By: Senator(s) Huggins, Simmons, Harvey, Lee To: Public Health and Welfare

## SENATE BILL NO. 2032

1 AN ACT TO AMEND SECTION 43-1-28, MISSISSIPPI CODE OF 1972, TO 2 CLARIFY THE DATES REQUIRING THE DEPARTMENT OF HUMAN SERVICES TO 3 DEVELOP AND IMPLEMENT THE ON-LINE ELECTRONIC BENEFIT TRANSFER 4 (EBT) SYSTEM FOR FOOD STAMPS AND TO REVISE THE CRITERIA FOR AN EBT 5 SYSTEM PILOT PROJECT; AND FOR RELATED PURPOSES.

6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 7 SECTION 1. Section 43-1-28, Mississippi Code of 1972, is 8 amended as follows:

43-1-28. (1) The Department of Human Services shall develop 9 an on-line electronic benefit transfer (EBT) system for the food 10 11 stamp program in Mississippi as an alternative to issuing food 12 stamp coupons. The EBT system developed by the department under 13 this section shall (a) provide that food stamp benefits are stored 14 in and issued from a central computer data base and are electronically accessed by households at the point of sale through 15 the use of reusable magnetic-stripe plastic cards; and (b) meet 16 17 all requirements and standards specified in 7 USCS Section 2016(i) 18 and the rules and regulations issued under that provision for approval by the Secretary of the United States Department of 19 20 Agriculture.

(2) The department shall \* \* \* develop \* \* \* the EBT 21 22 system \* \* \* and shall submit an application to the Secretary of the United States Department of Agriculture for approval of the 23 24 system. After the EBT system has been approved, the department 25 shall \* \* \* implement and operate the system as a pilot project in a county selected by the department \* \* \*. After the pilot 26 27 project has been evaluated and approved by the United States Department of Agriculture, and subject to the availability of 28 \*SS03/R38\* S. B. No. 2032 G1/2 01/SS03/R38 PAGE 1

funds specifically appropriated therefor, the system may be expanded statewide at a rate determined by the Executive Director of the Department of Human Services. The system shall be expanded and implemented statewide not later than October 1, 2002.

33 (3) The department shall seek to obtain the maximum amount 34 of federal financial participation available to fund the cost of 35 administering the EBT system.

The Department of Human Services may develop an on-line 36 (4) electronic benefit transfer (EBT) system for the Temporary 37 38 Assistance for Needy Families (TANF) program in Mississippi as an 39 alternative to issuing cash or voucher payments. The EBT system developed by the department under this section shall (a) provide 40 41 that TANF benefits are stored in and issued from a central computer data base and are electronically accessed; and (b) meet 42 all requirements and standards specified in the Personal 43 Responsibility and Work Opportunity Reconciliation Act of 1996 44 (Public Law 104-193), and the rules and regulations issued under 45 The department shall seek to obtain the maximum amount 46 that act. of federal financial participation available to fund the cost of 47 48 administering the EBT system for TANF payments.

49 In order to facilitate the acquisition and deployment of (5)50 EBT products and services in Mississippi, the Department of Human Services (DHS) and the Mississippi Department of Information 51 Technology Services (MDITS), at their discretion, may utilize EBT 52 53 agreements from other states and/or multistate coalition 54 agreements that allow other states to acquire EBT products and 55 services. After going through the approved ITS bidding process 56 and the state is unable to acquire an EBT contract, DHS and ITS 57 may negotiate an EBT contract with any vendor who meets DHS and 58 ITS, EBT requirements.

59 SECTION 2. This act shall take effect and be in force from 60 and after its passage.

S. B. No. 2032\*SSO3/R38\*01/SS03/R38ST: EBT system for food stamps; clarifyPAGE 2implementation dates.