

By: Senator(s) Ross, Dearing

To: Finance

COMMITTEE SUBSTITUTE  
FOR  
SENATE BILL NO. 2054

1 AN ACT TO AMEND SECTION 27-33-19, MISSISSIPPI CODE OF 1972,  
2 TO INCLUDE WITHIN THE DEFINITION OF "HOME" OR "HOMESTEAD" UNDER  
3 THE HOMESTEAD EXEMPTION LAW THE PORTION OF A BUILDING THAT IS  
4 LISTED ON THE NATIONAL REGISTER OF HISTORIC PLACES THAT IS USED  
5 SOLELY FOR THE RESIDENCE OF A FAMILY GROUP WHEN THE BUILDING IS  
6 OWNED BY THE HEAD OF THE FAMILY AND NOT MORE THAN 10 ROOMS IN THE  
7 BUILDING ARE RENTED TO TRANSIENT GUESTS; AND FOR RELATED PURPOSES.

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

9 **SECTION 1.** Section 27-33-19, Mississippi Code of 1972, is  
10 amended as follows:

11 27-33-19. The word "home" or "homestead" whenever used in  
12 this article shall mean the dwelling, the essential outbuildings  
13 and improvements, and the eligible land assessed on the land roll  
14 actually occupied as the primary home of a family group, eligible  
15 title to which is owned by the head of the family, a bona fide  
16 resident of this state, and when the dwelling is separately  
17 assessed on the land roll for the year in which the application is  
18 made, subject to the limitations and conditions contained in this  
19 article. And the meaning of the word is hereby extended to  
20 specifically include:

21 (a) One or more separate, bona fide dwellings and the  
22 land on which they are located, each occupied under eligible  
23 ownership rights by the widow or the widower, or the children of a  
24 deceased parent, each separate home being property or a portion of  
25 property owned by a deceased person whose estate has not been  
26 distributed or divided or vested in a person or persons for life.  
27 But in each case the property for which exemption is sought may  
28 not be more than the applicant's inherited portion, and must be  
29 accurately described on the application and the conditions

30 explained in writing. But the heirs may elect to accept one (1)  
31 homestead for the estate. The home occupied by the surviving  
32 spouse as provided by the laws of this state shall be preferred  
33 over the homes claimed by the children, and the exemption to any  
34 other heir shall not exceed the remaining amount obtained by  
35 deducting the assessed value of the surviving spouse's portion  
36 from the assessed value of the whole, divided by the number of  
37 heirs other than the surviving spouse. Each heir claiming  
38 exemption shall meet the requirements as to occupancy, residence  
39 and head of a family, and no part of the undivided inherited lands  
40 shall be combined with other lands and included in a homestead  
41 exemption under this article except in the case of the surviving  
42 spouse.

43 (b) One or more separated dwellings and eligible land,  
44 not apartments, occupied each by a family group as a bona fide  
45 home, eligible title to which entire property is held jointly by  
46 purchase or otherwise by the heads of the families, and each joint  
47 owner shall be allowed exemption on the proportion of the total  
48 assessed value of all the property, equal to his fractional  
49 interest (except as otherwise provided in paragraph (r) of this  
50 section), provided no part of the jointly owned property shall be  
51 exempted to a joint owner who has been allowed an exemption on  
52 another home in the state.

53 (c) A dwelling and eligible lands owned jointly or  
54 severally by a husband and wife, if they are actually and legally  
55 living together. But if husband and wife are living apart, not  
56 divorced, as provided by paragraphs (c) and (d) of Section  
57 27-33-13, jointly owned land shall not be included except that the  
58 dwelling occupied as a home at the time of separation shall be  
59 eligible if owned jointly or severally.

60 (d) The dwelling and eligible land on which it is  
61 located, owned and actually occupied as a home by a minister of  
62 the gospel or by a licensed school teacher actively engaged whose

63 duties as such require them to be away from the home for the major  
64 part of each year, including January 1, provided it was eligible  
65 before such absence, and no income is derived therefrom, and no  
66 part of the dwelling claimed as a home is rented, leased or  
67 occupied by another family group, and when the home is eligible  
68 except for the temporary absence of the owner.

