By: Representatives Stevens, Reynolds

To: Insurance; Appropriations

COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 720

1 AN ACT TO AMEND SECTION 17-23-1, MISSISSIPPI CODE OF 1972, TO 2 AUTHORIZE THE DEPARTMENT OF INSURANCE TO ACCEPT APPLICATIONS UNDER 3 THE RURAL FIRE TRUCK ACQUISITION ASSISTANCE PROGRAM FOR A TOTAL OF 4 FIVE FIRE TRUCKS PER COUNTY TO BE FUNDED AS FUNDS BECOME 5 AVAILABLE; AND FOR RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
SECTION 1. Section 17-23-1, Mississippi Code of 1972, is
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 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 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 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 25 continue to accept applications from the counties for fire trucks as provided in subsection (3) of this section. 26

27 (3) (a) A county that meets the requirements provided 28 herein may receive an amount not to exceed <u>Two Hundred Fifty</u> H. B. No. 720 \*HR40/R1234CS\* 01/HR40/R1234CS PAGE 1 (MS\BD)

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<u>Thousand Dollars (\$250,000.00)</u> as provided in subparagraphs (i), (ii), (iii), (iv) and (v) of this paragraph, and such amount shall be divided equally with not more than Fifty Thousand Dollars (\$50,000.00) per fire truck. Monies distributed under this chapter shall be expended only for the purchase of new fire trucks and such trucks must meet the National Fire Protection Association (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 <u>five (5)</u> fire trucks at not more than Fifty Thousand Dollars
39 (\$50,000.00) per truck or a total of <u>Two Hundred Fifty Thousand</u>
40 Dollars (\$250,000.00).

(ii) Any county that has received one (1) fire truck under this section is eligible to submit applications for four (4) fire trucks at not more than Fifty Thousand Dollars (\$50,000.00) per truck or a total of <u>Two Hundred Thousand Dollars</u> (\$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 <u>three (3)</u> fire trucks or a total of not more than <u>One Hundred</u>
49 <u>Fifty Thousand Dollars (\$150,000.00)</u>.

50 (iv) Any county that has received three (3) fire 51 trucks under this section is eligible to submit an application for 52 <u>two (2)</u> fire trucks or a total of not more than <u>One Hundred</u> 53 Thousand Dollars (\$100,000.00).

54 <u>(v) Any county that has received four (4) fire</u> 55 <u>trucks under this section is eligible to submit an application for</u> 56 <u>one (1) fire truck or a total of not more than Fifty Thousand</u> 57 <u>Dollars (\$50,000.00).</u>

(b) The board of supervisors of the county shall submit its request for the receipt of monies to the Department of Insurance. A committee composed of the Commissioner of Insurance, the State Fire Coordinator, the Director of the Rating Bureau and H. B. No. 720 \*HR40/R1234CS\* 01/HR40/R1234CS PAGE 2 (MS\BD) 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.

67 (c) To be eligible to receive monies under this68 chapter:

69 A county or municipality must pledge to set (i) 70 aside or dedicate each year as matching funds, for a period not to extend over ten (10) years, local funds in an amount equal to or 71 72 not less than one-tenth (1/10) of the amount of monies for which it is requesting distribution from the Rural Fire Truck Fund, 73 74 which pledged monies may be derived from local ad valorem tax authorized by law or from any other funds available to the county 75 76 or municipality, except for those funds received by municipalities 77 or counties from the Municipal Fire Protection Fund or the County Volunteer Fire Department Fund, as defined in Sections 83-1-37 and 78 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.

(d) The Department of Insurance shall maintain an 87 88 accurate record of all monies distributed to counties and municipalities and the number of fire trucks purchased and the 89 cost for each fire truck, such records to be kept separate from 90 other records of the Department of Insurance; notify counties and 91 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 \*HR40/R1234CS\* 720 H. B. No. 01/HR40/R1234CS PAGE 3 (MS\BD)

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.