To: Education

By: Representative McCarty

HOUSE BILL NO. 1562

AN ACT TO BRING FORWARD SECTIONS 37-61-33 AND 31-7-9, MISSISSIPPI CODE OF 1972, WHICH RELATE TO EDUCATION ENHANCEMENT FUND PROCUREMENT CARDS, FOR PURPOSES OF POSSIBLE AMENDMENTS; AND FOR RELATED PURPOSES.

- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 6 **SECTION 1.** Section 37-61-33, Mississippi Code of 1972, is
- 7 brought forward as follows:
- 8 37-61-33. (1) There is created within the State Treasury a
- 9 special fund to be designated the "Education Enhancement Fund"
- 10 into which shall be deposited all the revenues collected pursuant
- 11 to Sections 27-65-75(5), (7) and (8) and 27-67-31(a) and (b).
- 12 (2) Of the amount deposited into the Education Enhancement
- 13 Fund, Sixteen Million Dollars (\$16,000,000.00) shall be
- 14 appropriated each fiscal year to the State Department of Education
- 15 to be distributed to all school districts. Such money shall be
- 16 distributed to all school districts in the proportion that the net
- 17 enrollment of each school district bears to the net enrollment of
- 18 all school districts within the state for the following purposes:

- 19 (a) Purchasing, erecting, repairing, equipping,
- 20 remodeling and enlarging school buildings and related facilities,
- 21 including gymnasiums, auditoriums, lunchrooms, vocational training
- 22 buildings, libraries, teachers' homes, school barns,
- 23 transportation vehicles (which shall include new and used
- 24 transportation vehicles) and garages for transportation vehicles,
- 25 and purchasing land therefor;
- 26 (b) Establishing and equipping school athletic fields
- 27 and necessary facilities connected therewith, and purchasing land
- 28 therefor;
- 29 (c) Providing necessary water, light, heating,
- 30 air-conditioning and sewerage facilities for school buildings, and
- 31 purchasing land therefor;
- 32 (d) As a pledge to pay all or a portion of the debt
- 33 service on debt issued by the school district under Sections
- 34 37-59-1 through 37-59-45, 37-59-101 through 37-59-115, 37-7-351
- 35 through 37-7-359, 37-41-89 through 37-41-99, 37-7-301, 37-7-302
- 36 and 37-41-81, or debt issued by boards of supervisors for
- 37 agricultural high schools pursuant to Section 37-27-65, if such
- 38 pledge is accomplished pursuant to a written contract or
- 39 resolution approved and spread upon the minutes of an official
- 40 meeting of the district's school board or board of supervisors.
- 41 The annual grant to such district in any subsequent year during
- 42 the term of the resolution or contract shall not be reduced below
- 43 an amount equal to the district's grant amount for the year in

- 44 which the contract or resolution was adopted. The intent of this
- 45 provision is to allow school districts to irrevocably pledge a
- 46 certain, constant stream of revenue as security for long-term
- 47 obligations issued under the code sections enumerated in this
- 48 paragraph or as otherwise allowed by law. It is the intent of the
- 49 Legislature that the provisions of this paragraph shall be
- 50 cumulative and supplemental to any existing funding programs or
- 51 other authority conferred upon school districts or school boards.
- 52 Debt of a district secured by a pledge of sales tax revenue
- 53 pursuant to this paragraph shall not be subject to any debt
- 54 limitation contained in the foregoing enumerated code sections;
- 55 and
- (e) Any other purpose for which the total funding
- 57 formula funds as determined by Sections 37-151-200 through
- 58 37-151-215 are not sufficient.
- 59 (3) The remainder of the money deposited into the Education
- 60 Enhancement Fund shall be appropriated as follows:
- 61 (a) To the State Department of Education as follows:
- 62 (i) Sixteen and sixty-one one-hundredths percent
- 63 (16.61%) to the cost of the total funding formula determined under
- 64 Sections 37-151-200 through 37-151-215; of the funds generated by
- 65 the percentage set forth in this section for the support of the
- 66 adequate education program, one and one hundred seventy-eight
- one-thousandths percent (1.178%) of the funds shall be
- 68 appropriated to be used by the State Department of Education for

