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By: Representatives Currie, Eure, McKnight, To: Rules Calvert, Faulkner, Gibbs (72nd), Foster, McCray, Paden

## HOUSE BILL NO. 1791 (As Sent to Governor)

AN ACT TO DIRECT THE STATE FISCAL OFFICER TO MAKE TRANSFERS 2 OF FUNDS OUT OF THE BUDGET CONTINGENCY FUND TO CERTAIN SPECIAL 3 FUNDS CREATED BY THIS ACT; TO CREATE THE "MISSISSIPPI TOURISM RECOVERY FUND" AS A SPECIAL FUND IN THE STATE TREASURY TO BE 5 ADMINISTERED BY THE DEPARTMENT OF FINANCE AND ADMINISTRATION FOR 6 THE PURPOSE OF PROVIDING FUNDS TO DESTINATION MARKETING 7 ORGANIZATIONS TO ASSIST IN PAYING COSTS OF CERTAIN MARKETING 8 ACTIVITIES; TO DEFINE THE TERMS "DESTINATION MARKETING 9 ORGANIZATIONS" AND "MARKETING ACTIVITIES" FOR THE PURPOSES OF THIS ACT; TO PROVIDE FOR THE MANNER IN WHICH THE DEPARTMENT OF FINANCE 10 11 AND ADMINISTRATION SHALL DISTRIBUTE FUNDS TO DESTINATION MARKETING 12 ORGANIZATIONS UNDER THIS ACT; TO TRANSFER UNEXPENDED MONIES IN THE 13 FUND AS OF DECEMBER 1, 2020, TO THE UNEMPLOYMENT COMPENSATION FUND; TO CREATE THE "MISSISSIPPI NONPROFIT MUSEUMS RECOVERY FUND" 14 AS A SPECIAL FUND IN THE STATE TREASURY TO BE ADMINISTERED BY THE 15 16 DEPARTMENT OF FINANCE AND ADMINISTRATION FOR THE PURPOSE OF 17 PROVIDING FUNDS TO NONPROFIT MUSEUMS TO ASSIST IN PAYING COSTS ASSOCIATED WITH CLEANING, DISINFECTION, SOCIAL DISTANCING MEASURES 18 19 AND OTHER HEALTH AND SAFETY MEASURES NECESSARY IN ORDER TO REOPEN 20 TO THE PUBLIC DUE TO THE CORONAVIRUS 2019; TO TRANSFER UNEXPENDED MONIES IN THE FUND AS OF DECEMBER 1, 2020, TO THE UNEMPLOYMENT 21 22 COMPENSATION FUND; TO AMEND SECTION 57-1-64.1, MISSISSIPPI CODE OF 23 1972, TO REVISE THE MEMBERSHIP OF THE MISSISSIPPI TOURISM 24 ASSOCIATION MARKETING ADVISORY BOARD; AND FOR RELATED PURPOSES. 2.5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. The COVID-19 public health emergency has had a 26 27 significant negative impact on Mississippi's tourism industry and 28 its nonprofit museums. The funds provided in this act are necessary expenditures related to COVID-19, the purpose of which 29 H. B. No. 1791 ~ OFFICIAL ~ N1/2

- 30 is to publicize the resumption of tourism activities and steps
- 31 taken to ensure a safe tourism experience and to assist nonprofit
- 32 museums with costs associated with cleaning, disinfection, social
- 33 distancing measures and/or other health and safety measures
- 34 necessary for such museums to reopen to the public.
- 35 SECTION 2. (1) Upon the effective date of this act, the
- State Fiscal Officer shall transfer the sum of Fourteen Million 36
- Dollars (\$14,000,000.00) from the Budget Contingency Fund to the 37
- 38 Mississippi Tourism Recovery Fund created by Section 3 of this
- 39 act.
- 40 Upon the effective date of this act, the State Fiscal
- Officer shall transfer the sum of One Million Dollars 41
- (\$1,000,000.00) from the Budget Contingency Fund to the 42
- Mississippi Nonprofit Museums Recovery Fund created by Section 4 43
- 44 of this act.
- 45 SECTION 3. (1) As used in this section, the following words
- 46 and phrases shall have the meanings ascribed in this section
- 47 unless the context clearly indicates otherwise:
- "Destination marketing organization" means special 48 (a)
- local governmental units created by local and private laws of the 49
- 50 State of Mississippi for the purpose of tourism promotion, funded
- by special local tax levies, and staffed with professionals 51
- 52 engaged in out-of-state tourism marketing and tourism product
- development for municipalities, counties and/or regions. 53

