By: Representatives McCoy, Miles, Stringer, To: Appropriations Reynolds

HOUSE BILL NO. 1128

AN ACT TO AMEND SECTION 75-76-129, MISSISSIPPI CODE OF 1972, 1 TO REDISTRIBUTE A PORTION OF THE STATE'S SHARE OF GAMING LICENSE 2 FEES TO SPECIAL FUNDS, THE PROCEEDS OF WHICH MAY BE USED FOR BEAVER ERADICATION AND CONTROL, THE LOCAL SYSTEM BRIDGE REPLACEMENT AND REHABILITATION PROGRAM AND THE LOCAL SYSTEM ROAD 3 4 5 PROGRAM; TO AMEND SECTION 65-37-13, MISSISSIPPI CODE OF 1972, TO DELETE THE PROVISIONS THAT REQUIRE THE LEGISLATURE TO APPROPRIATE б 7 8 MONIES TO THE LOCAL SYSTEM BRIDGE REPLACEMENT AND REHABILITATION FUND; TO AMEND SECTION 65-18-9 AND 65-18-11, MISSISSIPPI CODE OF 1972, TO CREATE THE LOCAL SYSTEM ROAD FUND; TO AUTHORIZE THE STATE 9 10 11 ENGINEER TO ALLOCATE MONIES IN THE FUND TO EACH COUNTY FOR CONSTRUCTING, RECONSTRUCTING OF LOCAL SYSTEM ROADS; AND FOR 12 RELATED PURPOSES. 13

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
 SECTION 1. Section 75-76-129, Mississippi Code of 1972, is

16 amended as follows:

[Through June 30, 2022, this section shall read as follows:] 17 18 75-76-129. On or before the last day of each month all 19 taxes, fees, interest, penalties, damages, fines or other monies collected by the State Tax Commission during that month under the 20 provisions of this chapter, with the exception of (a) the local 21 government fees imposed under Section 75-76-195, and (b) an amount 22 23 equal to Three Million Dollars (\$3,000,000.00) of the revenue 24 collected pursuant to the fee imposed under Section 75-76-177(1)(c), or an amount equal to twenty-five percent (25%) 25 26 of the revenue collected pursuant to the fee imposed under Section 27 75-76-177(1)(c), whichever is the greater amount, shall be paid by 28 the State Tax Commission to the State Treasurer to be deposited in the State General Fund. The local government fees shall be 29 distributed by the State Tax Commission pursuant to Section 30 31 75-76-197. An amount equal to Three Million Dollars (\$3,000,000.00) of the revenue collected during that month 32

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pursuant to the fee imposed under Section 75-76-177(1)(c) shall be 33 34 deposited by the State Tax Commission into the bond sinking fund created in Section 65-39-3. The revenue collected during that 35 36 month pursuant to the fee imposed under Section 75-76-177(1)(c)37 that is in excess of Three Million Dollars (\$3,000,000.00), but is 38 less than twenty-five percent (25%) of the amount of revenue 39 collected during that month, shall be distributed as follows: Twenty-five Thousand Dollars (\$25,000.00) shall be 40 (a) deposited each month into a special fund that is created in the 41 State Treasury. Monies in the special fund may be expended, upon 42 43 appropriation by the Legislature, to assist counties in eradicating or controlling beaver populations. Monies in the fund 44 45 at the end of a fiscal year shall not lapse into the General Fund and interest earned on any amounts in the fund shall be credited 46 47 to the special fund. (b) The amount each month that exceeds Twenty-five 48 Thousand Dollars (\$25,000.00) but which is less than One Million 49 50 Six Hundred Sixty-six Thousand Six Hundred and Sixty-six Dollars (\$1,666,666.00), shall be deposited into the Local System Bridge 51 52 Replacement and Rehabilitation Fund created under Section 53 65-37-13. 54 (c) The amount each month that exceeds One Million Six Hundred Ninety-one Thousand Six Hundred and Sixty-six Dollars 55 (\$1,691,666.00) shall be deposited into the Local System Road Fund 56 57 created under Section 65-18-9. [From and after July 1, 2022, this section shall read as 58 follows:] 59 75-76-129. On or before the last day of each month, all 60 taxes, fees, interest, penalties, damages, fines or other monies 61 collected by the State Tax Commission during that month under the 62 provisions of this chapter, with the exception of the local 63 64 government fees imposed under Section 75-76-195, shall be paid by the State Tax Commission to the State Treasurer to be deposited in 65 *HR03/R1634* H. B. No. 1128 04/HR03/R1634 PAGE 2 (JWB\LH)

