House Amendments to Senate Bill No. 2381

TO THE SECRETARY OF THE SENATE:

THIS IS TO INFORM YOU THAT THE HOUSE HAS ADOPTED THE AMENDMENTS SET OUT BELOW:

AMENDMENT NO. 1

Amend by striking all after the enacting clause and inserting in lieu thereof the following:

43 **SECTION 1.** Section 7-11-11, Mississippi Code of 1972, is 44 amended as follows:

7-11-11. The Secretary of State shall have charge of the 45 46 swamp and the overflowed lands and indemnity lands in lieu thereof, the internal improvement lands, the lands forfeited to 47 48 the state for nonpayment of taxes after the time allowed by law 49 for redemption shall have expired, the Public Trust Tidelands, and 50 of all other public lands belonging to or under the control of the state. The regulation, sale and disposition of all such lands 51 52 shall be made through the Secretary of State's office.

53 The Secretary of State shall sign all conveyances and leases 54 of any and all state-owned lands and shall record same in a book 55 kept in his office for such purposes.

56 SECTION 2. Section 29-1-107, Mississippi Code of 1972, is 57 amended as follows:

58 29-1-107. (1) (a) The Secretary of State, with the 59 approval of the Governor, shall, as far as practicable, rent or S. B. 2381 PAGE 1

60 lease all lands belonging to the state, except as otherwise 61 provided by * * * this section, for a period of not exceeding one 62 (1) year, and account for the rents therefrom in the same manner as money received from the sale of state lands, provided that no 63 64 state land shall be rented or leased to individuals, corporations, 65 partnerships, or association of persons for hunting or fishing purposes. Property belonging to the state in municipalities, even 66 67 though it may have been subdivided into lots, blocks, divisions, 68 or otherwise escheated or was sold to the state by such description, may likewise be leased or rented by the Secretary of 69 70 State under the terms provided above for other state lands, and 71 the rents accounted for in the same manner. The state shall have 72 all the liens, rights and remedies accorded to landlords in 73 Sections 89-7-1 through 89-7-125; said leases and rental contracts 74 shall automatically terminate on the date provided in said leases 75 or contracts.

76 A person possessing a gaming license under the (b) 77 Mississippi Gaming Control Act or who wishes to apply for a gaming 78 license under the Mississippi Gaming Control Act and who further 79 uses or wishes to use Public Trust Tidelands as part of its 80 proposed gaming project shall be required to obtain a tidelands 81 lease from the Secretary of State notwithstanding any statute, law 82 or other provision providing other authority to municipalities and 83 counties or any other political subdivision to use the Public 84 Trust Tidelands and such lease may be conditioned upon the gaming 85 licensee or license applicant obtaining such other necessary and S. B. 2381 PAGE 2

86 <u>required approvals. This paragraph (b) shall not apply to gaming</u> 87 sites and casino operators approved prior to December 31, 2024.

(2)The Secretary of State, with the approval of the 88 (a) Governor, may rent or lease surface lands, tidelands or submerged 89 90 lands owned or controlled by the State of Mississippi lying in or 91 adjacent to the Mississippi Sound or Gulf of Mexico or streams 92 emptying therein, for a period not exceeding forty (40) years for 93 rental payable to the state annually. However, the term of any 94 lease of State Public Trust Tidelands to a person possessing a license under the Mississippi Gaming Control Act shall be governed 95 by the provisions of subsection (4) of this section. 96

97 (b) The lessee under such agreement may construct such 98 necessary items for marking channels, docking, wharfing, mooring 99 or fleeting vessels which shall be in aid of navigation and not 100 obstructions thereto.

101 (C) A lessee of record may be given the option to renew 102 for an additional period not to exceed twenty-five (25) years; 103 however, the term of a renewal for a lease of State Public Trust 104 Tidelands to a person possessing a gaming license under the 105 Mississippi Gaming Control Act shall be governed by the provisions 106 of subsection (4) of this section. The holder of a lease of 107 Public Trust Tidelands, at the expiration thereof, shall have a prior right, exclusive of all other persons, to re-lease as may be 108 109 agreed upon between the holder of the lease and the Secretary of 110 State.

111 (d) Leases shall provide for review and rent 112 adjustments at each fifth anniversary tied either to the All Urban Consumer Price Index-All Items (CPI) or to an appraisal which 113 deducts the value of any improvements by the lessee which 114 115 substantially enhance the value of the land. In the case where 116 the initial rental was based on the value set by the ad valorem tax rolls, then the rent review and adjustment clause shall be 117 118 likewise based on the value set by such tax rolls. In the event 119 that the lessor and lessee cannot agree on a rental amount, the lease may be cancelled at the option of the lessor. The lessee 120 121 shall, within thirty (30) days after execution of a sublease or 122 assignment, file a copy thereof, including the total consideration 123 therefor, with the Secretary of State. This paragraph shall not 124 apply to a lease of State Public Trust Tidelands or submerged 125 lands to a person possessing a gaming license under the 126 Mississippi Gaming Control Act who operates a gaming establishment 127 on such tidelands or submerged lands or to a person who has or will apply for a gaming license under the Mississippi Gaming 128 129 Control Act and to use Public Trust Tidelands or submerged lands 130 as part of its proposed gaming project. 131 The Secretary of State shall not grant a lease for (e) 132 gaming purposes whether directly or indirectly on Public Trust 133 Tidelands on which the sand beach was constructed, as defined in 134 Section 29-15-1. 135 Provided, however, the current occupants of Public Trust (3) 136 Tidelands that were developed after the determinable mean

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high-water line nearest the effective date of the Coastal Wetlands Protection Law shall pay an annual rental based on the fair market value as determined by the assessed valuation of the property. The holder of a lease of Public Trust Tidelands, at the expiration thereof, shall have a prior right, exclusive of all other persons, to re-lease as may be agreed upon between the holder of the lease and the Secretary of State.

144 (4) This section shall apply to any person possessing a (a) 145 license under the Mississippi Gaming Control Act or who wishes to 146 apply for a gaming license under the Mississippi Gaming Control 147 Act and who operates or proposes to operate a gaming establishment 148 in any of the three (3) most southern counties of the state. Any 149 gaming licensee or proposed gaming licensee shall be required to 150 obtain a lease from the State of Mississippi through the Secretary 151 of State to use any State Public Trust Tidelands notwithstanding 152 any statute, law or other provision providing other authority to 153 municipalities and counties or any other political subdivision to 154 use the Public Trust Tidelands.

155 (b) The following shall apply to all leases of State156 Public Trust Tidelands executed by such a licensee:

157 (i) Every lease executed after August 29, 2005,
158 shall be for a period of thirty (30) years for rental payable to
159 the state annually.

160 (ii) By operation of this section, any lease 161 executed before August 29, 2005, may, at the option of the lessee, 162 either remain at the term stated in the original execution of the S. B. 2381 PAGE 5 163 lease or be converted to a thirty-year term lease, beginning on 164 such date after August 29, 2005, that the lessee either resumes or 165 begins permanent gaming activities as approved by the Mississippi 166 Gaming Commission, and the lessee shall be required to comply with 167 all other provisions of the lease. Should the lessee choose to 168 operate in a structure that is not on State Public Trust Tidelands 169 and that is on property contiguous to State Public Trust Tidelands 170 leased by the State of Mississippi to the lessee, the lessee shall 171 be required to comply with all other provisions of the lease with 172 the State of Mississippi and shall be exempt from the assessment 173 provided for in paragraph (c) of this subsection. Easements for 174 and rights-of-way for public streets and highways shall not be 175 construed to interrupt the contiguous nature of a parcel of 176 property. In the event that a lessee does not elect either to 177 remain bound by the original term of the lease with the State of 178 Mississippi or to convert the lease to a thirty-year term, the 179 Secretary of State may lease the State Public Trust Tidelands that 180 are the subject of the lease to any other person or entity.

181 (iii) Leases shall provide for review and rent 182 adjustments at each annual anniversary tied to the All Urban 183 Consumer Price Index-All Items (CPI). In the case of the renewal 184 of a lease after the expiration of the original thirty-year term 185 under this subsection, each renewal shall be for a term of thirty 186 (30) years. The base rate to which the CPI shall apply for 187 purposes of executing the subsequent lease shall be negotiated by 188 the lessee with the Secretary of State.

