To: Appropriations

By: Senator(s) Hopson

SENATE BILL NO. 2454 (As Sent to Governor)

AN ACT TO DIRECT THE STATE FISCAL OFFICER TO MAKE CERTAIN TRANSFERS FROM THE CAPITAL EXPENSE FUND UPON THE EFFECTIVE DATE OF THIS ACT; TO DIRECT THE STATE FISCAL OFFICER TO MAKE CERTAIN TRANSFERS FROM THE GENERAL FUND UPON THE EFFECTIVE DATE OF THIS 5 ACT AND DURING FISCAL YEAR 2024; TO DIRECT THE STATE FISCAL OFFICER TO MAKE A TRANSFER FROM THE CAPITAL EXPENSE FUND UPON THE 7 EFFECTIVE DATE OF THIS ACT; TO AMEND SECTION 65-1-141.1, 8 MISSISSIPPI CODE OF 1972, TO MAKE A MINOR, NONSUBSTANTIVE REVISION 9 TO THE PURPOSES UNDER WHICH MONIES SHALL BE SPENT FROM THE 2022 10 MAINTENANCE PROJECT FUND; TO AMEND SECTION 65-1-141.2, MISSISSIPPI CODE OF 1972, TO MAKE A MINOR, NONSUBSTANTIVE REVISION TO THE 11 12 PURPOSES UNDER WHICH MONIES SHALL BE SPENT FROM THE 2022 CAPACITY PROJECT FUND; TO AMEND SECTION 2, SENATE BILL NO. 2525, 2023 REGULAR SESSION, TO MAKE CERTAIN REVISIONS TO THE FUNDING 14 MECHANISM OF THE FORESTRY FACILITY GRANT PROGRAM FUND; TO AMEND 15 16 SECTION 1, CHAPTER 43, LAWS OF 2022, TO REDUCE THE AMOUNT OF ARPA 17 FUNDS APPROPRIATED TO THE DEPARTMENT OF FINANCE AND ADMINISTRATION 18 FOR FISCAL YEAR 2023; TO PROVIDE FUNDS TO DESTINATION MARKETING 19 ORGANIZATIONS FOR COSTS OF CERTAIN MARKETING ACTIVITIES, PROVIDING 20 ASSISTANCE TO NONPROFIT MUSEUMS, AND PROVIDING FUNDS TO 21 MISSISSIPPI MAIN STREET ASSOCIATION; AND FOR RELATED PURPOSES. 22 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 23 SECTION 1. Upon the effective date of this act, the State 24 Fiscal Officer shall transfer the amounts listed below from the 25 Capital Expense Fund (Fund No. 6499C00000) to each of the 26 following named funds: 27 FUND NUMBER FUND AMOUNT

| 28 | 2022 Capacity Project | | |
|----|-------------------------------|-----------------------|----------------------|
| 29 | Fund | 6619420000 | \$ 450,000,000.00 |
| 30 | 2022 Emergency Road and | | |
| 31 | Bridge Fund | 6619440000 | \$ 100,000,000.00 |
| 32 | 2022 Infrastructure | | |
| 33 | Match Fund | 6619430000 | \$ 40,000,000.00 |
| 34 | Mississippi Historic Site | | |
| 35 | Preservation Fund | 3348400000 | \$ 2,000,000.00 |
| 36 | Mississippi Community | | |
| 37 | Heritage Pres Grant | | |
| 38 | Fund | 3347600000 | \$ 5,000,000.00 |
| 39 | Forestry Facility Grant | | |
| 40 | Program created in | | |
| 41 | this act | | \$ 5,000,000.00 |
| 42 | TOTAL | | \$ 602,000,000.00 |
| 43 | SECTION 2. Upon the ef | ffective date of this | s act, the State |
| 44 | Fiscal Officer shall transfe | er the sum of Ten Mi | llion Dollars |
| 45 | (\$10,000,000.00) from the Ge | eneral Fund (Fund No | . 2999000000) to |
| 46 | the Disaster Trust Fund (Fur | nd No. 3372500000). | |
| 47 | SECTION 3. During fisc | cal year 2024, the S | tate Fiscal Officer |
| 48 | shall transfer the sum of Fi | ifteen Million Dolla | rs (\$15,000,000.00) |
| 49 | from the General Fund (Fund | No. 299900000) to | the Mississippi |
| 50 | Outdoor Stewardship Trust Fu | and (Fund No. 331620 | 0000). |
| 51 | SECTION 4. During fisc | cal year 2024, the S | tate Fiscal Officer |