- 69 the purchase of textbooks to be loaned under Sections 37-43-1
- 70 through 37-43-59 to approved nonpublic schools, as described in
- 71 Section 37-43-1. The funds to be distributed to each nonpublic
- 72 school shall be in the proportion that the average daily
- 73 attendance of each nonpublic school bears to the total average
- 74 daily attendance of all nonpublic schools;
- 75 (ii) Seven and ninety-seven one-hundredths percent
- 76 (7.97%) to assist the funding of transportation operations and
- 77 maintenance pursuant to Section 37-19-23; and
- 78 (iii) Nine and sixty-one one-hundredths percent
- 79 (9.61%) for classroom supplies, instructional materials and
- 80 equipment, including computers and computer software, to be
- 81 distributed to all eligible teachers within the state through the
- 82 use of procurement cards or a digital solution capable of
- 83 tracking, paying and reporting purchases. Classroom supply funds
- 84 shall not be expended for administrative purposes. On a date to
- 85 be determined by the State Department of Education, but not later
- 86 than July 1 of each year, local school districts shall determine
- 87 and submit to the State Department of Education the number of
- 88 teachers eligible to receive an allocation for the current year.
- 89 For purposes of this subparagraph, "teacher" means any employee of
- 90 the school board of a school district, or the Mississippi School
- 91 for the Arts, the Mississippi School for Math and Science, the
- 92 Mississippi School for the Blind, the Mississippi School for the
- 93 Deaf or public charter school, who is required by law to obtain a

94	teacher's license from the State Department of Education and who
95	is assigned to an instructional area of work as defined by the
96	department, and shall include any full- or part-time gifted or
97	special education teacher. It is the intent of the Legislature
98	that all classroom teachers shall utilize these funds in a manner
99	that addresses individual classroom needs and supports the overall
100	goals of the school regarding supplies, instructional materials,
101	equipment, computers or computer software under the provisions of
102	this subparagraph, including the type, quantity and quality of
103	such supplies, materials and equipment. Classroom supply funds
104	allocated under this subparagraph shall supplement, not replace,
105	other local and state funds available for the same purposes. The
106	State Board of Education shall develop and promulgate rules and
107	regulations for the administration of this subparagraph consistent
108	with the above criteria, with particular emphasis on allowing the
109	individual teachers to expend funds as they deem appropriate. The
110	local school board shall require each school to issue credentials
111	for a digital solution selected by or procurement cards provided
112	by the Department of Finance and Administration under the
113	provisions of Section 31-7-9(1)(c) for the use of teachers and
114	necessary support personnel in making instructional supply fund
115	expenditures under this section, consistent with the regulations
116	of the Mississippi Department of Finance and Administration
117	pursuant to Section 31-7-9. Such credentials or procurement cards
118	shall be provided by the State Department of Education to local

119	school districts on a date determined by the State Department of
120	Education, but not later than August 1 of each year. Local school
121	districts shall issue such credentials or procurement cards to
122	classroom teachers at the beginning of the school year, but no
123	later than August 1 of each year, and shall be issued in equal
124	amounts per teacher determined by the total number of qualifying
125	personnel and the current state appropriation for classroom
126	supplies with the Education Enhancement Fund. After initial cards
127	are issued under the timeline prescribed by this section, the
128	State Department of Education may issue cards to districts for any
129	classroom teacher hired after July 1 under a timeline prescribed
130	by the State Department of Education. Such credentials or cards
131	will expire on a predetermined date at the end of each school
132	year, but not before April 1 of each year;

- 133 Twenty-two and nine one-hundredths percent (22.09%) 134 to the Board of Trustees of State Institutions of Higher Learning 135 for the purpose of supporting institutions of higher learning; and
- 136 Fourteen and forty-one one-hundredths percent (C) 137 (14.41%) to the Mississippi Community College Board for the purpose of providing support to community and junior colleges. 138
 - The amount remaining in the Education Enhancement Fund after funds are distributed as provided in subsections (2) and (3) of this section shall be appropriated for other educational needs.
- 142 None of the funds appropriated pursuant to subsection (3) (a) of this section shall be used to reduce the state's General 143

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- 144 Fund appropriation for the categories listed in an amount below
- 145 the following amounts:
- 146 (a) For subsection (3)(a)(ii) of this section,
- 147 Thirty-six Million Seven Hundred Thousand Dollars
- 148 (\$36,700,000.00);
- 149 (b) For the aggregate of minimum program allotments in
- 150 the 1997 fiscal year, formerly provided for in Chapter 19, Title
- 151 37, Mississippi Code of 1972, as amended, excluding those funds
- 152 for transportation as provided for in paragraph (a) of this
- 153 subsection.
- 154 (6) Any funds appropriated from the Education Enhancement
- 155 Fund that are unexpended at the end of a fiscal year shall lapse
- 156 into the Education Enhancement Fund.
- 157 **SECTION 2.** Section 31-7-9, Mississippi Code of 1972, is
- 158 brought forward as follows:
- 159 31-7-9. (1) (a) The Office of Purchasing, Travel and Fleet
- 160 Management shall adopt purchasing regulations governing the
- 161 purchase by any agency of any commodity or commodities and
- 162 establishing standards and specifications for a commodity or
- 163 commodities and the maximum fair prices of a commodity or
- 164 commodities, subject to the approval of the Public Procurement
- 165 Review Board. It shall have the power to amend, add to or
- 166 eliminate purchasing regulations. The adoption of, amendment,
- 167 addition to or elimination of purchasing regulations shall be
- 168 based upon a determination by the Office of Purchasing, Travel and

