MISSISSIPPI LEGISLATURE

By: Senator(s) Hopson, Butler To: Appropriations

SENATE BILL NO. 2848 (As Sent to Governor)

1 AN ACT TO AMEND SECTION 27-104-323, MISSISSIPPI CODE OF 1972, 2 TO DIRECT THE STATE FISCAL OFFICER TO TRANSFER TO THE CORONAVIRUS 3 STATE FISCAL RECOVERY FUND THE FULL AMOUNT OF ANY INTEREST EARNED 4 ON AMOUNTS IN THE CORONAVIRUS LOCAL FISCAL RECOVERY FUND THAT ARE 5 REMAINING IN THE LOCAL FUND ON JULY 1, 2024; TO PROVIDE THAT ANY 6 INTEREST EARNED ON AMOUNTS IN THE CORONAVIRUS LOCAL FISCAL 7 RECOVERY FUND AFTER JULY 1, 2024, SHALL BE DEPOSITED TO THE CREDIT OF THE CORONAVIRUS STATE FISCAL RECOVERY FUND; TO AUTHORIZE THE 8 9 STATE FISCAL OFFICER TO TRANSFER TO THE FEDERAL GOVERNMENT ANY 10 FUNDS IN THE CORONAVIRUS LOCAL FISCAL RECOVERY FUND THAT HAVE NOT 11 BEEN USED FOR THE PURPOSE FOR WHICH THEY WERE RECEIVED; TO AMEND 12 SECTION 37-106-64, MISSISSIPPI CODE OF 1972, TO REVISE ELIGIBILITY 13 FOR THE SKILLED NURSING HOME AND HOSPITAL NURSES RETENTION LOAN REPAYMENT PROGRAM; TO AMEND SECTION 41-3-16.1, MISSISSIPPI CODE OF 14 15 1972, TO DIRECT THE DEPARTMENT OF HEALTH'S DISTRIBUTION OF FUNDS 16 APPROPRIATED TO THE ARPA RURAL WATER ASSOCIATIONS INFRASTRUCTURE 17 GRANT PROGRAM; TO REQUIRE THE STATE FISCAL OFFICER TO TRANSFER 18 CERTAIN FUNDS; TO CREATE THE "ARPA-MDOT MAINTENANCE PROJECT FUND" 19 AS A SPECIAL FUND WITHIN THE STATE TREASURY; TO DIRECT THE STATE 20 TREASURER, IN CONJUNCTION WITH THE STATE FISCAL OFFICER, TO 21 TRANSFER CERTAIN FUNDS TO THE CORONAVIRUS STATE FISCAL RECOVERY 22 FUND; TO DIRECT THE STATE TREASURER, IN CONJUNCTION WITH THE STATE FISCAL OFFICER, TO TRANSFER CERTAIN FUNDS TO THE CORONAVIRUS STATE 23 24 FISCAL RECOVERY LOST REVENUE FUND; AND FOR RELATED PURPOSES.

25 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

SECTION 1. Section 27-104-323, Mississippi Code of 1972, is 26

27 amended as follows:

28 27-104-323. (1) All funds received by or on behalf of the 29 State of Mississippi through the Coronavirus Local Fiscal Recovery S. B. No. 2848 G1/2 24/SS26/R375SG

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30 Fund in Section 9901 of the American Rescue Plan Act of 2021 31 (Public Law No. 117-2) for distribution to nonentitlement units of 32 local government shall be deposited into the Coronavirus Local 33 Fiscal Recovery Fund created in subsection (2) of this section.

