MISSISSIPPI LEGISLATURE

REGULAR SESSION 2024

By: Senator(s) Blount, Thompson, Wiggins, To: Gaming; Ports and Marine England, Ladner, DeLano

Resources

SENATE BILL NO. 2780 (As Passed the Senate)

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 7-11-11, 29-1-107, 29-15-1, 29-15-3, 29-15-5, 29-15-9, 29-15-10 4 5 AND 29-15-13, MISSISSIPPI CODE OF 1972, AND TO CODIFY SECTION 6 29-15-2, MISSISSIPPI CODE OF 1972, TO DECLARE LEGISLATIVE INTENT 7 RELATIVE TO PUBLIC TRUST TIDELANDS, TO CLARIFY THE REQUIREMENT OF A SEPARATE LEASE FROM THE SECRETARY OF STATE TO RENT LAND ON 8 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 CONFIRM ALL AUTHORITY OVER TIDELANDS IN THE STATE UNLESS 14 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 PROVIDE 20 THAT ALL USES OF PUBLIC TRUST TIDELANDS FOR ANY GAMING PURPOSES BY 21 A PERSON POSSESSING OR APPLYING FOR A GAMING LICENSE SHALL REQUIRE 22 A TIDELANDS LEASE FROM THE STATE THROUGH THE SECRETARY OF STATE 23 AND BE SUBJECT TO ANNUAL RENT, TO FURTHER CLARIFY THAT THE 24 SECRETARY OF STATE IS THE TRUSTEE OF THE PUBLIC TRUST TIDELANDS, 25 TO FURTHER CLARIFY THAT A TIDELANDS LEASE WITH THE SECRETARY OF 26 STATE IS REQUIRED FOR USE OF THE TIDELANDS AND THAT STATE AGENCIES 27 AND POLITICAL SUBDIVISIONS EXERCISING LITTORAL OR RIPARIAN RIGHTS 28 ALSO REQUIRE A TIDELANDS LEASE, TO PROVIDE THAT THESE SECTIONS 29 CONTROL ALL OTHER STATUTES, TO CONFIRM STATE OWNERSHIP AND CONTROL 30 OF TIDELANDS IN THE SECRETARY OF STATE UNLESS CLEAR TITLE OR 31 CONTROL WAS DIVESTED, TO PROVIDE THAT ADMINISTRATIVE COSTS, LEGAL 32 FEES AND LOST AD VALOREM TAXES SHALL BE PAID OUT OF THE PUBLIC 33 TRUST TIDELANDS FUND, TO CLARIFY THE NEED FOR A TIDELANDS LEASE EVEN IF RENT EXEMPT, TO CLARIFY THAT THE USE OF TIDELANDS FOR 34

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~ OFFICIAL ~ G1/2 35 MUNICIPAL HARBORS REQUIRES A TIDELANDS LEASE WITH THE SECRETARY OF 36 STATE, AND IN CONFORMITY THERETO; TO AMEND SECTIONS 59-7-405 AND 37 59-15-1, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT IF THE USE OF 38 THE PUBLIC TRUST TIDELANDS IS TO CONSTRUCT, OWN, HOLD, MAINTAIN, 39 EQUIP, USE, CONTROL AND OPERATE AT SEAPORTS OR HARBORS, WHARVES, 40 PIERS, DOCKS, WAREHOUSES, COLD STORAGE FACILITIES, WATER AND RAIL 41 TERMINALS, AIRPLANE LANDING FIELDS AND STRIPS, AND OTHER 42 STRUCTURES AND FACILITIES NEEDFUL FOR THE CONVENIENT USE OF THE 43 SAME IN THE AID OF COMMERCE NAVIGATION AND LAND, INCLUDING THE DREDGING OF CHANNELS AND APPROACHES TO THE FACILITIES, THE LOCAL 44 45 MUNICIPAL GOVERNING AUTHORITY SHALL HAVE EXCLUSIVE CONTROL OF THE 46 LEASED PREMISES, AND ALL REVENUES GENERATED THEREFROM SHALL BE USED TO MAINTAIN, REPAIR OR IMPROVE THE LEASED PROPERTY, TO 47 48 PROVIDE THAT THE LOCAL GOVERNING AUTHORITY SHALL NOT LEASE, 49 SUBLEASE, RENT OR PROVIDE ACCESS FOR ANY GAMING PURPOSES UNDER 50 THIS AUTHORITY AND TO PROVIDE THAT IF THE USE OF PUBLIC TRUST TIDELANDS IS TO ACQUIRE, PURCHASE, INSTALL, RENT, LEASE, MORTGAGE, 51 52 INCUMBER, CONSTRUCT, OWN, HOLD, MAINTAIN, EQUIP, USE, CONTROL AND 53 OPERATE RECREATIONAL PARKS AND HARBORS FOR SMALL WATER CRAFT, THE 54 LOCAL MUNICIPAL GOVERNING AUTHORITY SHALL HAVE EXCLUSIVE CONTROL 55 OF THE LEASED PREMISES AND ALL REVENUES GENERATED THEREFROM SHALL 56 BE USED TO MAINTAIN, REPAIR OR IMPROVE THE LEASED PROPERTY; TO 57 AMEND SECTIONS 75-76-67, 87-1-5, 97-33-1, 97-33-7, 97-33-17, 58 97-33-25 AND 97-33-27, MISSISSIPPI CODE OF 1972, TO DEFINE AND 59 CLARIFY THE AUTHORITY OF THE MISSISSIPPI GAMING COMMISSION IN 60 DETERMINING LEGAL GAMING SITES AND PRELIMINARY SITE APPROVAL AND 61 TO CLARIFY AREAS AUTHORIZED FOR GAMING CASINO OPERATIONS AND THE 62 AUTHORITY OF THE COMMISSION TO REGULATE MINIMUM SIZE, MINIMUM 63 IMPROVEMENTS AND OTHER PROJECT REQUIREMENTS; AND FOR RELATED 64 PURPOSES.

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

66 SECTION 1. Section 7-11-11, Mississippi Code of 1972, is

67 amended as follows:

68 7-11-11. The Secretary of State shall have charge of the 69 swamp and the overflowed lands and indemnity lands in lieu 70 thereof, the internal improvement lands, the lands forfeited to 71 the state for nonpayment of taxes after the time allowed by law 72 for redemption shall have expired, <u>the Public Trust Tidelands</u>, and 73 of all other public lands belonging to or under the control of the 74 state. The regulation, sale and disposition of all such lands 75 shall be made through the Secretary of State's office.

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

79 SECTION 2. Section 29-1-107, Mississippi Code of 1972, is 80 amended as follows:

81 29-1-107. (1) The Secretary of State, with the approval of 82 the Governor, shall, as far as practicable, rent or lease all 83 lands belonging to the state, except as otherwise provided 84 by *** * *** this section, for a period of not exceeding one (1) year, 85 and account for the rents therefrom in the same manner as money 86 received from the sale of state lands, provided that no state land 87 shall be rented or leased to individuals, corporations, 88 partnerships, or association of persons for hunting or fishing 89 purposes. Property belonging to the state in municipalities, even 90 though it may have been subdivided into lots, blocks, divisions, or otherwise escheated or was sold to the state by such 91 92 description, may likewise be leased or rented by the Secretary of 93 State under the terms provided above for other state lands, and 94 the rents accounted for in the same manner. The state shall have 95 all the liens, rights and remedies accorded to landlords in Sections 89-7-1 through 89-7-125; said leases and rental contracts 96 97 shall automatically terminate on the date provided in said leases 98 or contracts. A person possessing a gaming license under the

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99 Mississippi Gaming Control Act or who wishes to apply for a gaming 100 license under the Mississippi Gaming Control Act and who further 101 uses or wishes to use Public Trust Tidelands as part of its 102 proposed gaming project shall be required to obtain a tidelands 103 lease from the Secretary of State notwithstanding any statute, law 104 or other provision providing other authority to municipalities and 105 counties or any other political subdivision to use the Public 106 Trust Tidelands and such lease may be conditioned upon the gaming 107 licensee or license applicant obtaining such other necessary and 108 required approvals.

