To: Accountability, Efficiency, Transparency

HOUSE BILL NO. 1460

AN ACT TO AMEND SECTION 57-1-18, MISSISSIPPI CODE OF 1972, TO INCREASE FROM TWO HUNDRED FIFTY THOUSAND DOLLARS TO ONE MILLION DOLLARS THE MAXIMUM GRANT AMOUNT THAT MAY BE AWARDED, TO CERTAIN MUNICIPALITIES AND COUNTIES, FROM THE SMALL MUNICIPALITIES AND LIMITED POPULATION COUNTIES FUND; AND FOR RELATED PURPOSES.

- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 7 **SECTION 1.** Section 57-1-18, Mississippi Code of 1972, is
- 8 amended as follows:
- 9 57-1-18. (1) For the purposes of this section, the
- 10 following terms shall have the meanings ascribed in this section
- 11 unless the context clearly indicates otherwise:
- 12 (a) "Limited population county" means a county in the
- 13 State of Mississippi with a population of thirty thousand (30,000)
- 14 or less according to the most recent federal decennial census at
- 15 the time the county submits its application to the MDA under this
- 16 section.
- 17 (b) "MDA" means the Mississippi Development Authority.
- 18 (c) "Project" means highways, streets and other

19 roadways, bridges, sidewalks, utilities, airfields, airports,

- 20 acquisition of equipment, acquisition of real property,
- 21 development of real property, improvements to real property, and
- 22 any other project approved by the MDA.
- 23 (d) "Small municipality" means a municipality in the
- 24 State of Mississippi with a population of ten thousand (10,000) or
- 25 less according to the most recent federal decennial census at the
- 26 time the municipality submits its application to the MDA under
- 27 this section. The term "small municipality" also includes a
- 28 municipal historical hamlet as defined in Section 17-27-5.
- 29 (2) (a) There is hereby created in the State Treasury a
- 30 special fund to be designated as the "Small Municipalities and
- 31 Limited Population Counties Fund," which shall consist of funds
- 32 appropriated or otherwise made available by the Legislature in any
- 33 manner and funds from any other source designated for deposit into
- 34 such fund. Unexpended amounts remaining in the fund at the end of
- 35 a fiscal year shall not lapse into the State General Fund, and any
- 36 investment earnings or interest earned on amounts in the fund
- 37 shall be deposited to the credit of the fund. Monies in the fund
- 38 shall be used to make grants to small municipalities and limited
- 39 population counties or natural gas districts created by law and
- 40 contained therein to assist in completing projects under this
- 41 section.
- 42 (b) Monies in the fund which are derived from proceeds
- 43 of bonds issued under Sections 1 through 16 of Chapter 538, Laws
- 44 of 2002, Sections 1 through 16 of Chapter 508, Laws of 2003,

- 45 Sections 55 through 70 of Chapter 1, Laws of 2004 Third
- 46 Extraordinary Session, Sections 1 through 16 of Chapter 482, Laws
- 47 of 2006, Section 15 of Chapter 580, Laws of 2007, Section 1 of
- 48 Chapter 503, Laws of 2008, Section 42 of Chapter 557, Laws of
- 49 2009, Section 38 of Chapter 533, Laws of 2010, Section 41 of
- 50 Chapter 480, Laws of 2011, Section 30 of Chapter 569, Laws of
- 51 2013, Section 4 of Chapter 530, Laws of 2014, Section 11 of
- 52 Chapter 472, Laws of 2015, Section 19 of Chapter 511, Laws of
- 53 2016, Section 5 of Chapter 452, Laws of 2018, Section 19 of
- 54 Chapter 454, Laws of 2019, or Section 11 of Chapter 492, Laws of
- 55 2020, may be used to reimburse reasonable actual and necessary
- 56 costs incurred by the MDA for the administration of the various
- 57 grant, loan and financial incentive programs administered by the
- 58 MDA. An accounting of actual costs incurred for which
- 59 reimbursement is sought shall be maintained by the MDA.
- 60 Reimbursement of reasonable actual and necessary costs shall not
- 61 exceed three percent (3%) of the proceeds of bonds issued.
- 62 Reimbursements under this subsection shall satisfy any applicable
- 63 federal tax law requirements.
- 64 (3) The MDA shall establish a grant program to make grants
- 65 to small municipalities and limited population counties from the
- 66 Small Municipalities and Limited Population Counties Fund. Grants
- 67 made under this section to a small municipality or a limited
- 68 population county shall not exceed * * * One Million Dollars
- 69 (\$1,000,000.00) during any grant period established by the MDA. A

- 70 small municipality or limited population county may apply to the
- 71 MDA for a grant under this section in the manner provided for in
- 72 this section.
- 73 (4) A small municipality or limited population county
- 74 desiring assistance under this section must submit an application
- 75 to the MDA. The application must include a description of the
- 76 project for which assistance is requested, the cost of the project
- 77 for which assistance is requested, the amount of assistance
- 78 requested and any other information required by the MDA.
- 79 (5) The MDA shall have all powers necessary to implement and
- 80 administer the program established under this section, and the
- 81 department shall promulgate rules and regulations, in accordance
- 82 with the Mississippi Administrative Procedures Law, necessary for
- 83 the implementation of this section.
- 84 (6) The MDA shall file an annual report with the Governor,
- 85 the Secretary of the Senate and the Clerk of the House of
- 86 Representatives not later than December 1 of each year, describing
- 87 all assistance provided under this section.
- 88 **SECTION 2.** This act shall take effect and be in force from
- 89 and after July 1, 2025.