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By: Senator(s) Browning

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To: Appropriations

## SENATE BILL NO. 2986

AN ACT TO AMEND SECTION 27-104-13, MISSISSIPPI CODE OF 1972, TO EXEMPT THE LOCAL GOVERNMENTS SOLID WASTE ASSISTANCE FUND, THE ENVIRONMENTAL PROTECTION TRUST FUND, AND THE MISSISSIPPI NONHAZARDOUS SOLID WASTE CORRECTIVE ACTION TRUST FUND FROM ANY 3 4 SPECIAL FUND TRANSFERS AUTHORIZED BY THE DEPARTMENT OF FINANCE AND 6 ADMINISTRATION OR THE LEGISLATURE; TO AMEND SECTIONS 17-17-65, 7 17-17-425 AND 17-17-63, MISSISSIPPI CODE OF 1972, TO CLARIFY THAT 8 MONIES ALLOCATED TO THE SAID FUNDS SHALL BE CONSIDERED ENCUMBERED AND PLEDGED BY THE STATE FOR THE EXCLUSIVE USE OF THE COUNTIES; 9 10 AND FOR RELATED PURPOSES. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 11 12 SECTION 1. Section 27-104-13, Mississippi Code of 1972, is 13 amended as follows: 27-104-13. (1) The State Fiscal Officer shall have the 14 right to disapprove or reduce and revise such estimates of general 15 funds and state-source special funds for any general fund or 16 special fund agency, and for the "administration and other 17 expenses" budget of the State Highway Department, in an amount not 18 19 to exceed five percent (5%) if he finds that funds will not be 20 available within the period for which the budget is drawn, or if he finds that the requested expenditures, or any part thereof, are 21 not authorized by law, and such action shall be reported to the 22 Legislative Budget Office. The State Fiscal Officer may, upon his 23 24 determination of need based upon a finding that funds will not be available within the period for which the budget is drawn, 25 26 transfer funds as provided in Section 27-103-203, from the Working 27 Cash-Stabilization Reserve Fund to the General Fund to supplement the general fund revenue. In the event that the estimates of 28 29 general funds and state-source special funds of all general fund and special fund agencies, and of the "administration and other 30 expenses" budget of the State Highway Department, have been 31 \*SS02/R1099\* S. B. No. 2986

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32 reduced by five percent (5%), additional reductions may be made
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- 33 but shall consist of a uniform percentage reduction of general
- 34 funds and state-source special funds to all general fund and
- 35 special fund agencies, and to the "administration and other
- 36 expenses" budget of the State Highway Department. Any
- 37 state-source special funds reduced under the provisions of this
- 38 section shall be transferred to the State General Fund upon
- 39 requisitions for warrants signed by the respective agency head and
- 40 said transfer shall be made within a reasonable period to be
- 41 determined by the State Fiscal Officer.
- 42 (2) For the purpose of this section, "state-source special
- 43 funds shall be construed to mean any special funds in any agency
- 44 derived from any source, but shall not include the following
- 45 special funds: special funds derived from federal sources, from
- 46 local or regional political subdivisions, or from donations;
- 47 special funds held in a fiduciary capacity for the benefit of
- 48 specific persons or classes of persons; self-generated special
- 49 funds of the state institutions of higher learning or the state
- 50 junior colleges; special funds of Mississippi Industries for the
- 51 Blind, the State Port at Gulfport, Yellow Creek Inland Port, Pat
- 52 Harrison Waterway District, Pearl River Basin Development
- 53 District, Pearl River Valley Water Management District, Tombigbee
- 54 River Valley Water Management District, Yellow Creek Watershed
- 55 Authority, or Coast Coliseum Commission; special funds of the
- 56 Department of Wildlife, Fisheries and Parks derived from the
- 57 issuance of hunting or fishing licenses; and special funds
- 58 generated by agencies whose primary function includes the
- 59 establishment of standards and the issuance of licenses for the
- 60 practice of a profession within the State of Mississippi.
- 61 (3) Effective upon passage of this act, and effective in
- 62 each fiscal year thereafter, the following funds: (a) the Local
- 63 Governments Solid Waste Assistance Fund created in Section
- 64 17-17-65; (b) the Environmental Protection Trust Fund created in

