### MISSISSIPPI ASSOCIATION OF SUPERVISORS

Weekly Legislative Update 2021 Regular Legislative Session February 19, 2021

### THE 2021 REGULAR LEGISLATIVE SESSION

## House Introduces Major Infrastructure Funding Legislation (House Bill 1364)

On Friday, February 19<sup>th</sup> the House Ways and Means Committee passed out <u>House Bill 1364</u>. It is anticipated that this measure will come up for a House Floor vote next week. The following is a breakdown of what the bill does:

**Section 1** introduces a bond issuance that shall not exceed \$2.5 Billion (NOTE: Within this section, the bond will also cover specified projects that are identified on lines 68 -159). In addition, this bond will send \$100 million directly to counties and it will be distributed based on the state aid formula. Another \$100 million will go to municipalities in a newly created "2021 Municipal Road & Bridge Fund." Also, The Emergency Road and Bridge Repair Fund will receive \$100 million.

**Section 2** establishes the rules and oversight of the newly created "2021 Municipal Road and Bridge Fund."

**Section 3** introduces an excise tax of 10-cent per gallon on gasoline. This tax increase will only take effect if it is approved on a statewide referendum. If passed, the 10-cent on gasoline will remain in place until July  $1^{\rm st}$  2031, then from there the tax will fluctuate by 1% based on federal inflation from the U.S. Bureau of Labor Statistics.

**Section 4 and 5** introduces an excise tax of 14-cent per gallon on dyed and undyed diesel. This tax increase will only take effect if it is approved on a statewide referendum. If passed, the 14-cent on diesel will remain in place until July  $1^{\rm st}$  2031, then from there the tax will fluctuate by 1% based on federal inflation from the U.S. Bureau of Labor Statistics.

**Section 6** directs revenue collected into the bond sinking fund.

**Section 7** contains the ballot referendum language. If this bill passes, the special election will be held Tuesday, June 8, 2021.

**Section 8** establishes election procedures for the referendum.

**Section 9** is when the bill takes effect.

**NOTE:** The \$2.5 Billion bonds are revenue bonds that are paid <u>only</u> from the \$0.10 gas/\$0.14 diesel tax that has to be approved by referendum, so if the referendum fails, the bonds will not be issued.

MAS needs feedback from our membership before taking a position on HB 1364. Please call or text Derrick Surrette (601.812.8159) or Steve Gray (601.218.5720) to express your position on this bill.

# THE FIRST OF FIVE COLLABORATIVE REGIONAL LEGISLATIVE & EDUCATIONAL MEETINGS BEGINS FEBRUARY 24<sup>th</sup> WITH NORTHEAST PDD AND 3 RIVERS PDD REGION

On February 24th, the <u>Northeast and Three Rivers Planning and Development District counties</u> are scheduled to meet at the Hilton Hotel for the MAS legislative and educational regional meeting. Please visit the MAS website <u>www.mssupervisors.org</u> to view the tentative agenda for that day or click <u>HERE</u> to view tentative agenda.



The House and Senate will reconvene Monday, February 22 at 4:00 p.m.

The Seventh week of the 2021 Regular Legislative Session is complete. The deadline for original floor action on appropriations and revenue bills originating in own house is Wednesday, February 24th.

### **SAVE THE DATE**

#### **2021 Annual Convention**

The 2021 Annual Convention will be at the MS Coast Coliseum & Convention Center June 14—17, 2021.

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\*Bills highlighted in orange are hyperlinked to the MS Legislature website. You may view the entire bill online.