109 (2) (a) The Secretary of State, with the approval of the Governor, may rent or lease surface lands, tidelands or submerged 110 111 lands owned or controlled by the State of Mississippi lying in or adjacent to the Mississippi Sound or Gulf of Mexico or streams 112 113 emptying therein, for a period not exceeding forty (40) years for 114 rental payable to the state annually. However, the term of any 115 lease of State Public Trust Tidelands to a person possessing a license under the Mississippi Gaming Control Act shall be governed 116 117 by the provisions of subsection (4) of this section.

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

122 (c) A lessee of record may be given the option to renew123 for an additional period not to exceed twenty-five (25) years;

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124 however, the term of a renewal for a lease of State Public Trust 125 Tidelands to a person possessing a gaming license under the 126 Mississippi Gaming Control Act shall be governed by the provisions 127 of subsection (4) of this section. The holder of a lease of 128 Public Trust Tidelands, at the expiration thereof, shall have a 129 prior right, exclusive of all other persons, to re-lease as may be 130 agreed upon between the holder of the lease and the Secretary of 131 State.

132 Leases shall provide for review and rent (d) 133 adjustments at each fifth anniversary tied either to the All Urban 134 Consumer Price Index-All Items (CPI) or to an appraisal which 135 deducts the value of any improvements by the lessee which 136 substantially enhance the value of the land. In the case where 137 the initial rental was based on the value set by the ad valorem tax rolls, then the rent review and adjustment clause shall be 138 139 likewise based on the value set by such tax rolls. In the event 140 that the lessor and lessee cannot agree on a rental amount, the lease may be cancelled at the option of the lessor. The lessee 141 142 shall, within thirty (30) days after execution of a sublease or 143 assignment, file a copy thereof, including the total consideration 144 therefor, with the Secretary of State. This paragraph shall not 145 apply to a lease of State Public Trust Tidelands or submerged lands to a person possessing a gaming license under the 146 Mississippi Gaming Control Act who operates a gaming establishment 147 on such tidelands or submerged lands or to a person who has or 148

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S. B. No. 2780 24/SS26/R435PS PAGE 5 149 will apply for a gaming license under the Mississippi Gaming

150 <u>Control Act and to use Public Trust Tidelands or submerged lands</u> 151 as part of its proposed gaming project.

(e) The Secretary of State shall not grant a lease for
gaming purposes whether directly or indirectly on Public Trust
Tidelands on which the sand beach was constructed or which are
adjacent to the sand beach, as defined in Section 29-15-1.

156 Provided, however, the current occupants of Public Trust (3) 157 Tidelands that were developed after the determinable mean high-water line nearest the effective date of the Coastal Wetlands 158 159 Protection Law shall pay an annual rental based on the fair market 160 value as determined by the assessed valuation of the property. 161 The holder of a lease of Public Trust Tidelands, at the expiration 162 thereof, shall have a prior right, exclusive of all other persons, 163 to re-lease as may be agreed upon between the holder of the lease 164 and the Secretary of State.

(4) 165 This section shall apply to any person possessing a (a) license under the Mississippi Gaming Control Act or who wishes to 166 167 apply for a gaming license under the Mississippi Gaming Control 168 Act and who operates or proposes to operate a gaming establishment 169 in any of the three (3) most southern counties of the state. Any 170 gaming licensee or proposed gaming licensee shall be required to 171 obtain a lease from the Secretary of State to use any State Public 172 Trust Tidelands notwithstanding any statute, law or other 173 provision providing other authority to municipalities and counties

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174 or any other political subdivision to use the Public Trust

175 <u>Tidelands.</u> To locate onshore and qualify to pay the in-lieu

176 tidelands assessment, a gaming operation must have or show that it

177 would have been qualified in all respects to obtain prior to

178 August 29, 2005, a lease of Public Trust Tidelands from the State

179 of Mississippi through the Secretary of State for a gaming

180 operation.

181 (b) The following shall apply to all leases of State182 Public Trust Tidelands executed by such a licensee:

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

186 By operation of this section, any lease (ii) 187 executed before August 29, 2005, may, at the option of the lessee, either remain at the term stated in the original execution of the 188 189 lease or be converted to a thirty-year term lease, beginning on 190 such date after August 29, 2005, that the lessee either resumes or begins permanent gaming activities as approved by the Mississippi 191 192 Gaming Commission, and the lessee shall be required to comply with 193 all other provisions of the lease. Should the lessee choose to 194 operate in a structure that is not on State Public Trust Tidelands 195 and that is on property contiguous to State Public Trust Tidelands 196 leased by the State of Mississippi to the lessee, the lessee shall 197 be required to comply with all other provisions of the lease with the State of Mississippi and shall be exempt from the assessment 198

S. B. No. 2780 **~ OFFICIAL ~** 24/SS26/R435PS PAGE 7 199 provided for in paragraph (c) of this subsection. Easements for 200 and rights-of-way for public streets and highways shall not be 201 construed to interrupt the contiguous nature of a parcel of 202 property. In the event that a lessee does not elect either to 203 remain bound by the original term of the lease with the State of 204 Mississippi or to convert the lease to a thirty-year term, the 205 Secretary of State may lease the State Public Trust Tidelands that 206 are the subject of the lease to any other person or entity.

207 Leases shall provide for review and rent (iii) 208 adjustments at each annual anniversary tied to the All Urban 209 Consumer Price Index-All Items (CPI). In the case of the renewal 210 of a lease after the expiration of the original thirty-year term 211 under this subsection, each renewal shall be for a term of thirty 212 (30) years. The base rate to which the CPI shall apply for 213 purposes of executing the subsequent lease shall be negotiated by 214 the lessee with the Secretary of State.

215 Except as otherwise provided in this (C) (i) paragraph, any person possessing a license under the Mississippi 216 217 Gaming Control Act who does not lease for a gaming site Public 218 Trust Tidelands from the State * * * of Mississippi by and through 219 the Secretary of State or a state port, and who operates a gaming 220 establishment in any of the three (3) most southern counties of the state, shall pay an annual in-lieu tidelands assessment to the 221 222 Public Trust Tidelands Assessments Fund (hereinafter referred to

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S. B. No. 2780 24/SS26/R435PS PAGE 8 223 as "fund") created in Section 29-15-10, in the amount and manner 224 provided for in this paragraph.

225 For calendar year 2006, the annual in-lieu tidelands 226 assessment paid by the licensee to the fund shall be: 227 1. Four Hundred Thousand Dollars 228 (\$400,000.00), if the capital investment in the part of the 229 structure in which licensed gaming activities are conducted is 230 Fifty Million Dollars (\$50,000,000.00) or less. 231 2. Four Hundred Fifty Thousand Dollars 232 (\$450,000.00), if the capital investment in the part of the 233 structure in which licensed gaming activities are conducted is 234 equal to or more than Fifty Million Dollars (\$50,000,000.00) but 235 less than Sixty Million Dollars (\$60,000,000.00). 236 3. Five Hundred Thousand Dollars 237 (\$500,000.00), if the capital investment in the part of the 238 structure in which licensed gaming activities are conducted is 239 equal to or more than Sixty Million Dollars (\$60,000,000.00) but 240 less than Seventy-five Million Dollars (\$75,000,000.00). 241 4. Six Hundred Thousand Dollars 242 (\$600,000.00), if the capital investment in the part of the 243 structure in which licensed gaming activities are conducted is 244 equal to or more than Seventy-five Million Dollars 245 (\$75,000,000.00) but less than One Hundred Million Dollars 246 (\$100,000,000.00).

