To: Ways and Means

By: Representative Roberson

HOUSE BILL NO. 1230

1 AN ACT TO AMEND SECTION 37-7-104.3, MISSISSIPPI CODE OF 1972, 2 TO EXTEND THE BONDING AUTHORITY OF THE SCHOOL BOARD FOR THE STARKVILLE-OKTIBBEHA CONSOLIDATED SCHOOL DISTRICT UNTIL JULY 1, 3 2027; AND FOR RELATED PURPOSES. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 5 SECTION 1. Section 37-7-104.3, Mississippi Code of 1972, is 6 7 amended as follows: 37-7-104.3. (1) In Oktibbeha County, Mississippi, in which 8 9 are located, as of January 1, 2013, two (2) school districts, 10 there shall be an administrative consolidation of all of those school districts in the county into one (1) new countywide 11 municipal separate school district to be designated as 12 Starkville-Oktibbeha Consolidated School District which shall 13 14 consist of the territory of the former Oktibbeha County School District and the Starkville School District, effective on July 1, 15 2015. Until June 30, 2015, preceding the effective date of the 16 17 required administrative consolidation of school districts in the county, the Oktibbeha County School District shall remain in 18 19 conservatorship, under the authority and control of the

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- 20 Mississippi Recovery School District of the State Department of
- 21 Education. At such time that the administrative consolidation
- 22 becomes effective, the central administrative office of the
- 23 Starkville-Oktibbeha Consolidated School District shall be located
- 24 in Starkville, Mississippi.
- 25 (2) (a) On or before July 1, 2014, the State Board of
- 26 Education shall serve the local school board of the Starkville
- 27 School District with notice and instructions regarding the
- 28 timetable for action to be taken to comply with the administrative
- 29 consolidation required in this section.
- 30 (b) In the new consolidated school district there shall
- 31 be a countywide municipal separate school district board of
- 32 trustees, which shall consist of the existing members of the Board
- 33 of Trustees of the Starkville School District. However, upon the
- 34 first occurrence of a vacancy on the board as a result of an
- 35 expired term of an appointed board member, that vacancy shall
- 36 become an elected position and shall be filled by the election of
- 37 a board member as follows: the 2016 expiring term board member
- 38 shall remain in office until January 1, 2017. In November 2016,
- 39 an election will be held for a board member who resides outside of
- 40 the incorporated municipal limits in the manner prescribed in
- 41 Section 37-7-203, and the elected board member will take office
- 42 for a five-year term beginning January 1, 2017. Subsequent board
- 43 members shall be selected in the manner prescribed in Section
- 44 37-7-203. The Board of Supervisors of Oktibbeha County shall

- 45 publish notice of the school board elections in some newspaper of
- 46 general circulation in the county for at least three (3)
- 47 consecutive weeks.
- 48 (c) Any school district affected by the required
- 49 administrative consolidation in the county that does not
- 50 voluntarily consolidate as ordered by the State Board of Education
- 51 shall be administratively consolidated by the State Board of
- 52 Education, to be effective immediately upon action of the State
- 53 Board of Education. The State Board of Education shall promptly
- 54 move on its own motion to administratively consolidate a school
- 55 district which does not voluntarily consolidate in order to enable
- 56 the affected school districts to reasonably accomplish the
- 57 resulting administrative consolidation into one (1) consolidated
- 58 school district by July 1 following the motion to consolidate.
- 59 The affected school districts shall comply with any consolidation
- 60 order issued by the State Board of Education.
- 61 (3) On July 1, 2015, following the motion of the State Board
- 62 of Education to consolidate school districts in Oktibbeha County,
- 63 the Oktibbeha County School District shall be abolished. All real
- 64 and personal property which is owned or titled in the name of the
- 65 school district located in such former school district shall be
- 66 transferred to the Starkville-Oktibbeha Consolidated School
- 67 District as of July 1, 2015. The Conservator of the Oktibbeha
- 68 County School District is authorized and directed to execute and
- 69 record all documents and conveyances necessary to convey title to

