By: Representatives Read, McGee

To: State Affairs; Accountability, Efficiency, Transparency

HOUSE BILL NO. 1357 (As Sent to Governor)

AN ACT TO AMEND SECTION 69-1-48, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT THE DEPARTMENT OF AGRICULTURE'S AUTHORITY TO BUDGET FOR IMPROVEMENTS TO DEPARTMENT PROPERTY AND MARKETING AND PROMOTION PROGRAMS AND FOR PURPOSES AS OTHERWISE APPROPRIATED BY 5 THE LEGISLATURE SHALL BE AT THE MISSISSIPPI AGRICULTURE AND FORESTRY MUSEUM IN JACKSON, MISSISSIPPI; TO PROVIDE THAT THE 7 EXPENDITURE OF SUCH FUNDS SHALL BE UPON APPROPRIATION OF THE LEGISLATURE; TO PROVIDE THAT LEASES CONCERNING NAMING RIGHTS UNDER 8 9 THIS SECTION SHALL BE SUBJECT TO APPROVAL BY THE DEPARTMENT OF 10 FINANCE AND ADMINISTRATION; TO DELETE THE AUTHORITY OF THE 11 DEPARTMENT TO ESCALATE CERTAIN FUNDS; TO AMEND SECTION 69-5-3, 12 MISSISSIPPI CODE OF 1972, TO PROVIDE THAT THE DEPARTMENT OF AGRICULTURE'S AUTHORITY TO EXPEND CERTAIN FUNDS SHALL BE SUBJECT TO APPROPRIATIONS; TO REQUIRE CERTAIN FUNDS TO BE PLACED IN A 14 15 SPECIAL FUND; TO PROVIDE THAT LEASES CONCERNING NAMING RIGHTS 16 UNDER THIS SECTION SHALL BE SUBJECT TO APPROVAL BY THE DEPARTMENT 17 OF FINANCE AND ADMINISTRATION; TO PROVIDE THAT THE MISSISSIPPI 18 STATE FAIR SHALL BE HELD IN JACKSON, MISSISSIPPI ON THE STATE FAIRGROUNDS AS DEFINED BY THIS SECTION; AND FOR RELATED PURPOSES. 19 20 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 21 SECTION 1. Section 69-1-48, Mississippi Code of 1972, is 22 amended as follows:

25 (a) "Department" means the Mississippi Department of

69-1-48. (1) For purposes of this section, the following

26 Agriculture and Commerce.

words shall have the meanings ascribed herein:

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27 ((b)	"Museum"	means	the	Mississippi	Agriculture	and

- 28 Forestry Museum located at 1150 Lakeland Drive, Jackson,
- 29 Mississippi, 39216.
- 30 (2) The department may accept, budget, receive and expend
- 31 funds from any source for improvements to \star \star the museum and for
- 32 marketing and promotion programs for events at the museum for
- 33 purposes as otherwise appropriated by the Legislature. The
- 34 expenditure of funds under this section shall be subject to
- 35 appropriation by the Legislature.
- 36 (3) (a) The department may allow a federal, state * * or
- 37 local governmental entity, or a public, private, commercial or
- 38 charitable entity to use, publish or advertise the entity's name
- 39 on department property and in its publications. Furthermore,
- 40 subject to approval by the Department of Finance and
- 41 Administration, the commissioner may lease to any public, private,
- 42 commercial or charitable entity for a term not to exceed twenty
- 43 (20) years naming rights for museum buildings or property,
- 44 including, but not limited to, new construction, improvements to
- 45 existing buildings, grounds and/or objects located on museum
- 46 property in return for consideration benefitting the department.
- 47 The lessee shall pay the cost of erecting, maintaining and
- 48 removing signage related to the property.
- 49 (b) Any funds received from the advertising or lease of
- 50 naming rights shall be retained by the department and expended for
- 51 improvements to \star \star \star the museum upon appropriation by the

- 52 Legislature and for marketing and promotion programs for events at
- 53 the museum, upon appropriation by the Legislature and for purposes
- 54 as otherwise appropriated by the Legislature.
- 55 * * *
- 56 (4) (a) There is established in the State Treasury a
- 57 special fund for the department for the monies collected under
- 58 this section.
- 59 (b) Unexpended monies remaining in the fund at the end
- of a fiscal year shall not lapse into the State General Fund, and
- 61 any interest earned or investment earnings on amounts in the fund
- 62 shall be deposited into the fund. The department shall not expend
- 63 any monies from the fund without appropriation by the Legislature.
- (5) (a) The department shall make reasonable attempts to
- 65 notify the donor of any donated property or artifacts determined
- 66 to be obsolete to allow such donor to retake possession of such
- 67 item. If efforts to notify the donor prove unsuccessful, then the
- 68 department may dispose of, auction or sell any property or
- 69 artifact in the possession of the museum if the department
- 70 determines that it is obsolete, no longer of value or use to the
- 71 museum or unclaimed by the donor.
- 72 (b) All funds received * * * on behalf of the museum,
- 73 shall be transferred into the * * * enterprise funds related to
- 74 the museum. The enterprise funds shall be maintained in
- 75 accordance with generally accepted accounting principles and
- 76 regulations prescribed by the Department of Finance and

The state of the first transfer of the state	77	Administration.	The	department	shall	not	expend	any	funds	fror
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- 78 the enterprise funds without appropriation by the Legislature.
- 79 (c) Subject to appropriation by the Legislature, the
- 80 department may expend these funds for improvements to the museum
- 81 and for marketing and promotion programs for the museum in a
- 82 manner consistent with the museum's historical purpose.
- 83 **SECTION 2.** Section 69-5-3, Mississippi Code of 1972, is
- 84 amended as follows:
- 85 69-5-3. (1) The Department of Agriculture and Commerce
- 86 shall set up rules and regulations consistent with the law
- 87 governing the distribution of state monies for premiums or awards.
- 88 It will be the duty of the department, at least twice each year,
- 89 to approve premium lists or awards, and give out rules governing
- 90 participants in state premium money in Mississippi. The
- 91 department may invite the presidents of the various district
- 92 livestock shows before the department when determining policies
- 93 affecting district livestock shows.
- 94 (2) The Department of Agriculture and Commerce is hereby
- 95 authorized to accept money or funds donated to the department,
- 96 including funds to be awarded as prizes in livestock competition.
- 97 Any money or funds received under this subsection shall be placed
- 98 in a special fund. The department shall not expend any money or
- 99 funds from the special fund without appropriation by the
- 100 Legislature.