34 (2)There is created in the State Treasury a special fund to 35 be designated as the "Coronavirus Local Fiscal Recovery Fund" to 36 be administered by the Department of Finance and Administration. 37 The special fund shall consist of funds required to be deposited 38 into the special fund by subsection (1) of this section, funds appropriated or otherwise made available by the Legislature in any 39 40 manner, and funds from any other source designated for deposit into the special fund. The Department of Finance and 41 Administration shall distribute the funds to the nonentitlement 42 43 units of local government in accordance with the Coronavirus Local Fiscal Recovery Fund in Section 9901 of the American Rescue Plan 44 45 Act of 2021 (Public Law No. 117-2) and any applicable federal 46 quidelines. Such funds shall only be used as provided in the Coronavirus Local Fiscal Recovery Fund in Section 9901 of the 47 48 American Rescue Plan Act of 2021 (Public Law No. 117-2) or as 49 authorized by federal rule or regulation or guidelines.

(3) Unexpended amounts remaining in the special fund at the
end of a fiscal year shall not lapse into the State General Fund
but shall remain in the Coronavirus Local Fiscal Recovery Fund.
<u>The State Fiscal Officer shall transfer to the Coronavirus State</u>
<u>Fiscal Recovery Fund the full amount of any investment earnings or</u>

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55 interest earned on amounts in the Coronavirus Local Fiscal

56 Recovery Fund that are remaining in the Coronavirus Local Fiscal

57 <u>Recovery Fund on July 1, 2024</u>. Any investment earnings or

58 interest earned on amounts in the **\* \* \*** Coronavirus Local Fiscal

59 Recovery Fund after July 1, 2024, shall be deposited to the credit

60 of the \* \* \* Coronavirus State Fiscal Recovery Fund created in

61 <u>Section 27-104-321</u>.

62 <u>(4) The State Fiscal Officer is authorized, in his or her</u> 63 <u>discretion, to transfer to the federal government any funds in the</u> 64 <u>Coronavirus Local Fiscal Recovery Fund that have not been used for</u> 65 <u>the purpose for which they were received.</u>

66 SECTION 2. Section 37-106-64, Mississippi Code of 1972, is 67 amended as follows:

37-106-64. (1) There is established the "Skilled Nursing
Home and Hospital Nurses Retention Loan Repayment Program"
for \* \* \* nursing graduates to be administered by the Mississippi
Postsecondary Education Financial Assistance Board.

(2) Subject to the availability of funds, an eligibleapplicant for an initial award must have:

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(a) Legal residency in the State of Mississippi;

(b) Gained employment \* \* \* as a full-time licensed practical nurse or licensed registered nurse at a skilled nursing home in the State of Mississippi or a general acute care hospital in the State of Mississippi that is licensed by the Mississippi State Department of Health;

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80 (c) A current relevant Mississippi professional81 license; and

(d) Outstanding qualifying educational loans, received
at any point during the recipients postsecondary education career,
which may include the principal, interest and related expenses
such as the required interest premium on the unpaid balances of
government and commercial loans obtained by the recipient for
educational expense.

88 (3) Persons who have received funds from state-forgivable 89 loan programs established under Mississippi law, or who are in 90 default or delinquent on any federal, state, local or commercial 91 qualifying educational loan, shall not be eligible for this 92 program.

93 Recipients in the program shall be selected on a (4)94 first-come, first-served basis from all eligible applicants. The 95 Mississippi Postsecondary Education Financial Assistance Board 96 shall renew eligible applicants approved in prior years only if the renewal applicant continues to meet the standards set forth in 97 98 this act, and the renewal applicant has not received full funding 99 provided by this subsection (4).

100 (5) Awards for recipients who are employed at a skilled 101 nursing home or a licensed general acute care hospital in the 102 state may be a maximum of Six Thousand Dollars (\$6,000.00) for 103 each year of employment up to three (3) years.

104 (6) A recipient shall not be penalized for ending employment
105 at a skilled nursing home or a licensed general acute care
106 hospital in the State of Mississippi if the recipient begins
107 working for another skilled nursing home or licensed general acute
108 care hospital in the State of Mississippi during the year on which
109 the award is based.

110 (7) Awards shall be granted on a year-to-year basis, and 111 recipients have no obligation to seek a subsequent award.

(8) Awards shall be paid annually, after the expiration of the year of employment for which the award was granted, to the recipient's lender or loan service provider, to be applied to the outstanding balance. Monies paid by the recipient or on the recipient's behalf toward qualifying educational loans before payment of the award shall not be eligible for reimbursement through the program.