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54	(b) "Marketing activities" means multimedia marketing
55	and advertising, including digital media, broadcast media and
56	printed media, including travel publications, production, travel
57	market sector analysis, consumer travel sentiment, public
58	relations, communication strategy, direct sales bookings, group
59	tour bookings, tourism development and administrative costs to
60	execute marketing activities related to the business disruption
61	effects of the Coronavirus Disease 2019 as expressed in Section 1

62 of this act. 63 (2) (a) There is hereby created in the State Treasury a 64 special fund to be designated as the "Mississippi Tourism Recovery Fund," which shall consist of funds made available by the 65 66 Legislature in any manner and funds from any other source designated for deposit into such fund. 67 The fund shall be 68 maintained by the State Treasurer as a separate and special fund, 69 separate and apart from the General Fund of the state. Unexpended amounts remaining in the fund at the end of a fiscal year shall 70 71 not lapse into the State General Fund, and any investment earnings 72 or interest earned on amounts in the fund shall be deposited to 73 the credit of the fund. Monies in the fund shall be used by the 74 Department of Finance and Administration, upon appropriation by 75 the Legislature, for the purposes provided in this section. 76 Monies in the fund shall be disbursed in compliance with the 77 guidelines, guidance, rules, regulations and/or other criteria, as 78 may be amended from time to time, of the United States Department

- 79 of the Treasury regarding the use of monies from the Coronavirus
- 80 Relief Fund established by the Coronavirus Aid, Relief, and
- 81 Economic Security Act. If on December 1, 2020, there are
- 82 unexpended monies in the fund, those monies shall be transferred
- 83 to the Unemployment Compensation Fund. Monies in the fund shall
- 84 be disbursed by the Department of Finance and Administration as
- 85 follows:
- 86 (i) Two Hundred Fifty Thousand Dollars
- 87 (\$250,000.00) shall be disbursed to the Tate County Economic
- 88 Development Foundation for use by the foundation to assist the
- 89 Senatobia Chamber of Commerce Main Street program in paying the
- 90 costs of marketing activities;
- 91 (ii) Two Hundred Fifty Thousand Dollars
- 92 (\$250,000.00) shall be disbursed to the Brookhaven Tourism Council
- 93 to assist in paying the costs of marketing activities; and
- 94 (iii) Thirteen Million Five Hundred Thousand
- 95 Dollars (\$13,500,000.00) shall be disbursed as provided in
- 96 paragraph (b) of this subsection (2) to assist destination
- 97 marketing organizations in paying costs for marketing activities.
- 98 (b) (i) The Department of Finance and Administration
- 99 shall determine, in conjunction with the destination marketing
- 100 organizations, the allocations of monies provided under paragraph
- 101 (a) (iii) of this subsection (2) as follows:
- 10. Not more than Nine Million Seven Hundred
- 103 Forty-four Thousand Seven Hundred Eighty-eight Dollars

104	(\$9,744,788.00) of such monies shall be allocated to destination
105	marketing organizations in a manner that will provide monies to a
106	destination marketing organization in an amount equal to
107	seventy-five percent (75%) of the destination marketing
108	organization's marketing and advertising expenditures during the
109	2019 fiscal year, and
110	2. Not more than Three Million Seven Hundred
111	Fifty-five Thousand Two Hundred Thirteen Dollars (\$3,755,213.00)
112	of such monies shall be allocated to destination marketing
113	organizations based on the proportion that a destination marketing
114	organization's contribution toward total tourism visitors in the
115	state according to the 2019 Fiscal Year Visit Mississippi Visitors
116	Profile Report bears to all destination marketing organizations'
117	contributions toward total tourism visitors in the state according
118	to the 2019 Fiscal Year Visit Mississippi Visitors Profile Report.
119	However, a destination marketing organization shall not receive an
120	amount less than Seventy-five Thousand Dollars (\$75,000.00) under
121	this item 2.
122	(ii) Within fifteen (15) days of enactment, the
123	Department of Finance and Administration shall distribute the
124	funds allocated under paragraph (b)(i) to eligible destination
125	marketing organizations. Before receiving funds under this
126	paragraph (b), a destination marketing organization must certify
127	to the Department of Finance and Administration that:

128	1. The funds will only be used for marketing
129	activities, and
130	2. The funds will be expended before December
131	30, 2020, unless otherwise authorized by federal law or guidance.
132	(iii) Destination marketing organizations
133	receiving funds under this paragraph (b) shall keep and maintain
134	records related to expenditures. Destination marketing
135	organizations receiving funds under this paragraph (b) shall also
136	track impacts of their marketing activities through special levy
137	tax receipts, hotel occupancy indicators, other tourism industry
138	metrics, and analytics from marketing campaigns, as appropriate.
139	Such destination marketing organizations shall provide quarterly
140	reports on expenditures and economic impacts of their marketing
141	activities to the Department of Finance and Administration, the
142	Governor, the Lieutenant Governor, the Speaker of the House of
143	Representatives and the Department of Audit.
144	(iv) Subject to applicable purchasing laws,
145	destination marketing organizations will give preference, when
146	available and practical, to Mississippi-based companies for any
147	new contracts entered into for marketing activities.