70 all real and personal property of the Oktibbeha County School 71 District to the Starkville-Oktibbeha Consolidated School District. 72 The conservator is further authorized and directed to sign all 73 documents and to take all actions necessary to assign contracts 74 and other property, contract rights and obligations of the 75 Oktibbeha County School District to the Starkville-Oktibbeha 76 Consolidated School District. The Board of Trustees of the 77 Starkville School District shall be responsible for establishing 78 the contracts for operations, teachers, principals, clerical and 79 administrative staff personnel for the 2015-2016 school year prior 80 to July 1, 2015, and shall consult with the conservator for the establishment of contracts for teachers, principals, clerical and 81 82 administrative staff personnel located in the former Oktibbeha 83 County School District for the 2015-2016 school year. In order to prepare for the efficient staffing of the Starkville-Oktibbeha 84 85 Consolidated School District, the Conservator of the Oktibbeha 86 County School District and the Superintendent of the Starkville 87 School District shall have full authority to nonrenew the 88 employment contract of any teacher, principal, clerical or 89 administrative staff located within their respective school 90 districts for the 2015-2016 school year. The superintendent and 91 assistant superintendent(s) of schools of the former Starkville School District shall continue to serve in like administrative 92 93 capacities of the Starkville-Oktibbeha Consolidated School District, but in no instance shall the administrative leadership 94

95	of the Starkville-Oktibbeha Consolidated School District exceed							
96	three (3) assistant superintendents to be appointed by the							
97	superintendent of the former Starkville School District. No							
98	superintendent serving in the former Oktibbeha County School							
99	District shall be eligible for appointment as a superintendent or							
100	assistant superintendent in the Starkville-Oktibbeha Consolidated							
101	School District. Likewise, no trustee serving in the former							
102	Oktibbeha County School District shall be eligible for election to							
103	the new Board of Trustees of the Starkville-Oktibbeha Consolidated							
104	School District. It shall be the responsibility of the board of							
105	trustees to prepare and approve the budget of the respective new							
106	reorganized district, and the board of trustees may use staff from							
107	the former school district to prepare the budget. Any transfer of							
108	the assets, real or personal property of the Oktibbeha County							
109	School District mandated by this section shall be final and							
110	conclusive for the purposes of the transfer of property required							
111	by this section to effectuate the administrative consolidation.							
112	(4) Nothing in this section shall be construed to require							
113	the closing of any school or school facility, unless the facility							
114	is an unneeded administrative office located within a school							
115	district which has been abolished under the provisions of this							
116	section. All administrative consolidations under this section							
117	shall be accomplished so as not to delay or in any manner							
118	negatively affect the desegregation of another school district in							
119	the county pursuant to court order.							

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120	(5) The State Board of Education shall promulgate rules and
121	regulations to facilitate the administrative consolidation of the
122	school districts in Oktibbeha County pursuant to the requirements
123	of this section. Beginning with the insurance cafeteria plan year
124	of November 1, 2014, the consolidated districts shall fall under
125	all insurance plans and policies elected by the Starkville Public
126	School District, including the group term life insurance described
127	in Section 25-15-9(7).

- 128 (6) For the initial three (3) years following the
 129 administrative consolidation required by this section, the State
 130 Department of Education shall grant a waiver of accountability and
 131 state assessment requirements to the Starkville-Oktibbeha
 132 Consolidated School District, subject to the approval of the State
 133 Board of Education.
- 134 (7) As soon as practicable after March 31, 2015, the 135 Conservator of the Oktibbeha County School District shall initiate 136 the issuance of notes or certificates of indebtedness of the Oktibbeha County School District for the purpose of purchasing 137 138 school buses, textbooks, computers and software and other 139 equipment and fixtures for school facilities, and for any purposes 140 enumerated in Section 37-59-3, Mississippi Code of 1972, and 141 making repairs, alterations, utility upgrades and additions to two 142 (2) elementary school buildings located in the Oktibbeha County 143 School District in order to meet the same physical and educational standards as the elementary school buildings in Starkville, and to 144

