## REPORT OF CONFERENCE COMMITTEE

## MR. SPEAKER AND MADAM PRESIDENT:

We, the undersigned conferees, have had under consideration the amendments to the following entitled BILL:

H. B. No. 1279: Budget; reduce state budget costs and increase state revenues.

We, therefore, respectfully submit the following report and recommendation:

- That the Senate recede from its Amendment No. 1.
- 2. That the House and Senate adopt the following amendment:

Amend by striking all after the enacting clause and inserting in lieu thereof the following:

84 SECTION 1. Section 27-103-125, Mississippi Code of 1972, is 85 amended as follows: 86 27-103-125. The proposed budget of each state agency shall 87 show the amounts required for operating expenses separately from 88 the amounts required for permanent improvements. The overall 89 budget shall show, separately by each source, the estimated amount 90 of general fund revenue and of special fund revenues of general 91 fund agencies. The total proposed expenditures in Part 1 of the overall budget shall not exceed the amount of estimated revenues 92 that will be available in the general and special funds for 93 94 appropriation or use during the succeeding fiscal year, including any balances that will be on hand in the general and special funds 95 96 at the close of the then current fiscal year. \* \* \* The total 97 proposed expenditures from the State General Fund in Part 1 of the 98 overall budget shall not exceed ninety-eight percent (98%) of the 99 amount of general fund revenue estimate for the succeeding fiscal year, plus any unencumbered balances in general funds that will be 100 available and on hand at the close of the then current fiscal 101 102 year. However, for fiscal years 2004 and 2005 only, the total 103 proposed expenditures from the State General Fund in Part 1 of the 104 overall budget shall not exceed one hundred percent (100%) of the

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amount of the general fund revenue estimate for the succeeding
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     fiscal year, plus any unencumbered balances in general funds that
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     will be available and on hand at the close of the then current
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     fiscal year. The general fund revenue estimate shall be the
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     estimate jointly adopted by the Governor and the Joint Legislative
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     Budget Committee. Unencumbered balances in general funds that
     will be available and on hand at the close of the current fiscal
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     year shall not include projected amounts required to be deposited
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     into the Working Cash-Stabilization Reserve Fund under Section
     27-103-203. The Legislative Budget Office may recommend
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     additional taxes or sources of revenue if in its judgment those
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     additional funds are necessary to adequately support the functions
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     of the state government.
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          SECTION 2. Section 27-103-139, Mississippi Code of 1972, is
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     amended as follows:
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          27-103-139. On or before November 15 preceding each regular
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     session of the Legislature, except the first regular session of a
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     new term of office, the Governor shall submit to the members of
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     the Legislature, the Legislative Budget Office or the
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     members-elect, as the case may be, and to the executive head of
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     each state agency a balanced budget for the succeeding fiscal
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     year. * * * The budget submitted shall be prepared in a format
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     that will include performance measurement data associated with the
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     various programs operated by each agency. The total proposed
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     expenditures in the balanced budget shall not exceed the amount of
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     estimated revenues that will be available for appropriation or use
     during the succeeding fiscal year, including any balances that
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     will be on hand at the close of the then current fiscal year, as
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     determined by the revenue estimate jointly adopted by the Governor
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     and the Legislative Budget Committee. * * * The total proposed
     expenditures from the State General Fund in the balanced budget
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     shall not exceed ninety-eight percent (98%) of the amount of
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137	general fund revenue estimate for the succeeding fiscal year, plus
138	any unencumbered balances in general funds that will be available
139	and on hand at the close of the then current fiscal year.
140	However, for fiscal years 2004 and 2005 only, the total proposed
141	expenditures from the State General Fund in the balanced budget
142	shall not exceed one hundred percent (100%) of the amount of the
143	general fund revenue estimate for the succeeding fiscal year, plus
144	any unencumbered balances in general funds that will be available
145	and on hand at the close of the then current fiscal year. The
146	general fund revenue estimate shall be the estimate jointly
147	adopted by the Governor and the Joint Legislative Budget
148	Committee. Unencumbered balances in general funds that will be
149	available and on hand at the close of the fiscal year shall not
150	include projected amounts required to be deposited into the
151	Working Cash-Stabilization Reserve Fund and the Education
152	Enhancement Fund <u>under</u> Section 27-103-203.
153	The revenues used in preparing the balanced budget shall be
154	only those revenues that will be available under the general laws
155	of the state as they exist when the balanced budget is prepared,
156	and shall not include any proposed revenues that would become
157	available only after the enactment of new legislation. If the
158	Governor has any recommendations for additional proposed
159	expenditures or proposed revenues that are not included in his
160	balanced budget, he shall submit those recommendations in a
161	supplement that is separate from his balanced budget, and whenever
162	the Governor recommends any such additional proposed expenditures,
163	he also shall recommend proposed revenues that are sufficient to
164	fund the additional proposed expenditures, providing specific
165	details regarding the sources and the total amount of those
166	proposed revenues.
167	The Governor may employ a budget officer for the purpose of
168	receiving information from the State Fiscal Officer and preparing

- 169 his recommendations on the budget. <u>If</u> the Governor determines
- 170 that information received from the State Fiscal Officer is not
- 171 sufficient to enable him to prepare his budget recommendations, he
- 172 may request an appropriation from the Legislature to provide
- 173 additional staff within the Governor's Office for that purpose.
- 174 At the first regular session after his election for Governor, the
- 175 Governor shall submit any budget recommendations plus the required
- 176 revenue source recommendations no later than January 31 of that
- 177 year.
- 178 **SECTION 3.** Section 27-103-211, Mississippi Code of 1972, is
- 179 amended as follows:
- 180 27-103-211. \* \* \* The total sum appropriated by the
- 181 Legislature from the State General Fund for any fiscal year shall
- 182 not exceed ninety-eight percent (98%) of the general fund revenue
- 183 estimate for that fiscal year developed by the Tax Commission and
- 184 the University Research Center and adopted by the Joint
- 185 Legislative Budget Committee, plus any unencumbered balances in
- 186 general funds that will be available and on hand at the close of
- 187 the then current fiscal year. The unencumbered balances in
- 188 general funds that will be available and on hand at the close of
- 189 the fiscal year shall not include projected amounts required to be
- 190 deposited into the Working Cash-Stabilization Reserve Fund under
- 191 Section 27-103-203. However, for fiscal years 2004 and 2005 only,
- 192 the total sum appropriated by the Legislature from the State
- 193 General Fund shall not exceed one hundred percent (100%) of the
- 194 amount of the general fund revenue estimate for that fiscal year,
- 195 plus any unencumbered balances in general funds that will be
- 196 available and on hand at the close of the then current fiscal
- 197 year.
- 198 **SECTION 4.** Section 27-103-135, Mississippi Code of 1972, is
- 199 amended as follows:

200 27-103-135. (1) At such regular or special times and on 201 such forms as the Legislative Budget Office may require, every tax 202 or fee-collecting or other revenue-producing agency shall furnish 203 the Legislative Budget Office with complete and detailed 204 information as to the amount of revenue collected or otherwise 205 received by it during the then current fiscal year, together with 206 an estimate of the revenue that is anticipated for such succeeding periods as the Legislative Budget Office may require. In 207 208 addition, each state agency that maintains funds in accounts that 209 are not in the State Treasury shall furnish the Legislative Budget 210 Office with detailed information about the amount of those funds that the agency has on hand and the location of those funds. 211 (2) At such regular or special times and on such forms as 212 213 the State Fiscal Officer may require, every tax or fee-collecting or other revenue-producing agency shall furnish the Department of 214 215 Finance and Administration with complete and detailed information 216 as to the amount of revenue collected or otherwise received by it 217 during the then current fiscal year, together with an estimate of the revenue that is anticipated for such succeeding periods as the 218 219 board may require. The information required to be furnished under this section shall include all revenues from every fee, penalty, 220 tax, assessment or other charge levied, whether authorized by law 221 222 or not, and shall further include an itemized statement by the 223 agency of the costs of services for which fees are charged, 224 comparing the costs with revenues generated by the fees. 225 The State Fiscal Officer shall review the information so 226 furnished and report to the Legislature any fees that do not 227 appear to be reasonably calculated to recover the costs of 228 services for which the fees are charged, and any fees that are 229 collected without legal authority.

**SECTION 5.** (1) Not later than September 1, 2004, each

agency, department and institution of the State of Mississippi

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232	shall submit a report to the Chairmen of the House and Senate
233	Appropriations Committees and the State Auditor on the usage of
234	cellular telephones by the agency, department or institution
235	during fiscal year 2004. The report shall include the number and
236	types of cellular telephones, the annual cost of using those
237	telephones, a listing of the positions using those telephones, and
238	a separate justification for using each of those telephones.
239	(2) The Department of Audit shall review and determine the
240	accuracy of the reports on the usage of cellular telephones during
241	fiscal year 2004 that are submitted by state agencies, departments
242	and institutions as required by subsection (1) of this section.
243	<b>SECTION 6.</b> The State Fiscal Officer shall transfer to the
244	Budget Contingency Fund created in Section 27-103-301, out of the
245	following special fund, the amount listed below during the period
246	beginning upon the passage of this act through June 30, 2004:
247	Agency/Fund Fund No. Amount
248	Casino Roads Bond
249	Sinking Fund 397W <u>\$69,000,000.00</u>
250	TOTAL \$69,000,000.00
251	<b>SECTION 7.</b> (1) The State Fiscal Officer shall transfer to
252	the Budget Contingency Fund created in Section 27-103-301, out of
253	the following enumerated special funds, the amount listed below
254	from each fund throughout the period beginning upon July 1, 2004,
255	and through June 30, 2005:
256	Agency/Fund Fund No. Amount
257	Mississippi Department of
258	Transportation (truck
259	and bus permits) 3941 \$ 6,000,000.00
260	State General Fund 102,000,000.00
261	Working Cash-Stabilization
262	Reserve Fund 8,000,000.00
263	Mississippi Development
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264	Authority/State Aid Roads		34HG	500,000.00
265	Chiropractic Examiners Board		3849	101,239.00
266	Criminal Justice Fund		3086	300,000.00
267	Department of Marine Resources	3	3452	200,000.00
268	DFA - Employment Compensation			
269	Revolving Fund		3644	471,958.00
270	DFA - Self-Insured Workers			
271	Compensation Fund		3642	2,715,295.00
272	DPS - Emergency			
273	Telecommunications Standard	ds		
274	and Training Board		3744	671,292.00
275	Engineers and Land Surveyors			
276	Board		3842	106,647.00
277	Department of Information			
278	Technology Services		3601	360,430.00
279	Public Contractors Board		3834	351,076.00
280	State Fire Academy		3502	152,756.00
281	Treasury - Unclaimed Property			
282	Fund		3178	1,000,000.00
283	UM - State Court Education			
284	Program		3257	150,000.00
285	Department of Wildlife,			
286	Fisheries and Parks		3462	
287		and/or	3464,	
288		and/or	3461	2,000,000.00
289	Department of Finance and			
290	Administration		3931	6,884,235.00
291	Insurance Department Fees			
292	and Assessments Fund		3501	2,000,000.00
293	TOTAL			\$133,964,928.00