189 (C) (i) Except as otherwise provided in this 190 paragraph, any person possessing a license under the Mississippi 191 Gaming Control Act who does not lease for a gaming site Public 192 Trust Tidelands from the State * * * of Mississippi by and through 193 the Secretary of State or a state port, and who operates a gaming 194 establishment in any of the three (3) most southern counties of 195 the state, shall pay an annual in-lieu tidelands assessment to the 196 Public Trust Tidelands Assessments Fund (hereinafter referred to 197 as "fund") created in Section 29-15-10, in the amount and manner 198 provided for in this paragraph. 199 For calendar year 2006, the annual in-lieu tidelands

200 (\$450,000.00), if the capital investment in the part of the 207 structure in which licensed gaming activities are conducted is 208 equal to or more than Fifty Million Dollars (\$50,000,000.00) but 209 less than Sixty Million Dollars (\$60,000,000.00).

3. Five Hundred Thousand Dollars
(\$500,000.00), if the capital investment in the part of the
structure in which licensed gaming activities are conducted is
equal to or more than Sixty Million Dollars (\$60,000,000.00) but
less than Seventy-five Million Dollars (\$75,000,000.00).

4. Six Hundred Thousand Dollars (\$600,000.00), if the capital investment in the part of the structure in which licensed gaming activities are conducted is equal to or more than Seventy-five Million Dollars (\$75,000,000.00) but less than One Hundred Million Dollars (\$100,000,000.00).

5. Seven Hundred Thousand Dollars (\$700,000.00), if the capital investment in the part of the structure in which licensed gaming activities are conducted is equal to or more than One Hundred Million Dollars (\$100,000,000.00) but less than One Hundred Twenty-five Million Dollars (\$125,000,000.00).

6. Seven Hundred Fifty Thousand Dollars (\$750,000.00), if the capital investment in the part of the structure in which licensed gaming activities are conducted is equal to or more than One Hundred Twenty-five Million Dollars (\$125,000,000.00).

For each calendar year thereafter, the Secretary of State shall review and adjust the value of the capital investment and the annual in-lieu tidelands assessment due. Such review and adjustment shall be tied to the CPI.

(ii) This paragraph shall not apply to a gaming licensee if the licensee conducts gaming in a structure that is located on property that is leased from the Mississippi State Port at Gulfport or any political subdivision of the state, or to a licensee who conducts gaming in a structure that is located on S. B. 2381 PAGE 8 241 property that is leased to the licensee jointly by the State of 242 Mississippi and the City of Biloxi; however, with regard to 243 property owned by a political subdivision of the state, this 244 exception shall only apply to property owned by the political 245 subdivision on August 29, 2005, if legal gaming could have been 246 conducted on such property on that date.

(iii) This paragraph shall not apply to a gaming licensee if the licensee conducts gaming in a structure that is located on property that is not leased from the State of Mississippi * * *, and is not on State Public Trust

251 Tidelands * * *.

252 SECTION 3. Section 29-15-1, Mississippi Code of 1972, is 253 amended as follows:

254 29-15-1. (a) "Commission" means the Mississippi <u>Advisory</u>
 255 Commission on Marine Resources.

(b) "Local tidal datum" means the datum established for a specific tide station through the use of tidal observations made at that station.

259 (c) <u>"Department" means the Mississippi Department of Marine</u> 260 <u>Resources.</u>

261 $(* * * \underline{d})$ "Mean high water" means the arithmetic mean of all 262 the high waters occurring in a particular nineteen-year tidal 263 epoch period; or for a shorter period of time after corrections 264 are applied to the short-term observations to reduce these values 265 to the equivalent nineteen-year value.

266 $(* * * \underline{e})$ "Mean high-water line" means the intersection of 267 the tidal datum plane of mean high water with the shore.

 $(* * * \underline{f})$ "Mean high<u>-</u>water survey" means a survey of the intersection of the shoreline with the tidal datum plane of mean high water using local tidal datums and surveying methodologies approved by the commission. Methodologies shall include, but not be limited to, the "staking method," "the topographic method" and "tide coordinated aerial photography."

 $(* * *\underline{g})$ "National map accuracy standards" means a set of guidelines published by the Office of Management and Budget of the United States to which maps produced by the United States government adhere.

(h) "Public Trust Tidelands" means those surface lands,
tidelands and submerged lands owned by the state and held in trust
for the citizens of the State of Mississippi.

281 (i) "Sand beach" means all areas of an artificial or 282 man-made sand beach constructed on Public Trust Tidelands

283 waterward of the public trust boundary.

284 $(* * \pm j)$ "Submerged lands" means lands which remain covered 285 by waters, where the tides ebb and flow, at ordinary low tides.

286 $(* * *\underline{k})$ "Tidelands" means those lands which are daily 287 covered and uncovered by water by the action of the tides, up to 288 the mean high-water line * * *.

289 SECTION 4. The following shall be codified as Section 290 29-15-2, Mississippi Code of 1972:

291 <u>29-15-2.</u> Legislative public policy. (1) It is declared 292 that the state-held tidelands subject to the public trust and the 293 boundary between trust lands and other lands are shown on the 294 Final Public Trust Tidelands Map and Public Trust Submerged Land 295 Maps, Final December 1994, created and published pursuant to 296 Section 29-15-7, as modified by any boundary agreements or court 297 orders.

(2) Absent clear, specific and expressed legislative intent
to grant management and administrative control and authority,
including leasing authority, of a specific area of Public Trust
Tidelands to a specific state agency or political subdivision, the
Secretary of State is not divested of management and
administrative control and authority, and leasing authority.

304 (3) All uses of Public Trust Tidelands for any gaming
305 purpose or purpose related to a gaming operation shall require a
306 Public Trust Tidelands lease from the state through the Secretary
307 of State as Trustee of the Public Trust Tidelands and shall be
308 subject to annual rent pursuant to Section 29-1-107.

309 (4) All previous or prior statutory provisions which affect
310 the Public Trust Tidelands shall be construed and interpreted
311 subject to and consistent with the provisions contained in this
312 statute.

313 **SECTION 5.** Section 29-15-3, Mississippi Code of 1972, is 314 amended as follows:

315 29-15-3. (1) It is declared to be the public policy of this 316 state to favor the preservation of the natural state of the S. B. 2381 PAGE 11 317 <u>state's</u> Public Trust Tidelands and their ecosystems and to prevent 318 the despoliation and destruction of them, except where a specific 319 alteration of specific Public Trust Tidelands would serve a higher 320 public interest in compliance with the public purposes of the 321 public trust in which such tidelands are held.

(2) It is hereby declared to be a higher public purpose of this state and the public tidelands trust to resolve the uncertainty and disputes which have arisen as to the location of the boundary between the state's Public Trust Tidelands and the upland property and to confirm the mean high<u>-</u>water boundary line as determined by the Mississippi Supreme Court, the laws of this state and this chapter.

329 (3) It is hereby declared that Public Trust Tidelands held
 330 by the state will be managed and administered by the Secretary of
 331 State as the Land Commissioner and Trustee of the Public Trust
 332 Tidelands.

333 SECTION 6. Section 29-15-5, Mississippi Code of 1972, is 334 amended as follows:

335 29-15-5. (1)Tidelands and submerged lands are held by the 336 state in trust for use of all the people, and are so held in their 337 character as the beds and shores of the sea and its tidally 338 affected arms and tributaries for the purposes defined by common 339 law and statutory law. Littoral and riparian property owners have 340 common-law and statutory rights under the Coastal Wetlands Protection Law which extend into the waters and beyond the low 341

342 tide line, and the state's responsibilities as trustee extends to 343 such owners as well as to the other members of the public.

344 (2) Residential property owners shall not be required to
345 obtain a <u>Public Trust</u> Tidelands lease <u>from the state</u> for
346 exercising their common<u>-</u>law and statutory littoral and riparian
347 rights <u>attached to residential property for personal noncommercial</u>
348 use.

349 **SECTION 7.** Section 29-15-9, Mississippi Code of 1972, is 350 amended as follows:

351 29-15-9. (1) There is created in the State Treasury a 352 special fund to be known as the "Public Trust Tidelands Fund." 353 The fund shall be administered by the Secretary of State as 354 trustee.

355 Any funds derived from lease rentals of tidelands and (2)submerged lands, except those funds derived from mineral leases, 356 357 or funds previously specifically designated to be applied to other 358 agencies, shall be transferred to the special fund. * * * Subject 359 to legislative authorization, funds derived from lease 360 rentals * * * will be used to cover the administrative cost, 361 including legal expenses, incurred by the Secretary of State in 362 administering the Public Trust Tidelands. Any remaining funds derived from lease rentals shall then be disbursed pro rata to the 363 364 local taxing authorities for the replacement of lost ad valorem 365 taxes, if any. Then, any remaining funds shall be disbursed to 366 the * * * Department of Marine Resources for new and extra 367 programs of tidelands management, such as conservation, S. B. 2381

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368 reclamation, preservation, acquisition, education or the 369 enhancement of public access to the Public Trust Tidelands or 370 public improvement projects as they relate to those lands.