145	contribute funds to the Starkville School District for Capital
146	improvements to accommodate county school district students and
147	increase capacity for the consolidation. The contribution of such
148	funds to the Starkville School District is hereby authorized.
149	Said notes or certificates of indebtedness shall be issued under
150	the authority of Sections 37-59-101 through 37-59-115, Mississippi
151	Code of 1972, including all notice requirements, however, the
152	resolution as to the necessity for the issuance of the notes and
153	the execution of the documents shall be made by the Conservator of
154	the Oktibbeha County School District. The term of any notes or
155	certificates of indebtedness issued under this section may not
156	exceed the useful life of the financed project as determined
157	according to the upper limit of useful life and depreciation
158	guidelines established under the United States Internal Revenue
159	Code and regulations. The levying authority for the Oktibbeha
160	County School District, and after July 1, 2015, the levying
161	authority for the Starkville-Oktibbeha Consolidated School
162	District, shall annually levy a special tax on all taxable
163	property of the former Oktibbeha County School District, and after
164	July 1, 2015, on all taxable property of the Starkville-Oktibbeha
165	Consolidated School District, in an amount sufficient to pay the
166	principal of and interest on such negotiable notes or certificates
167	of indebtedness as the same shall respectively mature and accrue.
168	Said tax shall be levied as provided in Section 37-59-107,
169	Mississippi Code of 1972, except that the levy shall not exceed

- three (3) mills on the dollar for the payment of all notes that are subject to the levy under Section 37-59-107. Any notes or
- 172 certificates of indebtedness issued pursuant to this subsection
- 173 (7) shall become indebtedness of the new Starkville-Oktibbeha
- 174 Consolidated School District from and after July 1, 2015, and the
- 175 mandatory special ad valorem tax levied to pay the notes or
- 176 certificates of indebtedness by the levying authority pursuant to
- 177 Section 37-59-107, Mississippi Code of 1972, shall be levied upon
- 178 all of the taxable property within the Starkville-Oktibbeha
- 179 Consolidated School District.
- 180 (8) For a period beginning July 1, 2014, and ending June 30,
- 181 2015, the Conservator of the Oktibbeha County School District
- 182 shall issue negotiable bonds of the Oktibbeha County School
- 183 District for the purpose of purchasing school buses, textbooks,
- 184 computers and software and other equipment and fixtures for school
- 185 facilities, and making repairs, alterations and additions and
- 186 utility upgrades, and for any purposes allowed by Section 37-59-3,
- 187 Mississippi Code of 1972, to school facilities in the Oktibbeha
- 188 County School District and in the Starkville School District to
- 189 accommodate students in the former Oktibbeha County School
- 190 District who will be attending school in the new
- 191 Starkville-Oktibbeha Consolidated School District and the
- 192 increased capacity needs under the consolidation. Said bonds
- 193 shall be issued under the authority of Sections 37-59-1 through
- 194 37-59-45, however, any resolutions as to the necessity for the

195	issuance of any bonds and execution of the documents may be made
196	periodically by the Conservator of the Oktibbeha County School
197	District. Provided further, that the conservator shall publish
198	each resolution of necessity and intent to issue any bonds once
199	each week for at least three (3) consecutive weeks in a newspaper
200	having general circulation in the Oktibbeha County School
201	District, with the first publication thereof to be made not less
202	than fifteen (15) days prior to the date upon which the
203	conservator is to take final action upon the question of
204	authorizing the issuance of said bonds. If no petition requesting
205	an election is filed prior to the date and time of the meeting at
206	which the conservator is to take final action on the issuance of
207	said bonds, then the conservator shall authorize the issuance of
208	the bonds. If at any time prior to the date and time of the
209	meeting at which the conservator is to take final action upon the
210	question of issuing such bonds a petition signed by not less than
211	twenty percent (20%) of the qualified electors of the Oktibbeha
212	County School District shall be filed with the Conservator of the
213	Oktibbeha County School District requesting that an election be
214	called on the question of issuing the bonds, then the conservator
215	shall either rescind the applicable resolution of intent or adopt
216	a resolution calling an election to be held within the territory
217	of the Oktibbeha County School District upon such question. The
218	election shall be called and held, and notice thereof shall be
219	given, in the same manner for elections upon the question of bond