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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.

262 (ii) This paragraph shall not apply to a gaming 263 licensee if the licensee conducts gaming in a structure that is 264 located on property that is leased from the Mississippi State Port 265 at Gulfport or any political subdivision of the state, or to a 266 licensee who conducts gaming in a structure that is located on 267 property that is leased to the licensee jointly by the State of 268 Mississippi and the City of Biloxi; however, with regard to 269 property owned by a political subdivision of the state, this 270 exception shall only apply to property owned by the political

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S. B. No. 2780 24/SS26/R435PS PAGE 10 271 subdivision on August 29, 2005, if legal gaming could have been 272 conducted on such property on that date.

273 This paragraph shall not apply to a gaming (iii) 274 licensee if the licensee conducts gaming in a structure that is 275 located on property that is not leased from the State of 276 Mississippi, and/or a political subdivision of the State of 277 Mississippi and is not on State Public Trust Tidelands, and if a 278 gaming licensee conducted gaming on that property before August 279 29, 2005, and shall not apply to a gaming licensee if the licensee or a former licensee conducted gaming on * * * contiguous property 280 281 through a lease with the State Port at Gulfport before August 29, 282 2005.

283 SECTION 3. Section 29-15-1, Mississippi Code of 1972, is 284 amended as follows:

285 29-15-1. (a) "Commission" means the Mississippi <u>Advisory</u>
286 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.

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

292 (d) "Fastlands" means tidelands and submerged lands

293 waterward of the historic natural mean high-water line but

294 artificially filled such that the area waterward of that line is

295 above mean high water.

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296 $(* * *\underline{e})$ "Mean high water" means the arithmetic mean of all 297 the high waters occurring in a particular nineteen-year tidal 298 epoch period; or for a shorter period of time after corrections 299 are applied to the short-term observations to reduce these values 300 to the equivalent nineteen-year value.

301 $(* * * \underline{f})$ "Mean high-water line" means the intersection of 302 the tidal datum plane of mean high water with the shore.

303 (***g) "Mean high_water survey" means a survey of the 304 intersection of the shoreline with the tidal datum plane of mean 305 high water using local tidal datums and surveying methodologies 306 approved by the commission. Methodologies shall include, but not 307 be limited to, the "staking method," "the topographic method" and 308 "tide coordinated aerial photography."

309 (***<u>h</u>) "National map accuracy standards" means a set of 310 guidelines published by the Office of Management and Budget of the 311 United States to which maps produced by the United States 312 government adhere.

313 (i) "Public Trust Tidelands" means those surface lands, 314 tidelands and submerged lands owned by the state and held in trust 315 for the citizens of the State of Mississippi.

316 (j) "Sand beach" means all areas of an artificial or

317 <u>man-made sand beach constructed on Public Trust Tidelands</u>

318 waterward of the public trust boundary represented by the natural

319 <u>mean high-water line or toe of a structure referred to as a</u>

320 seawall, retaining wall, or bulkhead, or other similar structure

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321 <u>used to prevent erosion of uplands or property landward of the</u> 322 structure.

323 $(* * *\underline{k})$ "Submerged lands" means lands which remain covered 324 by waters, where the tides ebb and flow, at ordinary low tides. 325 (1) "Surface lands" means the same as fastlands.

326 ($\star \star \star \underline{m}$) "Tidelands" means those lands which are daily 327 covered and uncovered by water by the action of the tides, up to

328 the mean high-water line * * *.

329 SECTION 4. The following shall be codified as Section 330 29-15-2, Mississippi Code of 1972:

331 <u>29-15-2.</u> Legislative public policy. (1) It is declared 332 that the state-held tidelands subject to the public trust and the 333 boundary between trust lands and other lands are shown on the 334 Final Public Trust Tidelands Map and Public Trust Submerged Land 335 Maps, Final December 1994, created and published pursuant to 336 Section 29-15-7, as modified by any boundary agreements or court 337 orders.

338 (2) Absent clear, specific and expressed legislative intent
339 to sever fee simple title of a specific parcel of Public Trust
340 Tidelands from the state in favor of a specific state agency or
341 political subdivision, fee simple title remains in the state.

342 (3) Absent clear, specific and expressed legislative intent
343 to grant management and administrative control and authority,
344 including leasing authority, of a specific area of Public Trust
345 Tidelands to a specific state agency or political subdivision, the

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346 Secretary of State is not divested of management and 347 administrative control and authority, and leasing authority.

348 (4) All uses of Public Trust Tidelands for any gaming
349 purpose or purpose related to a gaming operation shall require a
350 Public Trust Tidelands lease from the state through the Secretary
351 of State as Trustee of the Public Trust Tidelands and shall be
352 subject to annual rent pursuant to Section 29-1-107.

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

357 **SECTION 5.** Section 29-15-3, Mississippi Code of 1972, is 358 amended as follows:

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

366 (2) It is hereby declared to be a higher public purpose of 367 this state and the public tidelands trust to resolve the 368 uncertainty and disputes which have arisen as to the location of 369 the boundary between the state's Public Trust Tidelands and the 370 upland property and to confirm the mean high-water boundary line

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373 (3) Absent clear and specific intent by the Legislature to 374 sever fee-simple ownership or to grant management and

375 administrative control and authority, to include, but not be

376 limited to, leasing authority, of a specific area of Public Trust

377 Tidelands to a specific state agency or political subdivision,

378 then fee-simple title, management and administrative control and

379 authority, and leasing authority to and of the Public Trust

380 Tidelands is in the State of Mississippi.

381 (4) It is hereby declared that Public Trust Tidelands held
 382 by the state will be managed and administered by the Secretary of
 383 State as the Land Commissioner and Trustee of the Public Trust
 384 Tidelands.

385 **SECTION 6.** Section 29-15-5, Mississippi Code of 1972, is 386 amended as follows:

387 29-15-5. (1) Tidelands and submerged lands are held by the state in trust for use of all the people, and are so held in their 388 389 character as the beds and shores of the sea and its tidally 390 affected arms and tributaries for the purposes defined by common 391 law and statutory law. Littoral and riparian property owners have 392 common-law and statutory rights under the Coastal Wetlands 393 Protection Law which extend into the waters and beyond the low 394 tide line, and the state's responsibilities as trustee extends to 395 such owners as well as to the other members of the public.

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

401 (3) All existing and proposed uses of or projects on Public 402 Trust Tidelands by any commercial activity shall require a Public 403 Trust Tidelands lease from the state through the Secretary of 404 State as Trustee of the Public Trust Tidelands and shall be 405 subject to annual rent pursuant to Section 29-1-107. 406 (4) All existing or proposed public uses or projects of any 407 federal, state or local governmental entity, including counties 408 and municipalities, shall serve a higher public purpose of 409 promoting the conservation, reclamation, preservation of the 410 tidelands and submerged lands, public use for boating, boat launches, piers, small craft harbors, marinas, fishing, 411 412 navigation, or commercial, recreational, resort, tourism, 413 or residential development shall require a lease of State Public 414 Trust Tidelands from the state from the Secretary of State but shall be exempt from any use, lease or rental fees. 415 416 The lease issued by the Secretary of State shall include 417 lease terms that the existing or proposed public uses or projects 418 of any federal, state or local governmental entity, including 419 counties and municipalities are public uses or projects with the 420 higher public purpose of promoting the conservation, reclamation,

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421 preservation of the tidelands and submerged lands, public use for 422 boating, boat launches, piers, small craft harbor, marinas, 423 fishing, navigation, or commercial, recreational, resort, tourism, 424 or residential development. 425 The lease issued by the Secretary of State shall not include 426 lease terms that restrict the existing or proposed public uses or 427 projects of any federal, state or local governmental entity, 428 including counties and municipalities provided such public uses or 429 projects serve the higher public purpose of promoting the 430 conservation, reclamation, preservation of the tidelands and 431 submerged lands, public use for boating, boat launches, piers, small craft harbors, marinas, fishing, navigation, or commercial, 432 433 recreational, resort, tourism, or residential development, and 434 provided such use or project does not have any gaming component. 435 (5) Provided the use of the leased property serves the 436 higher public purpose of promoting the conservation, reclamation, 437 preservation of the tidelands and submerged lands, public use for 438 boating, boat launches, piers, small craft harbors, marinas, 439 fishing, navigation, or commercial, recreational, resort, tourism, 440 or residential development, the federal, state or local 441 governmental entity, including counties and municipalities, shall 442 have exclusive control of the leased premises, and all revenues 443 generated therefrom shall be used to maintain, repair, or improve 444 the leased property, but no such use shall have any gaming 445 component.

