

**Adopted  
COMMITTEE AMENDMENT NO 1 PROPOSED TO**

**House Bill No. 1833**

**BY: Committee**

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

9           **SECTION 1.** Chapter 950, Local and Private Laws of 1994, is  
10 amended as follows:

11           Section 1. The following words shall have the meaning  
12 ascribed to them in this section unless the context clearly  
13 indicates otherwise:

14           (a) "City" means the City of Starkville, Mississippi.

15           (b) "EDA" means the Oktibbeha County Economic  
16 Development Authority, a governmental subdivision of Oktibbeha  
17 County, created by the Board of Supervisors of Oktibbeha County,  
18 pursuant to Chapter 880, Local and Private Laws of 1984.

19           (c) "Fiscal year" means the period from October 1 to  
20 September 30 of each calendar year.

21           (d) "Governing authority" means the Mayor and Board of  
22 Aldermen of the City of Starkville, Mississippi.

23           (e) "Gross income" means the total revenue generated by  
24 a restaurant from the sale of prepared or prepackaged food,  
25 alcoholic and nonalcoholic beverages.

26           (f) "Restaurant" shall mean and include all places  
27 where prepared food and beverages are sold for consumption either

28 upon or off the premises and is to include catering activities for  
29 prepared food sold from within the city limits of Starkville,  
30 Mississippi. "Restaurant" as defined herein does not include any  
31 school, hospital, convalescence or nursing home or any  
32 restaurant-like facility operated by or in connection therewith  
33 providing food for students, teachers, patients, visitors and  
34 their families.

35 (g) "Starkville Park \* \* \* Commission" shall mean the  
36 commission designated by the Starkville City Board of Aldermen  
37 charged with the duty and responsibility of acquiring,  
38 constructing and managing the various public parks and  
39 recreational facilities located within the City of Starkville,  
40 Mississippi.

41 (h) "VCC" means the Visitors and Convention Council  
42 organized and created by Chapter 854, Local and Private Laws of  
43 1986.

44 Section 2. (1) Subject to provisions of subsection (2) of  
45 this section, the governing authority is authorized, in its  
46 discretion, to \* \* \* provide funds for the purposes provided for  
47 in subsection (3) of this section. The tax authorized under this  
48 act shall be levied, assessed and collected upon the gross revenue  
49 of every restaurant operating within the city and shall be cited  
50 as an "Economic Development, Tourism and Convention Tax" and shall  
51 be in addition to all other taxes now imposed, as hereinafter  
52 provided:

53 (a) The tax shall be a sum equal to two percent (2%) of  
54 the gross income of restaurants derived from retail sales of  
55 prepared food, alcoholic and nonalcoholic beverages.

56 (b) Persons, firms or corporations liable for the tax  
57 imposed shall add the amount of the tax to the sales price of  
58 goods described in subsection (1)(a) of this section and, in

59 addition, shall collect, insofar as practicable, the amount of the  
60 tax due by them from the person receiving the services or goods at  
61 the time of payment therefor.

62 (c) The tax shall be collected and paid to the State  
63 Tax Commission, on a form to be prescribed by the State Tax  
64 Commission, in the same manner that state sales taxes are  
65 computed, collected and paid; and the full enforcement provisions  
66 and all other provisions of the Mississippi Sales Tax Law shall  
67 apply as necessary to the implementation and administration of  
68 this act.

69 (d) The proceeds of the tax, less three percent (3%) to  
70 be retained by the State Tax Commission to defray the cost of  
71 collections, shall be paid to the City of Starkville, to be placed  
72 into a special fund created apart and separate from any other city  
73 fund, on or before the fifteenth day of the month following the  
74 month during which the tax is collected and shall on or before the  
75 fifteenth day of the following month be delivered to the  
76 appropriate entities as provided by subsection (3) of this  
77 section.

78 (2) Before the tax authorized by this act may be imposed,  
79 the governing authority shall adopt a resolution declaring its  
80 intention to levy the tax and establish the amount of the tax levy  
81 and the date on which the tax initially shall be levied and  
82 collected. This date shall be the first day of a particular  
83 month. The adoption of this tax shall be made by the governing  
84 authority by placing the issue upon a ballot to be determined by  
85 the qualified electors in the City of Starkville. The tax shall  
86 not be levied unless authorized by the vote of a majority of the  
87 qualified electors in the city voting at an election to be called  
88 and held for that purpose. Before the effective date of the tax  
89 levy approved as herein provided, the governing authority shall

90 furnish to the Chairman of the State Tax Commission a certified  
91 copy of the resolution evidencing such a tax levy.