- issues under Sections 37-59-11, 37-59-13, 37-59-15 and 37-59-17, 220 221 and the results thereof shall be certified by the Oktibbeha County 222 Election Commission to the Conservator of the Oktibbeha County 223 School District. If three-fifths (3/5) of the qualified electors 224 of the Oktibbeha County School District who voted in such election 225 vote in favor of the issuance of such bonds, then the conservator 226 shall authorize the Oktibbeha County School District to issue such 227 bonds. Notwithstanding any provision to the contrary, the 228 Oktibbeha County School District may issue bonds pursuant to this subsection (8) in an amount which, when added to all of the 229 Oktibbeha County School District's then outstanding bonded 230 231 indebtedness, shall not result in the imposition on any of the 232 property in said district of an indebtedness for school purposes 233 of more than twenty percent (20%) of the assessed value of the 234 taxable property within said district, according to the then last 235 completed assessment for taxation. Any bonds issued pursuant to 236 this subsection (8) shall become indebtedness of the new 237 Starkville-Oktibbeha Consolidated School District from and after 238 July 1, 2015, and the mandatory special ad valorem tax to be 239 levied by the levying authority pursuant to Section 37-59-23, 240 Mississippi Code of 1972, to pay the bonds shall be levied upon 241 all taxable property within the Starkville-Oktibbeha Consolidated
- 243 (9) For a period beginning July 1, 2015, and ending July 1, 244 * * *2027, the new Starkville-Oktibbeha Consolidated School

School District.

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245	District Board of Trustees may periodically issue negotiable bonds							
246	in one or more series of the Starkville-Oktibbeha Consolidated							
247	School District for the purpose of purchasing school buses,							
248	textbooks, computers and software and other equipment and fixtures							
249	for school facilities and for any purposes enumerated in Section							
250	37-59-3, Mississippi Code of 1972. The term of any such bonds may							
251	not exceed the useful life of the financed project as determined							
252	according to the upper limit of useful life and depreciation							
253	guidelines established under the United States Internal Revenue							
254	Code and regulations. Said bonds shall be issued under the							
255	authority of Sections 37-59-1 through 37-59-45, including all							
256	notice and publication requirements, however, the necessity for							
257	the issuance of the bonds shall be made pursuant to a reverse							
258	referendum procedure to be followed by the Starkville-Oktibbeha							
259	Consolidated School District Board of Trustees as follows: the							
260	board of trustees shall publish each resolution of necessity and							
261	intent to issue bonds once each week for at least three (3)							
262	consecutive weeks in a newspaper having general circulation in the							
263	Starkville-Oktibbeha Consolidated School District, with the first							
264	publication thereof to be made not less than fifteen (15) days							
265	prior to the date on which the board of trustees is to take final							
266	action authorizing the issuance of the bonds. If no petition							
267	requesting an election is filed prior to the date and time of the							
268	meeting at which the board of trustees is to take final action on							
269	the issuance of the bonds, the board of trustees shall authorize							