66 the State General Fund. The local government fees shall be 67 distributed by the State Tax Commission pursuant to Section 68 75-76-197.

69 SECTION 2. Section 65-37-13, Mississippi Code of 1972, is
70 amended as follows:

71 65-37-13. (1) There is created in the State Treasury a 72 special fund to be designated as the "Local System Bridge Replacement and Rehabilitation Fund." The fund shall consist of 73 74 the monies directed to be deposited into the fund under Section 75 75-76-129 and such other monies as the Legislature may designate 76 for deposit into the fund. Monies in the fund may be expended 77 upon legislative appropriation in accordance with the provisions 78 of Sections 65-37-1 through 65-37-15.

79 * * *

80 (2) Such monies as are deposited in the fund under the provisions of this section may be expended upon requisition 81 82 therefor by the State Aid Engineer in accordance with the 83 provisions of Sections 65-37-1 through 65-37-15. The Office of State Aid Road Construction shall be entitled to reimbursement 84 85 from monies in the fund, upon requisitions therefor by the State 86 Aid Engineer, for the actual expenses incurred by the office in 87 administering the provisions of the local system bridge replacement and rehabilitation program. Unexpended amounts 88 remaining in the fund at the end of a fiscal year shall not lapse 89 90 into the State General Fund, and any interest earned on amounts in the fund shall be deposited to the credit of the fund. 91

92 (3) Monies in the Local System Bridge Replacement and 93 Rehabilitation Fund shall be allocated and become available for 94 distribution to counties in accordance with the formula prescribed 95 in Section 65-37-4 beginning January 1, 1995, on a 96 project-by-project basis. Monies in the Local System Bridge 97 Replacement and Rehabilitation Fund may not be used or expended

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98 for any purpose except as authorized under Sections 65-37-1 99 through 65-37-15.

100 (4) Monies in the Local System Bridge Replacement and 101 Rehabilitation Fund may be credited to a county in advance of the 102 normal accrual to finance certain projects, subject to the 103 approval of the State Aid Engineer and subject further to the 104 following limitations:

(a) That the maximum amount of such monies that may be
advanced to any county shall not exceed ninety percent (90%) of
the funds estimated to accrue to such county during the remainder
of the term of office of the board of supervisors of such county;

(b) That no advance credit of funds will be made to any county when the unobligated balance in the Local System Bridge Replacement and Rehabilitation Fund is less than One Million Dollars (\$1,000,000.00); and

(c) That such advance crediting of funds be effected by the State Aid Engineer at the time of the approval of the plans and specifications for the proposed projects.

It is the intent of this provision to utilize to the fullest practicable extent the balance of monies in the Local System Bridge Replacement and Rehabilitation Fund on hand at all times.

SECTION 3. Section 65-18-9, Mississippi Code of 1972, is amended as follows:

121 65-18-9. (1) The State Aid Engineer shall allocate annually 122 the amount of the state aid road allocation of a county that is 123 requested by such county for use in the construction, 124 reconstruction and paving of local system roads in the county if 125 the county has met the requirements of this chapter; provided, 126 however, that the State Aid Engineer shall not allocate more than 127 twenty-five percent (25%) of the annual state aid road allocation

128 of a county for such purposes.