371 (3) Any funds that are appropriated as separate line items
372 in an appropriation bill for tideland programs or projects
373 authorized under this section for political subdivisions or other
374 agencies shall be disbursed as provided in this subsection.

(a) The Department of Marine Resources shall make
progress payments in installments based on the work completed and
material used in the performance of a tidelands project only after
receiving written verification from the political subdivision or
agency. The political subdivision or agency shall submit
verification of the work completed or materials in such detail and
form that the department may require.

(b) The Department of Marine Resources shall make funds
available for the purpose of using such funds as a match or
leverage for federal or other funds that are available for the
designated tidelands project.

386 SECTION 8. Section 29-15-10, Mississippi Code of 1972, is 387 amended as follows:

388 29-15-10. (1) There is created in the State Treasury a 389 special fund to be known as the "Public Trust Tidelands 390 Assessments Fund." The purpose of the fund is to ensure that 391 monies derived from the Public Trust Tidelands assessments shall 392 be used for the benefit of preserving and protecting the tidelands 393 and submerged lands found within the three (3) most southern

394 counties of the state. One (1) specific purpose of the fund is to 395 ensure that the annual payment made by the state for the purchase 396 of Deer Island shall continue uninterrupted until the purchase 397 transaction is completed. The fund shall be administered by the 398 Secretary of State, as trustee. None of the funds that are in the 399 special fund or that are required to be deposited into the special 400 fund shall be transferred, diverted or in any other manner 401 expended or used for any purpose other than those purposes 402 specified in this section.

403 (2) (a) Any funds derived from assessments made pursuant to
404 Section 29-1-107(4)(c) shall be deposited into the special fund.

405 Funds paid pursuant to paragraph (a) of this (b) 406 subsection may be appropriated by the Legislature in an amount 407 necessary to cover the administrative cost incurred by the 408 Mississippi Advisory Commission on Marine Resources. Any 409 remaining funds shall be disbursed * * * to the * * * Department 410 of Marine Resources for new and extra programs of tidelands management, such as conservation, reclamation, preservation, 411 412 acquisition, education or the enhancement of public access to the 413 Public Trust Tidelands or public improvement projects as they 414 relate to those lands.

(3) Any funds that are appropriated as separate line items in an appropriation bill for tideland programs or projects authorized under this section for political subdivisions or other agencies shall be disbursed as provided in this subsection.

(a) The Department of Marine Resources shall make progress payments in installments based on the work completed and material used in the performance of a tidelands project only after receiving written verification from the political subdivision or agency. The political subdivision or agency shall submit verification of the work completed or materials in such detail and form that the department may require.

426 (b) The Department of Marine Resources shall make funds
427 available for the purpose of using such funds as a match or
428 leverage for federal or other funds that are available for the
429 designated tidelands project.

430 **SECTION 9.** Section 29-15-13, Mississippi Code of 1972, is 431 amended as follows:

432 29-15-13. (1) All public projects of any federal, state or 433 local governmental entity which serve a higher public purpose of 434 promoting the conservation, reclamation, preservation of the 435 tidelands and submerged lands, public use for fishing, recreation 436 navigation, or the enhancement of public access to such lands 437 shall * * * enter into a rent-exempt lease with the Secretary of 438 State's office.

439 (2) Absent an existing, valid and court confirmed sublease
440 of public trust tidelands, which is subject to an existing public
441 trust tidelands lease from the State by and through the Secretary
442 of State, to a federal, state or local government entity,
443 including counties and municipalities, and as of December 31,

444 2024, the entity shall not lease, sublease, rent or provide access 445 for any gaming purpose or purpose related to a gaming operation. 446 (3) Except for gaming sites and casino operations approved prior to December 31, 2024, the municipal authorities or 447 448 commission shall not lease, sublease, rent or provide access for 449 any gaming purpose or purposes related to a gaming operation. 450 (4) Municipalities or only those counties that operate a 451 harbor within the city limits of a municipality as of July 1, 452 2025, may sublease any leased property consistent with a higher 453 public purpose for which the Public Trust Tidelands are held as provided by Mississippi case law and statutory law, except gaming. 454 455 The higher public purpose shall be expressed in a sublease 456 document. That higher public purpose is subject to review by the 457 land commissioner/tidelands trustee. The land 458 commissioner/tidelands trustee may only challenge the sufficiency 459 of the higher public purpose by legal action upon consent of the 460 Attorney General. If challenged, an expressed higher public 461 purpose shall be prima facie evidence that it is sufficient. Once 462 permission to use the Public Trust Tidelands has been established, 463 the tidelands shall be under the management and control of the 464 municipality or only that county that operates a harbor within the 465 city limits of a municipality as of July 1, 2025, and the revenues 466 generated shall be used for the maintenance and upkeep and 467 operation of the harbor.

468 **SECTION 10.** Section 59-7-405, Mississippi Code of 1972, is 469 amended as follows:

470 59-7-405. (1) (a) The governing authorities of any 471 municipality in which there is situated and located, in whole or 472 in part, a port or harbor through which commerce flows, and having 473 not less than eight (8) industries engaged in the seafood industry, which maintains a channel and/or harbor to a depth of 474 475 not less than eight (8) feet, may engage in, either directly or 476 through the commission hereinafter provided and designated, and 477 such other agencies as hereafter may be provided by law, works of 478 internal improvement, or promoting, developing, constructing, 479 maintaining and operating harbors or seaports within the state and 480 its jurisdiction, and either directly or through the commission 481 hereinafter provided for, with the power and authority to acquire, 482 purchase, install, rent, lease, mortgage and/or otherwise 483 encumber, to construct, own, hold, maintain, equip, use, control and operate at seaports or harbors, wharves, piers, docks, 484 485 warehouses, cold storage facilities, water and rail terminals, 486 airplane landing fields and strips, and other structures and 487 facilities, needful for the convenient use of the same in the aid 488 of commerce and navigation, and including the dredging of channels 489 and approaches to the facilities, and being authorized to fill 490 in * * * bottomlands where incidental and necessary to the 491 foregoing development.

492 (b) A municipality, which is operating a port through a
493 port commission under this section, may dissolve the port
494 commission as provided in Section 59-7-408 and directly operate
495 and maintain the port as provided under this article.

496 (2)The municipal authorities or commission, in connection 497 with the exercise of the foregoing works of improvement and 498 development, may as an adjunct to any such work of improvement or 499 development to erect or construct such bridges, causeways or 500 structures as may be required for access to and from the harbors 501 or facilities provided as aforesaid by the municipal authorities 502 or the commission, and including any necessary bridge or causeway 503 or combination of the same, connecting with any island or islands 504 lying within three (3) leagues of the main shoreline of the Mississippi Sound or the Gulf of Mexico, and whether the same be 505 506 within or without the limits of the municipality concerned.

(3) The municipal authorities or commission may procure, by gift, grant, purchase, or by the exercise of eminent domain, and for the public purposes and uses herein provided for, such land or interest therein as may be required for the purposes of this article, and regardless of whether the land be within or without the limits of the municipality involved.

(4) The municipal authorities or commission, in the exercise of the powers granted hereunder, may provide any of the aforesaid facilities alone or in collaboration and in conjunction with any other public bodies, entities or commissions, as may now or hereafter be established by law.

518 (5) The municipal authorities or commission may provide, 519 among other harbor facilities, small craft and pleasure craft 520 harbors and facilities needed therefor, including park and

521 recreational facilities as an adjunct thereto, and in order to 522 develop and promote tourist and recreational trade in the port. 523 The municipal authorities or commission have the power (6) 524 and authority to carry out the provisions of this article, to 525 employ engineers, attorneys, and such employees as may be 526 necessary in carrying out the provisions of this article, from 527 time to time, and for the purpose of operating the facilities 528 herein provided for, and may prescribe reasonable compensation in 529 connection with such employment.

530 <u>(7) Except for gaming sites and casino operations approved</u> 531 prior to December 31, 2024, the municipal authorities or 532 commission shall not lease, sublease, rent or provide access for 533 any gaming purpose or purpose related to a gaming operation.

