MADAM PRESIDENT AND MR. SPEAKER:

We, the undersigned conferees, have had under consideration the amendments to the following entitled BILL:

S. B. No. 2962: Water districts; clarify incorporation by rural water associations.

We, therefore, respectfully submit the following report and recommendation:

- 1. That the House recede from its Amendment No. 1.
- 2. That the Senate and House adopt the following amendment:

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

- 9 **SECTION 1.** Section 19-5-151, Mississippi Code of 1972, is
- 10 amended as follows:
- 11 19-5-151. (1) Any contiguous area situated within any
- 12 county of the state, and not being situated within the corporate
- 13 boundaries of any existing municipality, and having no adequate
- 14 water system, sewer system, garbage and waste collection and
- 15 disposal system, or fire protection facilities serving such area,
- 16 may become incorporated as a water district, as a sewer district,
- 17 as a garbage and waste collection and disposal district, as a fire
- 18 protection district, as a combined water and sewer district, as a
- 19 combined water and garbage and waste collection and disposal
- 20 district, as a combined water and fire protection district, or as
- 21 a combined water, sewer, garbage and waste collection and disposal
- 22 and fire protection district, in the manner set forth in the
- 23 following sections.
- 24 (2) If the certificated area * * * of a nonprofit, nonshare
- 25 corporation chartered under the Mississippi Nonprofit Corporation
- 26 Act for the purpose of owning and operating rural waterworks <u>lies</u>
- 27 <u>in one county</u>, <u>the corporation</u> may become incorporated as a water
- 28 district in the manner set forth in Section 19-5-153(3). If the
- 29 nonprofit, nonshare corporation's certificated area lies in more

- 30 than one (1) county, the procedure in Section 19-5-164 shall be
- 31 used.
- 32 SECTION 2. (1) In addition to the voluntary review and
- arbitration of billing, rate and service disputes between a water 33
- 34 district and a customer by the Public Service Commission as
- 35 provided under Sections 19-5-177 and 77-3-6, a customer may
- 36 petition the Public Service Commission to investigate, review and
- 37 hold a hearing on billing, rate and service disputes between the
- customer and a water district as provided in this section. 38
- 39 If a customer files a petition with the Public Service
- 40 Commission, the commission shall investigate, review and hold a
- 41 hearing on the dispute if the following conditions are met:
- The water district was formed under Section 42 (a)
- 19-5-151 et seq.; 43
- (b) The water district had over three thousand eight 44
- 45 hundred (3,800) water connections at the time of the dispute;
- 46 (c) The dispute is more than Two Thousand Five Hundred
- Dollars (\$2,500.00) as provided in Section 77-3-6; and 47
- 48 The water district lies within the three (3)
- 49 coastal counties affected by Hurricane Katrina.
- 50 If the Public Service Commission determines that the
- 51 rates, charges or fees to be unjust, unreasonable or unreasonably
- 52 discriminatory, the rates, charges or fees shall be set aside and
- the commission shall determine and fix such rates, charges or fees 53
- 54 as provided under Section 77-3-39.
- This section shall repeal on July 1, 2009. 55
- 56 SECTION 3. This act shall take effect and be in force from
- 57 and after its passage.

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

AN ACT TO AMEND SECTION 19-5-151, MISSISSIPPI CODE OF 1972, TO CLARIFY THE INCORPORATION OF RURAL WATER ASSOCIATIONS INTO WATER DISTRICT; TO PROVIDE THAT THE PUBLIC SERVICE COMMISSION SHALL

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- REVIEW CERTAIN DISPUTES BETWEEN CUSTOMERS AND CERTAIN WATER
- 5
- DISTRICTS WITHIN THE THREE COASTAL COUNTIES AFFECTED BY HURRICANE KATRINA; TO PROVIDE FOR THE REPEAL OF SUCH REVIEW; AND FOR RELATED PURPOSES. 6

CONFEREES FOR THE SENATE

CONFEREES FOR THE HOUSE

X (SIGNED) T. O. Moffatt

X (SIGNED) Jamie Franks

X (SIGNED) Sidney Albritton X (SIGNED) Roger Ishee

X (SIGNED) Perry Lee

X (SIGNED) Jessica Upshaw