shall transfer the sum of Two Million Five Hundred Thousand

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- 53 Dollars (\$2,500,000.00) from the General Fund (Fund No.
- 54 2999000000) to the Human Trafficking Fund (Fund No. 3307800000).
- 55 **SECTION 5.** During the fiscal year 2024, the State Fiscal
- 56 Officer shall transfer the sum of Thirty Million Dollars
- 57 (\$30,000,000.00) from the Capital Expense Fund (Fund No.
- 58 6499C00000) to the Strategic Multi-Modal Investments Fund created
- in Senate Bill No. 2559, 2023 Regular Session.
- 60 **SECTION 6.** During fiscal year 2024, the State Fiscal Officer
- 61 shall transfer the sum of Three Hundred Thousand Dollars
- 62 (\$300,000.00) from the Capital Expense Fund (Fund No. 6499C00000)
- 63 to the Derelict Vessel Fund created in Section 49-27-71,
- 64 Mississippi Code of 1972, to be used for the purposes of removal
- of Derelict Vessels provided in Section 49-27-71, Mississippi Code
- 66 of 1972.
- 67 **SECTION 7.** Section 65-1-141.1, Mississippi Code of 1972, is
- 68 amended as follows:
- 69 65-1-141.1. There is created in the State Treasury a special
- 70 fund to be designated as the "2022 Maintenance Project Fund,"
- 71 which shall consist of funds made available by the Legislature in
- 72 any manner and funds from any other source designated for deposit
- 73 into such fund. The fund shall be maintained by the State
- 74 Treasurer as a separate and special fund, separate and apart from
- 75 the General Fund of the state. Unexpended amounts remaining in
- 76 the fund at the end of a fiscal year shall not lapse into the
- 77 State General Fund, and any investment earnings or interest earned

- 78 on amounts in the fund shall be deposited to the credit of the
- 79 fund. Monies in the fund shall be used by the Department of
- 80 Transportation, upon appropriation by the Legislature, to provide
- 81 for maintenance projects * * * included in the Pavement Program of
- 82 the Three-Year Plan as adopted by, amended by, or reissued by the
- 83 Mississippi Transportation Commission * * * under the authority of
- 84 Section 65-1-141.
- 85 **SECTION 8.** Section 65-1-141.2, Mississippi Code of 1972, is
- 86 amended as follows:
- 87 65-1-141.2. There is created in the State Treasury a special
- 88 fund to be designated as the "2022 Capacity Project Fund," which
- 89 shall consist of funds made available by the Legislature in any
- 90 manner and funds from any other source designated for deposit into
- 91 such fund. The fund shall be maintained by the State Treasurer as
- 92 a separate and special fund, separate and apart from the General
- 93 Fund of the state. Unexpended amounts remaining in the fund at
- 94 the end of a fiscal year shall not lapse into the State General
- 95 Fund, and any investment earnings or interest earned on amounts in
- 96 the fund shall be deposited to the credit of the fund. Monies in
- 97 the fund shall be used by the Department of Transportation, upon
- 98 appropriation by the Legislature, to provide for capacity
- 99 projects * * * included in the Capacity Program of the Three-Year
- 100 Plan as adopted by, amended by, or reissued by the Mississippi
- 101 Transportation Commission * * * under the authority of Section
- 102 65-1-141.

| 103 | SEC! | TION | 9. Se | ection | 2 | of | Senate | Bill | No. | 2525, | 2023 | Regular |
|-----|----------|------|-------|--------|----|----|---------|------|-----|-------|------|---------|
| 104 | Session, | is h | ereby | amende | ed | as | follows | 5: | | | | |

- 105 Section 2. (1) For the purposes of this section:
- 106 (a) "Under public control" means held or controlled by 107 the public, or held by a public option.
- 108 (b) "Growth-to-drain" means a one and five (1.5) growth
 109 to one (1) drain ratio of trees within a fifty-mile radius of the
 110 facility, which can be verified by the Mississippi Forestry
- 112 (c) "Eligible recipients" shall mean a forestry

 113 facility project that satisfies the criteria as outlined in this

 114 section, and has applied for grant funding to install utility,

 115 infrastructure and transportation projects only. A recipient will

 116 be found to be ineligible for a grant, if their project seeks to

 117 use grant funding for construction of their facility or project.
- 118 (d) "The committee" means a committee consisting of the
 119 Executive Director of the Mississippi Development Authority, Chief
 120 of Economic Development, the MDA Forest Products expert, an
 121 appointee from the Governor's office and an appointee from the
 122 Lieutenant Governor's office, that is tasked with approving grant
 123 recipients in accordance with this section.
- (2) Eligible applicants include municipalities, county
 governments, existing forestry product facilities and regional
 economic development entities. To apply, applicants must submit
 their proposals to the Mississippi Development Authority (MDA).