(9) During the employment year for which the award is granted, a recipient shall at all times keep the State Financial Aid Board informed of any changes to the recipient's current, correct and complete employment information and status.

(10) Recipients, who fail to maintain a relevant Mississippi professional license or fail to fulfill the year of employment on which the award was based, forfeit any right to the award.

(11) The Mississippi Postsecondary Education Financial
Assistance Board, in collaboration with the State Board of Nursing
and any other applicable state agency as determined by the

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129 Mississippi Postsecondary Education Financial Assistance Board, 130 shall attempt to track award recipients under this program through 131 their third employment year, unless the recipient leaves 132 employment at a skilled nursing home or a licensed general acute 133 care hospital in the state at an earlier date. Data collected 134 shall include each recipients' place of employment and any other pertinent information necessary to determine the efficacy of the 135 136 program in retaining nurses in skilled nursing homes or licensed 137 general acute care hospitals in the State of Mississippi.

138 (12) The Mississippi Postsecondary Education Financial 139 Assistance Board shall promulgate regulations necessary for the 140 proper administration of this section, including setting a fiscal 141 year policy for the program and application dates and deadlines.

142 (13) This section shall stand repealed on July 1, 2027.
143 SECTION 3. Section 41-3-16.1, Mississippi Code of 1972, is
144 amended as follows:

145 41 - 3 - 16.1. (1) The State Department of Health (a) (department) shall establish a grant program to be known as the 146 147 ARPA Rural Water Associations Infrastructure Grant Program 148 (program) to assist rural water associations and entities in the 149 construction of eligible drinking water infrastructure projects as 150 provided in the Final Rule for the Coronavirus State and Local Fiscal Recovery Funds as established by the federal American 151 152 Rescue Plan Act (ARPA).

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153 (b) Rural water associations and any entity that 154 received funding under the ARPA Rural Water Associations 155 Infrastructure Grant Program or the Mississippi Municipality and 156 County Water Infrastructure (MCWI) Grant Program before April 14, 157 2023, shall be ineligible for additional grants under this 158 section.

159 The program shall be funded from appropriations by the (2)160 Legislature to the department from the Coronavirus State Fiscal 161 Recovery Fund, and the department shall expend all such funds for the purposes provided in subsection (1) of this section. 162

163 (3) The department shall obligate the funds by the deadline 164 set by the rules and quidelines of the United States Department of 165 the Treasury and will adhere to the Treasury's rules and 166 quidelines for reporting and monitoring projects funded through 167 ARPA.

168 (4) (a) The department shall develop a system for use in 169 ranking the grant applications received. The ranking system shall 170 include the following factors, at a minimum: (a) the 171 environmental impact of the proposed project; (b) the proposed 172 project's ability to address noncompliance with state/federal 173 requirements; (c) the extent to which the project promotes 174 economic development; (d) the number of people served by the project (both new and existing users); (e) impacts of the proposed 175 176 project on disadvantaged/overburdened communities; (f) the grant applicant's prior efforts to secure funding to address the 177

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178 proposed project's objectives; (q) the grant applicant's proposed 179 contribution of other funds or in-kind cost-sharing to the 180 proposed project; (h) the grant applicant's long-term plans for the financial and physical operation and maintenance of the 181 182 project; and (i) the grant applicant's capacity to initiate 183 construction in a timely manner and complete the proposed project 184 by the deadline specified by rules and quidelines of the United States Department of the Treasury for ARPA funds. 185

(b) For the second round of grant awards, the department shall apply a greater weight to grant applications that promote consolidation of separate systems. In order to receive the additional weight, the systems that will consolidate shall be in a proximity of each other as determined by the department.

(c) In addition to the points awarded under paragraph (b) of this subsection, an additional ten (10) points shall be added to any application with at least one (1) system that has consolidated after January 1, 2018, and before application to this program and is otherwise eligible under this section.