2/0	the issuance of the bonds. If at any time prior to the date and
271	time of the meeting at which the board of trustees is to take
272	final action authorizing the issuance of the bonds a petition
273	signed by not less than twenty percent (20%) of the qualified
274	electors of the Starkville-Oktibbeha Consolidated School District
275	shall be filed with the Board of Trustees of the
276	Starkville-Oktibbeha Consolidated School District requesting that
277	an election be called on the question of issuing the bonds, then
278	the board of trustees shall, not later than its next regular
279	meeting, adopt a resolution calling an election to be held within
280	the Starkville-Oktibbeha Consolidated School District upon such
281	question. The election shall be called and held, and notice
282	thereof shall be given, in the same manner for elections upon the
283	question of bond issues under Sections 37-59-11, 37-59-13,
284	37-59-15 and $37-59-17$, and the results thereof shall be certified
285	to the Starkville-Oktibbeha Consolidated School District Board of
286	Trustees, as the case may be. If three-fifths $(3/5)$ of the
287	qualified electors of the Starkville-Oktibbeha Consolidated School
288	District who voted in such election vote in favor of the issuance
289	of such bonds, then the board of trustees shall issue such bonds.
290	Notwithstanding any provision to the contrary, the
291	Starkville-Oktibbeha Consolidated School District may issue bonds
292	pursuant to this subsection (9) in an amount which, when added to
293	all of the Starkville-Oktibbeha Consolidated School District's
294	then outstanding bonded indebtedness, shall not result in the

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295	imposition on any of the property in said district of an
296	indebtedness for school purposes of more than twenty percent (20%)
297	of the assessed value of the taxable property within said
298	district, according to the then last completed assessment for
299	taxation. Any bonds issued pursuant to this subsection (9) shall
300	be indebtedness of the new Starkville-Oktibbeha Consolidated
301	School District. The mandatory special ad valorem tax to be
302	levied by the levying authority pursuant to Section 37-59-23,
303	Mississippi Code of 1972, shall be levied on all taxable property
304	of the Starkville-Oktibbeha Consolidated School District.
305	(10) Notwithstanding any law or any provision of any law to
306	the contrary, from and after July 1, 2015, all outstanding debt of
307	the former Oktibbeha County School District and the former
308	Starkville School District shall be assumed by and become the debt
309	of the new Starkville-Oktibbeha Consolidated School District. Any
310	debt assumed by the Starkville-Oktibbeha Consolidated School
311	District secured by a special ad valorem tax shall become secured
312	by and payable from a mandatory, special ad valorem tax which
313	shall be levied on all taxable property in the
314	Starkville-Oktibbeha Consolidated School District by the levying
315	authority of the Starkville-Oktibbeha Consolidated School
316	District. All debt secured by a pledge by either district of its
317	education enhancement funds pursuant to Section 37-61-33,
318	Mississippi Code of 1972, or by a pledge of its Mississippi
319	Adequate Education Program funds will continue to be secured by

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321 Starkville-Oktibbeha Consolidated School District as of July 1,

322 2015. It is the intent of the Legislature that any such pledges

323 will remain in effect and that the pledged funds will be available

324 to the Starkville-Oktibbeha Consolidated School District to pay

325 its debt to which the funds are pledged.

326 (11) It shall be the responsibility of the Board of 327 Supervisors of Oktibbeha County to provide office, furnishing and 328 utilities for the administrative Office of the Superintendent of

329 the Starkville-Oktibbeha Consolidated School District.

330 (12) The new Starkville-Oktibbeha Consolidated School

District is authorized and encouraged to develop a partnership

332 with Mississippi State University to create a model rural

333 education school to serve all sixth- and seventh-grade students

334 from Oktibbeha County and a model prekindergarten program which

335 shall also serve as a model for the education of teachers and

336 administrators. The Starkville-Oktibbeha Consolidated School

337 District and Mississippi State University are authorized and

338 empowered, in each's discretion, to enter into an agreement for

339 the purpose of designing, constructing, maintaining and operating

340 a model rural education school to serve all sixth- and

341 seventh-grade students from Oktibbeha County. The

342 Starkville-Oktibbeha Consolidated School District and Mississippi

343 State University are further authorized and empowered, in each's

344 discretion, to transfer funds to the other and expend such funds

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345	on mutually	agreeable	terms a	and co	onditions	for	the	construction,
346	maintenance	and opera	tion of	such	school.			

- 347 (13) The Board of Supervisors of Oktibbeha County shall be 348 the "levying authority" for the Starkville-Oktibbeha Consolidated 349 School District.
- 350 **SECTION 2.** This act shall take effect and be in force from 351 and after July 1, 2024.