294 (2) The funds required to be transferred from the Department 295 of Finance and Administration's Fund No. 3931 in subsection (1) of 296 this section shall be derived from the following projects:

297	Project No.		Amount
298	412 - 149	\$	866,136.13
299	412 - 150	\$1,	,562,064.30
300	412 - 160	\$	23,730.85
301	421 - 069	\$	255,331.00
302	421 - 070	\$	950,433.95
303	421 - 072	\$	433,294.95
304	421 - 073	\$	495,100.00
305	422 - 142	\$	859,643.82
306	601 - 071	\$	600,000.00
307	601 - 098	\$	382,000.00
308	601 - 099	\$	456,500.00
309	TOTAL	\$6	,884,235.00

- 310 (3) The funds required to be transferred from the Insurance 311 Department's Fund No. 3501 in subsection (1) of this section shall 312 be derived from funds transferred to the Insurance Department 313 under Section 83-21-21(9), Mississippi Code of 1972, as amended by 314 House Bill No. 834, 2004 Regular Session.
- 315 (4) During the period beginning upon July 1, 2004, and
  316 through June 30, 2005, the Board of Levee Commissioners of the
  317 Yazoo-Mississippi Delta Levee District, upon demand of the State
  318 Fiscal Officer, shall transfer to the State Treasurer a sum or
  319 sums not exceeding a total of Five Million Dollars
  320 (\$5,000,000.00), which shall be deposited into the Budget
  321 Contingency Fund.
- 322 <u>SECTION 8.</u> (1) During the period beginning upon July 1, 323 2004, and until June 30, 2005, the State Fiscal Officer shall 324 transfer to the Budget Contingency Fund created in Section 325 27-103-301, from the aggregate of special funds in the State

- 326 Treasury, an amount equal to Eighty-three Million Four Hundred 327 Thousand Dollars (\$83,400,000.00). Not later than July 31, 2004, 328 the State Fiscal Officer shall notify each agency that is subject 329 to the provisions of this section of the total amount of funds 330 that the agency shall transfer during the fiscal year and the time 331 period or periods within which the funds must be transferred. 332 funds shall be transferred in accordance with a schedule established by the State Fiscal Officer, but the total amount 333 334 transferred in any one (1) month shall not exceed Twenty Million 335 Eight Hundred Fifty Thousand Dollars (\$20,850,000.00). 336 (2) The State Fiscal Officer shall determine which special 337 funds shall be transferred to the Budget Contingency Fund at any 338 time under this section and shall notify the appropriate agencies, 339 except that the Working Cash-Stabilization Reserve Fund, trust funds, bond proceed funds, federal funds, special-source funds 340 341 used to match federal funds, special-source funds to the credit of the Mississippi Department of Transportation, special-source funds 342 343 to the credit of the Department of Mental Health derived from client care, and special-source funds to the credit of the 344 345 Telecommunications Ad Valorem Tax Reduction Fund established under 346 Section 27-38-7, shall be exempt from any required transfer under 347 this section. Upon notification from the State Fiscal Officer, 348 the agency shall make the transfer from its special funds as 349 required by the State Fiscal Officer. SECTION 9. Section 27-65-75, Mississippi Code of 1972, is 350 351 amended as follows:
- 352 27-65-75. On or before the fifteenth day of each month, the 353 revenue collected under the provisions of this chapter during the 354 preceding month shall be paid and distributed as follows:
- 355 (1) On or before August 15, 1992, and each succeeding month thereafter through July 15, 1993, eighteen percent (18%) of the 356 357 total sales tax revenue collected during the preceding month under

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358	the provisions of this chapter, except that collected under the
359	provisions of Sections 27-65-15, 27-65-19(3) and 27-65-21, on
360	business activities within a municipal corporation shall be
361	allocated for distribution to $\underline{\text{the}}$ municipality and paid to $\underline{\text{the}}$
362	municipal corporation. On or before August 15, 1993, and each
363	succeeding month thereafter, eighteen and one-half percent
364	(18-1/2%) of the total sales tax revenue collected during the
365	preceding month under the provisions of this chapter, except that
366	collected under the provisions of Sections 27-65-15, 27-65-19(3)
367	and 27-65-21, on business activities within a municipal
368	corporation shall be allocated for distribution to $\underline{\text{the}}$
369	municipality and paid to $\underline{\text{the}}$ municipal corporation.
370	A municipal corporation, for the purpose of distributing the
371	tax under this subsection, shall mean and include all incorporated
372	cities, towns and villages.
373	Monies allocated for distribution and credited to a municipal
374	corporation under this subsection may be pledged as security for
375	any loan received by the municipal corporation for the purpose of
376	capital improvements as authorized under Section 57-1-303, or
377	loans as authorized under Section 57-44-7, or water systems
378	improvements as authorized under Section 41-3-16.
379	In any county having a county seat that is not an
380	incorporated municipality, the distribution provided <u>under this</u>
381	subsection shall be made as though the county seat was an
382	incorporated municipality; however, the distribution to $\underline{\text{the}}$
383	municipality shall be paid to the county treasury in which the
384	municipality is located, and those funds shall be used for road,
385	bridge and street construction or maintenance in the county.
386	(2) On or before September 15, 1987, and each succeeding
387	month thereafter, from the revenue collected under this chapter
388	during the preceding month One Million One Hundred Twenty-five

Thousand Dollars (\$1,125,000.00) shall be allocated for

391 (1) of this section in the proportion that the number of gallons of gasoline and diesel fuel sold by distributors to consumers and 392 393 retailers in each such municipality during the preceding fiscal 394 year bears to the total gallons of gasoline and diesel fuel sold 395 by distributors to consumers and retailers in municipalities 396 statewide during the preceding fiscal year. The State Tax Commission shall require all distributors of gasoline and diesel 397 398 fuel to report to the commission monthly the total number of 399 gallons of gasoline and diesel fuel sold by them to consumers and 400 retailers in each municipality during the preceding month. 401 State Tax Commission shall have the authority to promulgate such 402 rules and regulations as is necessary to determine the number of 403 gallons of gasoline and diesel fuel sold by distributors to 404 consumers and retailers in each municipality. In determining the 405 percentage allocation of funds under this subsection for the 406 fiscal year beginning July 1, 1987, and ending June 30, 1988, the 407 State Tax Commission may consider gallons of gasoline and diesel 408 fuel sold for a period of less than one (1) fiscal year. For the 409 purposes of this subsection, the term "fiscal year" means the 410 fiscal year beginning July 1 of a year. (3) On or before September 15, 1987, and on or before the 411 412 fifteenth day of each succeeding month, until the date specified 413 in Section 65-39-35, the proceeds derived from contractors' taxes levied under Section 27-65-21 on contracts for the construction or 414 415 reconstruction of highways designated under the highway program 416 created under Section 65-3-97 shall, except as otherwise provided 417 in Section 31-17-127, be deposited into the State Treasury to the 418 credit of the State Highway Fund to be used to fund that highway 419 program. The Mississippi Department of Transportation shall provide to the State Tax Commission such information as is 420

distribution to municipal corporations as defined under subsection

422 under this subsection. 423 (4) On or before August 15, 1994, and on or before the 424 fifteenth day of each succeeding month through July 15, 1999, from 425 the proceeds of gasoline, diesel fuel or kerosene taxes as 426 provided in Section 27-5-101(a)(ii)1, Four Million Dollars 427 (\$4,000,000.00) shall be deposited in the State Treasury to the 428 credit of a special fund designated as the "State Aid Road Fund," 429 created by Section 65-9-17. On or before August 15, 1999, and on 430 or before the fifteenth day of each succeeding month, from the 431 total amount of the proceeds of gasoline, diesel fuel or kerosene 432 taxes apportioned by Section 27-5-101(a)(ii)1, Four Million 433 Dollars (\$4,000,000.00) or an amount equal to twenty-three and 434 one-fourth percent (23.25%) of those funds, whichever is the greater amount, shall be deposited in the State Treasury to the 435 credit of the "State Aid Road Fund," created by Section 65-9-17. 436 Those funds shall be pledged to pay the principal of and interest 437 on state aid road bonds heretofore issued under Sections 19-9-51 438 439 through 19-9-77, in lieu of and in substitution for the funds 440 previously allocated to counties under this section. Those funds 441 may not be pledged for the payment of any state aid road bonds issued after April 1, 1981; however, this prohibition against the 442 443 pledging of any such funds for the payment of bonds shall not 444 apply to any bonds for which intent to issue those bonds has been 445 published, for the first time, as provided by law before March 29, 446 1981. From the amount of taxes paid into the special fund under

necessary to determine the amount of proceeds to be distributed

this subsection and subsection (9) of this section, there shall be

of the Office of State Aid Road Construction, as authorized by the

first deducted and paid the amount necessary to pay the expenses

Legislature for all other general and special fund agencies.

remainder of the fund shall be allocated monthly to the several

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453		(a)	One-third	(1/3)	shall	be	allocated	to	all	counties
454	in equal	share	s <i>i</i>							

- 455 (b) One-third (1/3) shall be allocated to counties
  456 based on the proportion that the total number of rural road miles
  457 in a county bears to the total number of rural road miles in all
  458 counties of the state; and
- (c) One-third (1/3) shall be allocated to counties

  based on the proportion that the rural population of the county

  bears to the total rural population in all counties of the state,

  according to the latest federal decennial census.
- For the purposes of this subsection, the term "gasoline, diesel fuel or kerosene taxes" means such taxes as defined in paragraph (f) of Section 27-5-101.
- 466 The amount of funds allocated to any county under this subsection for any fiscal year after fiscal year 1994 shall not be 467 468 less than the amount allocated to the county for fiscal year 1994. 469 Monies allocated to a county from the State Aid Road Fund for 470 fiscal year 1995 or any fiscal year thereafter that exceed the 471 amount of funds allocated to that county from the State Aid Road Fund for fiscal year 1994, first must be expended by the county 472 473 for replacement or rehabilitation of bridges on the state aid road system that have a sufficiency rating of less than twenty-five 474 475 (25), according to National Bridge Inspection standards before 476 the monies may be approved for expenditure by the State Aid Road

Engineer on other projects that qualify for the use of state aid

- Any reference in the general laws of this state or the

  Mississippi Code of 1972 to Section 27-5-105 shall mean and be

  construed to refer and apply to subsection (4) of Section

  27-65-75.
- 483 (5) One Million Six Hundred Sixty-six Thousand Six Hundred 484 Sixty-six Dollars (\$1,666,666.00) each month shall be paid into

road funds.

