## Adopted COMMITTEE AMENDMENT NO 1 PROPOSED TO

Senate Bill No. 2849

**BY: Committee** 

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

28 SECTION 1. The COVID-19 public health emergency has had a 29 significant negative impact on Mississippi's tourism industry and 30 its nonprofit museums. American Rescue Plan Act funds are 31 specifically targeted toward assisting in the recovery of the 32 tourism and hospitality sectors. The funds provided in this act 33 are necessary expenditures related to COVID-19, the purpose of 34 which is to publicize the resumption of tourism activities and 35 steps taken to ensure a safe tourism experience and to support the 36 travel and hospitality economy of Mississippi.



- 37 **SECTION 2.** (1) Upon the effective date of this act, the
- 38 State Fiscal Officer shall transfer the sum of Fifty-two Million
- 39 Dollars (\$52,000,000.00) from the Coronavirus State Fiscal
- 40 Recovery Fund to the Mississippi Tourism Recovery Fund Round 2
- 41 created by Section 3 of this act.
- 42 (2) Upon the effective date of this act, the State Fiscal
- 43 Officer shall transfer the sum of Ten Million Dollars
- 44 (\$10,000,000.00) from the Coronavirus State Fiscal Recovery Fund
- 45 to the Mississippi Nonprofit Museums Recovery Fund Round 2
- 46 created by Section 5 of this act.
- SECTION 3. (1) As used in this section, the following words
- 48 and phrases shall have the meanings ascribed in this section
- 49 unless the context clearly indicates otherwise:
- 50 (a) "Destination marketing organization" means:
- 51 (i) Special local governmental units created by
- 52 local and private laws of the State of Mississippi for the purpose
- 53 of tourism promotion, funded by special local tax levies, and
- 54 staffed with professionals engaged in out-of-state tourism
- 55 marketing and tourism product development for municipalities,
- 56 counties and/or regions; or
- 57 (ii) Publicly-funded local organizations that
- 58 engage in out-of-state tourism marketing and tourism development
- 59 for municipalities, counties and/or regions.
- (b) "Marketing activities" means multimedia marketing
- 61 and advertising, including digital media, broadcast media and



- 62 printed media, including travel publications, production, travel
- 63 market sector analysis, consumer travel sentiment, public
- 64 relations, communication strategy, direct sales bookings, group
- 65 tour bookings, tourism development and administrative costs to
- 66 execute marketing activities related to the business disruption
- 67 effects of the Coronavirus Disease 2019 as expressed in Section 1
- 68 of this act.
- 69 (2) (a) There is hereby created in the State Treasury a
- 70 special fund to be designated as the "Mississippi Tourism Recovery
- 71 Fund Round 2," which shall consist of funds made available by
- 72 the Legislature in any manner and funds from any other source
- 73 designated for deposit into such fund. The fund shall be
- 74 maintained by the State Treasurer as a separate and special fund,
- 75 separate and apart from the General Fund of the state. Unexpended
- 76 amounts remaining in the fund at the end of a fiscal year shall
- 77 not lapse into the State General Fund, and any investment earnings
- 78 or interest earned on amounts in the fund shall be deposited to
- 79 the credit of the fund. Monies in the fund shall be used by the
- 80 Department of Finance and Administration, upon appropriation by
- 81 the Legislature, for the purposes provided in this section.
- 82 Monies in the fund shall be disbursed in compliance with the
- 83 quidelines, quidance, rules, regulations and/or other criteria, as
- 84 may be amended from time to time, of the United States Department
- 85 of the Treasury regarding the use of monies from the American
- 86 Rescue Plan Act. Monies in the fund shall be disbursed by the



- 87 Department of Finance and Administration to assist destination
- 88 marketing organizations in paying costs for marketing activities
- 89 as provided in this section. The Department of Finance and
- 90 Administration shall determine, in conjunction with the
- 91 destination marketing organizations, the allocations of monies
- 92 provided under this paragraph (a) as follows:
- 93 (i) Not more than Nine Million Four Hundred
- 94 Twenty-seven Thousand Five Hundred Fifty-seven Dollars
- 95 (\$9,427,557.00) of such monies shall be allocated to destination
- 96 marketing organizations in a manner that will provide monies to a
- 97 destination marketing organization in an amount equal to
- 98 seventy-five percent (75%) of the destination marketing
- 99 organization's marketing and advertising expenditures during the
- 100 2019 fiscal year, and
- 101 (ii) Not more than Forty-two Million Five Hundred
- 102 Seventy-two Thousand Four Hundred Forty-three Dollars
- 103 (\$42,572,443.00) of such monies shall be allocated to destination
- 104 marketing organizations based on the proportion that a destination
- 105 marketing organization's contribution toward total tourism
- 106 visitors in the state according to the 2019 Fiscal Year Visit
- 107 Mississippi Visitors Profile Report bears to all destination
- 108 marketing organizations' contributions toward total tourism
- 109 visitors in the state according to the 2019 Fiscal Year Visit
- 110 Mississippi Visitors Profile Report. However, a destination
- 111 marketing organization shall not receive an amount less than Four