534 SECTION 11. Section 59-15-1, Mississippi Code of 1972, is 535 amended as follows:

536 59-15-1. (1) The authorities of any city in this state 537 which has a population of ten thousand (10,000) or more, according to the last official government census, and the authorities of any 538 539 municipality bordering on the Mississippi Sound or Gulf of Mexico 540 are hereby given the authority to acquire by purchase, deed, 541 donation, gift, grant, * * * lease, dedication, or otherwise, 542 land, harbor sites or water frontage for the purpose of 543 establishing, developing, promoting, maintaining, and operating 544 harbors for small water crafts and recreational parks connected therewith within its territorial limits, or both, and shall have 545 546 the power to acquire, purchase, install, rent, lease, mortgage, S. B. 2381

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547 incumber, construct, own, hold, maintain, equip, use, control and 548 operate recreational parks and harbors for small water craft. 549 Except for gaming sites and casino operations approved prior to 550 December 31, 2024, the municipal authorities or commission shall 551 not lease, sublease, rent or provide access for any gaming purpose 552 or purpose related to a gaming operation. 553 (2) Municipalities or only those counties that operate a 554 harbor within the city limits of a municipality as of July 1, 555 2025, may sublease any leased property consistent with a higher 556 public purpose for which the Public Trust Tidelands are held as 557 provided by Mississippi case law and statutory law, except gaming. 558 The higher public purpose shall be expressed in a sublease 559 document. That higher public purpose is subject to review by the 560 land commissioner/tidelands trustee. The land 561 commissioner/tidelands trustee may only challenge the sufficiency 562 of the higher public purpose by legal action upon consent of the 563 Attorney General. If challenged, an expressed higher public 564 purpose shall be prima facie evidence that it is sufficient. Once 565 permission to use the Public Trust Tidelands has been established, 566 the tidelands shall be under the management and control of the 567 municipality or only that county that operates a harbor within the 568 city limits of a municipality as of July 1, 2025, and the revenues 569 generated shall be used for the maintenance and upkeep and 570 operation of the harbor.

571 SECTION 12. Section 75-76-67, Mississippi Code of 1972, is 572 amended as follows:

573 75-76-67. (1) Any person who the commission determines is 574 qualified to receive a license or be found suitable under the 575 provisions of this chapter, having due consideration for the 576 proper protection of the health, safety, morals, good order and general welfare of the inhabitants of the State of Mississippi and 577 578 the declared policy of this state, may be issued a state gaming 579 license or found suitable. The burden of proving his 580 qualification to receive any license or be found suitable is on 581 the applicant.

582 (2) An application to receive a license or be found suitable 583 shall not be granted unless the commission is satisfied that the 584 applicant is:

585

(a) A person of good character, honesty and integrity;

(b) A person whose prior activities, criminal record, if any, reputation, habits and associations do not pose a threat to the public interest of this state or to the effective regulation and control of gaming, or create or enhance the dangers of unsuitable, unfair or illegal practices, methods and activities in the conduct of gaming or the carrying on of the business and financial arrangements incidental thereto; and

593 (c) In all other respects qualified to be licensed or 594 found suitable consistent with the declared laws of the state.

(3) No person shall be granted a license or found suitable under the provisions of this chapter who has been convicted of a felony in any court of this state, another state, or the United States; and no person shall be granted a license or found suitable

599 hereunder who has been convicted of a crime in any court of 600 another state or the United States which, if committed in this 601 state, would be a felony; and no person shall be granted a license 602 or found suitable under the provisions of this chapter who has 603 been convicted of a misdemeanor in any court of this state or of 604 another state, when such conviction was for gambling, sale of 605 alcoholic beverages to minors, prostitution, or procuring or 606 inducing individuals to engage in prostitution.

607 (4) A license to operate a gaming establishment shall not be
608 granted unless the applicant has satisfied the commission that:
609 (a) He has adequate business probity, competence and
610 experience, in gaming or generally; * * *

(b) The proposed financing of the entire operation is:
(i) Adequate for the nature of the proposed
operation; and

(ii) From a suitable source. Any lender or other source of money or credit which the commission finds does not meet the standards set forth in subsection (2) may be deemed unsuitable * * *;

618 (c) Other than with respect to a licensee which has
619 been licensed by the commission prior to December 31, 2024, or to
620 such licensee upon any licensing renewal after such date, a
621 proposed project shall meet, at a minimum, the following:
622 (i) A parking facility in close proximity to the
623 casino complex to accommodate a minimum of five hundred (500)
624 cars;

625 (ii) A hotel with a minimum of three hundred (300) 626 rooms; 627 (iii) A restaurant capable of seating at least two 628 hundred (200) people; 629 (iv) A fine dining establishment capable of 630 seating at least seventy-five (75) people; 631 (v) A casino floor of at least forty thousand 632 (40,000) square feet; 633 (vi) An amenity unique to the licensee's market in 634 order to encourage economic development and promote tourism; and 635 (vii) A determination, in writing, by the 636 Secretary of State, that the proposed project is consistent with 637 the higher public purpose for which the Public Trust Tidelands are 638 held, as provided by Mississippi case law and statutory law, 639 except gaming; and 640 (d) The commission shall not adopt any rule or 641 regulation that would reduce the requirements in paragraph (c) of 642 this subsection; however, the commission may exercise discretion 643 with respect to such requirements as to proposed projects if located in a gaming market along the Mississippi River; but, in 644 645 all other areas where a project is proposed to be located, these 646 shall be deemed minimum requirements. 647 An application to receive a license or be found suitable (5) 648 constitutes a request for a determination of the applicant's 649 general character, integrity and ability to participate or engage 650 in, or be associated with gaming. Any written or oral statement

made in the course of an official proceeding of the commission or the executive director or any witness testifying under oath which is relevant to the purpose of the proceeding is absolutely privileged and does not impose liability for defamation or constitute a ground for recovery in any civil action.

(6) The commission may, in its discretion, grant a license
to a corporation which has complied with the provisions of this
chapter.

(7) The commission may, in its discretion, grant a license
to a limited partnership which has complied with the provisions of
this chapter.

662 No limited partnership, except one whose sole limited (8) 663 partner is a publicly traded corporation which has registered with 664 the commission, or business trust or organization or other 665 association of a quasi-corporate character is eligible to receive 666 or hold any license under this chapter unless all persons having 667 any direct or indirect interest therein of any nature whatsoever, 668 whether financial, administrative, policymaking or supervisory, 669 are individually qualified to be licensed under the provisions of 670 this chapter.

(9) The commission may, by regulation, limit the number of persons who may be financially interested and the nature of their interest in any corporation or other organization or association licensed under this chapter, and may establish such other qualifications of licenses as the commission, in its discretion,

676 deems to be in the public interest and consistent with the 677 declared policy of the state.

678 SECTION 13. Section 87-1-5, Mississippi Code of 1972, is 679 amended as follows:

680 87-1-5. If any person, by playing at any game whatever, or 681 by betting on the sides or hands of such as do play at any game, 682 or by betting on any horse race or cockfight, or at any other 683 sport or pastime, or by any wager whatever, shall lose any money, 684 property, or other valuable thing, real or personal, and shall pay 685 or deliver the same or any part thereof, the person so losing and 686 paying or delivering the same, or his wife or children, may sue 687 for and recover such money, property, or other valuable thing so lost and paid or delivered, or any part thereof, from the person 688 689 knowingly receiving the same, with costs. However, this section 690 shall not apply to betting, gaming or wagering:

(a) On a cruise vessel as defined in Section 27-109-1
whenever such vessel is in the waters within the State of
Mississippi, which lie adjacent to the State of Mississippi south
of the three (3) most southern counties in the State of
Mississippi, including the Mississippi Sound, St. Louis Bay,
Biloxi Bay and Pascagoula Bay;

(b) In a structure located in whole or in part on shore
in any of the three (3) most southern counties in the State of
Mississippi in which the registered voters of the county have
voted to allow such betting, gaming or wagering on cruise vessels
as provided in Section 19-3-79, if:

(i) The structure is owned, leased or controlled by a person possessing a gaming license, as defined in Section 704 75-76-5, to conduct legal gaming * * *;