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(6) The federal, state or local governmental entity,

447 <u>including counties and municipalities, shall not lease, sublease,</u> 448 <u>rent, or provide access for any gaming purpose or purpose related</u> 449 <u>to a gaming operation.</u>

450 **SECTION 7.** Section 29-15-9, Mississippi Code of 1972, is 451 amended as follows:

452 29-15-9. (1) There is created in the State Treasury a 453 special fund to be known as the "Public Trust Tidelands Fund." 454 The fund shall be administered by the Secretary of State as 455 trustee.

456 (2)Any funds derived from lease rentals of tidelands and 457 submerged lands, except those funds derived from mineral leases, 458 or funds previously specifically designated to be applied to other 459 agencies, shall be transferred to the special fund. * * * Subject 460 to legislative authorization, funds derived from lease 461 rentals * * * will be used to cover the administrative cost, 462 including legal expenses, incurred by the Secretary of State in 463 administering the Public Trust Tidelands. Any remaining funds 464 derived from lease rentals shall then be disbursed pro rata to the 465 local taxing authorities for the replacement of lost ad valorem 466 taxes, if any. Then, any remaining funds shall be disbursed to 467 the * * * Department of Marine Resources for new and extra 468 programs of tidelands management, such as conservation, 469 reclamation, preservation, acquisition, education or the

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470 enhancement of public access to the Public Trust Tidelands or 471 public improvement projects as they relate to those lands.

472 (3) Any funds that are appropriated as separate line items
473 in an appropriation bill for tideland programs or projects
474 authorized under this section for political subdivisions or other
475 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.

487 SECTION 8. Section 29-15-10, Mississippi Code of 1972, is 488 amended as follows:

489 29-15-10. (1) There is created in the State Treasury a 490 special fund to be known as the "Public Trust Tidelands 491 Assessments Fund." The purpose of the fund is to ensure that 492 monies derived from the Public Trust Tidelands assessments shall 493 be used for the benefit of preserving and protecting the tidelands 494 and submerged lands found within the three (3) most southern

S. B. No. 2780 **~ OFFICIAL ~** 24/SS26/R435PS PAGE 19 495 counties of the state. One (1) specific purpose of the fund is to 496 ensure that the annual payment made by the state for the purchase 497 of Deer Island shall continue uninterrupted until the purchase 498 transaction is completed. The fund shall be administered by the 499 Secretary of State, as trustee. None of the funds that are in the 500 special fund or that are required to be deposited into the special 501 fund shall be transferred, diverted or in any other manner 502 expended or used for any purpose other than those purposes 503 specified in this section.

504 (2) (a) Any funds derived from assessments made pursuant to 505 Section 29-1-107(4)(c) shall be deposited into the special fund.

506 (b) Funds paid pursuant to paragraph (a) of this 507 subsection may be appropriated by the Legislature in an amount 508 necessary to cover the administrative cost incurred by the 509 Mississippi *** * *** Department of Marine Resources. Any remaining 510 funds shall be disbursed *** * *** to the *** * *** Department of Marine 511 Resources for new and extra programs of tidelands management, such 512 as conservation, reclamation, preservation, acquisition, education 513 or the enhancement of public access to the Public Trust Tidelands 514 or public improvement projects as they 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.

S. B. No. 2780 **~ OFFICIAL ~** 24/SS26/R435PS PAGE 20 (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.

530 **SECTION 9.** Section 29-15-13, Mississippi Code of 1972, is 531 amended as follows:

532 29-15-13. (1) All existing or proposed public uses or 533 projects of any federal, state or local governmental entity *** * ***, 534 including counties and municipalities, shall serve a higher public 535 purpose of promoting the conservation, reclamation, preservation of the tidelands and submerged lands, public use for boating, boat 536 537 launches, piers, small craft harbors, marinas, fishing, * * * navigation, or *** * *** commercial, recreational, resort, tourism or 538 539 residential development shall require a lease from the Secretary 540 of State but shall be exempt from any use, lease or rental fees. The federal, state or local governmental entity, 541 (2) including counties and municipalities, shall not lease, sublease, 542

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543 rent, or provide access for any gaming purpose or purpose related 544 to a gaming operation.

545 **SECTION 10.** Section 59-7-405, Mississippi Code of 1972, is 546 amended as follows:

547 59-7-405. (1) (a) The governing authorities of any 548 municipality in which there is situated and located, in whole or in part, a port or harbor through which commerce flows, and having 549 550 not less than eight (8) industries engaged in the seafood 551 industry, which maintains a channel and/or harbor to a depth of 552 not less than eight (8) feet, may engage in, either directly or 553 through the commission hereinafter provided and designated, and 554 such other agencies as hereafter may be provided by law, works of internal improvement, or promoting, developing, constructing, 555 556 maintaining and operating harbors or seaports within the state and its jurisdiction, and either directly or through the commission 557 558 hereinafter provided for, with the power and authority to acquire, 559 purchase, install, rent, lease, mortgage and/or otherwise 560 encumber, to construct, own, hold, maintain, equip, use, control 561 and operate at seaports or harbors, wharves, piers, docks, 562 warehouses, cold storage facilities, water and rail terminals, 563 airplane landing fields and strips, and other structures and 564 facilities, needful for the convenient use of the same in the aid 565 of commerce and navigation, and including the dredging of channels 566 and approaches to the facilities, and being authorized to fill 567 in * * * bottomlands where incidental and necessary to the

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568 foregoing development. All uses of Public Trust Tidelands shall 569 be through a lease with the state by and through the Secretary of 570 State, subject to a lease as required by Section 59-15-1, provided 571 the use of the Public Trust Tidelands is to construct, own, hold, 572 maintain, equip, use, control and operate at seaports or harbors, 573 wharves, piers, docks, warehouses, cold storage facilities, water 574 and rail terminals, airplane landing fields and strips, and other 575 structures and facilities, needful for the convenient use of the 576 same in the aid of commerce navigation, and including the dredging 577 of channels and approaches to the facilities, the municipal authority or commission shall have exclusive control of the leased 578 579 premises, and all revenues generated therefrom shall be used to 580 maintain, repair or improve the leased property.

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

585 The municipal authorities or commission, in connection (2)586 with the exercise of the foregoing works of improvement and 587 development, may as an adjunct to any such work of improvement or 588 development to erect or construct such bridges, causeways or 589 structures as may be required for access to and from the harbors 590 or facilities provided as aforesaid by the municipal authorities 591 or the commission, and including any necessary bridge or causeway or combination of the same, connecting with any island or islands 592

S. B. No. 2780 **~ OFFICIAL ~** 24/SS26/R435PS PAGE 23 593 lying within three (3) leagues of the main shoreline of the 594 Mississippi Sound or the Gulf of Mexico, and whether the same be 595 within or without the limits of the municipality concerned.

