MISSISSIPPI LEGISLATURE

REGULAR SESSION 2021

By: Senator(s) Jackson (11th), Turner-Ford, Barnett, Boyd, Thomas, Parker, Jackson (32nd), Simmons (12th), Simmons (13th), Frazier, Jordan, Norwood, Witherspoon, Horhn

To: Public Health and Welfare; Appropriations

COMMITTEE SUBSTITUTE FOR SENATE BILL NO. 2426

1 AN ACT TO REQUIRE THE MISSISSIPPI DEPARTMENT OF HUMAN 2 SERVICES TO ESTABLISH A GRANT PROGRAM FOR REGIONAL FOOD BANKS; TO 3 REQUIRE THE DEPARTMENT TO ALLOCATE FUNDS TO REGIONAL FOOD BANKS; 4 TO PROVIDE A FORMULA TO CALCULATE THE ANNUAL PERCENTAGES OF FUNDS 5 AWARDED TO EACH REGIONAL FOOD BANK; TO CREATE THE SNAP HEALTHY 6 FOOD INCENTIVES PROGRAM, WHICH REQUIRES THE DEPARTMENT OF HUMAN 7 SERVICES, SUBJECT TO APPROPRIATION, TO MAKE AN ANNUAL GRANT TO A 8 QUALIFIED MISSISSIPPI NONPROFIT TO DISTRIBUTE FUNDS TO MISSISSIPPI 9 FARMERS MARKETS AND RETAILERS FOR THE PURPOSE OF PROVIDING 10 MATCHING DOLLAR INCENTIVES FOR THE DOLLAR VALUE OF SNAP BENEFITS 11 SPENT ON ELIGIBLE FRUITS AND VEGETABLES AT THE FARMERS MARKETS AND 12 RETAILERS; TO AUTHORIZE THE EXPENDITURE OF CERTAIN COMMUNITY 13 FOUNDATION HOLDING FUNDS; AND FOR RELATED PURPOSES.

14 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 15 **SECTION 1.** (1) As used in this section: "regional food 16 banks" means the three (3) Feeding America partner food banks that serve Mississippi, including: Feeding the Gulf Coast, Mid-South 17 Food Bank, and Mississippi Food Network, which are nonprofit 18 19 organizations that solicit, warehouse and redistribute eligible 20 food to agencies in Mississippi that feed families and individuals 21 who qualify based on federal guidelines.

(2) The Mississippi Department of Human Services shallestablish a grant program for regional food banks providing annual

S. B. No. 2426 G1/2 21/SS26/R315CS.2 PAGE 1 24 grant funding to the regional food banks for the purchase, 25 transportation, storage and distribution of food in Mississippi. 26 Grants shall be made from funds available to the department for 27 such purpose. Grants made pursuant to the program shall be used 28 only for the purchase of food or agricultural commodities for 29 repackaging or processing, or both, of food for distribution to emergency food providers serving Mississippi and program 30 31 participants residing in Mississippi.

32 (3) The department shall administer the program. The 33 department shall reimburse its administrative costs at a rate of 34 not more than one percent (1%) from the funds described in 35 subsection (2) of this section.

36 (4) All food purchases made through the use of program funds37 shall be made in accordance with the following standards:

38 (a) Procurement from Mississippi-based food sources
39 shall be given preference when available and at a reasonable cost;
40 (b) Food shall be purchased at wholesale prices or

41 competitive bid prices or better; and

42 (c) Funds for food and food provided through this
43 program shall be used to supplement and not replace funds for food
44 or food provided through the U.S. Department of Agriculture's
45 federal commodities program.

46 (5) The department shall allocate money to regional food
47 banks serving Mississippians based on population, food insecurity
48 rates, and county service areas. The annual percentages formula

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for each nonprofit food bank shall be calculated on a pro rata basis by dividing the total number of food insecure persons in the food bank's service area by the total number of food insecure persons in the state. The data for this formula shall be derived from the latest available data from Feeding America.

54 (6) Not more than seven percent (7%) of the grant funds made 55 available through the program to a regional food bank shall be 56 used by any regional food bank for the payment of administrative 57 and incidental costs.

58 (7) No regional food bank shall charge any person who is 59 eligible under the program for food or encourage any eligible 60 person to contribute money in order to receive food under the 61 program.

62 <u>SECTION 2.</u> (1) This section shall be known and may be cited 63 as the "SNAP Healthy Food Incentive Program Act of 2021."

64 (2)Subject to appropriation, the Mississippi Department of 65 Human Services shall make an annual grant to fund a qualified Mississippi nonprofit organization or agency. Such nonprofit 66 67 organization or agency shall distribute to participating 68 Mississippi farmers markets and retailers for the purpose of 69 providing matching dollar incentives for the dollar value of SNAP 70 benefits spent on eligible fruits and vegetables at participating 71 Mississippi farmers markets and direct producer-to-consumer 72 venues.

S. B. No. 2426 **~ OFFICIAL ~** 21/SS26/R315CS.2 PAGE 3 73 (3) The designated qualified nonprofit organization or74 agency shall have a demonstrated track record of:

75 (a) Building a statewide network;

76 (b) Implementing funds distribution and reporting 77 processes;

78 (c) Providing training and technical assistance to
 79 farmers markets and direct producer-to-consumer venues;

80 (d) Conducting community outreach and data collection;81 and

82 (e) Providing full accounting and administration of 83 funds distributed to farmers markets.

84 (4)All money received pursuant to appropriation shall be 85 deposited into the Healthy Food Incentives Fund, hereby created in 86 the State Treasury. At least ninety percent (90%) of the money deposited into the Healthy Food Incentive Fund shall be 87 88 distributed to participating Mississippi farmers markets and 89 retailers for healthy food incentives. A maximum of ten percent (10%) of the money deposited into the Healthy Food Incentive Fund 90 91 shall be used for state program development, promotion and 92 outreach, farmers market and retailer training and capacity 93 building, technical assistance, program data collection, 94 evaluation, administration, reporting and program implementation. 95 SECTION 3. From and after March 1, 2021, any community

96 foundation holding funds appropriated by Section 2, Chapter 104,97 Laws of 2020, as amended by Section 1, Chapter 118, Laws of 2020,

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98 may (a) make grants in amounts to be determined by the foundations 99 to any nonprofit entity as defined in Section 2 of this act, 100 regardless of whether the funds were designated for food pantries or nonprofit entities; (b) make grants in amounts to be determined 101 102 by the foundations to any food pantry, regardless of whether the 103 funds were designated for food pantries or nonprofit entities; or 104 (c) transfer funds to another community foundation for the 105 purposes described in (a) and (b) above. No community foundation, 106 no food pantry, and no nonprofit entity shall be subject to the 107 provisions of Section 31-7-1 et seq., unless it is an agency of 108 the State of Mississippi or its governing authority, since Section 109 31-7-1 et seq. applies only to state agencies and to governing 110 authorities.

111 SECTION 4. This act shall take effect and be in force from 112 and after July 1, 2021, and shall stand repealed on June 30, 2021.