- 65 Section 17-17-425, and (c) the Mississippi Nonhazardous Solid
- 66 Waste Correction Action Trust Fund, shall be exempt from any
- 67 transfer of special funds into the State General Fund or the
- 68 Budget Contingency Fund created in Section 27-103-301, which is
- 69 directed or authorized by the Department of Finance and
- 70 Administration under authority of this section or by general act
- 71 of the Legislature.
- 72 **SECTION 2.** Section 17-17-65, Mississippi Code of 1972, is
- 73 amended as follows:
- 74 17-17-65. (1) There is created in the State Treasury a fund
- 75 designated as the Local Governments Solid Waste Assistance Fund,
- 76 referred to in this section as "fund," to be administered by the
- 77 executive director of the department. The monies in the fund that
- 78 are required to be allocated to the counties shall be considered
- 79 encumbered and pledged for the exclusive use of the counties in
- 80 accordance with the provisions of this section and may not be
- 81 transferred, expended or used for any other purpose.
- 82 (2) The fund shall be used to provide grants to counties,
- 83 municipalities, regional solid waste management authorities or
- 84 multicounty entities as provided in subsection (5) of this section
- 85 for one or more of the following purposes:
- 86 (a) Cleanup of existing and future unauthorized dumps
- 87 on public or private property, subject to the limitation in
- 88 subsection (4) of this section;
- 89 (b) Establishment of a collection center or program for
- 90 white goods, recyclables or other bulky rubbish waste not managed
- 91 by local residential solid waste collection programs;
- 92 (c) Provision of public notice and education related to
- 93 the proper management of solid waste, including recycling;
- 94 (d) Payment of a maximum of fifty percent (50%) of the
- 95 cost of employing a local solid waste enforcement officer;
- 96 (e) Distribution and use as grants to regional solid
- 97 waste management authorities, counties and municipalities for

- 98 implementation of household hazardous waste collection programs,
- 99 in accordance with Sections 17-17-439 through 17-17-445. The
- 100 grants shall not exceed seventy-five percent (75%) of eligible
- 101 project costs as established by the commission; and
- 102 (f) Development of other local solid waste management
- 103 program activities associated with the prevention, enforcement or
- 104 abatement of unauthorized dumps, as approved by the commission.
- 105 (3) The commission shall earmark ten percent (10%) of the
- 106 amount deposited in the fund annually to be used to make grants to
- 107 counties, municipalities, regional solid waste management
- 108 authorities or multicounty entities to assist in defraying the
- 109 cost of preparing solid waste management plans required by Section
- 110 17-17-227. The commission shall award these grants according to
- 111 the merit of grant proposals received by the commission and the
- 112 level of need and timeliness of the requirement for the county or
- 113 regional solid waste management authority to update its solid
- 114 waste management plan.
- 115 (4) If a person is found to be responsible for creating an
- 116 unauthorized dump, the grantee shall make a reasonable effort to
- 117 require that person to clean up the property before expending any
- 118 monies from the fund to clean up the property. If the grantee is
- 119 unable to locate the person responsible for creating the dump, or
- 120 if the grantee determines that person is financially or otherwise
- 121 incapable of cleaning up the property, the grantee may use the
- 122 monies from the fund to clean up the property and shall make a
- 123 reasonable effort to recover from the responsible person any funds
- 124 expended.
- 125 (5) (a) Of monies annually deposited in the fund and any
- 126 balance remaining in the fund, the commission shall annually
- 127 allocate monies as follows:
- 128 (i) One-half (1/2) of the deposited funds and
- 129 remaining balance shall be allocated to each county based on the

- 130 percentage of state aid road mileage as established by the
- 131 Mississippi Department of Transportation State Aid road formula.
- 132 (ii) One-half (1/2) of the deposited funds and
- 133 remaining balance shall be made available to counties or
- 134 municipalities for grants on a competitive basis.
- (b) The department shall notify the president of the
- 136 board of supervisors of each county in writing of the amount
- 137 allocated under paragraph (a)(i) of this subsection and that
- 138 additional funds are available on a competitive basis as provided
- 139 under paragraph (a)(ii) of this subsection.
- 140 (c) Upon receipt of a scope of work and cost proposal
- 141 acceptable to the commission, the commission shall award a grant
- 142 to a county up to the allocated amount for that county under
- 143 paragraph (a)(i) of this subsection. The commission may award
- 144 additional grant funds from monies available under paragraph
- 145 (a)(ii) of this subsection based upon the acceptable scope of work
- 146 and cost proposal.
- 147 (d) The commission may award grants to a regional solid
- 148 waste management authority or other multicounty entity upon
- 149 submission of a consolidated scope of work and cost proposal
- 150 acceptable to the commission and authorized by the member
- 151 counties. Upon submission of a scope of work and cost proposal,
- 152 the commission may award grants to municipalities from monies
- 153 available under paragraph (a)(ii) of this subsection.
- (e) No grantee shall use more than three percent (3%)
- 155 of funds provided under this section to defray the costs of
- 156 administration of the grant.
- 157 (6) The department may use up to three percent (3%) of
- 158 monies annually deposited in the fund and of any balance remaining
- 159 in the fund to provide for the administration of this section.
- 160 (7) Expenditures may be made from the fund upon requisition
- 161 by the executive director of the department.