705 (ii) The part of the structure in which licensed 706 gaming activities are conducted is located entirely in an area 707 which is located no more than eight hundred (800) feet from the 708 mean high-water line (as defined in Section 29-15-1) of the waters 709 within the State of Mississippi, which lie adjacent to the State 710 of Mississippi south of the three (3) most southern counties in the State of Mississippi, including the Mississippi Sound, St. 711 712 Louis Bay, Biloxi Bay and Pascagoula Bay, or, with regard to the 713 Mississippi Sound at Harrison County only, no farther north than 714 the southern boundary of the right-of-way for U.S. Highway 90, 715 whichever is greater; and in determining the distance to the mean high-water line, the following considerations apply to any 716 717 application for site approval after December 31, 2024, whether an 718 initial or renewal application: 719 1. Rights-of-way and easements for public 720 streets and highways shall not be construed to interrupt the 721 contiguous nature of a parcel of property, nor shall the footage 722 contained within such easements and rights-of-way be considered in 723 the calculation of the distances specified in subparagraph (ii) of 724 this paragraph; and 725 2. An imaginary line drawn from any point 726 along the mean high-water line referenced and utilized pursuant to 727 subparagraph (ii) of this paragraph to any other point of

728 reference must cross only property under the exclusive use and 729 control of the gaming licensee or proposed licensee based on its 730 ownership or lease thereof, except for rights-of-way and easements 731 for public streets and highways; and

732 (iii) In the case of a structure that is located 733 in whole or part on shore, the part of the structure in which 734 licensed gaming activities are conducted shall * * * be located on 735 property entirely under the exclusive use and control of the 736 proposed licensee based on its ownership or lease thereof that 737 extends from the gaming floor to the mean high-water line and such 738 land is capable of accommodating the minimum improvement 739 requirements set forth in Section 75-76-67(4);

(c) On a vessel as defined in Section 27-109-1 whenever such vessel is on the Mississippi River or navigable waters within any county bordering on the Mississippi River; or

743 (d) That is legal under the laws of the State of744 Mississippi.

745 SECTION 14. Section 97-33-1, Mississippi Code of 1972, is 746 amended as follows:

97-33-1. Except as otherwise provided in Section 97-33-8, if any person shall encourage, promote or play at any game, play or amusement, other than a fight or fighting match between dogs, for money or other valuable thing, or shall wager or bet, promote or encourage the wagering or betting of any money or other valuable things, upon any game, play, amusement, cockfight, Indian ball play or duel, other than a fight or fighting match between dogs, S. B. 2381

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or upon the result of any election, event or contingency whatever, upon conviction thereof, he shall be fined in a sum not more than Five Hundred Dollars (\$500.00); and, unless such fine and costs be immediately paid, shall be imprisoned for any period not more than ninety (90) days. However, this section shall not apply to betting, gaming or wagering:

760 On a cruise vessel as defined in Section 27-109-1 (a) 761 whenever such vessel is in the waters within the State of 762 Mississippi, which lie adjacent to the State of Mississippi south 763 of the three (3) most southern counties in the State of 764 Mississippi, including the Mississippi Sound, St. Louis Bay, 765 Biloxi Bay and Pascagoula Bay, and in which the registered voters of the county in which the port is located have not voted to 766 767 prohibit such betting, gaming or wagering on cruise vessels as 768 provided in Section 19-3-79;

(b) In a structure located, in whole or in part, on shore in any of the three (3) most southern counties in the State of Mississippi in which the registered voters of the county have voted to allow such betting, gaming or wagering on cruise vessels as provided in Section 19-3-79, if:

(i) The structure is owned, leased or controlled by a person possessing a gaming license, as defined in Section 776 75-76-5, to conduct legal gaming * * *;

(ii) The part of the structure in which licensed gaming activities are conducted is located entirely in an area which is located no more than eight hundred (800) feet from the S. B. 2381 PAGE 29 780 mean high-water line (as defined in Section 29-15-1) of the waters within the State of Mississippi, which lie adjacent to the State 781 782 of Mississippi south of the three (3) most southern counties in 783 the State of Mississippi, including the Mississippi Sound, St. 784 Louis Bay, Biloxi Bay and Pascagoula Bay, or, with regard to the 785 Mississippi Sound at Harrison County only, no farther north than 786 the southern boundary of the right-of-way for U.S. Highway 90, 787 whichever is greater; and in determining the distance to the mean 788 high-water line, the following considerations apply to any 789 application for site approval after December 31, 2024, whether an 790 initial or renewal application: 791 1. Rights-of-way and easements for public 792 streets and highways shall not be construed to interrupt the 793 contiguous nature of a parcel of property, nor shall the footage 794 contained within such easements and rights-of-way be considered in 795 the calculation of the distances specified in subparagraph (ii) of 796 this paragraph; and 797 2. An imaginary line drawn from any point 798 along the mean high-water line referenced and utilized pursuant to 799 subparagraph (ii) of this paragraph to any other point of 800 reference must cross only property under the exclusive use and 801 control of the gaming licensee or proposed licensee based on its 802 ownership or lease thereof, except for rights-of-way and easements 803 for public streets and highways; and 804 (iii) In the case of a structure that is located 805 in whole or part on shore, the part of the structure in which S. B. 2381 PAGE 30

806 licensed gaming activities are conducted shall * * * be located on 807 property entirely under the exclusive use and control of the 808 gaming licensee or proposed licensee based on its ownership or 809 lease thereof that extends from the gaming floor to the mean 810 high-water line and such land is capable of accommodating the 811 minimum improvement requirements set forth in Section 75-76-67(4); 812 On a vessel as defined in Section 27-109-1 whenever (C) 813 such vessel is on the Mississippi River or navigable waters within 814 any county bordering on the Mississippi River, and in which the registered voters of the county in which the port is located have 815 not voted to prohibit such betting, gaming or wagering on vessels 816

817 as provided in Section 19-3-79; or

818 (d) That is legal under the laws of the State of819 Mississippi.

820 **SECTION 15.** Section 97-33-7, Mississippi Code of 1972, is 821 amended as follows:

822 97-33-7. (1) Except as otherwise provided in Section 823 97-33-8, it shall be unlawful for any person or persons, firm, 824 copartnership or corporation to have in possession, own, control, 825 display, or operate any cane rack, knife rack, artful dodger, 826 punch board, roll down, merchandise wheel, slot machine, pinball 827 machine, or similar device or devices. Provided, however, that 828 this section shall not be so construed as to make unlawful the 829 ownership, possession, control, display or operation of any 830 antique coin machine as defined in Section 27-27-12, or any music 831 machine or bona fide automatic vending machine where the purchaser S. B. 2381 PAGE 31

832 receives exactly the same quantity of merchandise on each operation of said machine. Any slot machine other than an antique 833 coin machine as defined in Section 27-27-12 which delivers, or is 834 835 so constructed as that by operation thereof it will deliver to the 836 operator thereof anything of value in varying quantities, in 837 addition to the merchandise received, and any slot machine other 838 than an antique coin machine as defined in Section 27-27-12 that 839 is constructed in such manner as that slugs, tokens, coins or 840 similar devices are, or may be, used and delivered to the operator thereof in addition to merchandise of any sort contained in such 841 842 machine, is hereby declared to be a gambling device, and shall be 843 deemed unlawful under the provisions of this section. Provided, 844 however, that pinball machines which do not return to the operator 845 or player thereof anything but free additional games or plays shall not be deemed to be gambling devices, and neither this 846 847 section nor any other law shall be construed to prohibit same.

848 (2) No property right shall exist in any person, natural or artificial, or be vested in such person, in any or all of the 849 850 devices described herein that are not exempted from the provisions 851 of this section; and all such devices are hereby declared to be at 852 all times subject to confiscation and destruction, and their 853 possession shall be unlawful, except when in the possession of 854 officers carrying out the provisions of this section. It shall be 855 the duty of all law enforcing officers to seize and immediately 856 destroy all such machines and devices.

857 (3) A first violation of the provisions of this section shall be deemed a misdemeanor, and the party offending shall, upon 858 859 conviction, be fined in any sum not exceeding Five Hundred Dollars 860 (\$500.00), or imprisoned not exceeding three (3) months, or both, 861 in the discretion of the court. In the event of a second 862 conviction for a violation of any of the provisions of this 863 section, the party offending shall be subject to a sentence of not 864 less than six (6) months in the county jail, nor more than two (2) 865 years in the State Penitentiary, in the discretion of the trial 866 court.

