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H. B. No. 720

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By: Representatives Stevens, Reynolds

To: Insurance;
Appropriations

## HOUSE BILL NO. 720

1 2 3 4 5	AN ACT TO AMEND SECTION 17-23-1, MISSISSIPPI CODE OF 1972, TO AUTHORIZE THE DEPARTMENT OF INSURANCE TO ACCEPT APPLICATIONS UNDER THE RURAL FIRE TRUCK ACQUISITION ASSISTANCE PROGRAM FOR A TOTAL OF FIVE FIRE TRUCKS PER COUNTY TO BE FUNDED AS FUNDS BECOME AVAILABLE; AND FOR RELATED PURPOSES.
6	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
7	SECTION 1. Section 17-23-1, Mississippi Code of 1972, is
8	amended as follows:
9	17-23-1. (1) There is established a rural fire truck
10	acquisition assistance program to be administered by the
11	Department of Insurance for the purpose of assisting counties and
12	municipalities in the acquisition of fire trucks.
13	(2) There is created in the State Treasury a special fund to
14	be designated as the "Rural Fire Truck Fund." The Legislature, as
15	funds become available, may appropriate * * * that amount
16	necessary to fulfill the obligations created under this section by
17	the Department of Insurance, from the State General Fund to such
18	special fund, which sum shall be added to the remainder of the
19	money transferred on July 1, 1995, and during the 1996 Regular
20	Session to the Rural Fire Truck Fund. The appropriation may be
21	made during the $2001$ Regular Session. Such monies as are
22	deposited into the fund under the provisions of this section may
23	be available after the $2001$ Regular Session and such monies must
24	be obligated by December 31, $2002$ , upon legislative appropriation,

and upon requisition therefor by the Commissioner of Insurance, in

accordance with the provisions of this section. Unexpended

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amounts remaining in the fund at the end of a fiscal year shall

not lapse into the State General Fund, and any interest earned on

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- 29 amounts in the fund shall be deposited to the credit of the fund.
- 30 It is the intent of the Legislature that the Department of
- 31 Insurance continue to accept applications from the counties for
- 32 fire trucks as provided in subsection (3) of this section.
- 33 (3) (a) A county that meets the requirements provided
- 34 herein may receive an amount not to exceed Two Hundred Fifty
- 35 Thousand Dollars (\$250,000.00) as provided in subparagraphs (i),
- 36 (ii), (iii), (iv) and (v) of this paragraph, and such amount shall
- 37 be divided equally with not more than Fifty Thousand Dollars
- 38 (\$50,000.00) per fire truck. Monies distributed under this
- 39 chapter shall be expended only for the purchase of new fire trucks
- 40 and such trucks must meet the National Fire Protection Association
- 41 (NFPA) standards in the 1900 series.
- 42 (i) Any county that has not applied for a fire
- 43 truck under this section is eligible to submit applications for
- 44 five (5) fire trucks at not more than Fifty Thousand Dollars
- 45 (\$50,000.00) per truck or a total of Two Hundred Fifty Thousand
- 46 Dollars (\$250,000.00).
- 47 (ii) Any county that has received one (1) fire
- 48 truck under this section is eligible to submit applications for
- 49 <u>four (4)</u> fire trucks at not more than Fifty Thousand Dollars
- 50 (\$50,000.00) per truck or a total of <a href="Two Hundred Thousand Dollars">Two Hundred Thousand Dollars</a>
- (\$200,000.00).
- 52 (iii) Any county that has received two (2) fire
- 53 trucks under this section is eligible to submit an application for
- 54 three (3) fire trucks or a total of not more than One Hundred
- Fifty Thousand Dollars (\$150,000.00).
- 56 (iv) Any county that has received three (3) fire
- 57 trucks under this section is eligible to submit an application for
- 58  $\underline{\text{two (2)}}$  fire trucks or a total of not more than  $\underline{\text{One Hundred}}$
- 59 <u>Thousand Dollars (\$100,000.00)</u>.
- (v) Any county that has received four (4) fire
- 61 trucks under this section is eligible to submit an application for

- 62 one (1) fire truck or a total of not more than Fifty Thousand
- 63 Dollars (\$50,000.00).
- (b) The board of supervisors of the county shall submit
- 65 its request for the receipt of monies to the Department of
- 66 Insurance. A committee composed of the Commissioner of Insurance,
- 67 the State Fire Coordinator, the Director of the Rating Bureau and
- 68 the Director of the State Fire Academy shall review the requests
- 69 by the boards of supervisors and shall determine whether the
- 70 county or municipality for which the board of supervisors has
- 71 requested a truck meets the requirements of eligibility under this
- 72 chapter.
- 73 (c) To be eligible to receive monies under this
- 74 chapter:
- 75 (i) A county or municipality must pledge to set
- 76 aside or dedicate each year as matching funds, for a period not to
- 77 extend over ten (10) years, local funds in an amount equal to or
- 78 not less than one-tenth (1/10) of the amount of monies for which
- 79 it is requesting distribution from the Rural Fire Truck Fund,
- 80 which pledged monies may be derived from local ad valorem tax
- 81 authorized by law or from any other funds available to the county
- 82 or municipality, except for those funds received by municipalities
- 83 or counties from the Municipal Fire Protection Fund or the County
- 84 Volunteer Fire Department Fund, as defined in Sections 83-1-37 and
- 85 83-1-39.
- 86 (ii) A municipality must provide adequate
- 87 documentation of its contract with the county that requires the
- 88 municipality to provide fire protection in rural areas. The term
- 89 "rural areas" means any area within the county located outside the
- 90 boundaries of an incorporated municipality or any incorporated
- 91 municipality with a population of two thousand five hundred
- 92 (2,500) or less.
- 93 (d) The Department of Insurance shall maintain an
- 94 accurate record of all monies distributed to counties and

95	municipalities and the number of fire trucks purchased and the
96	cost for each fire truck, such records to be kept separate from
97	other records of the Department of Insurance; notify counties and
98	municipalities of the rural fire truck acquisition assistance
99	program and the requirements for them to become eligible to
100	participate; adopt and promulgate such rules and regulations as
101	may be necessary and desirable to implement the provisions of this
102	chapter; and file with the Legislature on or before January 2,
103	2002, and July 1, $2002$ , a report detailing how monies made
104	available under this chapter were distributed and spent during the
105	preceding portion of the fiscal year in each county and
106	municipality, the number of fire trucks purchased, the counties
107	and municipalities making such purchases and the cost of each fire
108	truck purchased.
109	SECTION 2. This act shall take effect and be in force from

and after July 1, 2001.

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