- 162 (8) The fund shall be treated as a special trust fund.
- 163 Interest earned on the principal in the fund shall be credited by
- 164 the department to the fund.
- 165 (9) The fund may receive monies from any available public or
- 166 private source, including, but not limited to, collection of fees,
- 167 interest, grants, taxes, public and private donations, judicial
- 168 actions and appropriated funds.
- 169 (10) Monies in the fund at the end of the fiscal year shall
- 170 be retained in the fund for use in the succeeding fiscal year.
- 171 (11) The commission may consolidate any grant provided under
- 172 this section with any grant provided under the waste tire
- 173 management program or the right-way-to-throw-away program. Funds
- 174 provided through any consolidated grant shall be used in
- 175 accordance with the program under which the funds are provided.
- 176 (12) Funds provided under this section shall not be used to
- 177 pay any costs of the establishment or operation of a landfill,
- 178 rubbish disposal site or other type of solid waste disposal
- 179 facility, for the routine collection of garbage or to collect any
- 180 fees assessed under Section 19-5-21 or 21-19-2.
- 181 (13) The commission shall not provide any funds under this
- 182 section to any grantee with an inadequate garbage or rubbish
- 183 collection or disposal system as required under Section 19-5-17 or
- 184 21-19-1.
- 185 **SECTION 3.** Section 17-17-425, Mississippi Code of 1972, is
- 186 amended as follows:
- 187 17-17-425. (1) Beginning July 1, 1995, monies allocated to
- 188 the Environmental Protection Trust Fund from waste tire fees shall
- 189 be accounted for in a waste tire account and shall be utilized for
- 190 the following purposes:
- 191 (a) Not more than sixty percent (60%) shall be utilized
- 192 for making grants to counties, municipalities or regional solid
- 193 waste management authorities: (i) for providing a waste tire
- 194 collection program for small quantity waste tire generators as

- 195 provided in Section 17-17-409; (ii) for use in cleanup of small
- 196 scattered unauthorized waste tire dumps not abated under Section
- 197 17-17-419; (iii) for matching funds for employment of a solid
- 198 waste enforcement officer as provided in Section 17-17-65; and
- 199 (iv) for purchase of products derived from Mississippi waste
- 200 tires;
- 201 (b) Not more than five percent (5%) shall be utilized
- 202 by the department for abatement of unauthorized waste tire dumps
- 203 as provided in Section 17-17-419;
- 204 (c) Not more than fifteen percent (15%) shall be
- 205 utilized (i) to provide incentive grants to persons that will
- 206 manufacture products from waste tires, use recovered rubber from
- 207 waste tires or use waste tires as a fuel or fuel supplement,
- 208 (ii) to provide funding for research and demonstration projects
- 209 directly related to solving solid waste problems resulting from
- 210 waste tires, including the use of innovative technologies for the
- 211 processing of waste tires, (iii) to provide an incentive
- 212 reimbursement to end users for the costs of using waste tires or
- 213 waste tire derived materials where those tires originate in the
- 214 State of Mississippi, if the commission determines an incentive is
- 215 necessary to promote market development. The commission may
- 216 determine legitimate end uses that may be eligible for
- 217 reimbursement and an acceptable rate of reimbursement; and
- 218 (d) Not more than twenty percent (20%) shall be
- 219 utilized by the department to pay the costs of administering these
- 220 funds and the waste tire management program required under
- 221 Sections 17-17-405, 17-17-407, 17-17-411, 17-17-413, 17-17-419 and
- 222 17-17-423.
- The monies in the fund that are required to be allocated to
- 224 the counties shall be considered encumbered and pledged for the
- 225 exclusive use of the counties in accordance with the provisions of
- 226 this section, and may not be transferred, expended or used for any
- other purpose.

- (2) To provide for the maximum effective use of funds in the waste tire account, the commission, upon determination that unused funds are available in a particular program as described above, may reallocate funds between the programs described in paragraphs (a) through (c) of subsection (1) to exceed the percentage
- 234 (3) The commission may consolidate any grant provided under 235 this section with any grant provided under the local governments 236 solid waste assistance program or the Right-Way-To-Throw-Away 237 Program. Funds provided through any consolidated grant shall be 238 used in accordance with the program under which the funds are

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provided.

