MISSISSIPPI ASSOCIATION OF SUPERVISORS

Weekly Legislative Update 2018 Regular Legislative Session January, 12, 2018

MS HOUSE OF REPRESENTATIVES PASSES HISTORIC

REVENUE MEASURE FOR LOCAL GOVERNMENT INFRASTRUCTURE FUNDING 118 TO 0

On Thursday January 11, 2018, the House Chamber passed <u>House Bill 722</u> by a vote of 118 to 0. This bill is designed to divert 35% of the state's use tax into a fund to support municipal and county local infrastructure. Counties would receive 15% of the new revenue and it would be distributed based on the State Aid Formula. Municipalities would receive the other 15% and it would be distributed based on their current sales tax diversion formula. In addition, this measure would also provide 5% of this new revenue to the Mississippi Development Authority (MDA) for grant programs where local governments could apply for road and bridge funding up to \$1.5 million per project.

NOTE: This bill would set a new historic precedent for Mississippi county revenue, because counties has never directly received any form of a use tax. This new funding stream would be residual on an annual basis. Last year, the state's use tax brought in \$310 million. House Bill 722 will now head to the Senate for consideration. PLEASE CONTACT YOUR SENATORS AND REQUEST SUPPORT FOR HOUSE BILL 722.

Reverse Auction House Bill 796

Prior to the legislative session, the Mississippi Association of Supervisors devoted a significant amount of time updating and educating on the mandated reverse auction law. It is very clear that there are mix emotions regarding this law. There are supervisors that are concerned about unintentional noncompliance and unintentional audit violations, and there are supervisors that see benefits in savings.

With the previous being stated, for those supervisors that would like to see the reverse auction discretionary and not mandated, we encourage them to contact their House of Representative members and ask them to support the passage of <u>House Bill 796</u>. House Bill 796 is authored by Representative Roun McNeal who is also the Vice-Chairman of County Affairs.

<u>This bill makes reverse auction discretionary and it is single referred to the House</u> <u>Accountability, Efficiency, and Transparency Committee.</u> The chairman of this committee is Representative Jerry Turner.

EDUCATION REFORM

On Wednesday January 10, 2018, a special committee meeting was called to evaluate some of the proposals brought forward as it relates to the state's education system. Rebecca Sibilia, CEO of EbBuild *(a consultancy firm hired last year to study Mississippi's education system)* has voiced concerns over Speaker of the House Philip Gunn's recommendation to maintain the 27% Rule. The 27% Rule ensures that local school districts are only responsible for 27% of the cost of public education, while the state picks up the other 73%. Sibilia opposes maintaining the 27% Rule because she believes wealthy school districts are in a position to contribute more than 27%.

NOTE: Please talk to your local legislative delegation about keeping the 27% Rule. In addition, please also request that 55 mill cap limit for funding local school districts remain intact.



The House and Senate will reconvene Monday, January 15 at 4:00 p.m.

The deadline for making requests for general and constitutional amendments to be drafted has passed. The deadline for introduction of general bills and constitutional amendments is Monday January 15th, 2018.

Special Thanks!

We would like to give a special thanks to everyone that attended this year's 2018 Mid-Winter Conference. We had an outstanding turn out and great feedback. We greatly appreciate your hard work and dedication to your association.

REGIONAL CAPITOL VISIT

January 24th begins the first of 10 Regional Capitol Visits with the North Delta Region. We meet on the 1st floor of the Capitol at 9 a.m.

REVERSE AUCTION UPDATE

The Public Procurement Review Board held their first meeting on January 3rd and at this meeting they granted all governing entities an exemption from reverse auction until February 7th. Although there is an exemption from utilizing reverse auction until February 7th, any resulting contract must still be submitted to the PPRB for approval.

SAVE THE DATE

The 2018 NACo Legislative Conference will be held on **March 3rd—7th** at Washington Hilton Hotel in Washington, D.C.

Executive Director: Derrick Surrette dsurrette@massup.org Phone: 601.353.2741 Fax: 601.353.2749 www.mssupervisors.org Dir. Gov. Affairs: Steve Gray sgray@massup.org