By: Representatives Miles, Ward, Montgomery To: Ways and Means (15th), Scott (17th), Markham

HOUSE BILL NO. 236

AN ACT TO PROVIDE THAT WHEN THE MISSISSIPPI DEVELOPMENT 1 AUTHORITY PROVIDES AT LEAST FIFTY PERCENT OF THE FUNDS FOR CERTAIN 2 PROJECTS WITH A TOTAL PROJECT COST OF \$100,000.00 OR LESS AND WHICH ARE DESIGNED TO PROMOTE ECONOMIC DEVELOPMENT IN THE STATE, 3 4 THEN ANY ENTITY RECEIVING FUNDS FOR THE PROJECT SHALL GIVE A 5 PREFERENCE TO MISSISSIPPI BUSINESSES IN CONTRACTS AND PURCHASES 6 7 FOR GOODS AND SERVICES RELATED TO THE PROJECT; AND FOR RELATED 8 PURPOSES. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 9 SECTION 1. The following words and phrases shall have the 10 11 meanings ascribed in this section unless the context clearly indicates otherwise: 12 "Entity" means a county, municipality, planning and 13 (a) development district, economic development authority or other 14 similar organization. 15 "Funds" means funds derived from any source, (b) 16 including, but not limited to, state funds, community development 17 block grant funds, other federal funds and funds received from 18 private sources, which are administered by the Mississippi 19 Development Authority and are provided to an entity by any method 20 for a project described in this act. 21 "Mississippi business" means a corporation, 22 (C)individual, partnership, association, organization or other entity 23 that is (i) domiciled in Mississippi, (ii) subject to Mississippi 24 income tax laws, (iii) subject to Mississippi sales tax laws, and 25 (iv) has one or more employees who are domiciled in Mississippi 26 and subject to Mississippi income tax laws. 27 28 SECTION 2. Whenever the Mississippi Development Authority provides at least fifty percent (50%) of the funds for a project 29

with a total project cost of One Hundred Thousand Dollars 30 H. B. No. 236

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(\$100,000.00) or less and which is designed to promote economic 31 development in the state, then any entity receiving funds for the 32 project shall give a preference to Mississippi businesses in all 33 34 contracts and purchases for goods and services related to the 35 project. In order to be eligible for the preference, a Mississippi business must satisfy all requirements necessary to 36 provide goods or services to an entity for the project. 37 The Mississippi Development Authority may establish a formula for 38 granting the preference required in this section which must 39 improve the competitiveness of a Mississippi business's proposal 40 41 to provide goods or services by at least five percent (5%) when compared to such a proposal from a business that is not a 42 43 Mississippi business. The Mississippi Development Authority may adopt rules and regulations necessary to implement and administer 44 the provisions of this section. 45

46 **SECTION 3.** This act shall take effect and be in force from 47 and after July 1, 2002.