

By: Senator(s) Harden

To: Education;  
Appropriations

SENATE BILL NO. 2881

1 AN ACT TO AMEND SECTION 37-57-108, MISSISSIPPI CODE OF 1972,  
2 TO PROVIDE THAT THE BORROWING AUTHORITY OF SCHOOL DISTRICTS IN THE  
3 EVENT OF LOCAL REVENUE SHORTFALL ALSO APPLIES TO REDUCTIONS IN  
4 ANTICIPATED ALLOCATIONS IN MINIMUM EDUCATION PROGRAM ALLOTMENTS OR  
5 EDUCATION ENHANCEMENT FUNDS; AND FOR RELATED PURPOSES.

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

7 **SECTION 1.** Section 37-57-108, Mississippi Code of 1972, is  
8 amended as follows:

9 37-57-108. In the event that the amount of revenue collected  
10 or estimated to be collected from local sources, on behalf of a  
11 school district during a fiscal year, is less than the amount  
12 provided for in the duly adopted budget of said school district  
13 for the fiscal year, or in the event that the amount of state  
14 funds received for minimum education program allotments, education  
15 enhancement funds, or other funds appropriated by the Mississippi  
16 Legislature, are less than the school district's entitlement of  
17 the appropriated amount due to reductions in allocations, as  
18 certified by the State Department of Education, then the school  
19 district may issue promissory notes in an amount and in the manner  
20 set forth in Section 27-39-333, not to exceed the estimated  
21 shortfall of revenue from the respective state or local sources,  
22 but in no event to exceed twenty-five percent (25%) of its budget  
23 anticipated to be funded from the respective sources of the  
24 shortfall for the fiscal year. A school district issuing notes  
25 under the provisions of this section shall not be required to  
26 publish notice of its intention to do so or to secure the consent  
27 of the qualified electors or the tax levying authority of such  
28 school district.



29           **SECTION 2.** This act shall take effect and be in force from  
30 and after its passage.