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485 the special fund known as the "State Public School Building Fund" 486 created and existing under the provisions of Sections 37-47-1 487 through 37-47-67. Those payments into that fund are to be made on 488 the last day of each succeeding month hereafter. 489 (6) An amount each month beginning August 15, 1983, through 490 November 15, 1986, as specified in Section 6 of Chapter 542, Laws 491 of 1983, shall be paid into the special fund known as the Correctional Facilities Construction Fund created in Section 6 of 492 493 Chapter 542, Laws of 1983. 494 (7) On or before August 15, 1992, and each succeeding month thereafter through July 15, 2000, two and two hundred sixty-six 495 496 one-thousandths percent (2.266%) of the total sales tax revenue 497 collected during the preceding month under the provisions of this 498 chapter, except that collected under the provisions of Section 27-65-17(2) shall be deposited by the commission into the School 499 500 Ad Valorem Tax Reduction Fund created under Section 37-61-35. 501 or before August 15, 2000, and each succeeding month thereafter, 502 two and two hundred sixty-six one-thousandths percent (2.266%) of 503 the total sales tax revenue collected during the preceding month 504 under the provisions of this chapter, except that collected under the provisions of Section 27-65-17(2), shall be deposited into the 505 506 School Ad Valorem Tax Reduction Fund created under Section 507 37-61-35 until such time that the total amount deposited into the 508 fund during a fiscal year equals Forty-two Million Dollars 509 (\$42,000,000.00). Thereafter, the amounts diverted under this subsection (7) during the fiscal year in excess of Forty-two 510 511 Million Dollars (\$42,000,000.00) shall be deposited into the Education Enhancement Fund created under Section 37-61-33 for 512 513 appropriation by the Legislature as other education needs and 514 shall not be subject to the percentage appropriation requirements

set forth in Section 37-61-33.

- (8) On or before August 15, 1992, and each succeeding month 516 517 thereafter, nine and seventy-three one-thousandths percent (9.073%) of the total sales tax revenue collected during the 518 519 preceding month under the provisions of this chapter, except that 520 collected under the provisions of Section 27-65-17(2), shall be 521 deposited into the Education Enhancement Fund created under
- (9) On or before August 15, 1994, and each succeeding month 523 524 thereafter, from the revenue collected under this chapter during 525 the preceding month, Two Hundred Fifty Thousand Dollars 526 (\$250,000.00) shall be paid into the State Aid Road Fund.
- (10) On or before August 15, 1994, and each succeeding month 527 528 thereafter through August 15, 1995, from the revenue collected 529 under this chapter during the preceding month, Two Million Dollars (\$2,000,000.00) shall be deposited into the Motor Vehicle Ad 530 531 Valorem Tax Reduction Fund established in Section 27-51-105.
  - (11) Notwithstanding any other provision of this section to the contrary, on or before February 15, 1995, and each succeeding month thereafter, the sales tax revenue collected during the preceding month under the provisions of Section 27-65-17(2) and the corresponding levy in Section 27-65-23 on the rental or lease of private carriers of passengers and light carriers of property as defined in Section 27-51-101 shall be deposited, without diversion, into the Motor Vehicle Ad Valorem Tax Reduction Fund established in Section 27-51-105.
- 541 (12) Notwithstanding any other provision of this section to 542 the contrary, on or before August 15, 1995, and each succeeding 543 month thereafter, the sales tax revenue collected during the 544 preceding month under the provisions of Section 27-65-17(1) on 545 retail sales of private carriers of passengers and light carriers of property, as defined in Section 27-51-101 and the corresponding 546 547 levy in Section 27-65-23 on the rental or lease of these vehicles,

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Section 37-61-33.

- shall be deposited, after diversion, into the Motor Vehicle Ad Valorem Tax Reduction Fund established in Section 27-51-105.
- 550 (13) On or before July 15, 1994, and on or before the
- 551 fifteenth day of each succeeding month thereafter, that portion of
- 552 the avails of the tax imposed in Section 27-65-22 that is derived
- from activities held on the Mississippi state fairgrounds complex,
- 554 shall be paid into a special fund that is created in the State
- 555 Treasury and shall be expended upon legislative appropriation
- 556 solely to defray the costs of repairs and renovation at the Trade
- 557 Mart and Coliseum.
- 558 (14) On or before August 15, 1998, and each succeeding month
- 559 thereafter through July 15, 2005, that portion of the avails of
- 560 the tax imposed in Section 27-65-23 that is derived from sales by
- 561 cotton compresses or cotton warehouses and that would otherwise be
- 562 paid into the General Fund, shall be deposited in an amount not to
- 563 exceed Two Million Dollars (\$2,000,000.00) into the special fund
- 564 created under Section 69-37-39.
- 565 (15) Notwithstanding any other provision of this section to
- 566 the contrary, on or before September 15, 2000, and each succeeding
- 567 month thereafter, the sales tax revenue collected during the
- 568 preceding month under the provisions of Section 27-65-19(1)(f) and
- 569 (g)(i)2, shall be deposited, without diversion, into the
- 570 Telecommunications Ad Valorem Tax Reduction Fund established in
- 571 Section 27-38-7.
- 572 (16) On or before August 15, 2000, and each succeeding month
- 573 thereafter, the sales tax revenue collected during the preceding
- 574 month under the provisions of this chapter on the gross proceeds
- 575 of sales of a project as defined in Section 57-30-1 shall be
- 576 deposited, after all diversions except the diversion provided for
- 577 in subsection (1) of this section, into the Sales Tax Incentive
- 578 Fund created in Section 57-30-3.

- the contrary, on or before April 15, 2002, and each succeeding month thereafter, the sales tax revenue collected during the preceding month under Section 27-65-23 on sales of parking services of parking garages and lots at airports shall be deposited, without diversion, into the special fund created under Section 27-5-101(d).
- (18) On or before August 15, 2005, and each succeeding month thereafter through July 15, 2006, from the sales tax revenue collected during the preceding month under the provisions of this chapter, Two Million Five Hundred Thousand Dollars (\$2,500,000.00) shall be deposited into the Special Funds Transfer Fund created in Section 4 of Chapter 556, Laws of 2003.
- 592 (19) The remainder of the amounts collected under the 593 provisions of this chapter shall be paid into the State Treasury 594 to the credit of the General Fund.
- 595 (20) It shall be the duty of the municipal officials of any 596 municipality that expands its limits, or of any community that 597 incorporates as a municipality, to notify the commissioner of 598 that action thirty (30) days before the effective date. Failure 599 to so notify the commissioner shall cause the municipality to 600 forfeit the revenue that it would have been entitled to receive 601 during this period of time when the commissioner had no knowledge 602 of the action. If any funds have been erroneously disbursed to 603 any municipality or any overpayment of tax is recovered by the 604 taxpayer, the commissioner may make correction and adjust the 605 error or overpayment with the municipality by withholding the 606 necessary funds from any later payment to be made to the 607 municipality.
- SECTION 10. Section 4, Chapter 556, Laws of 2003, is amended as follows:

- Section 4. (1) There is created in the State Treasury a 610 611 special fund to be known as the Special Funds Transfer Fund, which 612 shall be comprised of the monies required to be deposited into the 613 fund under Section 27-65-75(18) for the repayment of certain funds 614 transferred to the Budget Contingency Fund. Upon receipt of 615 monies deposited into the fund under Section 27-65-75(18), the 616 State Treasurer shall transfer those monies to the special funds 617 from which transfers were made under Sections 2 and 3 of Chapter 618 556, Laws of 2003. 619
- (2) Unexpended amounts remaining in the fund on September 620 30, 2006, shall lapse into the State General Fund, and any interest earned or investment earnings on amounts in the fund 621 622 shall be deposited to the credit of the fund.
- SECTION 11. Section 27-25-506, Mississippi Code of 1972, is 623 624 amended as follows:
- 625 27-25-506. There is \* \* \* created a special fund in the 626 State Treasury into which the state's share of proceeds collected under Sections 27-25-505 and 27-25-705 shall be deposited. 627
- The state's share of all oil and gas severance taxes derived 629 from oil and gas resources under state-owned lands or from severed 630 state-owned minerals shall be deposited into the State Treasury to 631 the credit of the trust fund created in Section 206A, Mississippi 632 Constitution of 1890. The following amounts of the remainder of 633 tax collections apportioned to the state shall be deposited to the 634 credit of the trust fund created in Section 206A, Mississippi Constitution of 1890: 635
- 636 (a) For fiscal year 1994, all amounts collected in excess of Thirty-five Million Dollars (\$35,000,000.00); 637
- 638 (b) For fiscal year 1995, all amounts collected in 639 excess of Thirty-two Million Five Hundred Thousand Dollars 640 (\$32,500,000.00);

(c) For fiscal year 1996, all amounts collected in 641 642 excess of Thirty Million Dollars (\$30,000,000.00); 643 (d) For fiscal year 1997, all amounts collected in 644 excess of Twenty-seven Million Five Hundred Thousand Dollars 645 (\$27,500,000.00); (e) For fiscal year 1998, all amounts collected in 646 647 excess of Twenty-five Million Dollars (\$25,000,000.00); (f) For fiscal year 1999, all amounts collected in 648 649 excess of Twenty Million Dollars (\$20,000,000.00); 650 (g) For fiscal year 2000, all amounts collected in excess of Fifteen Million Dollars (\$15,000,000.00); 651 652 (h) For fiscal year 2001 through December 31, 2000, all amounts collected and transferred in excess of Ten Million Dollars 653 (\$10,000,000.00); 654 (i) For fiscal year 2005, all amounts collected in 655 656 excess of Ten Million Dollars (\$10,000,000.00); 657 (j) For fiscal year 2006, all amounts collected in excess of Five Million Dollars (\$5,000,000.00); and 658 659 (k) For fiscal year 2007 and each fiscal year 660 thereafter, all such tax collections apportioned to the state shall be deposited to the credit of the trust fund. 661 The monies collected under paragraphs (a) through (j) of this 662 663 section that are not deposited into the trust fund shall be 664 deposited into the State General Fund. For fiscal year 2005, the 665 monies not deposited into the State General Fund shall be 666 deposited into the Budget Contingency Fund created in Section 667 27-103-301. All monies deposited into the Budget Contingency Fund 668 under this section shall be appropriated by the Legislature for the support of the \* \* \* Mississippi Adequate Education

Program \* \* \*.