596 The municipal authorities or commission may procure, by (3)597 gift, grant, purchase, or by the exercise of eminent domain, and 598 for the public purposes and uses herein provided for, such land or 599 interest therein as may be required for the purposes of this article, and regardless of whether the land be within or without 600 601 the limits of the municipality involved. All uses of Public Trust 602 Tidelands shall be through a lease with the state through the 603 Secretary of State.

(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.

609 The municipal authorities or commission may provide, (5)610 among other harbor facilities, small craft and pleasure craft 611 harbors and facilities needed therefor, including park and 612 recreational facilities as an adjunct thereto, and in order to 613 develop and promote tourist and recreational trade in the port. 614 The municipal authorities or commission have the power (6) 615 and authority to carry out the provisions of this article, to 616 employ engineers, attorneys, and such employees as may be necessary in carrying out the provisions of this article, from 617

S. B. No. 2780 **~ OFFICIAL ~** 24/SS26/R435PS PAGE 24 618 time to time, and for the purpose of operating the facilities 619 herein provided for, and may prescribe reasonable compensation in 620 connection with such employment.

621 (7) The municipal authorities or commission shall not lease,
622 sublease, rent, or provide access for any gaming purpose or
623 purpose related to a gaming operation.

624 SECTION 11. Section 59-15-1, Mississippi Code of 1972, is 625 amended as follows:

626 59-15-1. The authorities of any city in this state which has 627 a population of ten thousand (10,000) or more, according to the 628 last official government census, and the authorities of any 629 municipality bordering on the Mississippi Sound or Gulf of Mexico 630 are hereby given the authority to acquire by purchase, deed, 631 donation, gift, grant, * * * lease, dedication, or otherwise, and 632 if state-owned Public Trust Tidelands by lease subject to Sections 633 29-1-107(2) and 29-15-13, such land, harbor sites or water 634 frontage for the purpose of establishing, developing, promoting, maintaining, and operating harbors for small water crafts and 635 636 recreational parks connected therewith within its territorial 637 limits, or both, and shall have the power to acquire, purchase, 638 install, rent, lease, mortgage, incumber, construct, own, hold, 639 maintain, equip, use, control and operate recreational parks and 640 harbors for small water craft. Any such existing use of State 641 Public Trust Tidelands shall require a Public Trust Tidelands lease from the State of Mississippi by and through the Secretary 642

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of State. Provided the use of the Public Trust Tidelands is to 643 644 acquire, purchase, install, rent, lease, mortgage, incumber, 645 construct, own, hold, maintain, equip, use, control and operate 646 recreational parks and harbors for small water craft, the 647 municipal authority hereunder shall have exclusive control of the 648 leased premises, and all revenues generated therefrom shall be 649 used to maintain, repair or improve the leased property. Any use 650 of State Public Trust Tidelands for gaming as contemplated by 651 Section 29-1-107(4) will require a direct lease of the Public 652 Trust Tidelands from the State of Mississippi by and through the 653 Secretary of State and such lease may be conditioned upon the 654 gaming licensee obtaining such other necessary and required

655 approvals.

656 SECTION 12. Section 75-76-67, Mississippi Code of 1972, is 657 amended as follows:

658 75-76-67. (1) Any person who the commission determines is 659 qualified to receive a license or be found suitable under the 660 provisions of this chapter, having due consideration for the 661 proper protection of the health, safety, morals, good order and 662 general welfare of the inhabitants of the State of Mississippi and 663 the declared policy of this state, may be issued a state gaming 664 license or found suitable. The burden of proving his 665 qualification to receive any license or be found suitable is on 666 the applicant.

S. B. No. 2780 24/SS26/R435PS PAGE 26 667 (2) An application to receive a license or be found suitable 668 shall not be granted unless the commission is satisfied that the 669 applicant is:

670

A person of good character, honesty and integrity; (a) 671 A person whose prior activities, criminal record, (b) 672 if any, reputation, habits and associations do not pose a threat 673 to the public interest of this state or to the effective 674 regulation and control of gaming, or create or enhance the dangers 675 of unsuitable, unfair or illegal practices, methods and activities 676 in the conduct of gaming or the carrying on of the business and 677 financial arrangements incidental thereto; and

678 In all other respects qualified to be licensed or (C) 679 found suitable consistent with the declared laws of the state.

680 No person shall be granted a license or found suitable (3) 681 under the provisions of this chapter who has been convicted of a 682 felony in any court of this state, another state, or the United 683 States; and no person shall be granted a license or found suitable 684 hereunder who has been convicted of a crime in any court of 685 another state or the United States which, if committed in this 686 state, would be a felony; and no person shall be granted a license 687 or found suitable under the provisions of this chapter who has 688 been convicted of a misdemeanor in any court of this state or of 689 another state, when such conviction was for gambling, sale of 690 alcoholic beverages to minors, prostitution, or procuring or 691 inducing individuals to engage in prostitution.

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692 A license to operate a gaming establishment shall not be (4) 693 granted unless the applicant has satisfied the commission that: 694 He has adequate business probity, competence and (a) 695 experience, in gaming or generally; * * * 696 (b) The proposed financing of the entire operation is: 697 (i) Adequate for the nature of the proposed 698 operation; and 699 (ii) From a suitable source. Any lender or other 700 source of money or credit which the commission finds does not meet 701 the standards set forth in subsection (2) may be deemed 702 unsuitable * * *; 703 (c) All licenses issued and approved to proceed with 704 development by the commission and operating prior to December 31, 705 2023, are exempt from the minimum requirements set forth in 706 subparagraphs (i) through (vi) below. No site approval issued by the commission prior to December 31, 2023, with an expiration date 707 708 or term shall be extended beyond such term. The proposed licensee 709 must republish and reapply for site approval upon the expiration 710 of any such approval. So long as a licensee issued approval to proceed with development after December 31, 2023, is not revoked, 711 712 voided, vacated, or lapsed by order or act of the commission, a 713 proposed project shall meet, at a minimum, the following: 714 (i) A parking facility in close proximity to the 715 casino complex to accommodate a minimum of five hundred (500) 716 cars;

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717 (ii) A hotel with a minimum of three hundred (300) 718 rooms; 719 (iii) A restaurant capable of seating at least two 720 hundred (200) people; 721 (iv) A fine dining establishment capable of 722 seating at least seventy-five (75) people; 723 (v) A casino floor of at least forty thousand 724 (40,000) square feet; and 725 (vi) An amenity unique to the licensee's market in order to encourage economic development and promote tourism; and 726 727 (d) The commission shall not adopt any rule or regulation that would reduce the requirements in paragraph (c) of 728 729 this subsection; however, the commission may exercise discretion 730 with respect to such requirements as to proposed projects if 731 located in a gaming market along the Mississippi River; but, in 732 all other areas where a project is proposed to be located, these 733 shall be deemed minimum requirements.

(5) An application to receive a license or be found suitable constitutes a request for a determination of the applicant's general character, integrity and ability to participate or engage 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

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S. B. No. 2780 24/SS26/R435PS PAGE 29 741 privileged and does not impose liability for defamation or 742 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
747 to a limited partnership which has complied with the provisions of
748 this chapter.

749 (8) No limited partnership, except one whose sole limited 750 partner is a publicly traded corporation which has registered with 751 the commission, or business trust or organization or other 752 association of a quasi-corporate character is eligible to receive 753 or hold any license under this chapter unless all persons having 754 any direct or indirect interest therein of any nature whatsoever, 755 whether financial, administrative, policymaking or supervisory, 756 are individually qualified to be licensed under the provisions of 757 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, deems to be in the public interest and consistent with the declared policy of the state.