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Commission.

| 128 | The I | MDA | shall | accept | applications | from | eligible | recipients, |
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| | | | | | | | | |

- 129 prioritize these applications and submit suggested recipients to
- 130 the committee by no later than December 1. Beginning July 1,
- 131 2024, and each year thereafter, the committee shall review the
- 132 submitted list and choose to award grants to the eligible
- 133 recipients through the Mississippi Development Authority. The MDA
- 134 will consider and prioritize projects in relation to the following
- 135 criteria:
- 136 (a) The project has a minimum investment of Ten Million
- 137 Dollars (\$10,000,000.00);
- 138 (b) The project site utilizes at least fifty (50) acres
- 139 of land under public control;
- 140 (c) Applicant proposes to use funds for the purpose of
- 141 utility, infrastructure and/or transportation development;
- 142 (d) The project produces a high level of public
- 143 benefit;
- 144 (e) The project demonstrates best practices and
- 145 complies with the required growth-to-drain ratio;
- (f) The project will comply with and expand upon
- 147 existing infrastructure in the community;
- 148 (g) The distribution of geographic size and location of
- 149 the project; and
- 150 (h) The applicant can demonstrate the ability of the
- 151 proposed project to be completed on time.

- 152 (3) The Mississippi Development Authority shall provide 153 grant funds to the forestry facility projects as approved by the 154 committee upon completion of the project. Award amounts shall not 155 exceed seventy-five percent (75%) of the total infrastructure 156 project cost. Grantees shall not receive compensation for 157 expenses related to the construction of their project.
- (4) Eligible costs of grant funds include the acquisition of land and any improvements thereon, the installation of power
 lines, gas lines, water systems, sewage systems, roads, railroads and other infrastructure-related projects that are necessary for project completion and/or expansion, and complying with existing community needs and infrastructure.
- 164 (5) Grants may be awarded for both existing projects and
 165 development of prospective sites. In the latter case, the project
 166 shall be made to help establish or complete a forestry products
 167 project.
- 168 (6) Public grantees must adhere to Mississippi state
 169 procedures and guidelines as it relates to the implementation and
 170 financing of the approved project. Grantees must also submit any
 171 and all audit financial statements as required by the State of
 172 Mississippi.
- 173 (7) There is created in the State Treasury a special fund to
 174 be known as the "Forestry Facility Grant Program Fund," * * *
 175 which * * * may be established with a sum of up to Ten Million
 176 Dollars (\$10,000,000.00). Awards authorized under the Forestry

- 177 Facility Grant Program shall be disbursed by the Mississippi
- 178 Development Authority. The fund shall consist of monies
- 179 appropriated by the Legislature and funds received as grants,
- endowments or gifts from the federal government, its agencies and 180
- 181 instrumentalities and funds from any other available sources,
- 182 public or private. Any unexpended monies remaining in the fund,
- 183 including interest thereon, at the end of each fiscal year, shall
- 184 not lapse to the State General Fund, but shall remain in the fund.
- 185 The Director of the Mississippi Development Authority
- 186 shall establish, administer, manage, and make expenditures and
- 187 allocations of grant funds and shall establish guidelines for
- 188 applications, evaluations and awards of grant funds. The MDA
- shall utilize no more than two percent (2%) of funds awarded to 189
- 190 the program for administrative expenses.
- 191 To carry out this act, the Mississippi Development
- 192 Authority may enter into cooperative agreements with entities in
- 193 the public and private sectors, including:
- 194 Primary forestry product mills and residual forest
- 195 products facilities;
- 196 Companies in a recognized forestry-related (b)
- 197 industry;
- 198 (C) State and local agencies; and
- 199 Nonprofit organizations for economic development. (d)
- 200 The Mississippi Development Authority may require that
- recipients seek and secure technical assistance from the 201

| 202 | Mississippi Forestry Commission. The Mississippi Forestry |
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| 203 | Commission will provide administrative support to local forestry |
| 204 | project grantees to ensure proper growth-to-drain criteria as |
| 205 | defined herein. |
| 206 | SECTION 10. Section 1, Chapter 43, Laws of 2022, is amended |
| 207 | as follows: |
| 208 | Section 1. The following sum, or so much of it as may be |
| 209 | necessary, is appropriated out of any money in the Coronavirus |
| 210 | State Fiscal Recovery Fund not otherwise appropriated, to the |
| 211 | Department of Finance and Administration for the purpose of |
| 212 | providing funds to destination marketing organizations to assist |
| 213 | in paying costs of certain marketing activities, * * * and |
| 214 | providing funds to Mississippi Main Street Association, as |
| 215 | provided in House Bill No. 453, 2022 Regular Session, for the |
| 216 | fiscal year beginning July 1, 2022, and ending June 30, 2023 |
| 217 | \$ * * * <u>35,000,000.00</u> . |
| 218 | SECTION 11. This act shall take effect and be in force from |
| 219 | and after its passage. |