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- SECTION 12. Section 43-13-407, Mississippi Code of 1972, as 671
- 672 amended by House Bill No. 438, 2004 Regular Session, is amended as
- 673 follows:
- 674 43-13-407. (1) In accordance with the purposes of this
- 675 article, there is established in the State Treasury the Health
- 676 Care Expendable Fund, into which shall be transferred from the
- 677 Health Care Trust Fund the following sums:
- In fiscal year 2005, Two Hundred Sixteen Million 678 (a)
- 679 Dollars (\$216,000,000.00);
- 680 In fiscal year 2006, One Hundred Eighty-six Million (b)
- 681 Dollars (\$186,000,000.00);
- 682 In fiscal year 2007, One Hundred Forty-six Million (C)
- 683 Dollars (\$146,000,000.00);
- 684 (d) In fiscal year 2008, One Hundred Six Million
- Dollars (\$106,000,000.00); 685
- 686 (e) In fiscal year 2009, Sixty-six Million Dollars
- 687 (\$66,000,000.00);
- \* \* \* 688
- 689 (f) In fiscal year 2010 and each fiscal year
- 690 thereafter, a sum equal to the average annual amount of the
- dividends, interest and other income, including increases in value 691
- of the principal, earned on the funds in the Health Care Trust 692
- 693 Fund during the preceding four (4) fiscal years.
- 694 In any fiscal year in which interest, dividends and
- other income from the investment of the funds in the Health Care 695
- 696 Trust Fund are not sufficient to fund the full amount of the
- 697 annual transfer into the Health Care Expendable Fund as required
- in subsection (1)(f) of this section, the State Treasurer shall 698
- 699 transfer from tobacco settlement installment payments an amount
- 700 that is sufficient to fully fund the amount of the annual
- 701 transfer.

(3) (a) On March 6, 2002, the State Treasurer shall
transfer the sum of Eighty-seven Million Dollars (\$87,000,000.00)
from the Health Care Trust Fund into the Health Care Expendable
Fund. In addition, at the time the State of Mississippi receives
the tobacco settlement installment payments for each of the
calendar years 2002 and 2003 \* \* \*, the State Treasurer shall
deposit the full amount of each of those installment payments into

the Health Care Expendable Fund.

- 710 If during any fiscal year after March 6, 2002, the 711 general fund revenues received by the state exceed the general fund revenues received during the previous fiscal year by more 712 713 than five percent (5%), the Legislature shall repay to the Health 714 Care Trust Fund one-third (1/3) of the amount of the general fund revenues that exceed the five percent (5%) growth in general fund 715 716 The repayment required by this paragraph shall continue 717 in each fiscal year in which there is more than five percent (5%) 718 growth in general fund revenues, until the full amount of the funds that were transferred and deposited into the Health Care 719 720 Expendable Fund under the provisions of paragraph (a) of this 721 subsection have been repaid to the Health Care Trust Fund.
  - (4) All income from the investment of the funds in the Health Care Expendable Fund shall be credited to the account of the Health Care Expendable Fund. Any funds in the Health Care Expendable Fund at the end of a fiscal year shall not lapse into the State General Fund.
- 727 (5) The funds in the Health Care Expendable Fund shall be 728 available for expenditure under specific appropriation by the 729 Legislature beginning in fiscal year 2000, and shall be expended 730 exclusively for health care purposes.
- 731 (6) The provisions of subsection (1) of this section may not
  732 be changed in any manner except upon amendment to that subsection
  733 by a bill enacted by the Legislature with a vote of not less than

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- 734 three-fifths (3/5) of the members of each house present and
- 735 voting.
- 736 (7) Subsections (1), (2), (4) and (5) of this section shall
- 737 stand repealed on July 1, 2009.
- 738 **SECTION 13.** (1) For the period beginning upon the effective
- 739 date of this section and through June 30, 2005, the personnel
- 740 actions of the Mississippi Department of Corrections regarding
- 741 employees at the central offices of the department, the State
- 742 Penitentiary at Parchman and the Central Correctional Facility in
- 743 Rankin County shall be exempt from State Personnel Board
- 744 procedures. However, all new employees of the Department of
- 745 Corrections at those locations shall meet the criteria of the
- 746 State Personnel Board that presently exists for employment.
- 747 Whenever an employee at any of those locations is dismissed or
- 748 involuntarily terminated under the authority of this section
- 749 during that period of time, that employee's position shall be
- 750 eliminated.
- 751 (2) The Department of Corrections shall consult with the
- 752 Office of the Attorney General before taking personnel actions
- 753 permitted by this section to review those actions for compliance
- 754 with applicable state and federal law.
- 755 **SECTION 14.** Section 27-3-79, Mississippi Code of 1972, as
- 756 amended by House Bill No. 611, 2004 Regular Session, is amended as
- 757 follows:
- 758 27-3-79. (1) The State Tax Commission shall develop and
- 759 implement a tax amnesty program in accordance with the provisions
- of this section. The program shall begin on September 1, 2004,
- 761 and end on December 31, 2004. The program shall apply to all
- 762 taxes that are required to be collected by the State Tax
- 763 Commission or commissioner and that were first due and payable for
- 764 the year 1999 and after. Tax amnesty shall be available to any
- 765 individuals or corporations who are liable for those taxes and who

- 766 have failed to pay all or any portion of their taxes, failed to
- 767 file returns or filed inaccurate returns; however, tax amnesty
- 768 shall not be available to individuals or corporations subject to
- 769 tax-related criminal investigations or prosecution, or where the
- 770 taxes have been previously assessed by the commission, or to
- 771 estimated tax payments required to be made under Section 27-7-319.
- 772 All civil and criminal penalties for nonpayment of taxes,
- 773 including the penalties set forth in subsection (2) of this
- 774 section, shall be waived for any eligible individual or
- 775 corporation who, during the tax amnesty period, makes total
- 776 payment of the taxes due. The State Tax Commission is authorized
- 777 to do all things necessary to carry out the tax amnesty programs
- 778 that are not inconsistent with this section.
- 779 (2) Any person eligible for the tax amnesty program and who
- 780 fails to make total payment of the taxes due during the tax
- 781 <u>amnesty period</u>, or any person who willfully attempts in any manner
- 782 to evade or defeat any tax imposed by the State Tax Commission, or
- 783 <u>assists in the evading of that tax or the payment thereof,</u>
- 784 including violations determined under Section 1 of House Bill No.
- 785 611, 2004 Regular Session, shall, in addition to other penalties
- 786 provided by law, be guilty of a felony and, upon conviction
- 787 thereof, shall be fined not more than One Hundred Thousand Dollars
- 788 (\$100,000.00) and, in the case of a corporation, not more than
- 789 Five Hundred Thousand Dollars (\$500,000.00), or imprisoned not
- 790 more than five (5) years, or both.
- 791 (3) Any prosecutions for tax evasion as described in this
- 792 section shall be begun within six (6) years next after the
- 793 statutory due date for the taxes in issue.
- 794 **SECTION 15.** During the period beginning upon July 1, 2004,
- 795 and through June 30, 2005, any interest earned on state-source
- 796 special funds to the credit of the Mississippi Department of

- 797 Transportation shall be deposited by the State Treasurer into the
- 798 State General Fund.
- 799 SECTION 16. Section 65-1-111, Mississippi Code of 1972, is
- 800 amended as follows:
- 801 65-1-111. All monies from any source provided by law shall
- 802 be covered and paid into the State Treasury as other public funds
- 803 are paid, and it shall be the duty of the Department of Finance
- 804 and Administration to advise the Mississippi Transportation
- 805 Commission of the amount of money allotted to the commission on
- 806 hand from time to time. It shall be the duty of the Department of
- Finance and Administration to place and allocate those funds so 807
- 808 covered into the State Treasury in the State Highway Fund.
- 809 interest earned on the investment of any highway funds shall be
- 810 paid into the State Highway Fund, except as otherwise provided in
- Section 16 of this act. If any highway bonds or notes are issued, 811
- 812 the Transportation Commission will adopt a resolution requesting
- 813 the Bond Commission to issue such bonds or notes as may be
- authorized and a "bond and interest sinking fund" and "note fund" 814
- 815 shall \* \* \* be kept separate from the highway fund by the State
- Treasurer pursuant to the bond resolution adopted by the State of 816
- 817 Mississippi Bond Commission.
- SECTION 17. Section 41-29-107, Mississippi Code of 1972, is 818
- 819 amended as follows:
- 820 41-29-107. (1) There is \* \* \* created within the
- 821 Mississippi Department of Public Safety an office to be known as
- the Mississippi Bureau of Narcotics \* \* \*. The office shall have 822
- 823 \* \* \* a director who shall be appointed by the Commissioner of
- 824 Public Safety. The commissioner may assign to the appropriate
- 825 offices of the department such powers and duties deemed
- 826 appropriate to carry out the lawful functions of the Mississippi
- 827 Bureau of Narcotics.