169	Fleet Management with the approval of the Public Procurement
170	Review Board, that such action is reasonable and practicable and
171	advantageous to promote efficiency and economy in the purchase of
172	commodities by the agencies of the state. Upon the adoption of
173	any purchasing regulation, or an amendment, addition or
174	elimination therein, copies of same shall be furnished to the
175	State Auditor and to all agencies affected thereby. Thereafter,
176	and except as otherwise may be provided in subsection (2) of this
177	section, no agency of the state shall purchase any commodities
178	covered by existing purchasing regulations unless such commodities
179	be in conformity with the standards and specifications set forth
180	in the purchasing regulations and unless the price thereof does
181	not exceed the maximum fair price established by such purchasing
182	regulations. The Office of Purchasing, Travel and Fleet
183	Management shall furnish to any county or municipality or other
184	local public agency of the state requesting same, copies of
185	purchasing regulations adopted by the Office of Purchasing, Travel
186	and Fleet Management and any amendments, changes or eliminations
187	of same that may be made from time to time.

188 The Office of Purchasing, Travel and Fleet (b) 189 Management may adopt purchasing regulations governing the use of 190 credit cards, procurement cards and purchasing club membership cards to be used by state agencies, governing authorities of 191 192 counties and municipalities, school districts and the Chickasawhay Natural Gas District. Use of the cards shall be in strict 193

compliance with the regulations promulgated by the office. Any amounts due on the cards shall incur interest charges as set forth in Section 31-7-305 and shall not be considered debt.

197 Pursuant to the provision of Section 37-61-33(2), 198 the Office of Purchasing, Travel and Fleet Management of the 199 Department of Finance and Administration is authorized to issue 200 procurement cards or credentials for a digital solution to all 201 public school district classroom teachers, charter school 202 teachers, full- or part-time gifted or special education teachers 203 and other necessary direct support personnel at the beginning of 204 the school year, but no later than August 1 of each year, for the 205 purchase of instructional supplies using Educational Enhancement 206 The cards will be issued in equal amounts per teacher 207 determined by the total number of qualifying personnel and the 208 then current state appropriation for classroom instructional 209 supplies under the Education Enhancement Fund. All purchases 210 shall be in accordance with state law and teachers are responsible for verification of capital asset requirements when pooling monies 211 212 to purchase equipment. The cards will expire on a predetermined 213 date at the end of each school year, but not before April 1 of 214 each year. All unexpended amounts will be carried forward, to be 215 combined with the following year's instructional supply fund 216 allocation, and reallocated for the following year. The 217 Department of Finance and Administration is authorized to loan any start-up funds at the beginning of the school year to fund this 218

219	procurement system for instructional supplies with loan repayment
220	being made from sales tax receipts earmarked for the Education
221	Enhancement Fund

- In a sale of goods or services, the seller shall 222 223 not impose a surcharge on a buyer who uses a state-issued credit 224 card, procurement card, travel card, or fuel card. The Department 225 of Finance and Administration shall have exclusive jurisdiction to 226 enforce and adopt rules relating to this paragraph. Any rules 227 adopted under this paragraph shall be consistent with federal laws and regulations governing credit card transactions described by 228 229 this paragraph. This paragraph does not create a cause of action 230 against an individual for a violation of this paragraph.
 - shall adopt, subject to the approval of the Public Procurement Review Board, purchasing regulations governing the purchase of unmarked vehicles to be used by the Bureau of Narcotics and Department of Public Safety in official investigations pursuant to Section 25-1-87. Such regulations shall ensure that purchases of such vehicles shall be at a fair price and shall take into consideration the peculiar needs of the Bureau of Narcotics and Department of Public Safety in undercover operations.
 - (3) The Office of Purchasing, Travel and Fleet Management shall adopt, subject to the approval of the Public Procurement Review Board, regulations governing the certification process for certified purchasing offices, including the Mississippi Purchasing

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244	Certification Program, which shall be required of all purchasing
245	agents at state agencies. Such regulations shall require entities
246	desiring to be classified as certified purchasing offices to
247	submit applications and applicable documents on an annual basis,
248	and in the case of a state agency purchasing office, to have one
249	hundred percent (100%) participation and completion by purchasing
250	agents in the Mississippi Purchasing Certification Program, at
251	which time the Office of Purchasing, Travel and Fleet Management
252	may provide the governing entity with a certification valid for
253	one (1) year from the date of issuance. The Office of Purchasing,
254	Travel and Fleet Management shall set a fee in an amount that
255	recovers its costs to administer the Mississippi Purchasing
256	Certification Program, which shall be assessed to the
257	participating state agencies.

- 258 (4) The Office of Purchasing, Travel and Fleet Management 259 shall adopt purchasing regulations authorizing rural water 260 associations to purchase at the state contract price afforded to 261 agencies and governing authorities under this chapter.
- 262 **SECTION 3.** This act shall take effect and be in force from 263 and after July 1, 2025.