129 (2) The State Aid Engineer shall allocate annually the 130 amount of the Local System Bridge Replacement and Rehabilitation H. B. No. 1128 *HRO3/R1634* 04/HR03/R1634 PAGE 4 (JWB\LH) 131 Program allocation of a county that is requested by such county 132 for use in the construction, reconstruction and paving of local 133 system roads in the county if:

(a) The State Aid Engineer has certified, pursuant to
Section 65-37-7, that all the local system bridges within the
county have a sufficiency rating of greater than fifty (50) or
that all such bridges within the county with a sufficiency rating
of fifty (50) or less are currently under contract for replacement
or rehabilitation; and

140 (b) The county has met the requirements of this141 chapter.

There is created in the State Treasury a special fund to 142 (3) 143 be designated as the "Local System Road Fund." The fund shall 144 consist of the monies directed to be deposited into the fund under Section 75-76-129 and such other monies as the Legislature may 145 designate for deposit into the fund. The State Aid Engineer shall 146 147 allocate annually to each county monies in the fund according to 148 state aid road formula under Section 27-65-75(4). Monies allocated to a county under this subsection may be used by a 149 150 county in the construction, reconstruction and paving of local system roads in the county if the county meets the requirements of 151 152 this chapter.

The State Aid Engineer shall establish specific designs 153 (4) 154 and standards to be followed by such counties in the construction, 155 reconstruction and paving of local system roads. The specific designs and standards shall be based upon policies on geometric 156 157 design of local rural roads, highways and streets adopted and published by the American Association of State Highway and 158 Transportation Officials. 159

160 SECTION 4. Section 65-18-11, Mississippi Code of 1972, is
161 amended as follows:

162 65-18-11. (1) In order for a county to be eligible to
163 utilize its Local System Bridge Replacement and Rehabilitation
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Program allocation, any of its state aid road funds, or any of the monies allocated to it from the Local System Road Fund, for the Local System Road Program, a county must meet the following conditions:

168 (a) The county has employed a county engineer, together 169 with such other technical assistance as is necessary to carry out the duties of this chapter, the same as provided under the 170 provisions of Section 65-9-15, for its state aid road system and, 171 through its official minutes, has authorized the county engineer 172 173 to perform the necessary engineering services connected with the 174 Local System Road Program. The county engineer shall prepare the necessary plans and designs for all construction projects, 175 176 including state aid projects and projects provided under this chapter. He also shall provide engineering supervision for the 177 construction of such projects and shall approve all estimate 178 payments made on the projects. Engineering cost for any project 179 180 performed under the Local System Road Program may be paid from any 181 funds allocated to a county under the program; however, the maximum fee paid to an engineer shall not exceed twelve percent 182 183 (12%) of the final construction cost. No such cost shall be reimbursed to the county before the letting of the project; and 184

185 (b) The county has presented a plan for the 186 construction, reconstruction and paving of a local system road 187 which plan has been made and approved by the county engineer of 188 the county, showing the specific road or project to be improved, stating the condition of the existing roadbed, drainage and 189 190 bridges and outlining the type of construction or reconstruction to be made and the designs and specifications therefor, including 191 the paving of the road and the sources of revenue to be used and 192 the sources and types of material to be used thereon. The plan 193 194 shall be presented to the State Aid Engineer for the initial 195 approval of the beginning of a project to receive monies.

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(2) After the initial approval of the plan and plans as 196 specified in subsection (1)(b) of this section has been made by 197 the State Aid Engineer, the county shall be eligible to receive 198 199 all funds made available to the county under the Local System Road 200 Program to be used exclusively for the construction, reconstruction or paving of the local system road. The project 201 202 may be done either by contract or by using county equipment and 203 employees. It shall be according to the original plan or any amendments thereto which have been approved by the State Aid 204 205 Engineer. The board may use county equipment and employees if the 206 construction can be accomplished at a more reasonable cost than 207 can be achieved by contract.

208 **SECTION 5.** This act shall take effect and be in force from 209 and after July 1, 2004.