HOUSE BILL NO. 484
(As Passed the House)

AN ACT TO AMEND SECTION 43-35-504, MISSISSIPPI CODE OF 1972,
TO DELETE THE REPEALER ON THE PROHIBITION AGAINST THE EXECUTIVE
DIRECTOR OF THE MISSISSIPPI DEVELOPMENT AUTHORITY MAKING A
COMMUNITY DEVELOPMENT BLOCK GRANT TO A COUNTY OR MUNICIPALITY FOR
IMPROVEMENTS TO AN EXISTING PUBLIC WATER SYSTEM UNLESS THE SYSTEM
IS VIABLE OR MAY BECOME VIABLE AS A RESULT OF THE GRANT OR AN
EXTREME EMERGENCY EXISTS; AND FOR RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

SECTION 1. Section 43-35-504, Mississippi Code of 1972, is
reenacted and amended as follows:

43-35-504. (1) (a) Except as provided in subsection (2) of
this section, the Executive Director of the Mississippi
Development Authority shall not award a community development
block grant to any county or municipality for the purpose of
making improvements, including expansions, rehabilitation or
repair, to an existing public water system, unless that system is
determined to be viable. The Mississippi Development Authority
may require any applicant for which a determination of viability
is required under this section to submit information deemed
necessary by the executive director for that determination. A
preliminary determination of viability shall be made by the
Executive Director of the Mississippi Development Authority
following receipt of a written recommendation on viability from
the State Health Officer and the Executive Director of the Public
Utilities Staff. The recommendation of the State Health Officer
and the Executive Director of the Public Utilities Staff shall be
based on information received from the Mississippi Development
Authority and any other information available to the State
Department of Health or Public Utilities Staff, as applicable.
The State Department of Health and the Public Utilities Staff shall assist the Mississippi Development Authority in developing appropriate forms as required for implementation of this section.

(b) Within five (5) days following a preliminary determination that a public water system is not viable by the Executive Director of the Mississippi Development Authority, the executive director shall provide written notice by certified mail, return receipt requested to the owner or president of the board of the system and the governing authority of the applicant. The notice shall contain the reasons for the determination of nonviability. The owner or president of the board of the system may appeal the preliminary determination to the Executive Director of the Mississippi Development Authority, who shall make a final determination.

(2) The Executive Director of the Mississippi Development Authority may award a community development block grant to any county or municipality for the purpose of making improvements, including expansions, rehabilitation or repair, to an existing public water system, if after receipt of a written recommendation from the State Health Officer and the Executive Director of the Public Utilities Staff, the Executive Director of the Mississippi Development Authority makes a final determination that the public water system may become viable as the result of the grant award. The Executive Director of the Mississippi Development Authority may also award a grant if an extreme emergency exists. In making a grant award, the Executive Director of the Mississippi Development Authority may impose any conditions on the grant deemed necessary after consultation with the State Health Officer and the Executive Director of the Public Utilities Staff, including, but not limited to, interconnection with another existing system or satellite or contract management.
SECTION 2. This act shall take effect and be in force from and after July 1, 2002.