- 112 Hundred Thousand Dollars (\$400,000.00) under this subparagraph
- 113 (ii).
- 114 (b) Within fifteen (15) days after the effective date
- of this act, the Department of Finance and Administration shall
- 116 distribute the funds allocated under paragraph (a) of this
- 117 subsection (2) to eligible destination marketing organizations.
- 118 Before receiving funds under this subsection (2), a destination
- 119 marketing organization must certify to the Department of Finance
- 120 and Administration that:
- 121 (i) The funds will only be used for marketing
- 122 activities, and
- 123 (ii) The destination marketing organization will
- 124 comply with applicable federal and state regulations and
- 125 requirements related to American Rescue Plan Act funds, and
- 126 (iii) The destination marketing organization will
- 127 obligate all funds by December 31, 2024 and fully expend all funds
- 128 by December 31, 2026.
- 129 (c) Destination marketing organizations receiving funds
- 130 under this subsection (2) shall keep and maintain records related
- 131 to expenditures. Destination marketing organizations receiving
- 132 funds under this subsection (2) shall also track impacts of their
- 133 marketing activities through special levy tax receipts, hotel
- 134 occupancy indicators, other tourism industry metrics, and
- 135 analytics from marketing campaigns, as appropriate. Such
- 136 destination marketing organizations shall provide semi-annual



- 137 reports on expenditures and economic impacts of their marketing
- 138 activities to the Department of Finance and Administration, the
- 139 Governor, the Lieutenant Governor, the Speaker of the House of
- 140 Representatives and the Department of Audit.
- 141 (d) Subject to applicable purchasing laws, destination
- 142 marketing organizations will give preference, when available and
- 143 practical, to Mississippi-based companies for any new contracts
- 144 entered into for marketing activities.
- 145 (3) The Department of Finance and Administration and the
- 146 Department of Audit shall have all powers necessary for the
- 147 implementation of this section.
- 148 (4) If the Office of Inspector General of the United States
- 149 Department of the Treasury, or the Office of Inspector General of
- 150 any other federal agency having oversight over the use of monies
- 151 from the Coronavirus State and Local Fiscal Recovery Funds
- 152 established by the American Rescue Plan Act determines that (a)
- 153 the Department of Finance and Administration or recipient has
- 154 expended or otherwise used any of the funds appropriated to the
- 155 Department of Finance and Administration under this act for any
- 156 purpose that is not in compliance with the guidelines, guidance,
- 157 rules, regulations and/or other criteria, as may be amended from
- 158 time to time, by the United States Department of the Treasury
- 159 regarding the use of monies from the Coronavirus State and Local
- 160 Fiscal Recovery Funds established by the American Rescue Plan Act,
- 161 and (b) the State of Mississippi is required to repay the federal



162	government for any of those funds that the Office of the Inspector
163	General determined were expended or otherwise used improperly by
164	the Department of Finance and Administration or recipient, then
165	the Department of Finance and Administration or recipient, as the
166	case may be, that expended or otherwise used those funds
167	improperly shall be required to pay the amount of those funds to
168	the State of Mississippi for repayment to the federal government.
169	<b>SECTION 4.</b> There is hereby created in the State Treasury a
170	special fund to be designated as the "Mississippi Destination
171	Development Fund," which shall consist of funds made available by
172	the Legislature in any manner and funds from any other source
173	designated for deposit into such fund. The fund shall be
174	maintained by the State Treasurer as a separate and special fund,
175	separate and apart from the General Fund of the state. Unexpended
176	amounts remaining in the fund at the end of a fiscal year shall
177	not lapse into the State General Fund, and any investment earnings
178	or interest earned on amounts in the fund shall be deposited to
179	the credit of the fund. Monies in the fund shall be used by the
180	Department of Finance and Administration, upon appropriation by
181	the Legislature, for the purposes provided in this section.
182	Monies in the fund shall be disbursed in compliance with the
183	guidelines, guidance, rules, regulations and/or other criteria, as
184	may be amended from time to time, of the United States Department
185	of the Treasury regarding the use of monies from the American
186	Rescue Plan Act. Monies in the fund shall be disbursed by the

- Department of Finance and Administration for the following purposes that support increased tourist visitation:
- 189 (a) Planning assistance;
- 190 (b) Enhancing outdoor venues and parks;
- 191 (c) Downtown revitalization;
- 192 (d) Improving public health amenities at tourism
- 193 attractions and museums including displays and installations,
- 194 signage, public health enhancements, and public green spaces;
- 195 (e) Enhancing recreational offerings that specifically
- 196 support additional tourist visitation; and
- 197 (f) Improving wayfinding signage to direct travelers to
- 198 support local tourist attractions and businesses.
- 199 **SECTION 5.** (1) There is hereby created in the State
- 200 Treasury a special fund to be designated as the "Mississippi
- 201 Nonprofit Museums Recovery Fund Round 2," which shall consist of
- 202 funds made available by the Legislature in any manner and funds
- 203 from any other source designated for deposit into such fund. The
- 204 fund shall be maintained by the State Treasurer as a separate and
- 205 special fund, separate and apart from the General Fund of the
- 206 state. Unexpended amounts remaining in the fund at the end of a
- 207 fiscal year shall not lapse into the State General Fund, and any
- 208 investment earnings or interest earned on amounts in the fund
- 209 shall be deposited to the credit of the fund. Monies in the fund
- 210 shall be used by the Department of Finance and Administration,
- 211 upon appropriation by the Legislature, for the purposes provided