(5) An application for a grant under this section shall be
submitted at such time, be in such form, and contain such
information as the department prescribes.

(6) (a) Upon the approval of an application for a grant
under this section, the department shall enter into a project
grant agreement with each grantee to establish the terms of the
grant for the project, including the amount of the grant.

S. B. No. 2848 **~ OFFICIAL ~** 24/SS26/R375SG PAGE 8 (b) (i) For the first award of grants, the maximum amount of funds that may be provided to any rural water association or entity from all grants under the program is Two Million Five Hundred Thousand Dollars (\$2,500,000.00).

(ii) For the second round of grant awards, the maximum amount of funds that may be provided to any eligible association or entity from all grants under the program is Two Million Dollars (\$2,000,000.00).

(c) Associations or entities that received funding under the first round of grant awards for this program or received funding in the Mississippi Municipality and County Water Infrastructure Grant Program Act of 2022 are ineligible to receive funding under the second round.

216 With any funds appropriated to the department for the (7)217 program after April 1, 2024, the department shall distribute the 218 funds to projects from the second round of grant awards in the 219 order in which the applications were ranked for grants as long as 220 the department determines that the project can obligate the funds 221 by October 1, 2024, and expend the funds by December 31, 2026. 222 Where the department determines that a project cannot obligate or 223 expend the funds by the required dates, the department shall not 224 fund the project, and it shall continue from the second round of 225 grant awards in the order in which the applications were ranked 226 for grants.

S. B. No. 2848 24/SS26/R375SG PAGE 9 (\* \* \*<u>8</u>) The department shall have all powers necessary to implement and administer the program. Of the funds appropriated to the department for the program, not more than five percent (5%) may be used by the department to cover the department's costs of administering the program.

(\*\*\*<u>9</u>) In carrying out its responsibilities under the program, for any contract under the purview of the Public Procurement Review Board (PPRB), the department shall be exempt from any requirement that the PPRB approve any personal or professional services contracts or pre-approve any solicitation of such contracts. This subsection shall stand repealed on July 1, 238 2026.

(\* \* \*<u>10</u>) The department shall submit an annual report regarding the program no later than December 31 of each year to the Lieutenant Governor, the Speaker of the House, and the Chairmen of the Senate and House Appropriations Committees.

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(a) Any entity operating as a rural water association,
regardless of whether such entities were user created, were
initially organized not for profit, or have been granted
tax-exempt status under state or federal law.

( \* \* \*11) For the purposes of this section, "entity" means:

248 (b) Any nonprofit water or sewer provider not owned by 249 the municipality or county and are not a Rural Water Association.

(c) Any entity eligible under this program shall becurrently operating as a not-for-profit entity.

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(d) "Entity" under this subsection does not include any state agency. No state agency shall be eligible under this program.

255 SECTION 4. (1) The Legislature, based upon current United 256 States Treasury guidance, has determined that all Coronavirus 257 State Fiscal Recovery Funds must be obligated by December 31, 258 2024, and expended by December 31, 2026.

(2) (a) In order to meet the obligation deadline set forth
by the United States Treasury, the State Fiscal Officer shall
determine the amount of Coronavirus State Fiscal Recovery Funds
appropriated to various agencies that will not be obligated as of
October 1, 2024.

(b) In making the determination required by this
section, the State Fiscal Officer shall use the guidance released
by the United States Treasury to determine if the Coronavirus
State Fiscal Recovery Funds are not obligated.

(3) If at any time during the period from passage of this
act to October 1, 2024, a state agency determines that Coronavirus
State Fiscal Recovery Funds will not be obligated by October 1,
2024, the state agency shall notify the State Fiscal Officer.

