By: Representatives Stevens, Reynolds

To: Insurance; Appropriations

## COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 720

AN ACT TO AMEND SECTION 17-23-1, MISSISSIPPI CODE OF 1972, TO AUTHORIZE THE DEPARTMENT OF INSURANCE TO ACCEPT APPLICATIONS UNDER 1 2

THE RURAL FIRE TRUCK ACQUISITION ASSISTANCE PROGRAM FOR A TOTAL OF FIVE FIRE TRUCKS PER COUNTY TO BE FUNDED AS FUNDS BECOME 3

AVAILABLE; AND FOR RELATED PURPOSES. 5

- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 6
- 7 SECTION 1. Section 17-23-1, Mississippi Code of 1972, is
- amended as follows: 8

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- 17-23-1. (1) There is established a rural fire truck 9
- acquisition assistance program to be administered by the 10
- Department of Insurance for the purpose of assisting counties and 11
- municipalities in the acquisition of fire trucks. 12
- 13 There is created in the State Treasury a special fund to
- be designated as the "Rural Fire Truck Fund." The Legislature, as 14
- funds become available, may appropriate \* \* \* that amount 15
- necessary to fulfill the obligations created under this section by 16
- the Department of Insurance, from the State General Fund to such 17
- special fund, which sum shall be added to the remainder of the 18
- money transferred on July 1, 1995, and during the 1996 Regular 19
- Session to the Rural Fire Truck Fund. \* \* \* Unexpended amounts 20
- remaining in the fund at the end of a fiscal year shall not lapse 21
- 22 into the State General Fund, and any interest earned on amounts in
- the fund shall be deposited to the credit of the fund. It is the 23
- intent of the Legislature that the Department of Insurance 24
- continue to accept applications from the counties for fire trucks 25
- as provided in subsection (3) of this section. 26
- 27 (3) (a) A county that meets the requirements provided
- herein may receive an amount not to exceed Two Hundred Fifty 28

PAGE 1 (MS\BD)

- 29 Thousand Dollars (\$250,000.00) as provided in subparagraphs (i),
- 30 (ii), (iii), (iv) and (v) of this paragraph, and such amount shall
- 31 be divided equally with not more than Fifty Thousand Dollars
- 32 (\$50,000.00) per fire truck. Monies distributed under this
- 33 chapter shall be expended only for the purchase of new fire trucks
- 34 and such trucks must meet the National Fire Protection Association
- 35 (NFPA) standards in the 1900 series.
- 36 (i) Any county that has not applied for a fire
- 37 truck under this section is eligible to submit applications for
- 38 five (5) fire trucks at not more than Fifty Thousand Dollars
- 39 (\$50,000.00) per truck or a total of Two Hundred Fifty Thousand
- 40 Dollars (\$250,000.00).
- 41 (ii) Any county that has received one (1) fire
- 42 truck under this section is eligible to submit applications for
- 43 four (4) fire trucks at not more than Fifty Thousand Dollars
- 44 (\$50,000.00) per truck or a total of Two Hundred Thousand Dollars
- 45 (\$200,000.00).
- 46 (iii) Any county that has received two (2) fire
- 47 trucks under this section is eligible to submit an application for
- 48 three (3) fire trucks or a total of not more than One Hundred
- 49 Fifty Thousand Dollars (\$150,000.00).
- 50 (iv) Any county that has received three (3) fire
- 51 trucks under this section is eligible to submit an application for
- 52 two (2) fire trucks or a total of not more than One Hundred
- 53 Thousand Dollars (\$100,000.00).
- 54 (v) Any county that has received four (4) fire
- 55 trucks under this section is eligible to submit an application for
- one (1) fire truck or a total of not more than Fifty Thousand
- 57 Dollars (\$50,000.00).
- 58 (b) The board of supervisors of the county shall submit
- 59 its request for the receipt of monies to the Department of

- 60 Insurance. A committee composed of the Commissioner of Insurance,
- 61 the State Fire Coordinator, the Director of the Rating Bureau and

- 62 the Director of the State Fire Academy shall review the requests
- 63 by the boards of supervisors and shall determine whether the
- 64 county or municipality for which the board of supervisors has
- 65 requested a truck meets the requirements of eligibility under this
- 66 chapter.
- (c) To be eligible to receive monies under this
- 68 chapter:
- (i) A county or municipality must pledge to set
- 70 aside or dedicate each year as matching funds, for a period not to
- 71 extend over ten (10) years, local funds in an amount equal to or
- 72 not less than one-tenth (1/10) of the amount of monies for which
- 73 it is requesting distribution from the Rural Fire Truck Fund,
- 74 which pledged monies may be derived from local ad valorem tax
- 75 authorized by law or from any other funds available to the county
- or municipality, except for those funds received by municipalities
- 77 or counties from the Municipal Fire Protection Fund or the County
- 78 Volunteer Fire Department Fund, as defined in Sections 83-1-37 and
- 79 83-1-39.
- 80 (ii) A municipality must provide adequate
- 81 documentation of its contract with the county that requires the
- 82 municipality to provide fire protection in rural areas. The term
- 83 "rural areas" means any area within the county located outside the
- 84 boundaries of an incorporated municipality or any incorporated
- 85 municipality with a population of two thousand five hundred
- 86 (2,500) or less.
- 87 (d) The Department of Insurance shall maintain an
- 88 accurate record of all monies distributed to counties and
- 89 municipalities and the number of fire trucks purchased and the
- 90 cost for each fire truck, such records to be kept separate from
- 91 other records of the Department of Insurance; notify counties and
- 92 municipalities of the rural fire truck acquisition assistance
- 93 program and the requirements for them to become eligible to

94 participate; adopt and promulgate such rules and regulations as

- 95 may be necessary and desirable to implement the provisions of this
- 96 chapter; and, when funds are available, file with the Legislature
- 97 \* \* \* a report detailing how monies made available under this
- 98 chapter were distributed and spent during the preceding portion of
- 99 the fiscal year in each county and municipality, the number of
- 100 fire trucks purchased, the counties and municipalities making such
- 101 purchases and the cost of each fire truck purchased.
- 102 SECTION 2. This act shall take effect and be in force from
- 103 and after July 1, 2001.