in this section. Monies in the fund shall be disbursed in compliance with the guidelines, guidance, rules, regulations and/or other criteria, as may be amended from time to time, of the United States Department of the Treasury regarding the use of monies from the American Rescue Plan Act. Monies in the fund shall be disbursed by the Department of Finance and Administration to assist nonprofit museums in paying costs associated with advertising and other forms of promoting and publicizing nonprofit museums and museum related activities, and repairs and renovations of and upgrades and improvements to such museums for health and safety purposes related to the Coronavirus Disease 19.

- (2) The Department of Finance and Administration shall have all powers necessary for the implementation of this section.
- Department of the Treasury, or the Office of Inspector General of any other federal agency having oversight over the use of monies from the Coronavirus State and Local Fiscal Recovery Funds established by the American Rescue Plan Act determines that (a) the Department of Finance and Administration or recipient has expended or otherwise used any of the funds appropriated to the Department of Finance and Administration under this act for any purpose that is not in compliance with the guidelines, guidance, rules, regulations and/or other criteria, as may be amended from time to time, by the United States Department of the Treasury regarding the use of monies from the Coronavirus State and Local



237	Fiscal Recovery Funds established by the American Rescue Plan Act,
238	and (b) the State of Mississippi is required to repay the federal
239	government for any of those funds that the Office of the Inspector
240	General determined were expended or otherwise used improperly by
241	the Department of Finance and Administration or recipient, then
242	the Department of Finance and Administration or recipient, as the
243	case may be, that expended or otherwise used those funds
244	improperly shall be required to pay the amount of those funds to
245	the State of Mississippi for repayment to the federal government.
246	SECTION 6. This act shall take effect and be in force from
247	and after July 1, 2022, and shall stand repealed on June 30, 2022.

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

1 AN ACT TO DIRECT THE STATE FISCAL OFFICER TO TRANSFER FUNDS OUT OF THE CORONAVIRUS STATE FISCAL RECOVERY FUND TO THE 3 "MISSISSIPPI TOURISM RECOVERY FUND - ROUND 2" AND THE "MISSISSIPPI NONPROFIT MUSEUMS RECOVERY FUND - ROUND 2," CREATED BY THIS ACT; 4 5 TO CREATE THE "MISSISSIPPI TOURISM RECOVERY FUND - ROUND 2" AS A SPECIAL FUND IN THE STATE TREASURY TO BE ADMINISTERED BY THE 7 DEPARTMENT OF FINANCE AND ADMINISTRATION FOR THE PURPOSE OF PROVIDING FUNDS TO DESTINATION MARKETING ORGANIZATIONS TO ASSIST 9 IN PAYING COSTS OF CERTAIN MARKETING ACTIVITIES; TO DEFINE THE 10 TERMS "DESTINATION MARKETING ORGANIZATIONS" AND "MARKETING 11 ACTIVITIES" FOR THE PURPOSES OF THIS ACT; TO PROVIDE FOR THE 12 MANNER IN WHICH THE DEPARTMENT OF FINANCE AND ADMINISTRATION SHALL 13 DISTRIBUTE FUNDS TO DESTINATION MARKETING ORGANIZATIONS UNDER THIS 14 ACT; TO CREATE THE "MISSISSIPPI DESTINATION DEVELOPMENT FUND" AS A 15 SPECIAL FUND IN THE STATE TREASURY TO BE ADMINISTERED BY THE 16 DEPARTMENT OF FINANCE AND ADMINISTRATION FOR THE PURPOSE OF 17 PROVIDING FUNDS TO SUPPORT INCREASED TOURIST VISITATION; TO CREATE THE "MISSISSIPPI NONPROFIT MUSEUMS RECOVERY FUND- ROUND 2" AS A 18 19 SPECIAL FUND IN THE STATE TREASURY TO BE ADMINISTERED BY THE 20 DEPARTMENT OF FINANCE AND ADMINISTRATION FOR THE PURPOSE OF 2.1 PROVIDING FUNDS TO NONPROFIT MUSEUMS TO ASSIST IN PAYING COSTS 22 ASSOCIATED WITH ADVERTISING AND OTHER FORMS OF PROMOTING AND



- 23 PUBLICIZING NONPROFIT MUSEUMS AND MUSEUM RELATED ACTIVITIES, AND
- 24 REPAIRS AND RENOVATIONS OF AND UPGRADES AND IMPROVEMENTS TO SUCH
- 25 MUSEUMS FOR HEALTH AND SAFETY PURPOSES RELATED TO THE CORONAVIRUS
- 26 DISEASE 19; AND FOR RELATED PURPOSES.