92 (3) Fifteen percent (15%) of the proceeds derived from the  
93 tax collected under this act shall be distributed by the governing  
94 authority to the EDA to be expended by the EDA solely for economic  
95 and community development. Fifteen percent (15%) of the proceeds  
96 derived from the tax collected under this act shall be distributed  
97 by the governing authority to the VCC to be expended by the VCC  
98 solely to enhance community development and for the expansion of  
99 tourism and conventions. Ten percent (10%) of the proceeds  
100 derived from the tax collected under this act shall be retained  
101 and expended by the governing authority solely for economic and  
102 community development projects, initiatives or opportunities.  
103 Forty percent (40%) of the proceeds derived from the tax collected  
104 under this act shall be distributed annually to the Starkville  
105 Park \* \* \* Commission to be expended for park and recreational  
106 improvements. Twenty percent (20%) of the proceeds derived from  
107 the tax collected under this act shall be distributed by the  
108 governing authority to Mississippi State University to be expended  
109 by the university solely to enhance student-related activities.

110 (4) The proceeds of the tax collected under this act shall  
111 not be considered by the city as general fund revenues, but shall  
112 be dedicated solely for the purpose of carrying out those programs  
113 and activities which are designed by the governing authority  
114 through concurrent contracts with the VCC, EDA, \* \* \* Starkville  
115 Park Commission and \* \* \* Mississippi State University \* \* \* or  
116 through interlocal agreements as provided by Section 17-13-17 of  
117 the Mississippi Code of 1972, as amended. \* \* \*

118 Section 3. (1) The governing authority shall retain the  
119 right to approve or disapprove budgets of the agencies funded  
120 under this act with respect to funds approved and disbursed to the  
121 agencies under this act. A detailed budget of funds requested by

122 the VCC, EDA, the Starkville Park Commission and Mississippi State  
123 University shall be submitted to the city with each year's request  
124 for funds.

125 (2) The governing authority shall retain the right \* \* \* to  
126 prescribe such requirements with respect to budgeting,  
127 establishment of funds, management, record keeping, reporting and  
128 audit as may be necessary for the proper protection of funds  
129 approved and disbursed under this act.

130 Section 4. The books of the entities receiving funds  
131 disbursed under this act shall be audited annually by an  
132 independent certified public accountant or the State  
133 Auditor. \* \* \* A copy of each audit report shall be filed with  
134 the governing authority within fifteen (15) calendar days after  
135 receipt thereof by entities. \* \* \* No expenditure, purchase or  
136 transaction shall be made or authorized in violation of the laws  
137 of the State of Mississippi governing public purchasing, bidding,  
138 contracting or auditing.

139 Section 5. (1) The first budget of receipts and  
140 expenditures under the provisions of this act shall cover the  
141 period beginning with the effective date of the tax and ending  
142 with the end of the fiscal year and, thereafter, the budget shall  
143 be on the fiscal-year basis provided herein.

144 (2) Accounting for receipts and expenditures of the funds  
145 herein described shall be made separately from the accounting of  
146 receipts and expenditures of the general fund and other funds of  
147 the City of Starkville. The record reflecting receipts and  
148 expenditures of the funds described herein shall be audited by an  
149 independent certified public accountant and such accountant shall  
150 make a written report of the audit to the governing authority.  
151 Such audit shall be made and completed as soon as practicable  
152 after the close of the fiscal year and the expenses of such audit  
153 may be paid from funds derived under Section 2 of this act.

154 Section 6. The governing authority of the City of Starkville  
155 is directed to submit this act, immediately upon approval by the  
156 Governor, or upon approval by the Legislature subsequent to a  
157 veto, to the Attorney General of the United States or to the  
158 United States District Court for the District of Columbia in  
159 accordance with the provisions of the Voting Rights Act of 1965,  
160 as amended and extended.

161 Section 7. This act shall take effect and be in force from  
162 and after the date it is effectuated under Section 5 of the Voting  
163 Rights Act of 1965, as amended and extended.

164 Section 8. This act shall stand repealed from and after June  
165 30, 2008.

166 **SECTION 2.** This act shall take effect and be in force from  
167 and after its passage.

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

1 AN ACT TO AMEND CHAPTER 950, LOCAL AND PRIVATE LAWS OF 1994,  
2 TO REVISE THE DISTRIBUTION OF THE PROCEEDS FROM THE ECONOMIC  
3 DEVELOPMENT, TOURISM AND CONVENTION TAX IMPOSED BY THE CITY OF  
4 STARKVILLE, MISSISSIPPI, ON THE GROSS INCOME OF RESTAURANTS  
5 DERIVED FROM THE SALE OF PREPARED FOOD, ALCOHOLIC AND NONALCOHOLIC  
6 BEVERAGES; TO EXTEND THE REPEAL DATE ON SUCH TAX UNTIL JUNE 30,  
7 2008; AND FOR RELATED PURPOSES.