867 (4) Notwithstanding any provision of this section to the 868 contrary, it shall not be unlawful to operate any equipment or 869 device described in subsection (1) of this section or any gaming, 870 gambling or similar device or devices by whatever name called 871 while:

(a) On a cruise vessel as defined in Section 27-109-1 872 873 whenever such vessel is in the waters within the State of 874 Mississippi, which lie adjacent to the State of Mississippi south 875 of the three (3) most southern counties in the State of 876 Mississippi, including the Mississippi Sound, St. Louis Bay, 877 Biloxi Bay and Pascagoula Bay, and in which the registered voters 878 of the county in which the port is located have not voted to 879 prohibit such betting, gaming or wagering on cruise vessels as 880 provided in Section 19-3-79;

(b) In a structure located, in whole or in part, on shore in any of the three (3) most southern counties in the State S. B. 2381 PAGE 33 883 of Mississippi in which the registered voters of the county have 884 voted to allow such betting, gaming or wagering on cruise vessels 885 as provided in Section 19-3-79, if:

(i) The structure is owned, leased or controlled by a person possessing a gaming license, as defined in Section 75-76-5, to conduct legal gaming * * *;

889 The part of the structure in which licensed (ii) 890 gaming activities are conducted is located entirely in an area 891 which is located no more than eight hundred (800) feet from the mean high-water line (as defined in Section 29-15-1) of the waters 892 within the State of Mississippi, which lie adjacent to the State 893 894 of Mississippi south of the three (3) most southern counties in 895 the State of Mississippi, including the Mississippi Sound, St. 896 Louis Bay, Biloxi Bay and Pascagoula Bay, or, with regard to the 897 Mississippi Sound at Harrison County only, no farther north than 898 the southern boundary of the right-of-way for U.S. Highway 90, 899 whichever is greater; and in determining the distance to the mean 900 high-water line, the following considerations apply to any 901 application for site approval after December 31, 2024, whether an initial or renewal application: 902 903 1. Rights-of-way and easements for public 904 streets and highways shall not be construed to interrupt the 905 contiguous nature of a parcel of property, nor shall the footage 906 contained within such easements and rights-of-way be considered in 907 the calculation of the distances specified in subparagraph (ii) of 908 this paragraph; and S. B. 2381

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909	2. An imaginary line drawn from any point
910	along the mean high-water line referenced and utilized pursuant to
911	subparagraph (ii) of this paragraph to any other point of
912	reference must cross only property under the exclusive use and
913	control of the gaming licensee or proposed licensee based on its
914	ownership or lease thereof, except for rights-of-way and easements
915	for public streets and highways; and
916	(iii) In the case of a structure that is located
917	in whole or part on shore, the part of the structure in which
918	licensed gaming activities are conducted shall \star \star \star <u>be located on</u>
919	property entirely under the exclusive use and control of the
920	gaming licensee or proposed licensee based on its ownership or
921	lease thereof that extends from the gaming floor to the mean
922	high-water line and such land is capable of accommodating the
923	minimum improvement requirements set forth in Section 75-76-67(4);
924	(c) On a vessel as defined in Section 27-109-1 whenever
925	such vessel is on the Mississippi River or navigable waters within
926	any county bordering on the Mississippi River, and in which the
927	registered voters of the county in which the port is located have

928 not voted to prohibit such betting, gaming or wagering on vessels 929 as provided in Section 19-3-79; or

930 (d) That is legal under the laws of the State of931 Mississippi.

932 (5) Notwithstanding any provision of this section to the 933 contrary, it shall not be unlawful (a) to own, possess, repair or 934 control any gambling device, machine or equipment in a licensed S. B. 2381

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935 gaming establishment or on the business premises appurtenant to 936 any such licensed gaming establishment during any period of time 937 in which such licensed gaming establishment is being constructed, 938 repaired, maintained or operated in this state; (b) to install any 939 gambling device, machine or equipment in any licensed gaming 940 establishment; (c) to possess or control any gambling device, 941 machine or equipment during the process of procuring or 942 transporting such device, machine or equipment for installation on 943 any such licensed gaming establishment; or (d) to store in a warehouse or other storage facility any gambling device, machine, 944 equipment, or part thereof, regardless of whether the county or 945 946 municipality in which the warehouse or storage facility is located 947 has approved gaming aboard cruise vessels or vessels, provided 948 that such device, machine or equipment is operated only in a county or municipality that has approved gaming aboard cruise 949 950 vessels or vessels. Any gambling device, machine or equipment 951 that is owned, possessed, controlled, installed, procured, 952 repaired, transported or stored in accordance with this subsection 953 shall not be subject to confiscation, seizure or destruction, and 954 any person, firm, partnership or corporation which owns, 955 possesses, controls, installs, procures, repairs, transports or 956 stores any gambling device, machine or equipment in accordance 957 with this subsection shall not be subject to any prosecution or 958 penalty under this section. Any person constructing or repairing 959 such cruise vessels or vessels within a municipality shall comply

960 with all municipal ordinances protecting the general health or 961 safety of the residents of the municipality.

962 SECTION 16. Section 97-33-17, Mississippi Code of 1972, is 963 amended as follows:

964 97-33-17. (1) All monies exhibited for the purpose of 965 betting or alluring persons to bet at any game, and all monies 966 staked or betted, shall be liable to seizure by any sheriff, 967 constable, or police officer, together with all the appliances 968 used or kept for use in gambling, or by any other person; and all 969 the monies so seized shall be accounted for by the person making 970 the seizure, and all appliances seized shall be destroyed; 971 provided, however, this section shall not apply to betting, gaming 972 or wagering on:

973 A cruise vessel as defined in Section 27-109-1 (a) 974 whenever such vessel is in the waters within the State of 975 Mississippi, which lie adjacent to the State of Mississippi south 976 of the three (3) most southern counties in the State of Mississippi, including the Mississippi Sound, St. Louis Bay, 977 978 Biloxi Bay and Pascagoula Bay, and in which the registered voters 979 of the county in which the port is located have not voted to prohibit such betting, gaming or wagering on cruise vessels as 980 provided in Section 19-3-79; 981

982 (b) In a structure located in whole or in part on shore 983 in any of the three (3) most southern counties in the State of 984 Mississippi in which the registered voters of the county have

985 voted to allow such betting, gaming or wagering on cruise vessels 986 as provided in Section 19-3-79, if:

987 (i) The structure is owned, leased or controlled 988 by a person possessing a gaming license, as defined in Section 989 75-76-5, to conduct legal gaming * * *;

990 (ii) The part of the structure in which licensed 991 gaming activities are conducted is located entirely in an area 992 which is located no more than eight hundred (800) feet from the 993 mean high-water line (as defined in Section 29-15-1) of the waters within the State of Mississippi, which lie adjacent to the State 994 995 of Mississippi south of the three (3) most southern counties in 996 the State of Mississippi, including the Mississippi Sound, St. 997 Louis Bay, Biloxi Bay and Pascagoula Bay, or, with regard to the 998 Mississippi Sound at Harrison County only, no farther north than 999 the southern boundary of the right-of-way for U.S. Highway 90, 1000 whichever is greater; and in determining the distance to the mean 1001 high-water line, the following considerations apply to any 1002 application for site approval after December 31, 2024, whether an 1003 initial or renewal application: 1004 1. Rights-of-way and easements for public 1005 streets and highways shall not be construed to interrupt the 1006 contiguous nature of a parcel of property, nor shall the footage 1007 contained within such easements and rights-of-way be counted in 1008 the calculation of the distances specified in subparagraph (ii) of 1009 this paragraph; and

1010 2. An imaginary line drawn from any point 1011 along the mean high-water line referenced and utilized pursuant to 1012 subparagraph (ii) of this paragraph to any other point of 1013 reference must cross only property under the exclusive use and 1014 control of the gaming licensee or proposed licensee based on its 1015 ownership or lease thereof, except for rights-of-way and easements 1016 for public streets and highways; and 1017 (iii) In the case of a structure that is located 1018 in whole or part on shore, the part of the structure in which 1019 licensed gaming activities are conducted shall * * * be located on 1020 property entirely under the exclusive use and control of the 1021 gaming licensee or proposed licensee based on its ownership or 1022 lease thereof that extends from the gaming floor to the mean high-water line and such land is capable of accommodating the 1023

1024 minimum improvement requirements set forth in Section 75-76-67(4);

1025 (c) A vessel as defined in Section 27-109-1 whenever 1026 such vessel is on the Mississippi River or navigable waters within 1027 any county bordering on the Mississippi River, and in which the 1028 registered voters of the county in which the port is located have 1029 not voted to prohibit such betting, gaming or wagering on vessels 1030 as provided in Section 19-3-79; or

1031 (d) That is legal under the laws of the State of1032 Mississippi.

1033 (2) Nothing in this section shall apply to any gambling 1034 device, machine or equipment that is owned, possessed, controlled,

1035 installed, procured, repaired or transported in accordance with 1036 subsection (4) of Section 97-33-7.