828	(2) The Commissioner of Public Safety is empowered to employ
829	or appoint necessary agents. The <u>commissioner</u> may also employ
830	such secretarial, clerical and administrative personnel, including
831	a duly licensed attorney, as necessary for the operation of the
832	bureau, and shall have such quarters, equipment and facilities as
833	needed. The salary and qualifications of the attorney authorized
834	by this section shall be fixed by the director, but the salary
835	shall not exceed the salary authorized for an assistant attorney
836	general who performs similar duties.
837	(3) The director and agents so appointed shall be citizens
838	of the United States and of the State of Mississippi, and of good
839	moral character. The agents shall be not less than twenty-one
840	(21) nor shall have attained the age of thirty-six (36) years of
841	age at the time of such appointment. In addition thereto, those
842	appointed shall have satisfactorily completed at least two (2)
843	years of college studies. However, two (2) years of satisfactory
844	service as a law enforcement officer and the completion of the
845	prescribed course of study at a school operated by the Bureau of
846	Narcotics and Dangerous Drugs, United States Justice Department,
847	shall satisfy one (1) year of such college studies, and four (4)
848	years of satisfactory service as a law enforcement officer and the
849	completion of the prescribed course of study at such federal
850	bureau school as stated heretofore shall fully satisfy the two (2)
851	years of college requirement. The director shall also be required
852	to complete a prescribed course of study at a school operated by
853	the Bureau of Narcotics and Dangerous Drugs, United States Justice
854	Department.
855	During the period of the first twelve (12) months after
856	appointment, any employee of the bureau shall be subject to
857	dismissal at the will of the director. After twelve (12) months'
858	service, no employee of the bureau shall be subject to dismissal
859	unless charges have been filed with the director, showing cause

860	for dismissal of the employee of the bureau. A date shall be set
861	for hearing before the director and the employee notified in
862	writing of the date of such hearing and of the charges filed. The
863	hearing shall be held not less than ten (10) days after
864	notification to the employee. After $\underline{\text{the}}$ hearing, at which the
865	employee shall be entitled to legal counsel, a written order of
866	the director shall be necessary for dismissal and the decision
867	shall be final. Any such order of the director shall be a public
868	record and subject to inspection as such.
869	$\underline{(4)}$ The Commissioner of Public Safety may assign members of
870	the Mississippi Highway Safety Patrol, regardless of age, to the
871	bureau * * *; however, when any highway patrolman or other
872	employee, agent or official of the Mississippi Department of
873	Public Safety is assigned to duty with, or is employed by, the
874	bureau, he shall not be subject to assignment or transfer to any
875	other office or department within the Mississippi Department of
876	Public Safety except by the commissioner. Any highway patrolman
877	assigned to duty with the bureau shall retain his status as a
878	highway patrolman, but shall be under the supervision of the
879	director. For purposes of seniority within the Highway Safety
880	Patrol and for purposes of retirement under the Mississippi
881	Highway Safety Patrol Retirement System, highway patrolmen
882	assigned to the bureau will be credited as if performing duty with
883	the Highway Safety Patrol. The commissioner may assign employees
884	of the Highway Safety Patrol to the Mississippi Bureau of
885	Narcotics and may assign agents of the bureau to the Highway
886	Safety Patrol; however, any employees so assigned must meet all
887	established requirements for the duties to which they are
888	assigned.
889	(5) The Commissioner of Public Safety may enter into

contracts or agreements with the State Board of Health for

891	purposes	of	recruitment	and	screening	of	applicants	through	the
892	merit sys	stei	n.						

- (6) The Commissioner of Public Safety may enter into 893 894 agreements with bureaus or departments of other states or of the 895 United States for the exchange or temporary assignment of agents for special undercover assignments and for performance of specific 896 897 duties.
- The Commissioner of Public Safety may assign agents of 898 899 the bureau to such duty and to request and accept agents from such 900 other bureaus or departments for such duty.
- 901 (8) (a) All funds, property and/or PINs belonging to the 902 Mississippi Bureau of Narcotics are transferred to the Department of Public Safety on July 1, 2004. Any funds, property or PINs 903 904 that are appropriated to or otherwise received by the bureau, or appropriated to, transferred to or otherwise received by the 905 906 Department of Public Safety for the use of the bureau, shall be 907 budgeted and maintained by the department as funds of the 908 department. Personnel occupying PINs transferred from the bureau
- 909 to the department shall serve on a probationary basis during the twelve (12) months after July 1, 2004. 910
- (b) In transferring the responsibilities of the Mississippi Bureau of Narcotics to the Department of Public 912 913 Safety, the commissioner and the director of the bureau shall develop and implement written security precautions that shall be 914 observed by all affected employees. The commissioner and the 915 director shall review, modify and approve the plan before the 916 effective date of the merger of responsibilities of the bureau and 917
- 919 SECTION 18. Section 41-29-108, Mississippi Code of 1972, is 920 amended as follows:
- 41-29-108. (1) The Commissioner of Public Safety is \* \* \* 921 922 authorized to accept vehicles which may be available from the

the department.

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923	rederal government for use in enforcement of this article. The
924	<pre>commissioner is further authorized to expend reasonable funds from</pre>
925	any funds appropriated for the bureau for the delivery, repair and
926	maintenance of such automobiles.
927	(2) The <u>commissioner</u> is further authorized to rent or lease
928	motor vehicles for undercover missions. Such vehicles shall be
929	used only on specified missions and not as additions to the
930	regularly authorized and budgeted vehicles of the bureau.
931	SECTION 19. Section 41-29-111, Mississippi Code of 1972, is
932	amended as follows:
933	41-29-111. The Commissioner of Public Safety shall
934	administer this article and shall work in conjunction and
935	cooperation with the State Board of Pharmacy, county and municipal
936	law enforcement agencies, the district and county attorneys, the
937	Office of the Attorney General and the Mississippi Highway Safety
938	Patrol. The State Board of Health shall work with the bureau in
939	an advisory capacity and shall be responsible for recommending to
940	the Legislature the appropriate schedule for all substances to be
941	scheduled or rescheduled in Sections 41-29-113 through 41-29-121.
942	In making a recommendation regarding a substance, the board shall
943	consider the following:
944	(a) $\underline{\text{(i)}}$ The actual or relative potential for abuse;
945	(ii) The scientific evidence of its
946	pharmacological effect, if known;
947	(iii) The state of current scientific knowledge
948	regarding the substance;
949	(iv) The history and current pattern of abuse;
950	$\underline{(v)}$ The scope, duration and significance of abuse;
951	(vi) The risk to the public health;
952	(vii) The potential of the substance to produce

psychic or physiological dependence liability; and

954			-	(viii) Wh	nether	the	substance	e is	an	immediate	
955	precursor	of	а	substance	alread	dv de	ontrolled	unde	יץב	this articl	le.

- 956 (b) After considering the factors enumerated in 957 paragraph (a), the board shall make findings with respect thereto and issue a recommendation to control the substance if it finds 958 959 the substance has a potential for abuse.
- 960 If the board designates a substance as an immediate 961 precursor, substances that are precursors of the controlled 962 precursor shall not be recommended for control solely because they 963 are precursors of the controlled precursor.
- 964 If any substance is designated, rescheduled, or 965 deleted as a controlled substance under federal law and notice 966 thereof is given to the board, it shall recommend the control of 967 the substance under this article at the next session of the 968 Legislature.
- 969 Authority to control under this article does not extend to distilled spirits, wine, malt beverages, or tobacco as 970 971 those terms are defined or used in the Local Option Alcoholic Beverage Control Law, being Sections 67-1-1 through 67-1-91, and 972 973 the Tobacco Tax Law of 1934, being Sections 27-69-1 through 974 27-69-77. It is the intent of the Legislature of the State of 975 Mississippi that the bureau shall concentrate its efforts and 976 resources on the enforcement of the Uniform Controlled Substances 977 Law with respect to illicit narcotic and drug traffic in the 978 state.
- 979 The controlled substances listed in the schedules in Sections 41-29-113 through 41-29-121 are included by whatever official, 980 common, usual, chemical or trade name designated. 981
- 982 The board shall recommend the exclusion of any 983 nonnarcotic substance from a schedule if such substance may, under the Federal Food, Drug and Cosmetic Act and the laws of this 984 985 state, be lawfully sold over the counter without a prescription.

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986	SECTION 20. Section 45-1-2, Mississippi Code of 1972, is
987	amended as follows:
988	45-1-2. (1) The Executive Director of the Department of
989	Public Safety shall be the Commissioner of Public Safety.
990	(2) The Commissioner of Public Safety shall establish the
991	organizational structure of the Department of Public Safety, which
992	shall include the creation of any units necessary to implement the
993	duties assigned to the department and consistent with specific
994	requirements of law, including, but not limited to:
995	(a) Office of Public Safety Planning;
996	(b) Office of Medical Examiner;
997	(c) Office of Mississippi Highway Safety Patrol;
998	(d) Office of Crime Laboratories;
999	(e) Office of Law Enforcement Officers' Training
1000	Academy;
1001	(f) Office of Support Services:
1002	(g) Office of Narcotics, which shall be known as the
1003	Bureau of Narcotics; and
1004	(h) Office of Homeland Security.
1005	(3) The department shall be headed by a commissioner $\underline{}$ , who
1006	shall be appointed by and serve at the pleasure of the Governor.
1007	The appointment of the commissioner shall be made with the advice
1008	and consent of the Senate. The commissioner may assign to the
1009	appropriate offices such powers and duties as deemed appropriate
1010	to carry out the department's lawful functions.
1011	(4) The commissioner of the department shall appoint heads
1012	of offices, who shall serve at the pleasure of the commissioner.

The commissioner shall have the authority to organize the offices

appropriate to carry out the responsibilities of the department.

