By: Senator(s) DeBar

To: Education;
Appropriations

## SENATE BILL NO. 2367

1 2 3 4 5 6 7 8 9 10	AN ACT TO AMEND SECTION 37-47-24, MISSISSIPPI CODE OF 1972, TO CREATE THE PUBLIC SCHOOL FACILITIES GRANT PROGRAM TO REPLACE THE EDUCATION FACILITIES REVOLVING LOAN PROGRAM; TO CREATE A SPECIAL FUND IN THE STATE TREASURY DESIGNATED AS THE PUBLIC SCHOOL FACILITIES GRANT FUND; TO INCLUDE AN ADDITIONAL PURPOSE FOR WHICH FUNDS MAY BE USED; TO SET THE DATE BY WHICH APPLICATIONS MUST BE SUBMITTED TO THE DEPARTMENT OF EDUCATION; TO ESTABLISH THE SCORING GUIDE THE DEPARTMENT SHALL USE FOR APPLICATIONS FOR FUNDS FROM THE PROGRAM; TO PROVIDE THAT THE TOTAL GRANT AN APPLICANT MAY RECEIVE IN A FISCAL YEAR SHALL BE LIMITED TO TWO MILLION DOLLARS; TO MAKE TECHNICAL CHANGES TO CONFORM TO THE PURPOSE OF THE ACT; AND FOR
12	RELATED PURPOSES.
13	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
14	SECTION 1. Section 37-47-24, Mississippi Code of 1972, is
15	amended as follows:
16	37-47-24. (1) There is established the * * * Public School
17	Facilities Grant Program to be administered by the State
18	Department of Education for the purpose of improving * * * public
19	school facilities in the State of Mississippi by assisting public
20	schools in procuring funds for making certain capital
21	improvements.

(2) There is created a special fund in the State Treasury

designated as the" \* \* \* Public School Facilities Grant Fund,"

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- 24 which shall consist of monies transferred from the State Public
- 25 School Building Fund and other monies that the Legislature may
- 26 make available. The \* \* \* grant fund must be maintained in
- 27 perpetuity for the purposes established in this section.
- 28 Unexpended amounts remaining in the fund at the end of a fiscal
- 29 year may not lapse into the State General Fund. \* \* \* Monies in
- 30 the \* \* \* Public School Facilities \* \* \* Grant Fund may not be
- 31 used or expended for any purpose except as authorized under this
- 32 section. Any funds awarded as loans prior to July 1, 2023, shall
- 33 be immediately converted to grants.
- 34 (3) \* \* \* The State Department of Education shall accept
- 35 requests for \* \* \* grants under this subsection for the following
- 36 purposes:
- 37 (a) Repairs and renovations to existing school
- 38 buildings and related facilities, including existing buildings
- 39 purchased to serve as a school facility, used in the operation of
- 40 the schools of a public school district;
- 41 (b) Construction of new facilities or repairs and
- 42 renovations to existing school facilities for the purpose of
- 43 establishing, improving or expanding prekindergarten programs in a
- 44 public school district; \* \* \*
- 45 (c) Construction of new career and technical education
- 46 facilities or repairs and renovations to existing school
- 47 facilities for the purpose of upgrading or expanding a school
- 48 district's career and technical education program; and

49	(d) Construction of new facilities or repairs and
50	renovations to existing school facilities for the purpose of
51	restructuring schools or engaging in intra-district consolidation
52	resulting in efficiencies and cost-savings.
53	(4) An educational entity that receives a $\star$ $\star$ $\star$ grant from

- 53 (4) An educational entity that receives a \* \* \* grant from
  54 the \* \* \* Public School Facilities \* \* \* Grant Fund shall not use
  55 the funds for athletic facilities.
- 56 \* \* \*
- 57 (\* \* \*5) Applications from school districts must be

  58 submitted by November 1 of each year to be considered for a grant

  59 within that fiscal year. The State Department of Education

  60 shall \* \* \* make determinations on applications for \* \* \* grants

  61 by February 1 of each year, beginning February 1, 2024, and shall

  62 disburse funds \* \* \* on approved \* \* \* grants as soon as is

  63 practicable thereafter.
- 64 (6) Before \* \* \* August 1, 2023, the department shall
  65 establish rules and regulations for the implementation and
  66 administration of the \* \* \* grant program, including a scoring
  67 guide for applications.
- (7) Grant payments for approved applications may be paid out
  to the school district by the department within thirty (30) days
  after the department's receipt of an invoice or receipt provided
  by the school district related to the approved project. Grant
  payments may be made in installments as the project is completed.

73	(8) The rules and regulations must include, at a minimum,
74	provisions addressing the following:
75	(a) An application process by which public school
76	districts may request a * * * grant from the * * * Public School
77	Facilities * * * Grant Fund * * *. The scoring guide shall award
78	additional weight to applications where the school district:
79	(i) Demonstrates the grant will result in
80	restructuring or intra-district consolidation which will result in
81	meaningful cost savings or other efficiencies;
82	(ii) Demonstrates the grant will result in a
83	significant positive impact on student achievement;
84	(iii) Presents a viable plan for construction
85	or repair which is reasonable, necessary and financially sound.
86	Grant funds shall not be awarded where the school district has
87	presented no detailed or fiscally sound plan related to the
88	<pre>intended project; or</pre>
89	(iv) Demonstrates the school district has
90	secured significant matching funds from other sources, public or
91	<pre>private, to facilitate the project;</pre>
92	(b) The factors to be considered by the State
93	Department of Education in determining whether an educational
94	entity will be awarded the full or a partial amount of a * * *
95	$\underline{\text{grant}}$ requested. The maximum total amount of outstanding * * *
96	grant an applicant may receive in a fiscal year shall be limited

to \* \* \* Two Million Dollars (\$2,000,000.00). \* \* \* A \* \* \* grant

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- 98 may not exceed one hundred percent (100%) of the cost of the
- 99 project for which the \* \* \* grant is requested;
- 100 \* \* \*
- 101 (\* \* \*c) \* \* \* The auditing process the department
- 102 will use to ensure grant funds are being spent in accordance with
- 103 law;
- 104 ( \* \* \*d) Applicants demonstrating emergency or other
- 105 critical infrastructure needs, as defined by the State Department
- 106 of Education, shall receive first priority in receiving \* \* \*
- 107 grants from the fund; and
- 108 ( \* \* \*e) All other matters that the State Department
- 109 of Education determines are necessary to establish and maintain
- 110 the \* \* \* Public School Facilities \* \* \* Grant Fund Program as an
- 111 accessible and perpetual source of funding for making facility
- improvements at \* \* \* public prekindergarten through Grade 12
- 113 public schools in the state.
- 114 \* \* \*
- 115 **SECTION 2.** This act shall take effect and be in force from
- 116 and after July 1, 2023.