Board	of	Directors	of	the	(name	of	district)	Public	Improvement

- 120 District for a term beginning (date of term) and ending six (6)
- 121 years from that date or until a successor is chosen.
- I understand that I have the right to revoke this proxy at
- 123 any time before the election. I understand that I have the right
- 124 to be present in person at the election.

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I have executed this proxy on (insert date).

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127 (Printed Name of Qualified Voter)

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(Signature of Qualified Voter)

- 130 (f) A qualified voter may cast only one (1) vote for 131 each of the five (5) board member positions. When a qualified 132 voter casts a vote for the same person more than once, only one 133 (1) of the votes cast for that person will be counted. 134 qualified voter casts more votes to elect board members than he or 135 she is entitled to cast, all votes are invalid, and the qualified 136 voter is deemed to have voted for none of them. When a qualified 137 voter casts fewer votes to elect board members than he or she is
- entitled to cast, all votes cast by the qualified voter must be counted, but no votes shall be counted more than once.
 - (g) If a board member dies, resigns or otherwise is prevented from serving as a board member, the board of the district shall appoint a member to fill the remainder of the board member's term. If no qualified voter is willing to serve on the

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- board of the district, the governing body that established the district shall appoint members as necessary to fill any vacancy for the remainder of the term.
- 147 (3) Members of the board shall be known as directors and,

 148 upon entering into office, shall take an oath of office. They

 149 shall hold office for the terms for which they were elected or

 150 appointed and until their successors are chosen and qualified. If

 151 during the term of office, a vacancy occurs, the remaining members

 152 of the board shall fill the vacancy by an appointment for the

 153 remainder of the unexpired term.
- 154 A majority of the members of the board constitutes a 155 quorum for the purposes of conducting its business and exercising 156 its powers and for all other purposes. Action taken by the 157 district shall be upon a vote of a majority of the members present 158 unless general law or a rule of the district requires a greater 159 If a quorum cannot be obtained in a board meeting, the 160 governing body that established the district shall appoint members as necessary to replace any board member missing three (3) 161 162 consecutive meetings.
- (5) As soon as practicable after each election or
 appointment, the board shall organize by electing one (1) of its
 members as chair and by electing a secretary, who need not be a
 member of the board, and such other officers as the board may deem
 necessary.

168	(6)	The board	shall kee	o a permane	nt minute	book in	n which
169	shall be i	recorded mi	nutes of	all meeting	s, resolu	tions,	
170	ordinances	s, proceedi	ngs and a	ll corporat	e acts.		

- (7) Members of the board may receive per diem compensation
 for services in an amount as provided under Section 25-3-69, and
 shall be entitled to expenses necessarily incurred in the
 discharge of their duties in accordance with Section 25-3-41. Any
 payments for compensation and expenses shall be paid from funds of
 the district.
- SECTION 3. Section 19-31-11, Mississippi Code of 1972, is amended as follows:
- 179 The board, or if necessary, the governing 19-31-11. (1)180 authorities of the municipality in which the district is 181 contained, shall employ and fix the compensation of a district 182 manager. The district manager shall have charge and supervision 183 of the works of the district and shall be responsible for (a) 184 preserving and maintaining any improvement or facility constructed or erected pursuant to the provisions of this chapter, (b) 185 186 maintaining and operating the equipment owned by the district, and 187 (c) for performing such other duties as may be prescribed by the 188 The district manager may hire or otherwise employ and 189 terminate the employment of such other persons including, without 190 limitation, professional, supervisory and clerical employees, as 191 may be necessary as authorized by the board. The compensation and other conditions of employment of the officers and employees of 192

- the district shall be as provided by the board. The district manager, a board member or district employee may be a stockholder, officer or employee of a landowner.
- 196 (2) The board, or if necessary, the governing authorities of 197 the municipality in which the district is contained, shall 198 designate a person who is a resident of the state as treasurer of 199 the district, who shall have charge of the funds of the district. 200 Such funds shall be disbursed only upon the order or pursuant to 201 the resolution of the board or municipality by warrant or check 202 countersigned by the treasurer and by such other person as may be 203 authorized by the board. The board or municipality may give the 204 treasurer such other or additional powers and duties as the board 205 may deem appropriate and may fix his or her compensation. 206 board or municipality may require the treasurer to give a bond in 207 such amount on such terms, and with such sureties as may be deemed 208 satisfactory to the board to secure the performance by the 209 treasurer of his or her powers and duties. The financial records of the district shall be audited by an independent certified 210 211 public accountant at least once a year.
- 212 (3) The board <u>or municipality</u> may select as a depository for 213 its funds any qualified public depository as provided for under 214 Sections 27-105-301 through 27-105-371.
- 215 **SECTION 4.** Section 19-31-17, Mississippi Code of 1972, is 216 amended as follows:

217	19-31	L-17.	<u>(1)</u>	The	district	shall	have,	and	the	board	may
218	exercise,	the	power:								

- 219 (a) To sue and be sued in the name of the district.
- 220 (b) To adopt and use a seal and authorize the use of a 221 facsimile thereof.
- 222 (c) To acquire, by purchase, gift, devise or otherwise, 223 and to dispose of, real and personal property.
- 224 (d) To dedicate, donate or convey in any manner, real 225 and personal property under such terms and conditions as may be 226 agreed upon, to:
- 227 (i) Nonprofit entities that have been issued a 228 certificate of public convenience and necessity by the Public 229 Service Commission; or
- (ii) Governmental entities.
- (e) To make and execute contracts and other instruments necessary or convenient to the exercise of its powers.
- 233 (f) To contract for the services of consultants to 234 perform planning, engineering, financial, legal, or other 235 appropriate services of a professional nature.
- 236 (g) To borrow money and accept gifts; to apply for and
 237 use grants or loans of money or other property from the United
 238 States, the state, a unit of local government or any person or any
 239 organization for any district purposes and enter into agreements
 240 required in connection therewith; and to hold, use and dispose of
 241 such monies or property for any district purposes in accordance

242	with	the	terms	of	the	gift,	grant,	loan	or	agreement	relating

- 244 (h) To adopt bylaws prescribing the powers, duties and 245 functions of the officers of the district, the conduct of the
- 246 business of the district and the maintenance of records.
- 247 (i) To maintain an office at such place or places as it
- 248 may designate within a county in which the district is located,
- 249 which office must be reasonably accessible to the landowners.
- 250 Meetings shall be held at such office or such other location as
- 251 may be designated by the board.
- 252 (j) To hold, control and acquire by donation, or
- 253 purchase or dispose of, any public servitudes or dedications to
- 254 public use and to make use of such servitudes or dedications for
- 255 any of the purposes authorized by this chapter.
- (k) To lease as lessor or lessee to or from any person,
- 257 firm, corporation, association, or body public or private, any
- 258 projects of the type that the district is authorized to undertake
- 259 and facilities or property of any nature for the use of the
- 260 district to carry out any of the purposes authorized by this
- 261 chapter.

thereto.

- 262 (1) To borrow money and issue bonds, certificates,
- 263 warrants, notes or other evidence of indebtedness as provided in
- 264 this chapter; to levy such special assessments as may be
- 265 authorized; and to charge, collect and enforce fees and other user
- 266 charges.

267	(m) To acquire property within the boundaries of the
268	district for public use through condemnation, exercised pursuant
269	to Sections 11-27-1 through 11-27-51, subject to the approval of
270	the governing body of the county and/or the municipality that
271	enacted the ordinance establishing the district.

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- To raise, by user charges or fees authorized by resolution of the board, amounts of money which are necessary for the conduct of the district activities and services; to finance projects and to pledge user charges and fees for the payment of any bond or other indebtedness of the district; and to enforce the receipt and collection of user charges and fees in the manner prescribed by resolution not inconsistent with law.
- 279 To cooperate, contract, or enter into contribution 280 agreements with other governmental agencies, including the 281 governing bodies of counties and/or municipalities, as may be 282 necessary, convenient, incidental or proper in connection with any 283 of the powers, duties or purposes authorized by this chapter.
- 284 To determine, order, levy, impose, collect and (p) 285 enforce special assessments pursuant to this chapter.
- 286 To enter into interlocal cooperative agreements (q) 287 pursuant to Sections 17-13-1 through 17-13-17.
- 288 To covenant with the holders of assessment bonds or 289 other obligations that it will diligently and faithfully enforce 290 and collect all the special assessments, charges and fees, and 291 interest and penalties thereon.

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292	(s)	To exerci	se all	of the	powers	necessary	and	proper
293	in connection	with any o	f the p	powers,	duties	or purpose	es	
294	authorized by	this chapt	er.					