The organization charts of the department shall be presented

established by subsection (2) of this section as deemed

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1017	annually with the budget request of the Governor for review by the
1018	Legislature.
1019	(5) The commissioner of the department shall appoint, from
1020	within the Department of Public Safety, a statewide safety
1021	training officer who shall serve at the pleasure of the
1022	commissioner and whose duty it shall be to perform public training
1023	for both law enforcement and private persons throughout the state
1024	concerning proper emergency response to the mentally ill,
1025	terroristic threats or acts, domestic conflict, other conflict
1026	resolution, and such other matters as the commissioner may direct.
1027	SECTION 21. Section 1, Chapter 520, Laws of 1972, which
1028	provides that funds appropriated to the Bureau of Narcotics shall
1029	be kept separate from the funds of the Department of Public
1030	Safety, is repealed.
1031	SECTION 22. Section 77-1-21, Mississippi Code of 1972, is
1032	amended as follows:
1033	77-1-21. $(1)$ For the purpose of enforcing the provisions of
1034	the Mississippi Motor Carrier Regulatory Law of 1938, the
1035	Mississippi Department of Transportation is * * * authorized to
1036	employ, in addition to personnel already employed by the
1037	<u>department</u> , one (1) chief enforcement officer and twenty-one (21)
1038	inspectors, who shall be under the management of the department.
1039	The chief enforcement officer and the inspectors shall devote
1040	their full time to the performance of their duties and shall take
1041	an oath faithfully to perform the duties of their position. The
1042	department shall require bonds to be carried on such employees as
1043	the <u>department</u> may deem necessary, the cost thereof to be paid by
1044	the <u>department</u> . The chief enforcement officer and inspectors
1045	shall be qualified by experience and training in law enforcement
1046	or investigative work, and shall attend and satisfactorily
1047	complete an appropriate course of instruction established by the

Commissioner of Public Safety at the Law Enforcement Officers

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1049	Training Academy. The chief enforcement officer and the
1050	inspectors * * * referred to in this section shall be selected
1051	after an examination as to physical and mental fitness. Such
1052	employees shall be citizens of the United States and the State of
1053	Mississippi, and of good moral character. All such members of
1054	staff shall be appointed by the Mississippi Department of
1055	Transportation and shall be subject to removal at any time by the
1056	department.
1057	(2) The Public Service Commission shall transfer all
1058	employees, equipment, inventory and resources of the commission
1059	employed and used to enforce the Motor Carrier Regulatory Law of
1060	1938 to the Mississippi Department of Transportation on July 1,
1061	2004. The transfer of personnel shall be commensurate with the
1062	number and classification of positions allocated to that law
1063	enforcement. The transfer also shall include direct support,
1064	clerical, data processing and communications positions allocated
1065	to that law enforcement.
1066	(3) The Public Service Commission shall transfer to the
1067	Mississippi Department of Transportation each year the amount of
1068	funds necessary to support the law enforcement functions being
1069	performed for the commission by the department, as specified in
1070	the appropriation bill for the Public Service Commission.
1071	(4) Any reference in any statute, rule or regulation to law
1072	enforcement duties being performed by the Public Service
1073	Commission shall be construed to mean law enforcement duties being
1074	performed for the commission by the Mississippi Department of
1075	Transportation.
1076	SECTION 23. Section 75-76-129, Mississippi Code of 1972, is
1077	amended as follows:
1078	[Through June 30, 2022, this section shall read as follows:]
1079	75-76-129. On or before the last day of each month all