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

767 87-1-5. If any person, by playing at any game whatever, or 768 by betting on the sides or hands of such as do play at any game, 769 or by betting on any horse race or cockfight, or at any other 770 sport or pastime, or by any wager whatever, shall lose any money, 771 property, or other valuable thing, real or personal, and shall pay 772 or deliver the same or any part thereof, the person so losing and 773 paying or delivering the same, or his wife or children, may sue 774 for and recover such money, property, or other valuable thing so 775 lost and paid or delivered, or any part thereof, from the person 776 knowingly receiving the same, with costs. However, this section shall not apply to betting, gaming or wagering: 777

(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:

S. B. No. 2780 24/SS26/R435PS PAGE 31 (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 * * * <u>at a location that was</u> legal for dockside gaming prior to August 29, 2005;

793 (ii) The part of the structure in which licensed 794 gaming activities are conducted is located entirely in an area 795 which is located no more than eight hundred (800) feet from the 796 mean high-water line (as defined in Section 29-15-1) of the waters 797 within the State of Mississippi, which lie adjacent to the State of Mississippi south of the three (3) most southern counties in 798 799 the State of Mississippi, including the Mississippi Sound, St. 800 Louis Bay, Biloxi Bay and Pascagoula Bay, or, with regard to the 801 Mississippi Sound at Harrison County only, no farther north than 802 the southern boundary of the right-of-way for U.S. Highway 90, 803 whichever is greater; and in determining the distance to the mean 804 high-water line, the following considerations apply: 805 1. Rights-of-way and easements for public 806 streets and highways shall not be construed to interrupt the 807 contiguous nature of a parcel of property, nor shall the footage 808 contained within such easements and rights-of-way be considered in 809 the calculation of the distances specified in subparagraph (ii) of 810 this paragraph; and 811 2. An imaginary line drawn from any point 812 along the mean high-water line referenced and utilized pursuant to 813 subparagraph (ii) of this paragraph to any other point of

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814 reference must cross only property under the exclusive use and 815 control of the gaming licensee or proposed licensee based on its 816 ownership or lease thereof, except for rights-of-way and easements 817 for public streets and highways; and 818 (iii) In the case of a structure that is located 819 in whole or part on shore, the part of the structure in which 820 licensed gaming activities are conducted shall * * * be located 821 on: 822 1. Property entirely under the exclusive use and control of the proposed licensee based on its ownership or 823 824 lease thereof that extends from the gaming floor to the mean 825 high-water line and such land is capable of accommodating the 826 minimum improvement requirements set forth in Section 75-76-67(4); 827 and 828 2. The entire parcel(s) of land used to 829 establish the necessary ownership and/or lease and control of the 830 property to the mean high-water line must be immediately adjacent 831 to waters at a location which would have qualified as a legal 832 gaming site for docking a cruise vessel under paragraph (a) of 833 this section prior to August 29, 2005; 834 (c) On a vessel as defined in Section 27-109-1 whenever 835 such vessel is on the Mississippi River or navigable waters within 836 any county bordering on the Mississippi River; or 837 That is legal under the laws of the State of (d) 838 Mississippi.

S. B. No. 2780 **~ OFFICIAL ~** 24/SS26/R435PS PAGE 33 839 SECTION 14. Section 97-33-1, Mississippi Code of 1972, is 840 amended as follows:

841 97-33-1. Except as otherwise provided in Section 97-33-8, if 842 any person shall encourage, promote or play at any game, play or 843 amusement, other than a fight or fighting match between dogs, for 844 money or other valuable thing, or shall wager or bet, promote or 845 encourage the wagering or betting of any money or other valuable 846 things, upon any game, play, amusement, cockfight, Indian ball 847 play or duel, other than a fight or fighting match between dogs, 848 or upon the result of any election, event or contingency whatever, upon conviction thereof, he shall be fined in a sum not more than 849 850 Five Hundred Dollars (\$500.00); and, unless such fine and costs be 851 immediately paid, shall be imprisoned for any period not more than 852 ninety (90) days. However, this section shall not apply to 853 betting, gaming or wagering:

854 (a) On a cruise vessel as defined in Section 27-109-1 855 whenever such vessel is in the waters within the State of 856 Mississippi, which lie adjacent to the State of Mississippi south 857 of the three (3) most southern counties in the State of 858 Mississippi, including the Mississippi Sound, St. Louis Bay, 859 Biloxi Bay and Pascagoula Bay, and in which the registered voters 860 of the county in which the port is located have not voted to prohibit such betting, gaming or wagering on cruise vessels as 861 862 provided in Section 19-3-79;

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S. B. No. 2780 24/SS26/R435PS PAGE 34 (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 * * * <u>at a location that was</u> legal for dockside gaming prior to August 29, 2005;

872 (ii) The part of the structure in which licensed 873 gaming activities are conducted is located entirely in an area 874 which is located no more than eight hundred (800) feet from the 875 mean high-water line (as defined in Section 29-15-1) of the waters 876 within the State of Mississippi, which lie adjacent to the State of Mississippi south of the three (3) most southern counties in 877 878 the State of Mississippi, including the Mississippi Sound, St. 879 Louis Bay, Biloxi Bay and Pascagoula Bay, or, with regard to the 880 Mississippi Sound at Harrison County only, no farther north than 881 the southern boundary of the right-of-way for U.S. Highway 90, 882 whichever is greater; and in determining the distance to the mean 883 high-water line, the following considerations apply: 884 1. Rights-of-way and easements for public 885 streets and highways shall not be construed to interrupt the 886 contiguous nature of a parcel of property, nor shall the footage 887 contained within such easements and rights-of-way be considered in

S. B. No. 2780 ~ OFFICIAL ~ 24/SS26/R435PS PAGE 35 888 the calculation of the distances specified in subparagraph (ii) of 889 this paragraph; and 890 2. An imaginary line drawn from any point 891 along the mean high-water line referenced and utilized pursuant to 892 subparagraph (ii) of this paragraph to any other point of 893 reference must cross only property under the exclusive use and 894 control of the gaming licensee or proposed licensee based on its 895 ownership or lease thereof, except for rights-of-way and easements 896 for public streets and highways; and 897 (iii) In the case of a structure that is located 898 in whole or part on shore, the part of the structure in which 899 licensed gaming activities are conducted shall * * * be located 900 on: 901 1. Property entirely under the exclusive use 902 and control of the gaming licensee or proposed licensee based on 903 its ownership or lease thereof that extends from the gaming floor 904 to the mean high-water line and such land is capable of 905 accommodating the minimum improvement requirements set forth in 906 Section 75-76-67(4); and 907 2. The entire parcel(s) of land used to 908 establish the necessary ownership and/or lease and control of the 909 property to the mean high-water line must be immediately adjacent 910 to waters at a location which would have qualified as a legal 911 gaming site for docking a cruise vessel under paragraph (a) of 912 this section prior to August 29, 2005;

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913 (c) On a vessel as defined in Section 27-109-1 whenever 914 such vessel is on the Mississippi River or navigable waters within 915 any county bordering on the Mississippi River, and in which the 916 registered voters of the county in which the port is located have 917 not voted to prohibit such betting, gaming or wagering on vessels 918 as provided in Section 19-3-79; or

919 (d) That is legal under the laws of the State of 920 Mississippi.

921 SECTION 15. Section 97-33-7, Mississippi Code of 1972, is 922 amended as follows:

923 97-33-7. (1) Except as otherwise provided in Section 924 97-33-8, it shall be unlawful for any person or persons, firm, 925 copartnership or corporation to have in possession, own, control, 926 display, or operate any cane rack, knife rack, artful dodger, 927 punch board, roll down, merchandise wheel, slot machine, pinball 928 machine, or similar device or devices. Provided, however, that 929 this section shall not be so construed as to make unlawful the 930 ownership, possession, control, display or operation of any 931 antique coin machine as defined in Section 27-27-12, or any music 932 machine or bona fide automatic vending machine where the purchaser 933 receives exactly the same quantity of merchandise on each 934 operation of said machine. Any slot machine other than an antique 935 coin machine as defined in Section 27-27-12 which delivers, or is 936 so constructed as that by operation thereof it will deliver to the operator thereof anything of value in varying quantities, in 937

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938 addition to the merchandise received, and any slot machine other 939 than an antique coin machine as defined in Section 27-27-12 that 940 is constructed in such manner as that slugs, tokens, coins or similar devices are, or may be, used and delivered to the operator 941 942 thereof in addition to merchandise of any sort contained in such 943 machine, is hereby declared to be a gambling device, and shall be 944 deemed unlawful under the provisions of this section. Provided, 945 however, that pinball machines which do not return to the operator 946 or player thereof anything but free additional games or plays 947 shall not be deemed to be gambling devices, and neither this 948 section nor any other law shall be construed to prohibit same.