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- The commission shall establish a statewide plan for the 240 (4)241 use of monies received under Sections 17-17-401 through 17-17-427 and shall adopt regulations for administering this fund. 242 243 regulations shall include eligibility requirements for persons 244 requesting incentive grants and funding for research and 245 demonstration projects. No incentive grant or research and demonstration project funding may be awarded for an activity which 246 247 receives less than seventy-five percent (75%) of its waste tires 248 from Mississippi waste tires sites, retailers or residents. 249 commission may consider requests for funding from applicants who 250 do not meet this requirement contingent upon the applicant 251 demonstrating that the activity does or will accept Mississippi 252 tires and that the award of the requested funding would be in the best interest of the State of Mississippi. The burden of proof 253 254 shall be on the applicant to show that eligibility requirements 255 have been met.
- 256 (5) For the purpose of establishing a statewide plan for the
  257 use of monies received under Sections 17-17-401 through 17-17-427
  258 and proposing regulations for administering this fund, including
  259 eligibility requirements and application priorities, the
  260 commission shall create an advisory council consisting of members
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- 261 of the tire industry, the general public, the department and the
- 262 Mississippi Development Authority.
- 263 (6) The department shall provide technical assistance, upon
- 264 written request, to a municipality, county or group of counties
- 265 desiring assistance in applying for waste tire grants or choosing
- 266 a method of waste tire management which would be an eligible use
- 267 of the grant funds.
- 268 (7) Subject to the authority of the commission in subsection
- 269 (2) of this section, monies existing in the waste tire account of
- 270 the Environmental Protection Trust Fund on July 1, 1995, shall
- 271 remain in the account as previously allocated but those monies
- 272 which have been allocated for incentive grants or research and
- 273 demonstration awards shall be combined as described in subsection
- (1)(c) of this section.
- 275 **SECTION 4.** Section 17-17-63, Mississippi Code of 1972, is
- 276 amended as follows:
- 277 17-17-63. (1) There is created in the State Treasury a fund
- 278 designated as the Mississippi Nonhazardous Solid Waste Corrective
- 279 Action Trust Fund for the purpose of providing funds for
- 280 emergency, preventive or corrective actions which may be required
- 281 or determined necessary by the department of any nonhazardous
- 282 solid waste disposal facility that received in whole or in part
- 283 household waste and closed before the effective date of Title 40
- 284 of the Code of Federal Regulations, Section 258.
- 285 (2) The trust fund shall be administered by the executive
- 286 director. The commission shall promulgate rules and regulations
- 287 for the administration of the fund and for a system of priorities
- 288 for related projects eligible for funding. Only the facilities
- 289 meeting the criteria in subsection (1) are eligible for funding.
- 290 The monies in the fund that are required to be allocated to the
- 291 counties shall be considered encumbered and pledged for the
- 292 <u>exclusive use of the counties in accordance with the provisions of</u>

- 293 this section, and may not be transferred, expended or used for any
- 294 other purpose.
- 295 (3) The commission may escalate, expend or utilize funds in
- 296 the trust fund for the following purposes:
- 297 (a) To take whatever emergency action is necessary or
- 298 appropriate to assure that the public health or safety is not
- 299 threatened whenever there is a release or substantial threat of a
- 300 release of contaminants from any source within the permitted area
- 301 of an eligible facility;
- 302 (b) To take preventive or corrective actions where the
- 303 release of contaminants from any source within the permitted area
- 304 of an eligible facility which presents an actual or potential
- 305 threat to human health or the environment including, but not
- 306 limited to, closure and post-closure care of an eligible facility;
- 307 and
- 308 (c) To take any actions as may be necessary to monitor
- 309 and provide post-closure care of any eligible facility, including
- 310 preventive and corrective actions, without regard to identity or
- 311 solvency of the owner thereof.
- 312 (4) The fund may not be used to pay for the normal costs of
- 313 closure and post-closure care of an eligible facility or where no
- 314 release or substantial threat of a release of contaminants has
- 315 been found by the commission.
- 316 (5) Expenditures may be made from the fund upon requisition
- 317 by the executive director.
- 318 (6) The fund shall be treated as a special trust fund.
- 319 Interest earned on the principal in the fund shall be credited by
- 320 the department to the fund, unless funds allocated under Section
- 321 17-17-219(3)(a)(i) are being paid to the Local Governments Solid
- 322 Waste Assistance Fund. If those funds are being paid to the Local
- 323 Governments Solid Waste Assistance Fund, the department shall
- 324 credit the earned interest to the Local Governments Solid Waste
- 325 Assistance Fund.

326	(7) The fund may receive monies from any available public or
327	private source, including, but not limited to, collection of fees,
328	interest, grants, taxes, public and private donations, petroleum
329	violation escrow funds or refunds and appropriated funds.
330	(8) The department shall transfer any balance in the fund on
331	July 1, 1997, in excess of Five Million Dollars (\$5,000,000.00) to

333 **SECTION 5.** This act shall take effect and be in force from and after its passage.

the Local Governments Solid Waste Assistance Fund.

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