1037 SECTION 17. Section 97-33-25, Mississippi Code of 1972, is 1038 amended as follows:

97-33-25. If any person shall sell or buy, either directly or indirectly, any chance in what is commonly called pool, upon any event whatever, or shall in any manner engage in such business or pastime, he shall be fined not more than Five Hundred Dollars (\$500.00) or shall be imprisoned in the county jail not more than ninety (90) days; provided, however, this section shall not apply to betting, gaming or wagering:

On a cruise vessel as defined in Section 27-109-1 1046 (a) 1047 whenever such vessel is in the waters within the State of Mississippi, which lie adjacent to the State of Mississippi south 1048 of the three (3) most southern counties in the State of 1049 1050 Mississippi, including the Mississippi Sound, St. Louis Bay, 1051 Biloxi Bay and Pascagoula Bay, and in which the registered voters 1052 of the county in which the port is located have not voted to 1053 prohibit such betting, gaming or wagering on cruise vessels as provided in Section 19-3-79; 1054

(b) In a structure located in whole or in part on shore in any of the three (3) most southern counties in the State of Mississippi in which the registered voters of the county have voted to allow such betting, gaming or wagering on cruise vessels as provided in Section 19-3-79, if:

1060 (i) The structure is owned, leased or controlled 1061 by a person possessing a gaming license, as defined in Section 1062 75-76-5, to conduct legal gaming * * *;

1063 (ii) The part of the structure in which licensed 1064 gaming activities are conducted is located entirely in an area 1065 which is located no more than eight hundred (800) feet from the 1066 mean high-water line (as defined in Section 29-15-1) of the waters 1067 within the State of Mississippi, which lie adjacent to the State 1068 of Mississippi south of the three (3) most southern counties in 1069 the State of Mississippi, including the Mississippi Sound, St. 1070 Louis Bay, Biloxi Bay and Pascagoula Bay, or, with regard to the 1071 Mississippi Sound at Harrison County only, no farther north than 1072 the southern boundary of the right-of-way for U.S. Highway 90, 1073 whichever is greater; and in determining the distance to the mean 1074 high-water line, the following considerations apply to any 1075 application for site approval after December 31, 2024, whether an 1076 initial or renewal application: 1077 1. Rights-of-way and easements for public 1078 streets and highways shall not be construed to interrupt the 1079 contiguous nature of a parcel of property, nor shall the footage 1080 contained within such easements and rights-of-way be considered in 1081 the calculation of the distances specified in subparagraph (ii) of 1082 this paragraph; and 1083 2. An imaginary line drawn from any point

1084 along the mean high-water line referenced and utilized pursuant to

1085 subparagraph (ii) of this paragraph to any other point of

1086 reference must cross only property under the exclusive use and 1087 control of the gaming licensee or proposed licensee based on its 1088 ownership or lease thereof, except for rights-of-way and easements 1089 for public streets and highways; and

1090 (iii) In the case of a structure that is located 1091 in whole or part on shore, the part of the structure in which 1092 licensed gaming activities are conducted shall * * * be located on 1093 property entirely under the exclusive use and control of the 1094 gaming licensee or proposed licensee based on its ownership or 1095 lease thereof that extends from the gaming floor to the mean 1096 high-water line and such land is capable of accommodating the 1097 minimum improvement requirements set forth in Section 75-76-67(4);

(c) On a vessel as defined in Section 27-109-1 whenever such vessel is on the Mississippi River or navigable waters within any county bordering on the Mississippi River, and in which the registered voters of the county in which the port is located have not voted to prohibit such betting, gaming or wagering on vessels as provided in Section 19-3-79; or

1104 (d) That is legal under the laws of the State of 1105 Mississippi.

1106 SECTION 18. Section 97-33-27, Mississippi Code of 1972, is
1107 amended as follows:

1108 97-33-27. If any person shall bet on a horse race or a yacht 1109 race or on a shooting match, he shall be fined not more than Five 1110 Hundred Dollars (\$500.00), and, unless the fine and costs be 1111 immediately paid, he shall be imprisoned in the county jail not S. B. 2381 PAGE 42 1112 more than ninety (90) days; provided, however, this section shall
1113 not apply to betting, gaming or wagering:

On a cruise vessel as defined in Section 27-109-1 1114 (a) whenever such vessel is in the waters within the State of 1115 1116 Mississippi, which lie adjacent to the State of Mississippi south 1117 of the three (3) most southern counties in the State of Mississippi, including the Mississippi Sound, St. Louis Bay, 1118 1119 Biloxi Bay and Pascagoula Bay, and in which the registered voters 1120 of the county in which the port is located have not voted to 1121 prohibit such betting, gaming or wagering on cruise vessels as provided in Section 19-3-79; 1122

(b) In a structure located in whole or in part on shore in any of the three (3) most southern counties in the State of Mississippi in which the registered voters of the county have voted to allow such betting, gaming or wagering on cruise vessels as provided in Section 19-3-79, if:

(i) The structure is owned, leased or controlled by a person possessing a gaming license, as defined in Section 75-76-5, to conduct legal gaming * * *;

(ii) The part of the structure in which licensed gaming activities are conducted is located entirely in an area which is located no more than eight hundred (800) feet from the mean high-water line (as defined in Section 29-15-1) of the waters within the State of Mississippi, which lie adjacent to the State of Mississippi south of the three (3) most southern counties in the State of Mississippi, including the Mississippi Sound, St.

1138 Louis Bay, Biloxi Bay and Pascagoula Bay, or, with regard to the 1139 Mississippi Sound at Harrison County only, no farther north than the southern boundary of the right-of-way for U.S. Highway 90, 1140 1141 whichever is greater; and in determining the distance to the mean 1142 high-water line, the following considerations apply to any 1143 application for site approval after December 31, 2024, whether an 1144 initial or renewal application: 1145 1. Rights-of-way and easements for public 1146 streets and highways shall not be construed to interrupt the 1147 contiguous nature of a parcel of property, nor shall the footage 1148 contained within such easements and rights-of-way be considered in 1149 the calculation of the distances specified in subparagraph (ii) of 1150 this paragraph; and 1151 2. An imaginary line drawn from any point 1152 along the mean high-water line referenced and utilized pursuant to 1153 subparagraph (ii) of this paragraph to any other point of 1154 reference must cross only property under the exclusive use and 1155 control of the gaming licensee or proposed licensee based on its 1156 ownership or lease thereof, except for rights-of-way and easements 1157 for public streets and highways; and 1158 (iii) In the case of a structure that is located 1159 in whole or part on shore, the part of the structure in which 1160 licensed gaming activities are conducted shall * * * be located on property entirely under the exclusive use and control of the 1161 1162 gaming licensee or proposed licensee based on its ownership or 1163 lease thereof that extends from the gaming floor to the mean S. B. 2381 PAGE 44

1164 <u>high-water line and such land is capable of accommodating the</u> 1165 minimum improvement requirements set forth in Section 75-76-67(4);

(c) On a vessel as defined in Section 27-109-1 whenever such vessel is on the Mississippi River or navigable waters within any county bordering on the Mississippi River, and in which the registered voters of the county in which the port is located have not voted to prohibit such betting, gaming or wagering on vessels as provided in Section 19-3-79; or

1172 (d) That is legal under the laws of the State of 1173 Mississippi.

1174 <u>SECTION 19.</u> Sections 19 through 23 of this act shall be 1175 known as the "Mississippi Mobile Sports Wagering Act" and the 1176 sections shall be codified in Sections 97-33-401, et seq. of 1177 the Mississippi Code of 1972.

1178 <u>SECTION 20.</u> The following terms shall have the 1179 meanings ascribed herein:

(a) "Commission" means the Mississippi Gaming
Commission created in Section 75-76-7, Mississippi Code of
1182 1972.

1183 (b) "Executive director" means the Executive1184 Director of the Mississippi Gaming Commission.

(c) "Gaming" means to deal, operate, carry on, maintain, or expose for play any game as defined in Section 75-76-5 (k), Mississippi Code of 1972, including any game approved by the commission.

(d) "Gaming license" means any license issued by the commission pursuant to the Mississippi Gaming Control Act which authorizes the person named therein to engage in gaming.

1193 (e) "Gross revenue" means that term as defined in 1194 Section 75-76-5 (p), Mississippi Code of 1972.

1195 (f) "Interactive gaming" means wagering on any 1196 interactive game.

(g) "Interactive game" means computerized or virtual versions of any game as defined in Section 75-76-5 (k), Mississippi Code of 1972, or any other game of chance or digital simulation thereof, including, but not limited to, casino themed slot machines or gaming devices, table games or other such games as approved by the commission for play in a licensed establishment.