taxes, fees, interest, penalties, damages, fines or other monies

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      collected by the State Tax Commission during that month under the
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      provisions of this chapter, with the exception of (a) the local
      government fees imposed under Section 75-76-195, and (b) an amount
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      equal to Three Million Dollars ($3,000,000.00) of the revenue
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      collected pursuant to the fee imposed under Section
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      75-76-177(1)(c), or an amount equal to twenty-five percent (25%)
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      of the revenue collected pursuant to the fee imposed under Section
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      75-76-177(1)(c), whichever is the greater amount, shall be paid by
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      the State Tax Commission to the State Treasurer to be deposited in
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      the State General Fund. The local government fees shall be
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      distributed by the State Tax Commission pursuant to Section
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      75-76-197. Except for the period beginning on July 1, 2004, and
      through June 30, 2005, an amount equal to Three Million Dollars
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      ($3,000,000.00) of the revenue collected during that month
      pursuant to the fee imposed under Section 75-76-177(1)(c) shall be
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      deposited by the State Tax Commission into the bond sinking fund
      created in Section 65-39-3. Except for the period beginning on
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      July 1, 2004, and through June 30, 2005, the revenue collected
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      during that month pursuant to the fee imposed under Section
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      75-76-177(1)(c) that is in excess of Three Million Dollars
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      ($3,000,000.00), but is less than twenty-five percent (25%) of the
      amount of revenue collected during that month, shall be deposited
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      into the State Highway Fund to be used exclusively for the
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      reconstruction and maintenance of highways of the State of
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      Mississippi.
           For the period beginning on July 1, 2004, and through June
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      30, 2005, twenty-five percent (25%) of the amount of revenue
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      collected during each month pursuant to the fee imposed under
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1109
      Section 75-76-177(1)(c) shall be deposited into the Budget
1110
      Contingency Fund created in Section 27-103-301.
1111
            [From and after July 1, 2022, this section shall read as
1112
      follows:]
```

- 75-76-129. On or before the last day of each month, all 1113 1114 taxes, fees, interest, penalties, damages, fines or other monies collected by the State Tax Commission during that month under the 1115 1116 provisions of this chapter, with the exception of the local government fees imposed under Section 75-76-195, shall be paid by 1117 the State Tax Commission to the State Treasurer to be deposited in 1118 1119 the State General Fund. The local government fees shall be 1120 distributed by the State Tax Commission pursuant to Section 1121 75-76-197. SECTION 24. Section 37-61-33, Mississippi Code of 1972, is 1122 1123 amended as follows: [Until July 1, 2005, this section shall read as follows:] 1124 37-61-33. (1) There is created within the State Treasury a 1125 1126 special fund to be designated the "Education Enhancement Fund"
- into which shall be deposited all the revenues collected pursuant 1128 to Sections 27-65-75(7) and (8) and 27-67-31(a) and (b). (2) Of the amount deposited into the Education Enhancement 1129 1130 Fund, Sixteen Million Dollars (\$16,000,000.00) shall be 1131 appropriated each fiscal year to the State Department of Education 1132 to be distributed to all school districts. Such money shall be 1133 distributed to all school districts in the proportion that the
- 1134 average daily attendance of each school district bears to the 1135 average daily attendance of all school districts within the state for the following purposes: 1136
- 1137 Purchasing, erecting, repairing, equipping, (a) 1138 remodeling and enlarging school buildings and related facilities, including gymnasiums, auditoriums, lunchrooms, vocational training 1139 buildings, libraries, teachers' homes, school barns, 1140 1141 transportation vehicles (which shall include new and used 1142 transportation vehicles) and garages for transportation vehicles,

and purchasing land therefor.

1143

1144	(b)	Establishi	ing and	equipping	school	athletic	fiel	.ds
1145	and necessary	facilities	connect	ed therewi	ith, and	d purchas:	ing l	and
1146	therefor.							

- 1147 (c) Providing necessary water, light, heating, air
  1148 conditioning and sewerage facilities for school buildings, and
  1149 purchasing land therefor.
- 1150 As a pledge to pay all or a portion of the debt 1151 service on debt issued by the school district under Sections 1152 37-59-1 through 37-59-45, 37-59-101 through 37-59-115, 37-7-351 through 37-7-359, 37-41-89 through 37-41-99, 37-7-301, 37-7-302 1153 1154 and 37-41-81, or debt issued by boards of supervisors for 1155 agricultural high schools pursuant to Section 37-27-65, if such 1156 pledge is accomplished pursuant to a written contract or 1157 resolution approved and spread upon the minutes of an official 1158 meeting of the district's school board or board of supervisors. 1159 The annual grant to such district in any subsequent year during the term of the resolution or contract shall not be reduced below 1160 1161 an amount equal to the district's grant amount for the year in 1162 which the contract or resolution was adopted. The intent of this 1163 provision is to allow school districts to irrevocably pledge a 1164 certain, constant stream of revenue as security for long-term 1165 obligations issued under the code sections enumerated in this 1166 paragraph or as otherwise allowed by law. It is the intent of the 1167 Legislature that the provisions of this paragraph shall be 1168 cumulative and supplemental to any existing funding programs or 1169 other authority conferred upon school districts or school boards. Debt of a district secured by a pledge of sales tax revenue 1170 pursuant to this paragraph shall not be subject to any debt 1171 1172 limitation contained in the foregoing enumerated code sections.
- 1173 (3) The remainder of the money deposited into the Education 1174 Enhancement Fund shall be appropriated as follows:
  - (a) To the State Department of Education as follows:

1176	(i) Sixteen and sixty-one one-hundredths percent
1177	(16.61%) to the cost of the adequate education program determined
1178	under Section 37-151-7; of the funds generated by the percentage
1179	set forth in this section for the support of the adequate
L180	education program, one and one hundred seventy-eight
1181	one-thousandths percent (1.178%) of the funds shall be
1182	appropriated to be used by the State Department of Education for
1183	the purchase of textbooks to be loaned under Sections 37-43-1
1184	through 37-43-59 to approved nonpublic schools, as described in
1185	Section 37-43-1. The funds to be distributed to each nonpublic
1186	school shall be in the proportion that the average daily
1187	attendance of each nonpublic school bears to the total average
1188	daily attendance of all nonpublic schools;
1189	(ii) Seven and ninety-seven one-hundredths percent
1190	(7.97%) to assist the funding of transportation operations and
1191	maintenance pursuant to Section 37-19-23; and
1192	(iii) The revenue generated from nine and
1193	sixty-one one-hundredths percent (9.61%) that exceeds Fifteen
1194	Million Nine Hundred Thousand Dollars (\$15,900,000.00), for
1195	classroom supplies, instructional materials and equipment,
1196	including computers and computer software, to be distributed to
1197	all school districts in the proportion that the average daily
1198	attendance of each school district bears to the average daily
1199	attendance of all school districts within the state. Classroom
1200	supply funds shall not be expended for administrative purposes.
1201	Local school districts shall allocate classroom supply funds
1202	equally among all classroom teachers in the school district. For
1203	purposes of this subparagraph, "teacher" means any employee of the
1204	school board of a school district who is required by law to obtain
1205	a teacher's license from the State Department of Education and who
1206	is assigned to an instructional area of work as defined by the
L207	department, but shall not include a federally funded teacher. Two

(2) or more teachers may agree to pool their classroom supply
funds for the benefit of a school within the district. It is the
intent of the Legislature that all classroom teachers shall be
involved in the development of a spending plan that addresses
individual classroom needs and supports the overall goals of the
school regarding supplies, instructional materials, equipment,
computers or computer software under the provisions of this
subparagraph, including the type, quantity and quality of such
supplies, materials and equipment. This plan shall be submitted
in writing to the school principal for approval. Classroom supply
funds allocated under this subparagraph shall supplement, not
replace, other local and state funds available for the same
purposes. School districts need not fully expend the funds
received under this subparagraph in the year in which they are
received, but such funds may be carried forward for expenditure in
any succeeding school year. The State Board of Education shall
develop and promulgate rules and regulations for the
administration of this subparagraph consistent with the above
criteria, with particular emphasis on allowing the individual
teachers to expend funds as they deem appropriate. The revenue
generated from the percentage under this subparagraph that does
not exceed Fifteen Million Nine Hundred Thousand Dollars
(\$15,900,000.00) shall be appropriated to the State Department of
Education for the support of educational programs authorized by
<u>law</u> ;
(b) Twenty-two and nine one-hundredths percent (22.09%)
to the Board of Trustees of State Institutions of Higher Learning
for the purpose of supporting institutions of higher learning; and
(c) Fourteen and forty-one one-hundredths percent
(14.41%) to the State Board for Community and Junior Colleges for
the purpose of providing support to community and junior colleges.

- 1239 (4) The amount remaining in the Education Enhancement Fund
  1240 after funds are distributed as provided in subsections (2) and (3)
  1241 of this section shall be disbursed as follows:
- 1242 (a) Twenty-five Million Dollars (\$25,000,000.00) shall
- 1243 be deposited into the Working Cash-Stabilization Reserve Fund
- 1244 created pursuant to Section 27-103-203(1), until the balance in
- 1245 such fund reaches the maximum balance of seven and one-half
- 1246 percent (7-1/2%) of the General Fund appropriations in the
- 1247 appropriate fiscal year. After the maximum balance in the Working
- 1248 Cash-Stabilization Reserve Fund is reached, such money shall
- 1249 remain in the Education Enhancement Fund to be appropriated in the
- 1250 manner provided for in paragraph (b) of this subsection.
- 1251 (b) The remainder shall be appropriated for other
- 1252 educational needs.
- 1253 (5) None of the funds appropriated pursuant to subsection
- 1254 (3)(a) of this section shall be used to reduce the state's General
- 1255 Fund appropriation for the categories listed in an amount below
- 1256 the following amounts:
- 1257 (a) For subsection (3)(a)(ii) of this section,
- 1258 Thirty-six Million Seven Hundred Thousand Dollars
- 1259 (\$36,700,000.00);
- 1260 (b) For the aggregate of minimum program allotments in
- 1261 the 1997 fiscal year, formerly provided for in Chapter 19, Title
- 1262 37, Mississippi Code of 1972, as amended, excluding those funds
- 1263 for transportation as provided for in subsection (5)(a) in this
- 1264 section.
- [From and after July 1, 2005, this section reads as follows:]
- 1266 37-61-33. (1) There is created within the State Treasury a
- 1267 special fund to be designated the "Education Enhancement Fund"
- 1268 into which shall be deposited all the revenues collected pursuant
- 1269 to Sections 27-65-75(7) and (8) and 27-67-31(a) and (b).

- 1270 (2) Of the amount deposited into the Education Enhancement 1271 Fund, Sixteen Million Dollars (\$16,000,000.00) shall be appropriated each fiscal year to the State Department of Education 1272 1273 to be distributed to all school districts. Such money shall be distributed to all school districts in the proportion that the 1274 average daily attendance of each school district bears to the 1275 average daily attendance of all school districts within the state 1276
- 1278 Purchasing, erecting, repairing, equipping, remodeling and enlarging school buildings and related facilities, 1279 1280 including gymnasiums, auditoriums, lunchrooms, vocational training buildings, libraries, teachers' homes, school barns, 1281 transportation vehicles (which shall include new and used 1282 1283 transportation vehicles) and garages for transportation vehicles, and purchasing land therefor. 1284
- 1285 Establishing and equipping school athletic fields 1286 and necessary facilities connected therewith, and purchasing land 1287 therefor.
- 1288 Providing necessary water, light, heating, air 1289 conditioning and sewerage facilities for school buildings, and purchasing land therefor. 1290