69 (e) The dwelling and the eligible land on which it is  
70 located, consisting of not more than four (4) apartments; provided  
71 (1) if one (1) apartment is actually occupied as a home by the  
72 owner the exemption shall be limited to one-fourth (1/4) the  
73 exemption granted pursuant to this article, or (2) if the dwelling  
74 and land is owned by four (4) persons and the four (4) owners each  
75 occupy one (1) apartment as a home, the exemption shall be granted  
76 equally to each owner; provided revenue is not derived from any  
77 part of the property except as permitted by paragraphs (g) and (h)  
78 of this section. If the dwelling and the eligible land on which  
79 it is located consists of not more than three (3) apartments, and  
80 one (1) apartment is actually occupied as a home by the owner, the  
81 exemption shall be limited to one-third (1/3) the exemption  
82 granted pursuant to this article, or if the dwelling and land is  
83 owned by three (3) persons and the three (3) owners each occupy  
84 one (1) apartment as a home, the exemption shall be granted  
85 equally to each owner; provided revenue is not derived from any  
86 part of the property except as permitted by paragraphs (g) and (h)  
87 of this section. If the dwelling and the eligible land on which  
88 it is located consists of not more than two (2) apartments and one  
89 (1) apartment is actually occupied as a home by the owner, the  
90 exemption shall be limited to one-half (1/2) the exemption granted  
91 pursuant to this article, or if the dwelling and land is owned by  
92 two (2) persons and the two (2) owners each occupy one (1)  
93 apartment as a home, the exemption shall be granted equally to  
94 each owner; provided revenue is not derived from any part of the

95 property except as permitted by paragraphs (g) and (h) of this  
96 section.

97 (f) The dwelling and eligible land on which it is  
98 located, actually occupied as the bona fide home of a family group  
99 owned by the head of the family whereof five (5) and not more than  
100 six (6) rooms are rented to tenants or boarders, and where there  
101 are rented rooms and an apartment, the apartment shall be counted  
102 as three (3) rooms; provided the exemption shall be limited to  
103 one-half (1/2) the exemption granted pursuant to this article.

104 (g) The dwelling and eligible land being the bona fide  
105 home of a family group owned by the head of the family used partly  
106 as a boarding house, or for the entertainment of paying guests, if  
107 the number of boarders or paying guests does not exceed eight (8).

108 (h) The dwelling and eligible land being the bona fide  
109 home of a family group owned by the head of the family wherein  
110 activity of a business nature is carried on, but where the  
111 assessed value of the property associated with the business  
112 activity is less than one-fifth (1/5) of the total assessed value  
113 of the bona fide home; provided, however, that when the owner's  
114 full-time business is located in the bona fide home of the head of  
115 the family, such owner shall be limited to one-half (1/2) of the  
116 exemption granted pursuant to this article.

117 (i) The dwelling and the eligible land on which it is  
118 located and other eligible land even though ownership of and title  
119 to the dwelling and the land on which it is located has been  
120 conveyed to a housing authority for the purpose of obtaining the  
121 benefits of the Housing Authorities Law as authorized by Sections  
122 43-33-1 through 43-33-53 or related laws.

123 (j) A dwelling and the eligible land on which it is  
124 located owned by a person who is physically or mentally unable to  
125 care for himself and confined in an institution for treatment  
126 shall be eligible notwithstanding the absence of the owner unless  
127 the home is excluded under other provisions of this article. The

128 exemption is available for a period of ten (10) years from the day  
129 of confinement.

130 (k) The dwelling and the eligible land on which it is  
131 located owned by two (2) or more persons of a group, as defined in  
132 paragraph (f) of Section 27-33-13, when two (2) or more of the  
133 group have eligible title, or if the group holds a life estate, a  
134 joint estate or an estate in common; provided the title of the  
135 several owners shall be of the same class.

136 (l) A dwelling and the eligible land on which it is  
137 located under a lease of sixty (60) years by the Pearl River  
138 Valley Water Supply District at the reservoir known as the "Ross  
139 Barnett Reservoir" actually occupied as the home or homestead of a  
140 family or person as defined heretofore in this article. However,  
141 no such family group or any other person heretofore qualified and  
142 defined in this article shall be allowed to establish more than  
143 one (1) home or homestead for the purpose and intent of this  
144 article.