(4) If at any time the State Fiscal Officer determines that
funds will be unobligated as of October 1, 2024, under subsection
(2) or (3) of this section, the State Treasurer, in coordination
with the State Fiscal Officer, shall transfer these funds to the
Coronavirus State Fiscal Recovery Fund (Fund No. 682111300) by no

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277 later than October 5, 2024. The State Fiscal Officer may retain 278 an amount not to exceed the lesser of the estimated cost of ARPA 279 administration or Twenty-five Million Dollars (\$25,000,000.00) in 280 the Coronavirus State Fiscal Recovery Fund to be utilized for 281 administrative and reporting costs. No later than October 6, 282 2024, the State Treasurer, in conjunction with the State Fiscal 283 Officer, shall transfer the funds to the ARPA-MDOT Maintenance 284 Project Fund.

285 SECTION 5. There is created in the State Treasury a special fund to be designated as the "ARPA-MDOT Maintenance Project Fund," 286 287 which shall consist of funds made available by the Legislature in 288 any manner and funds from any other source designated for deposit 289 into such fund. The fund shall be maintained by the State 290 Treasurer as a separate and special fund, separate and apart from the General Fund of the state. Unexpended amounts remaining in 291 292 the fund at the end of a fiscal year shall not lapse into the 293 State General Fund, and any investment earnings or interest earned 294 on amounts in the fund shall be deposited to the credit of the 295 fund. Monies in the fund shall be used by the Department of 296 Transportation for eligible Surface Transportation maintenance 297 projects included in the Maintenance Program of the Three-Year 298 Plan as adopted by, amended by, or reissued by the Mississippi 299 Transportation Commission under the authority of Section 65-1-141. 300 The Department of Transportation may escalate its budget upon receiving Coronavirus State Fiscal Recovery Funds and expend such 301

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S. B. No. 2848 24/SS26/R375SG PAGE 12 302 funds in accordance with rules and regulations of the Department 303 of Finance and Administration in a manner consistent with the 304 escalation of federal funds.

305 The Department of Transportation shall determine if a project 306 is eligible based upon Section 602 of the federal Social Security 307 Act as added by Section 9901 of the federal American Rescue Plan 308 Act of 2021 (ARPA) and its implementing guidelines, guidance, 309 rules, regulations and/or other criteria, as may be amended or 310 supplemented from time to time, by the United States Department of the Treasury, including, but not limited to, Federal Register 311 Volume 88, Issue 181, September 20, 2023, which allows for Surface 312 313 Transportation projects.

314 SECTION 6. Upon the effective date of this act, the State 315 Treasurer, in conjunction with the State Fiscal Officer, shall 316 transfer to the Coronavirus State Fiscal Recovery Fund (Fund No. 317 6821113000) from the following named funds the following sums:

318 FUND FUND NUMBER AMOUNT

319 Mississippi Municipal

320 and County Water

 321
 Infrastructure Fund
 6822147000.....\$ 25,265,726.00

 322
 ARPA- Tourism Fund
 6822113300.....\$ 861,050.00

323 Mississippi Hospital

324 Sustainability

325 Grant Program Fund 6822130500.....\$ 39,460,629.00
326 MH SB Corona State Fiscal

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6822437100....\$ 29,384,500.00 327 Rec Funds ARPA Fund 328 MH CO Corona State Fiscal 6822337100....\$ 18,057,096.00 329 Rec Funds ARPA Fund 330 Mississippi Law Enforcement 331 and Fire Fighters 6822171100....\$ 3,316,000.00 332 Premium Pay Fund 333 Trial Judges-ARPA 2021-334 6822105100....\$ 1,500,000.00 (CPS) Fund 335 Trial Judges-ARPA 2021-336 Temporary Courts Fund 6822105200.....\$ 3,063,505.00 337 TOTAL.....\$120,908,506.00 338 SECTION 7. Upon the effective date of this act, the State 339 Treasurer, in conjunction with the State Fiscal Officer, shall 340 transfer the sum of Fifty-four Million One Hundred Thousand 341 Dollars (\$54,100,000.00) from the Coronavirus State Fiscal 342 Recovery Fund (Fund No. 6821113000) to the Coronavirus State 343 Fiscal Recovery Lost Revenue Fund (Fund No. 3822113000). 344 SECTION 8. This act shall take effect and be in force from 345 and after its passage.