(h) "Internet" means that term as defined in
Section 230 of Title II of the Communications Act of 1934,
Chapter 652, 110 Stat. 137, 47 USCS 230.

(i) "Licensed establishment" means any premises
for which the commission has issued a gaming license
pursuant to the provisions of the Mississippi Gaming Control
Act.

(j) "Manufacturer's," or "distributor's" license means a license issued pursuant to Section 75-76-79, Mississippi Code of 1972.

(k) "Online race book" means a race book operation in which wagers are made over the Internet, including on websites and mobile or interactive devices, and accepted by a platform on behalf of the holder of a gaming license.

(1) "Online sports pool" means a sports wagering operation in which wagers on collegiate or professional sporting events or athletic events are made over the Internet, including on websites and mobile or interactive devices, and accepted by a platform on behalf of the holder of a gaming license.

(m) "Platform" means a person or entity that
operates an online sports pool or online race book on behalf
of the holder of a gaming license. Each licensed
establishment may enter into contracts with no more than two
(2) platforms to operate an online sports pool and/or online
race book on behalf of the holder of the gaming license.

(n) "Race book" means the business of accepting wagers upon the outcome of any event held at a track which uses the pari-mutuel system of wagering.

"Sports pool" means the business of accepting 1233 (\circ) 1234 wagers on collegiate or professional sporting events or 1235 athletic events, by any system of wagering other than the 1236 system known as the "pari-mutuel system of wagering." The 1237 term includes, but is not limited to, single-game bets, 1238 teaser bets, parlays, over-under, moneyline, pools, exchange 1239 wagering, in-game wagering, in-play bets, proposition bets, S. B. 2381 PAGE 47

1240 and straight bets. The term does not include fantasy 1241 contests as defined in Section 97-33-303.

1242 <u>SECTION 21.</u> (1) Online sports pools and online race 1243 books are legal in the State of Mississippi; provided, 1244 however, that nothing in this act shall authorize any other 1245 form of interactive gaming in the State of Mississippi.

(2) A platform that operates an online sports pool or online race book on behalf of the holder of a gaming license in this state must apply for and obtain a manufacturer's and distributor's license from the commission.

1250 The commission shall, from time to time, adopt, (3) 1251 amend or repeal such regulations, consistent with the 1252 policy, objects and purposes of this chapter, as it may deem 1253 necessary or desirable in the public interest in carrying 1254 out the policy and provisions of this chapter, including but 1255 not limited to such matters as identification and age 1256 verification of players, establishing wagering accounts, 1257 geolocation of players, compulsive and problem gambling 1258 verifications and protections, types of wagers eligible to 1259 be offered, and reporting to the commission of any abnormal 1260 betting activity or patterns that may indicate a concern 1261 about the integrity of a sporting event or athletic event or any other conduct with the potential to corrupt the betting 1262 1263 outcome of a sporting event or athletic event for financial 1264 gain, such as match fixing or suspicious or illegal wagering activities. 1265

1266 <u>SECTION 22.</u> (1) A platform may accept on behalf of 1267 the holder of a gaming license in this state wagers placed 1268 over the Internet, including on websites and mobile or 1269 interactive devices, only from players located in 1270 Mississippi, subject to the rules and regulations of the 1271 commission.

1272 (2) A person under the age of twenty-one (21) years 1273 shall not play, be allowed to play, place wagers, or collect 1274 winnings, whether personally or through an agent, from any 1275 gaming or wagers authorized under this chapter.

1276 (3) A dispute over winnings with respect to an online 1277 race book or online sports pool shall be resolved under the 1278 procedures set forth in Sections 75-76-157 through 75-76-173 1279 Mississippi Code of 1972.

1280 <u>SECTION 23.</u> Gross revenue from a platform operating an 1281 online race book or an online sports pool on behalf of the 1282 holder of a gaming license shall be subject to the license 1283 fees and credits under Section 75-76-177, 75-76-179,

1284 75-76-181 and 75-76-185 Mississippi Code of 1972.

1285 SECTION 24. This act shall take effect and be in force from 1286 and after July 1, 2025.

Further, amend by striking the title in its entirety and inserting in lieu thereof the following:

1 AN ACT TO DEFINE STATE JURISDICTION OVER PUBLIC TRUST 2 TIDELANDS AND THE AUTHORITY OF THE SECRETARY OF STATE TO APPROVE 3 LEASES LOCATED ON PUBLIC TRUST TIDELANDS; TO AMEND SECTIONS 4 7-11-11, 29-1-107, 29-15-1, 29-15-3, 29-15-5, 29-15-9, 29-15-10

5 AND 29-15-13, MISSISSIPPI CODE OF 1972, AND TO CODIFY SECTION 29-15-2, MISSISSIPPI CODE OF 1972, TO DECLARE LEGISLATIVE INTENT 6 7 RELATIVE TO PUBLIC TRUST TIDELANDS, TO CLARIFY THE REQUIREMENT OF 8 A SEPARATE LEASE FROM THE SECRETARY OF STATE TO RENT LAND ON 9 PUBLIC TRUST TIDELANDS PROPERTY, TO CLARIFY THAT THE LEASE NEEDED TO MOVE ON SHORE IS ONE WITH THE STATE OR THE STATE PORT AT 10 11 GULFPORT, TO REVISE DEFINITIONS, TO PROVIDE THAT STATE-HELD 12 TIDELANDS SUBJECT TO PUBLIC TRUST ARE PRESCRIBED IN TIDELANDS MAPS 13 AND BOUNDARY AGREEMENTS AND COURT ORDERS CONFIRMING THE MAPS, TO 14 CONFIRM ALL AUTHORITY OVER TIDELANDS IN THE STATE UNLESS 15 SPECIFICALLY SEVERED OR GIVEN TO A SPECIFIC STATE AGENCY OR 16 POLITICAL SUBDIVISION, TO CONFIRM AUTHORITY, MANAGEMENT AND 17 ADMINISTRATIVE CONTROL OVER TIDELANDS IN THE SECRETARY OF STATE, 18 TO CLARIFY THAT ONLY SPECIFIC ACTION BY THE LEGISLATURE CAN DIVEST 19 THE SECRETARY OF STATE OF SUCH MANAGEMENT AND CONTROL; TO AMEND 20 SECTIONS 59-7-405 AND 59-15-1, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT THE LOCAL GOVERNING AUTHORITY SHALL NOT LEASE, 21 SUBLEASE, RENT OR PROVIDE ACCESS FOR ANY GAMING PURPOSES UNDER 22 23 THIS AUTHORITY; TO AMEND SECTIONS 75-76-67, 87-1-5, 97-33-1, 24 97-33-7, 97-33-17, 97-33-25 AND 97-33-27, MISSISSIPPI CODE OF 25 1972, TO DEFINE AND CLARIFY THE AUTHORITY OF THE MISSISSIPPI 26 GAMING COMMISSION IN DETERMINING LEGAL GAMING SITES AND 27 PRELIMINARY SITE APPROVAL AND TO CLARIFY AREAS AUTHORIZED FOR 28 GAMING CASINO OPERATIONS AND THE AUTHORITY OF THE COMMISSION TO 29 REGULATE MINIMUM SIZE, MINIMUM IMPROVEMENTS AND OTHER PROJECT REOUIREMENTS; TO CREATE THE MISSISSIPPI MOBILE SPORTS WAGERING 30 31 ACT; TO PROVIDE DEFINITIONS FOR THE ACT; TO LEGALIZE ONLINE 32 SPORTS POOLS AND ONLINE RACE BOOKS; TO CLARIFY THAT THIS ACT 33 DOES NOT AUTHORIZE INTERACTIVE GAMING IN THE STATE OF 34 MISSISSIPPI; TO REQUIRE ANY AUTHORIZED ONLINE PLATFORM THAT 35 OPERATES AN ONLINE SPORTS POOL OR ONLINE RACE BOOK ON BEHALF 36 OF THE HOLDER OF A GAMING LICENSE IN THIS STATE TO APPLY FOR 37 AND OBTAIN A MANUFACTURER'S AND DISTRIBUTOR'S LICENSE FROM 38 THE COMMISSION; TO AUTHORIZE THE GAMING COMMISSION TO ADOPT, 39 AMEND OR REPEAL REGULATIONS CONSISTENT WITH THE REQUIREMENTS 40 OF THE ACT, INCLUDING IDENTIFICATION AND AGE VERIFICATION OF 41 PLAYERS; AND FOR RELATED PURPOSES.

HR26\SB2381A.4J

Andrew Ketchings Clerk of the House of Representatives