

By: Senator(s) Wiggins

To: Local and Private

SENATE BILL NO. 3274

1 AN ACT TO AMEND CHAPTER 923, LOCAL AND PRIVATE LAWS OF 2013,
 2 AS LAST AMENDED BY CHAPTER 906, LOCAL AND PRIVATE LAWS OF 2021, TO
 3 EXTEND THE REPEAL DATE FROM JULY 1, 2025, TO JULY 1, 2029, ON THE
 4 LAW THAT AUTHORIZES THE GOVERNING AUTHORITIES OF THE CITY OF
 5 PASCAGOULA, MISSISSIPPI, TO LEVY A TAX UPON THE GROSS PROCEEDS
 6 DERIVED FROM THE SALE OF PREPARED FOODS BY RESTAURANTS IN THE CITY
 7 AND PROVIDES THAT THE CITY MAY UTILIZE THE REVENUE FROM THE TAX TO
 8 IMPLEMENT A COMPREHENSIVE PARKS AND RECREATION MASTER PLAN ADOPTED
 9 BY THE CITY; AND FOR RELATED PURPOSES.

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

11 **SECTION 1.** Chapter 923, Local and Private Laws of 2013, as
 12 amended by Chapter 938, Local and Private Laws of 2015, as amended
 13 by Chapter 943, Local and Private Laws of 2017, as amended by
 14 Chapter 906, Local and Private Laws of 2021, is amended as
 15 follows:

16 Section 1. As used in this act:

17 (a) "City" means the City of Pascagoula, Mississippi.

18 (b) "Governing authorities" means the governing
 19 authorities of the City of Pascagoula, Mississippi.



20 (c) "Master plan" means the Comprehensive Parks and
21 Recreation Master Plan adopted by the governing authorities on
22 October 16, 2012.

23 (d) "Prepared food" means food prepared on the premises
24 of a restaurant.

25 (e) "Restaurant" means all places, including hotel and
26 motel dining rooms, cafeterias, cafes, lunch stands, grocery and
27 convenience stands where prepared food and beverages are sold for
28 consumption, whether such food is consumed on the premises or not.
29 The term does not include any school, hospital, convalescent or
30 nursing home, or any restaurant-like facility operated by or in
31 connection with a school, hospital, medical clinic, convalescent
32 or nursing home providing food for students, patients, visitors,
33 or their families.

34 Section 2. For the purpose of providing funds for the
35 implementation of the master plan, the governing authorities may
36 levy and collect from every person, firm or corporation operating
37 a restaurant in the city a tax, which shall be in addition to all
38 other taxes and assessments imposed, which shall not exceed two
39 percent (2%) of the gross proceeds derived from the sale of
40 prepared food by all restaurants in the city.

41 Section 3. Before any tax authorized under this act may be
42 imposed, the governing authorities shall adopt a resolution
43 declaring their intention to levy the tax, setting forth the
44 amount of the tax to be imposed, the date upon which the tax shall



45 become effective and calling for a referendum to be held on the
46 question. Notice of such intention shall be published once each
47 week for at least three (3) consecutive weeks in a newspaper
48 published or having a general circulation in Jackson County, with
49 the first publication of the notice to be made not less than
50 twenty-one (21) days before the date fixed in the resolution for
51 the referendum and the last publication to be made not more than
52 seven (7) days before the referendum. At the referendum, all
53 qualified electors of the city may vote, and the ballots used in
54 the referendum shall have printed thereon a brief statement of the
55 amount and purposes of the proposed tax levy and the words "FOR
56 THE TAX" and, on a separate line, "AGAINST THE TAX", and the
57 voters shall vote by placing a cross (x) or check (✓) opposite
58 their choice on the proposition. When the results of any such
59 referendum shall have been canvassed by the election commission
60 and certified, the city may levy the tax beginning on the first
61 day of the second month following the referendum, only if at least
62 sixty percent (60%) of the qualified electors who vote in the
63 election vote in favor of the tax. No public funds shall be used
64 for the purpose of promoting the adoption of the referendum and no
65 city employee may promote the referendum during business hours.

66 Section 4. (1) Persons, firms or corporations liable for
67 the tax imposed under this act shall add the amount of the tax to
68 the sales price and shall collect, insofar as is practicable, the



69 amount of the tax due from the person receiving the services or
70 products at the time of the payment therefor.

71 (2) On or before the fifteenth day of the month preceding
72 the date on which the city will begin to levy the tax authorized
73 under Section 2 of this act, the governing authorities shall give
74 written notification to the Commissioner of Revenue of the date on
75 which the tax shall become effective.

76 (3) Such tax shall be collected by and paid to the
77 Mississippi Department of Revenue on a form prescribed by the
78 department, in the same manner that state sales taxes are
79 computed, collected and paid, and the full enforcement provisions
80 and all other provisions of Chapter 65, Title 27, Mississippi Code
81 of 1972, shall apply as necessary to the implementation and
82 administration of this act.

83 (4) Except for any amount retained by the Department of
84 Revenue under Section 27-3-58, the revenue from the tax shall be
85 paid to the city on or before the fifteenth day of the month in
86 which collected.

87 (5) The proceeds of the tax shall not be considered by the
88 City of Pascagoula as general fund revenues but shall be dedicated
89 to and expended solely for the purposes specified in this section.

90 Section 5. Accounting for receipts and expenditures of the
91 funds described in this act shall be made separately from the
92 accounting of receipts and expenditures of the general fund and
93 any other funds of the city. The records reflecting the receipts



94 and expenditures of the funds prescribed in this act shall be
95 audited annually by an independent certified public accountant,
96 and the accountant shall make a written report of his audit to the
97 governing authorities. The audit shall be made and completed as
98 soon as practicable after the close of the fiscal year, and
99 expenses of the audit shall be paid from the funds derived
100 pursuant to this act.

101 Section 6. This act shall be repealed from and after July
102 1, * * * 2029.

103 **SECTION 2.** This act shall take effect and be in force from
104 and after its passage.