- (2) In the event that the board is unable or unwilling to perform its duties or exercise its powers under this chapter, the governing authorities of the municipality in which the district is contained shall be authorized to exercise all of the powers enumerated in subsection (1)(a) through (s) of this section in addition to all of the powers necessary and proper in connection with any of the powers, duties or purposes authorized by this chapter.
- **SECTION 5.** Section 19-31-19, Mississippi Code of 1972, is 304 amended as follows:
 - 19-31-19. The district shall have, and the board, or if necessary, the governing authorities of the municipality in which the district is contained, may exercise, any or all of the special powers relating to public improvements and community facilities authorized by this chapter. The district or municipality shall have the power to finance, fund, establish, acquire, construct or reconstruct, enlarge or extend, equip, operate and maintain systems, facilities, projects and basic infrastructures that are within the district, or which benefit or serve the district, for the following:

315	(a)	Water	managen	nent	and	cor	ntrol	for	the	lands	with	nin
316	the district ar	nd conr	nection	of	some	or	any	of s	such	facili	ties	with
317	roads and bride	ges;										

- 318 (b) Water supply, sewer and wastewater management, 319 reclamation and reuse, or any combination thereof;
- 320 (c) Bridges or culverts that may be needed across any 321 drain, ditch, canal, floodway, holding basin, excavation, public 322 highway, tract, grade, fill or cut and roadways over levees and 323 embankments:
- 324 (d) District roads equal to or exceeding the
 325 specifications of the county in which such district roads are
 326 located, including street lights and the location of underground
 327 utilities;
- 328 (e) Parks and facilities for indoor and outdoor
 329 recreational, cultural and educational uses, and other tourism
 330 related infrastructure and facilities;
- 331 (f) Fire prevention and control, including fire 332 stations, water mains and plugs, fire trucks, and other vehicles 333 and equipment;
- 334 (g) Security, except that the district may not exercise 335 any police power, but may contract with the appropriate local 336 governmental agencies for an increased level of such services 337 within the district boundaries;
- 338 (h) Waste collection and disposal;
- 339 (i) Systems, as defined in Section 21-27-11(b); and

340	(j) Projects, as defined in this chapter.
341	SECTION 6. Section 19-31-25, Mississippi Code of 1972, is
342	amended as follows:
343	19-31-25. Any pledge made by the district or the governing
344	authorities of the municipality in which the district is
345	contained, when such governing authority is acting in the place of
346	the district, shall be valid and binding from time to time when
347	the pledge is made without the need for physical delivery of any
348	pledged property. The money, assets or revenues of the district
349	so pledged and thereafter received by the district shall be
350	immediately subject to the lien of such pledge and shall be valid
351	and binding as against all parties having claims of any kind in
352	tort, contract or otherwise against the district, irrespective of
353	whether such parties have notice thereof. Neither the resolution
354	nor any other instrument by which a pledge is created need be
355	recorded or filed in order to establish and perfect a lien or
356	security interest in the property so pledged by the district.
357	SECTION 7. Section 19-31-39, Mississippi Code of 1972, is
358	amended as follows:
359	19-31-39. (1) The district, or if necessary, the governing
360	authorities of the municipality in which the district is
361	<pre>contained, may prescribe, fix, establish and collect rates, fees,</pre>
362	rentals or other charges for the facilities and services furnished
363	by the district, within the limits of the district, including, but
364	not limited to, recreational facilities, water management and

365	control	facilities	and	water	and	sewer	systems.	The	district	may

366 also recover the costs of making connection with any district

367 facility or system and provide for reasonable penalties against

368 any user or property for any such rates, fees, rentals or other

369 charges that are delinquent.

370 (2) No such rates, fees, rentals or other charges for any of

371 the facilities or services of the district may be fixed until

372 after a public hearing at which all the users of the proposed

373 facility or services shall have an opportunity to be heard

374 concerning the proposed rates, fees, rentals or other charges.

375 Notice of such public hearing setting forth the proposed schedule

376 of rates, fees, rentals and other charges shall be published in a

377 newspaper having general circulation in each county where the

378 district is located once at least ten (10) days before such public

379 hearing.

380 **SECTION 8.** Section 19-31-41, Mississippi Code of 1972, is

381 amended as follows:

382 19-31-41. The district, or if necessary, the governing

383 authorities of the municipality in which the district is

384 contained, shall provide by ordinance with respect to nonpayment,

385 delinquency charges and discontinuance of service for water and

386 sewer services provided by the district.

387 **SECTION 9.** This act shall take effect and be in force from

388 and after July 1, 2023.