949 No property right shall exist in any person, natural or (2)950 artificial, or be vested in such person, in any or all of the 951 devices described herein that are not exempted from the provisions 952 of this section; and all such devices are hereby declared to be at 953 all times subject to confiscation and destruction, and their 954 possession shall be unlawful, except when in the possession of 955 officers carrying out the provisions of this section. It shall be 956 the duty of all law enforcing officers to seize and immediately 957 destroy all such machines and devices.

958 (3) A first violation of the provisions of this section 959 shall be deemed a misdemeanor, and the party offending shall, upon 960 conviction, be fined in any sum not exceeding Five Hundred Dollars 961 (\$500.00), or imprisoned not exceeding three (3) months, or both, 962 in the discretion of the court. In the event of a second

963 conviction for a violation of any of the provisions of this 964 section, the party offending shall be subject to a sentence of not 965 less than six (6) months in the county jail, nor more than two (2) 966 years in the State Penitentiary, in the discretion of the trial 967 court.

968 (4) Notwithstanding any provision of this section to the 969 contrary, it shall not be unlawful to operate any equipment or 970 device described in subsection (1) of this section or any gaming, 971 gambling or similar device or devices by whatever name called 972 while:

973 On 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 977 Mississippi, including the Mississippi Sound, St. Louis Bay, 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 980 prohibit such betting, gaming or wagering on cruise vessels as 981 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:

S. B. No. 2780 24/SS26/R435PS PAGE 39 987 (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 * * * <u>at a location that was</u> 990 legal for dockside gaming prior to August 29, 2005;

991 (ii) The part of the structure in which licensed 992 gaming activities are conducted is located entirely in an area 993 which is located no more than eight hundred (800) feet from the 994 mean high-water line (as defined in Section 29-15-1) of the waters 995 within the State of Mississippi, which lie adjacent to the State of Mississippi south of the three (3) most southern counties in 996 the State of Mississippi, including the Mississippi Sound, St. 997 998 Louis Bay, Biloxi Bay and Pascagoula Bay, or, with regard to the 999 Mississippi Sound at Harrison County only, no farther north than 1000 the southern boundary of the right-of-way for U.S. Highway 90, 1001 whichever is greater; and in determining the distance to the mean 1002 high-water line, the following considerations apply: 1003 1. Rights-of-way and easements for public 1004 streets and highways shall not be construed to interrupt the 1005 contiguous nature of a parcel of property, nor shall the footage 1006 contained within such easements and rights-of-way be considered in 1007 the calculation of the distances specified in subparagraph (ii) of 1008 this paragraph; and 1009 2. An imaginary line drawn from any point 1010 along the mean high-water line referenced and utilized pursuant to 1011 subparagraph (ii) of this paragraph to any other point of

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1012 reference must cross only property under the exclusive use and 1013 control of the gaming licensee or proposed licensee based on its 1014 ownership or lease thereof, except for rights-of-way and easements 1015 for public streets and highways; and 1016 (iii) In the case of a structure that is located 1017 in whole or part on shore, the part of the structure in which 1018 licensed gaming activities are conducted shall * * * be located 1019 on: 1020 1. Property entirely under the exclusive use 1021 and control of the gaming licensee or proposed licensee based on 1022 its ownership or lease thereof that extends from the gaming floor 1023 to the mean high-water line and such land is capable of 1024 accommodating the minimum improvement requirements set forth in 1025 Section 75-76-67(4); and 1026 2. The entire parcel(s) of land used to 1027 establish the necessary ownership and/or lease and control of the 1028 property to the mean high-water line must be immediately adjacent to waters at a location which would have qualified as a legal 1029 1030 gaming site for docking a cruise vessel under paragraph (a) of 1031 this subsection prior to August 29, 2005; 1032 (C) On a vessel as defined in Section 27-109-1 whenever 1033 such vessel is on the Mississippi River or navigable waters within 1034 any county bordering on the Mississippi River, and in which the

1035 registered voters of the county in which the port is located have

1036 not voted to prohibit such betting, gaming or wagering on vessels
1037 as provided in Section 19-3-79; or

1038 (d) That is legal under the laws of the State of 1039 Mississippi.

1040 (5) Notwithstanding any provision of this section to the 1041 contrary, it shall not be unlawful (a) to own, possess, repair or control any gambling device, machine or equipment in a licensed 1042 1043 gaming establishment or on the business premises appurtenant to 1044 any such licensed gaming establishment during any period of time 1045 in which such licensed gaming establishment is being constructed, 1046 repaired, maintained or operated in this state; (b) to install any 1047 gambling device, machine or equipment in any licensed gaming 1048 establishment; (c) to possess or control any gambling device, machine or equipment during the process of procuring or 1049 1050 transporting such device, machine or equipment for installation on 1051 any such licensed gaming establishment; or (d) to store in a 1052 warehouse or other storage facility any gambling device, machine, equipment, or part thereof, regardless of whether the county or 1053 1054 municipality in which the warehouse or storage facility is located 1055 has approved gaming aboard cruise vessels or vessels, provided 1056 that such device, machine or equipment is operated only in a 1057 county or municipality that has approved gaming aboard cruise vessels or vessels. Any gambling device, machine or equipment 1058 1059 that is owned, possessed, controlled, installed, procured, repaired, transported or stored in accordance with this subsection 1060

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1061 shall not be subject to confiscation, seizure or destruction, and 1062 any person, firm, partnership or corporation which owns, possesses, controls, installs, procures, repairs, transports or 1063 stores any gambling device, machine or equipment in accordance 1064 1065 with this subsection shall not be subject to any prosecution or 1066 penalty under this section. Any person constructing or repairing 1067 such cruise vessels or vessels within a municipality shall comply 1068 with all municipal ordinances protecting the general health or 1069 safety of the residents of the municipality.

1070 **SECTION 16.** Section 97-33-17, Mississippi Code of 1972, is 1071 amended as follows:

1072 97-33-17. (1) All monies exhibited for the purpose of 1073 betting or alluring persons to bet at any game, and all monies 1074 staked or betted, shall be liable to seizure by any sheriff, constable, or police officer, together with all the appliances 1075 1076 used or kept for use in gambling, or by any other person; and all 1077 the monies so seized shall be accounted for by the person making the seizure, and all appliances seized shall be destroyed; 1078 1079 provided, however, this section shall not apply to betting, gaming 1080 or wagering on:

(a) 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,

1086 Biloxi Bay and Pascagoula Bay, and in which the registered voters 1087 of the county in which the port is located have not voted to 1088 prohibit such betting, gaming or wagering on cruise vessels as 1089 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
75-76-5, to conduct legal gaming * * * <u>at a location that was</u>
legal for dockside gaming prior to August 29, 2005;

1099 The part of the structure in which licensed (ii) 1100 gaming activities are conducted is located entirely in an area 1101 which is located no more than eight hundred (800) feet from the 1102 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 1103 1104 of Mississippi south of the three (3) most southern counties in 1105 the State of Mississippi, including the Mississippi Sound, St. 1106 Louis Bay, Biloxi Bay and Pascagoula Bay, or, with regard to the 1107 Mississippi Sound at Harrison County only, no farther north than 1108 the southern boundary of the right-of-way for U.S. Highway 90, 1109 whichever is greater; and in determining the distance to the mean 1110 high-water line, the following considerations apply:

1111	1. Rights-of-way and easements for public	
1112	streets and highways shall not be construed to interrupt the	
1113	contiguous nature of a parcel of property, nor shall the footage	
1114	contained within such easements and rights-of-way be counted in	
1115	the calculation of the distances specified in subparagraph (ii) of	
1116	this paragraph; and	
1117	2. An imaginary line drawn from any point	
1118	along the mean high-water line referenced and utilized pursuant to	
1119	subparagraph (ii) of this paragraph to any other point of	
1120	reference must cross only property under the exclusive use and	
1121	control of the gaming licensee or proposed licensee based on its	
1122	ownership or lease thereof, except for rights-of-way and easements	
1123	for public streets and highways; and	
1124	(iii) In the case of a structure that is located	
1125	in whole or part on shore, the part of the structure in which	
1126	licensed gaming activities are conducted shall * * * <u>be located</u>	
1127	<u>on:</u>	
1128	1. Property entirely under the exclusive use	
1129	and control of the gaming licensee or proposed licensee based on	
1130	its ownership or lease thereof that extends from the gaming floor	
1131	to the mean high-water line and such land is capable of	
1132	accommodating the minimum improvement requirements set forth in	
1133	Section 75-76-67(4); and	
1134	2. The entire parcel(s) of land used to	
1135	establish the necessary ownership and/or lease and control of the	
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1136 property to the mean high-water line must be immediately adjacent 1137 to waters at a location which would have qualified as a legal 1138 gaming site for docking a cruise vessel under paragraph (a) of 1139 this subsection prior to August 29, 2005;

(c) 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

1146 (d) That is legal under the laws of the State of 1147 Mississippi.

1148 (2) Nothing in this section shall apply to any gambling 1149 device, machine or equipment that is owned, possessed, controlled, 1150 installed, procured, repaired or transported in accordance with 1151 subsection (4) of Section 97-33-7.

1152 SECTION 17. Section 97-33-25, Mississippi Code of 1972, is
1153 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:

1161 On a cruise vessel as defined in Section 27-109-1 (a) 1162 whenever such vessel is in the waters within the State of Mississippi, which lie adjacent to the State of Mississippi south 1163 of the three (3) most southern counties in the State of 1164 1165 Mississippi, including the Mississippi Sound, St. Louis Bay, 1166 Biloxi Bay and Pascagoula Bay, and in which the registered voters of the county in which the port is located have not voted to 1167 1168 prohibit such betting, gaming or wagering on cruise vessels as 1169 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 75-76-5, to conduct legal gaming * * * <u>at a location that was</u> <u>legal for dockside gaming prior to August 29, 2005;</u>

(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.

1186 Louis Bay, Biloxi Bay and Pascagoula Bay, or, with regard to the 1187 Mississippi Sound at Harrison County only, no farther north than the southern boundary of the right-of-way for U.S. Highway 90, 1188 1189 whichever is greater; and in determining the distance to the mean 1190 high-water line, the following considerations apply: 1191 1. Rights-of-way and easements for public 1192 streets and highways shall not be construed to interrupt the 1193 contiguous nature of a parcel of property, nor shall the footage 1194 contained within such easements and rights-of-way be considered in 1195 the calculation of the distances specified in subparagraph (ii) of 1196 this paragraph; and 1197 2. An imaginary line drawn from any point 1198 along the mean high-water line referenced and utilized pursuant to 1199 subparagraph (ii) of this paragraph to any other point of 1200 reference must cross only property under the exclusive use and 1201 control of the gaming licensee or proposed licensee based on its 1202 ownership or lease thereof, except for rights-of-way and easements 1203 for public streets and highways; and 1204 In the case of a structure that is located (iii) 1205 in whole or part on shore, the part of the structure in which 1206 licensed gaming activities are conducted shall * * * be located 1207 on: 1208 1. Property entirely under the exclusive use 1209 and control of the gaming licensee or proposed licensee based on 1210 its ownership or lease thereof that extends from the gaming floor S. B. No. 2780 ~ OFFICIAL ~ 24/SS26/R435PS

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1211 to the mean high-water line and such land is capable of

1212 accommodating the minimum improvement requirements set forth in

1213 Section 75-76-67(4); and

2. The entire parcel(s) of land used to establish the necessary ownership and/or lease and control of the property to the mean high-water line must be immediately adjacent to waters at a location which would have qualified as a legal gaming site for docking a cruise vessel under paragraph (a) of this section prior to August 29, 2005;

(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

1226 (d) That is legal under the laws of the State of1227 Mississippi.

1228 **SECTION 18.** Section 97-33-27, Mississippi Code of 1972, is 1229 amended as follows:

1230 97-33-27. If any person shall bet on a horse race or a yacht 1231 race or on a shooting match, he shall be fined not more than Five 1232 Hundred Dollars (\$500.00), and, unless the fine and costs be 1233 immediately paid, he shall be imprisoned in the county jail not 1234 more than ninety (90) days; provided, however, this section shall 1235 not apply to betting, gaming or wagering:

1236 On a cruise vessel as defined in Section 27-109-1 (a) 1237 whenever such vessel is in the waters within the State of Mississippi, which lie adjacent to the State of Mississippi south 1238 1239 of the three (3) most southern counties in the State of 1240 Mississippi, including the Mississippi Sound, St. Louis Bay, 1241 Biloxi Bay and Pascagoula Bay, and in which the registered voters of the county in which the port is located have not voted to 1242 1243 prohibit such betting, gaming or wagering on cruise vessels as 1244 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
75-76-5, to conduct legal gaming * * * <u>at a location that was</u>
<u>legal for dockside gaming prior to August 29, 2005;</u>

(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.

1261 Louis Bay, Biloxi Bay and Pascagoula Bay, or, with regard to the 1262 Mississippi Sound at Harrison County only, no farther north than the southern boundary of the right-of-way for U.S. Highway 90, 1263 1264 whichever is greater; and in determining the distance to the mean 1265 high-water line, the following considerations apply: 1266 1. Rights-of-way and easements for public 1267 streets and highways shall not be construed to interrupt the 1268 contiguous nature of a parcel of property, nor shall the footage 1269 contained within such easements and rights-of-way be considered in 1270 the calculation of the distances specified in subparagraph (ii) of 1271 this paragraph; and 1272 2. An imaginary line drawn from any point 1273 along the mean high-water line referenced and utilized pursuant to 1274 subparagraph (ii) of this paragraph to any other point of 1275 reference must cross only property under the exclusive use and 1276 control of the gaming licensee or proposed licensee based on its 1277 ownership or lease thereof, except for rights-of-way and easements 1278 for public streets and highways; and 1279 In the case of a structure that is located (iii) 1280 in whole or part on shore, the part of the structure in which 1281 licensed gaming activities are conducted shall * * * be located 1282 on: 1283 1. Property entirely under the exclusive use 1284 and control of the gaming licensee or proposed licensee based on 1285 its ownership or lease thereof that extends from the gaming floor S. B. No. 2780 ~ OFFICIAL ~ 24/SS26/R435PS

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1286 to the mean high-water line and such land is capable of

1287 accommodating the minimum improvement requirements set forth in

1288 Section 75-76-67(4); and

2. The entire parcel(s) of land used to establish the necessary ownership and/or lease and control of the property to the mean high-water line must be immediately adjacent to waters at a location which would have qualified as a legal gaming site for docking a cruise vessel under paragraph (a) of this section prior to August 29, 2005;

(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

1301 (d) That is legal under the laws of the State of1302 Mississippi.

1303 SECTION 19. This act shall take effect and be in force from 1304 and after its passage <u>and shall stand repealed on the day before</u> 1305 passage.