145 (m) Units of a condominium constructed in accordance  
146 with Section 89-9-1 et seq., Mississippi Code of 1972, known as  
147 the "Mississippi Condominium Law," and actually occupied as the  
148 home or homestead of a family or person as defined heretofore in  
149 this article. However, no such family group or any other person  
150 heretofore qualified and defined in this article shall be allowed  
151 to establish more than one (1) home or homestead for the purpose  
152 and intent of this article.

153 (n) A dwelling and the eligible land on which it is  
154 located held under a lease of ten (10) years or more or for life,  
155 from a fraternal or benevolent organization and actually occupied  
156 as the home or homestead of a family or person as defined  
157 heretofore in this article. No such family group or any other  
158 person heretofore qualified and defined in this article shall be  
159 allowed to establish more than one (1) home or homestead for the  
160 purpose and intent of this article.

161           (o) A dwelling being the bona fide home of a family  
162 group owned by the head of the family and located on land owned by  
163 a corporation incorporated more than fifty (50) years ago and in  
164 which the homeowner is a shareholder, and which corporation owns  
165 no land outside Monroe and Itawamba Counties. No family group or  
166 any other person heretofore qualified and defined in this article  
167 shall be allowed to establish more than one (1) home or homestead  
168 for the purpose and intent of this article.

169           (p) A dwelling and the eligible land on which it is  
170 located under a lease of five (5) years or more by the  
171 Mississippi-Yazoo Delta Levee Board actually occupied as the home  
172 or homestead of a family or person as defined pursuant to this  
173 article. However, no such family group or any other person  
174 qualified and defined pursuant to this article shall be allowed to  
175 establish more than one (1) home or homestead for the purpose and  
176 intent of this article. The definition shall include all leases  
177 in existence that were entered into prior to July 1, 1992.

178           (q) A dwelling and the eligible land on which the  
179 spouse of a testator is granted the use of such dwelling for life  
180 or until the occurrence of certain contingencies and the children  
181 of such testator are granted a remainder interest in the dwelling  
182 and eligible land. Such dwelling and eligible land will only  
183 qualify as a home or homestead if (i) the spouse of the testator  
184 would otherwise qualify as head of a family if the interest were a  
185 tenancy for life (life estate) and (ii) the dwelling and eligible  
186 land is actually occupied as the home of the spouse of the  
187 testator. The children of the testator shall be allowed to  
188 establish an additional homestead for purposes of this article.

189           (r) A dwelling and the eligible land actually occupied  
190 as the bona fide home of a family group. If a person has been  
191 granted use and possession of a home in a divorce decree, that  
192 individual is eligible for full exemption, regardless of whether  
193 the property is jointly owned.

194           (s) A dwelling being the bona fide home of a family  
195 group located on land owned by a corporation incorporated more  
196 than forty (40) years ago and in which the head of the family  
197 group is a shareholder, and which corporation owns no land outside  
198 Lee County, Mississippi. No family group or any other person  
199 qualified and defined in this article shall be allowed to  
200 establish more than one (1) home or homestead for the purpose and  
201 intent of this article.

202           (t) The floor or floors of a building used solely for  
203 the residence of a family group when the building is owned by the  
204 head of the family and another floor or floors of the building are  
205 used for business activity.

206           (u) A dwelling being the bona fide home of a family  
207 group located on land owned by an incorporated club and in which  
208 the head of the family group is a shareholder, and which  
209 incorporated club owns no land outside Union County, Mississippi;  
210 provided, the incorporated club pays all ad valorem taxes levied  
211 on the land upon which the dwelling is located. No family group  
212 or any other person qualified and defined in this article shall be  
213 allowed to establish more than one (1) home or homestead for the  
214 purpose and intent of this article.

215           (v) The portion of a building that is listed on the  
216 National Register of Historic Places that is used solely for the  
217 residence of a family group when the building is owned by the head  
218 of the family and rooms in the building are rented to transient  
219 guests; however, not more than ten (10) rooms in the building may  
220 be rented to transient guests.

221           **SECTION 2.** This act shall take effect and be in force from  
222 and after July 1, 2007.