101	(3) The Department of Agriculture and Commerce shall have
102	charge of the State Fairgrounds located in Jackson, Mississippi,
103	including all buildings and improvements thereon, and shall have
104	full power and authority in perfecting plans and causing to be
105	held thereon the Mississippi State Fair and other such events that
106	may be authorized by the department. The Mississippi State Fair
107	shall be held on the State Fairgrounds as defined by this
108	subsection

- (4) The Department of Agriculture and Commerce is hereby authorized to employ an attorney as prescribed in Section 69-1-14.
- 111 (5) The Department of Agriculture and Commerce may take any 112 action authorized in Section 1 of Chapter 306, Laws of 2000.
 - Administration, the Department of Agriculture and Commerce may allow a commercial, charitable or governmental entity to use, publish and advertise such entity's name in connection with any of the buildings, improvements, grounds or objects located on the State Fairgrounds * * * as defined in subsection (3) of this section, except for the Kirk Fordice Equine Center, or in connection with any of the events conducted on the State Fairgrounds in return for a monetary consideration paid to the department. Furthermore, the department may lease to any public, private, commercial or charitable entity for a term not to exceed twenty (20) years naming rights to buildings, except for the Kirk Fordice Equine Center, or property, including, but not limited to,

127	and/or objects located on the State Fairgrounds as defined in
128	subsection (3) of this section in return for consideration
129	benefitting the commission. The lessee shall pay the cost of
130	erecting, maintaining and removing signage related to the
131	property. Those funds received from an entity for allowing its
132	name to be used, published or advertised in connection with the
133	buildings, improvements, objects or events shall be retained by
134	the department to be used for capital improvements to the
135	fairgrounds or in its annual operating budget subject to
136	appropriation by the Legislature and shall be deposited in the
137	special fund referenced in subsection (8) of this section. The
138	department shall not enter into any such agreement with any vendor
139	whose products are illegal for participation in or use by persons
140	eighteen (18) years of age and under.
141	(7) The Commissioner of Agriculture and Commerce is
142	authorized to form and establish a private foundation or nonprofit
143	corporation to receive and disburse * * * private funds * * * for
144	the purpose of supporting the fairgrounds through fundraising
145	efforts and the acceptance of donations for the benefit of the
146	<u>fairgrounds</u> . The funds shall be disbursed in accordance with <u>the</u>
147	guidelines described in this section, and the foundation or
148	nonprofit corporation shall be subject to the reporting
149	requirements described in subsection (10) of this section. All

new construction, improvements to existing buildings, grounds

funds shall remain with the foundation until disbursement and

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151	shall not be transferred to the State General Fund. No public
152	funds shall be deposited into the account of the private
153	foundation or nonprofit corporation established by the department
154	for the benefit of the State Fairgrounds, nor shall the
155	Legislature appropriate any State General Fund or Special Fund
156	monies to the foundation or nonprofit corporation for such
157	purposes. All monies received by the foundation shall be
158	maintained separately from funds allocated to the department for
159	operating and administrative costs associated with the State
160	Fairgrounds as defined in subsection (3) of this section. In
161	addition to the reporting of information to be included in the
162	annual legislative report of the department, the private
163	foundation or nonprofit corporation shall be subject to annual

the authority to enter into a lease or right-of-way with a third party covering any land or buildings on the State Fairgrounds <u>as</u> defined in subsection (3) of this section, and any funds generated from such lease or right-of-way shall remain in a special fund managed by the department for the benefit of the State Fairgrounds. All monies in the special fund <u>shall be subject to appropriation by the Legislature and may be used for capital improvements to the State Fairgrounds as defined in subsection (3)</u>

of this section, or in the department's annual operating budget

financial audits by the State Auditor and by auditors of donors in

the same manner as required for state agencies.

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176	for	operating	and	administrative	costs	associated	with	the	State

- 177 Fairgrounds. Any unexpended funds remaining in the special fund
- 178 shall not lapse into the State General Fund, and any interest
- 179 earned or investment earnings on amounts in the fund shall be
- 180 deposited in the fund.
- 181 (9) The Department of Agriculture and Commerce is hereby
- authorized, with the advice of the Mississippi Fair Advisory
- 183 Council, to adopt such rules and regulations as may be necessary
- 184 or desirable to carry out, execute or implement the provisions of
- 185 this article.
- 186 (10) The Department of Agriculture and Commerce shall report
- 187 by January 1 of each year a detailed financial statement of all
- 188 monies received and expended under subsection (6) and subsection
- 189 (7) of this section to the Lieutenant Governor, the Speaker of the
- 190 House of Representatives and the Chairman of the Senate
- 191 Agriculture Committee and the Chairman of the House of
- 192 Representatives Agriculture Committee and the Chairs of the
- 193 Appropriations Committees of the House and Senate.
- 194 **SECTION 3.** This act shall take effect and be in force from
- 195 and after July 1, 2024.