- 1291 (d) As a pledge to pay all or a portion of the debt 1292 service on debt issued by the school district under Sections 1293 37-59-1 through 37-59-45, 37-59-101 through 37-59-115, 37-7-351 1294 through 37-7-359, 37-41-89 through 37-41-99, 37-7-301, 37-7-302 1295 and 37-41-81, or debt issued by boards of supervisors for agricultural high schools pursuant to Section 37-27-65, if such 1296 pledge is accomplished pursuant to a written contract or 1297 1298 resolution approved and spread upon the minutes of an official 1299 meeting of the district's school board or board of supervisors. 1300 The annual grant to such district in any subsequent year during 1301 the term of the resolution or contract shall not be reduced below

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for the following purposes:

1302	an amount equal to the district's grant amount for the year in
1303	which the contract or resolution was adopted. The intent of this
1304	provision is to allow school districts to irrevocably pledge a
1305	certain, constant stream of revenue as security for long-term
1306	obligations issued under the code sections enumerated in this
1307	paragraph or as otherwise allowed by law. It is the intent of the
1308	Legislature that the provisions of this paragraph shall be
1309	cumulative and supplemental to any existing funding programs or
1310	other authority conferred upon school districts or school boards.
1311	Debt of a district secured by a pledge of sales tax revenue
1312	pursuant to this paragraph shall not be subject to any debt
1313	limitation contained in the foregoing enumerated code sections.
1314	(3) The remainder of the money deposited into the Education
1315	Enhancement Fund shall be appropriated as follows:
1316	(a) To the State Department of Education as follows:
1317	(i) Sixteen and sixty-one one-hundredths percent
1318	(16.61%) to the cost of the adequate education program determined
1319	under Section 37-151-7; of the funds generated by the percentage
1320	set forth in this section for the support of the adequate
1321	education program, one and one hundred seventy-eight
1322	one-thousandths percent (1.178%) of the funds shall be
1323	appropriated to be used by the State Department of Education for
1324	the purchase of textbooks to be loaned under Sections 37-43-1
1325	through 37-43-59 to approved nonpublic schools, as described in
1326	Section 37-43-1. The funds to be distributed to each nonpublic
1327	school shall be in the proportion that the average daily
1328	attendance of each nonpublic school bears to the total average
1329	daily attendance of all nonpublic schools;
1330	(ii) Seven and ninety-seven one-hundredths percent
1331	(7.97%) to assist the funding of transportation operations and
1332	maintenance pursuant to Section 37-19-23; and

1333	(iii) Nine and sixty-one one-hundredths percent
1334	(9.61%) for classroom supplies, instructional materials and
1335	equipment, including computers and computer software, to be
1336	distributed to all school districts in the proportion that the
1337	average daily attendance of each school district bears to the
1338	average daily attendance of all school districts within the state.
1339	Classroom supply funds shall not be expended for administrative
1340	purposes. Local school districts shall allocate classroom supply
1341	funds equally among all classroom teachers in the school district.
1342	For purposes of this subparagraph, "teacher" means any employee of
1343	the school board of a school district who is required by law to
1344	obtain a teacher's license from the State Department of Education
1345	and who is assigned to an instructional area of work as defined by
1346	the department, but shall not include a federally funded teacher.
1347	Two (2) or more teachers may agree to pool their classroom supply
1348	funds for the benefit of a school within the district. It is the
1349	intent of the Legislature that all classroom teachers shall be
1350	involved in the development of a spending plan that addresses
1351	individual classroom needs and supports the overall goals of the
1352	school regarding supplies, instructional materials, equipment,
1353	computers or computer software under the provisions of this
1354	subparagraph, including the type, quantity and quality of such
1355	supplies, materials and equipment. This plan shall be submitted
1356	in writing to the school principal for approval. Classroom supply
1357	funds allocated under this subparagraph shall supplement, not
1358	replace, other local and state funds available for the same
1359	purposes. School districts need not fully expend the funds
1360	received under this subparagraph in the year in which they are
1361	received, but such funds may be carried forward for expenditure in
1362	any succeeding school year. The State Board of Education shall
1363	develop and promulgate rules and regulations for the
1364	administration of this subparagraph consistent with the above

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- 1365 criteria, with particular emphasis on allowing the individual
- 1366 teachers to expend funds as they deem appropriate;
- 1367 (b) Twenty-two and nine one-hundredths percent (22.09%)
- 1368 to the Board of Trustees of State Institutions of Higher Learning
- 1369 for the purpose of supporting institutions of higher learning; and
- 1370 (c) Fourteen and forty-one one-hundredths percent
- 1371 (14.41%) to the State Board for Community and Junior Colleges for
- 1372 the purpose of providing support to community and junior colleges.
- 1373 (4) The amount remaining in the Education Enhancement Fund
- 1374 after funds are distributed as provided in subsections (2) and (3)
- 1375 of this section shall be disbursed as follows:
- 1376 (a) Twenty-five Million Dollars (\$25,000,000.00) shall
- 1377 be deposited into the Working Cash-Stabilization Reserve Fund
- 1378 created pursuant to Section 27-103-203(1), until the balance in
- 1379 such fund reaches the maximum balance of seven and one-half
- 1380 percent (7-1/2%) of the General Fund appropriations in the
- 1381 appropriate fiscal year. After the maximum balance in the Working
- 1382 Cash-Stabilization Reserve Fund is reached, such money shall
- 1383 remain in the Education Enhancement Fund to be appropriated in the
- 1384 manner provided for in paragraph (b) of this subsection.
- 1385 (b) The remainder shall be appropriated for other
- 1386 educational needs.
- 1387 (5) None of the funds appropriated pursuant to subsection
- 1388 (3)(a) of this section shall be used to reduce the state's General
- 1389 Fund appropriation for the categories listed in an amount below
- 1390 the following amounts:
- 1391 (a) For subsection (3)(a)(ii) of this section,
- 1392 Thirty-six Million Seven Hundred Thousand Dollars
- 1393 (\$36,700,000.00);
- 1394 (b) For the aggregate of minimum program allotments in
- 1395 the 1997 fiscal year, formerly provided for in Chapter 19, Title
- 1396 37, Mississippi Code of 1972, as amended, excluding those funds

- 1397 for transportation as provided for in subsection (5)(a) in this 1398 section.
- 1399 **SECTION 25.** Section 49-6-3, Mississippi Code of 1972, is 1400 amended as follows:
- 49-6-3. (1) There is \* \* \* created in the State Treasury a 1401 special fund to be known as the "Wildlife, Fisheries and Parks 1402 Motor Vehicle Fund." \* \* \* All funds derived from the sale of 1403 1404 used motor vehicles, funds transferred from the "Game and Fish 1405 Protection Fund" and any other funds which may be needed for the purchase of motor vehicles, boats and outboard motors shall be 1406 1407 deposited into this special fund. Other funds as needed may be 1408 transferred by the commission from the department's regular 1409 support appropriation. The commission may transfer funds from the 1410 motor vehicle fund to the game and fish protection fund as needed 1411 for the operation of the department. The motor vehicle fund is a 1412 special trust fund and the interest earned thereon shall be
- 1414 (2) The commission shall adopt regulations for the
  1415 administration of the fund. The executive director shall
  1416 administer the fund and expenditures may be made from the fund
  1417 upon requisition by the executive director. The department shall
  1418 spend monies in the fund by an annual appropriation approved by
  1419 the Legislature.
- section 26. This act shall take effect and be in force from and after July 1, 2004, except for Sections 6 and 13, which shall take effect and be in force from and after the passage of this act.

Further, amend by striking the title in its entirety and inserting in lieu thereof the following:

AN ACT TO REDUCE STATE BUDGET COSTS AND INCREASE STATE REVENUES; TO AMEND SECTIONS 27-103-125, 27-103-139 AND 27-103-211, MISSISSIPPI CODE OF 1972, TO REVISE THE PERCENTAGE LIMITATION ON LEGISLATIVE APPROPRIATIONS FROM THE STATE GENERAL FUND FOR FISCAL YEAR 2005; TO AMEND SECTION 27-103-135, MISSISSIPPI CODE OF 1972,

credited to the fund.

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TO REQUIRE STATE AGENCIES THAT MAINTAIN FUNDS IN ACCOUNTS THAT ARE 7 NOT IN THE STATE TREASURY TO FURNISH THE LEGISLATIVE BUDGET OFFICE WITH DETAILED INFORMATION ABOUT THE AMOUNT OF THOSE FUNDS THAT THE AGENCY HAS ON HAND AND THE LOCATION OF THOSE FUNDS; TO REQUIRE 9 10 EACH AGENCY, DEPARTMENT AND INSTITUTION OF THE STATE TO SUBMIT A 11 REPORT TO THE CHAIRMEN OF THE HOUSE AND SENATE APPROPRIATIONS 12 COMMITTEES AND THE STATE AUDITOR ON THE USAGE OF CELLULAR TELEPHONES BY THE AGENCY, DEPARTMENT OR INSTITUTION DURING FISCAL YEAR 2004; TO DIRECT THE STATE FISCAL OFFICER TO TRANSFER CERTAIN 13 14 15 SPECIAL FUNDS INTO THE BUDGET CONTINGENCY FUND DURING FISCAL YEARS 16 2004 AND 2005; TO AMEND SECTION 27-65-75, MISSISSIPPI CODE OF 17 1972, TO DELAY UNTIL 2005 THE SALES TAX DIVERSION THAT IS TO BE DEPOSITED INTO THE SPECIAL FUNDS TRANSFER FUND; TO AMEND SECTION 18 4, CHAPTER 556, LAWS OF 2003, TO CONFORM TO THE PRECEDING SECTION; 19 20 TO AMEND SECTION 27-25-506, MISSISSIPPI CODE OF 1972, TO PROVIDE 21 THAT UNTIL FISCAL YEAR 2006, \$10,000,000.00 OF THE STATE'S SHARE OF OIL AND GAS SEVERANCE TAXES SHALL BE DEPOSITED INTO THE STATE 22 GENERAL FUND AND THE REMAINDER SHALL BE DEPOSITED INTO THE BUDGET 23 CONTINGENCY FUND TO BE APPROPRIATED FOR THE SUPPORT OF THE 24 25 MISSISSIPPI ADEQUATE EDUCATION PROGRAM; TO AMEND SECTION 43-13-407, MISSISSIPPI CODE OF 1972, AS AMENDED BY HOUSE BILL NO. 26  $438\,,~2004$  REGULAR SESSION, TO PROVIDE THAT IN FISCAL YEARS 2005 THROUGH 2009, CERTAIN SUMS SHALL BE TRANSFERRED FROM THE HEALTH 27 28 CARE TRUST FUND TO THE HEALTH CARE EXPENDABLE FUND; TO PROVIDE 29 30 THAT IN FISCAL YEAR 2010 AND EACH FISCAL YEAR THEREAFTER, THE AVERAGE ANNUAL AMOUNT OF THE DIVIDENDS, INTEREST AND OTHER INCOME EARNED ON THE FUNDS IN THE HEALTH CARE TRUST FUND DURING THE 31 32 33 PRECEDING FOUR FISCAL YEARS SHALL BE TRANSFERRED TO THE HEALTH 34 CARE EXPENDABLE FUND; TO PROVIDE THAT THE PRECEDING PROVISIONS MAY NOT BE CHANGED EXCEPT UPON A THREE-FIFTHS VOTE OF EACH HOUSE OF 35 THE LEGISLATURE; TO EXTEND THE REPEALER ON CERTAIN PROVISIONS OF 36 THAT SECTION TO JULY 1, 2009; TO PROVIDE THAT THROUGH JUNE 30, 37 2005, THE PERSONNEL ACTIONS OF THE DEPARTMENT OF CORRECTIONS 38 39 REGARDING EMPLOYEES AT THE CENTRAL OFFICES, THE STATE PENITENTIARY 40 AND THE CENTRAL CORRECTIONAL FACILITY SHALL BE EXEMPT FROM STATE 41 PERSONNEL BOARD PROCEDURES; TO PROVIDE THAT WHENEVER AN EMPLOYEE AT ANY OF THOSE LOCATIONS IS DISMISSED DURING THAT PERIOD OF TIME, 42 THAT EMPLOYEE'S POSITION SHALL BE ELIMINATED; TO AMEND SECTION 43 27-3-79, MISSISSIPPI CODE OF 1972, AS AMENDED BY HOUSE BILL NO. 44 45 611, 2004 REGULAR SESSION, TO REQUIRE THE STATE TAX COMMISSION TO 46 DEVELOP A TAX AMNESTY PROGRAM; TO PROVIDE THAT THE PROGRAM WILL BEGIN ON SEPTEMBER 30, 2004, AND END ON DECEMBER 31, 2004, AND 47 48 WILL APPLY TO ALL TAXES REQUIRED TO BE COLLECTED BY THE STATE TAX 49 COMMISSION AND WHICH WERE DUE AND PAYABLE FOR THE YEAR 1999 AND AFTER; TO PROVIDE THAT TAX AMNESTY WILL NOT BE AVAILABLE TO TAXPAYERS SUBJECT TO TAX-RELATED CRIMINAL INVESTIGATIONS OR 50 51 52 PROSECUTIONS, OR WHERE TAXES HAVE BEEN PREVIOUSLY ASSESSED BY THE 53 STATE TAX COMMISSION OR TO ESTIMATED INCOME TAX PAYMENTS; TO PROVIDE THAT DURING FISCAL YEAR 2005, ANY INTEREST EARNED ON 54 STATE-SOURCE SPECIAL FUNDS OF THE DEPARTMENT OF TRANSPORTATION 55 SHALL BE DEPOSITED INTO THE STATE GENERAL FUND; TO AMEND SECTION 56 57 65-1-111, MISSISSIPPI CODE OF 1972, IN CONFORMITY TO THE PRECEDING PROVISION; TO AMEND SECTIONS 41-29-107, 41-29-108, 41-29-111 AND 58 59 45-1-2, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT THE MISSISSIPPI 60 BUREAU OF NARCOTICS SHALL BE AN OFFICE WITHIN THE DEPARTMENT OF PUBLIC SAFETY; TO PROVIDE THAT THE DIRECTOR OF THE BUREAU OF 61 62 NARCOTICS SHALL BE APPOINTED BY THE COMMISSIONER OF PUBLIC SAFETY; 63 TO PROVIDE FOR THE TRANSFER OF ALL FUNDS, PROPERTY AND PINS OF THE BUREAU OF NARCOTICS TO THE DEPARTMENT OF PUBLIC SAFETY; TO PROVIDE 64 65 FOR AN OFFICE OF HOMELAND SECURITY WITHIN THE DEPARTMENT OF PUBLIC SAFETY; TO REPEAL SECTION 1, CHAPTER 520, LAWS OF 1972, WHICH 66 PROVIDES THAT FUNDS APPROPRIATED TO THE BUREAU OF NARCOTICS SHALL 67 BE KEPT SEPARATE FROM THE FUNDS OF THE DEPARTMENT OF PUBLIC 68 SAFETY; TO AMEND SECTION 77-1-21, MISSISSIPPI CODE OF 1972, TO TRANSFER THE LAW ENFORCEMENT FUNCTIONS OF THE PUBLIC SERVICE 69 70

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COMMISSION TO THE MISSISSIPPI DEPARTMENT OF TRANSPORTATION; TO

AMEND SECTION 75-76-129, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT 72

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DURING FISCAL YEAR 2005, 25% OF THE STATE'S SHARE OF GAMING LICENSE FEES SHALL BE DEPOSITED INTO THE BUDGET CONTINGENCY FUND; 74

75 TO AMEND SECTION 37-61-33, MISSISSIPPI CODE OF 1972, TO DIVERT,

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UNTIL JULY 1, 2005, A PORTION OF EDUCATION ENHANCEMENT FUNDS THAT ARE ALLOCATED FOR CLASSROOM SUPPLIES TO THE BUDGET CONTINGENCY FUND; TO AMEND SECTION 49-6-3, MISSISSIPPI CODE OF 1972, TO DELETE THE PROVISIONS THAT REQUIRE THE DEPARTMENT OF WILDLIFE, FISHERIES 78

79

80 AND PARKS TO DEPOSIT A PERCENTAGE OF HUNTING AND FISHING LICENSE

81 FEES COLLECTED EACH MONTH INTO THE WILDLIFE, FISHERIES AND PARKS

82 MOTOR VEHICLE FUND; AND FOR RELATED PURPOSES.

CONFEREES FOR THE HOUSE

CONFEREES FOR THE SENATE

X (SIGNED)

Johnny W. Stringer

X (SIGNED) Jack Gordon

(NOT SIGNED)

Percy W. Watson

X (SIGNED)

Travis L. Little

X (SIGNED)

Cecil Brown

X (SIGNED)

Terry C. Burton