- The Department of Finance and Administration and the 148 149 Department of Audit shall have all powers necessary for the implementation of this section. 150
- 151 (4) If the Office of Inspector General of the United States Department of the Treasury, or the Office of Inspector General of 152

153	any other federal agency having oversight over the use of monies
154	from the Coronavirus Relief Fund established by the CARES Act (a)
155	determines that the Department of Finance and Administration or
156	recipient has expended or otherwise used any of the funds
157	appropriated to the Department of Finance and Administration under
158	this act for any purpose that is not in compliance with the
159	guidelines, guidance, rules, regulations and/or other criteria, as
160	may be amended from time to time, by the United States Department
161	of the Treasury regarding the use of monies from the Coronavirus
162	Relief Fund established by the CARES Act, and (b) the State of
163	Mississippi is required to repay the federal government for any of
164	those funds that the Office of the Inspector General determined
165	were expended or otherwise used improperly by the Department of
166	Finance and Administration or recipient, then the Department of
167	Finance and Administration or recipient, as the case may be, that
168	expended or otherwise used those funds improperly shall be
169	required to pay the amount of those funds to the State of
170	Mississippi for repayment to the federal government.
171	SECTION 4. (1) There is hereby created in the State
172	Treasury a special fund to be designated as the "Mississippi
173	Nonprofit Museums Recovery Fund," which shall consist of funds
174	made available by the Legislature in any manner and funds from any
175	other source designated for deposit into such fund. The fund
176	shall be maintained by the State Treasurer as a separate and
177	special fund, separate and apart from the General Fund of the

178	state. Unexpended amounts remaining in the fund at the end of a
179	fiscal year shall not lapse into the State General Fund, and any
180	investment earnings or interest earned on amounts in the fund
181	shall be deposited to the credit of the fund. Monies in the fund
182	shall be used by the Department of Finance and Administration,
183	upon appropriation by the Legislature, for the purposes provided
184	in this section. Monies in the fund shall be disbursed in
185	compliance with the guidelines, guidance, rules, regulations
186	and/or other criteria, as may be amended from time to time, by the
187	United States Department of the Treasury regarding the use of
188	monies from the Coronavirus Relief Fund established by the
189	Coronavirus Aid, Relief, and Economic Security Act. If on
190	December 1, 2020, there are unexpended monies in the fund, those
191	monies shall be transferred to the Unemployment Compensation Fund.
192	Monies in the fund shall be disbursed by the Department of Finance
193	and Administration to assist nonprofit museums in paying costs
194	associated with cleaning, disinfection, social distancing measures
195	and/or other health and safety measures necessary in order to
196	reopen to the public due to the Coronavirus 2019. The Department
197	of Finance and Administration shall take into consideration the
198	attendance, annual revenue and operating expenses when allocating
199	such monies under this section.

The Department of Finance and Administration shall have

all powers necessary for the implementation of this section.

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202	SECTION 5.	Section	57-1-64.1,	Mississippi	Code	of	1972,	is

- 203 amended as follows:
- 204 57-1-64.1. (1) There is hereby created a Mississippi
- 205 Tourism Association Marketing Advisory Board to assist the
- 206 Mississippi Development Authority in the planning of initiatives
- 207 for advertising and promoting tourism in Mississippi.
- 208 (2) The advisory board shall be composed of the following
- 209 members:
- 210 (a) The Executive Director of the Mississippi Tourism
- 211 Association; \* \* \*
- 212 (b) The members of the Mississippi Tourism Association
- 213 Board of Directors, composed through the bylaws of the Mississippi
- 214 Tourism Association as being geographically and ethnically diverse
- 215 members from the five (5) tourism regions designated as the Hills,
- 216 the Delta, the Capital/River, the Pines and the Coastal regions of
- 217 Mississippi, and three (3) at-large members \* \* \*;
- 218 (c) Three (3) at-large members appointed by the
- 219 Governor;
- 220 (d) One (1) at-large member appointed by the Lieutenant
- 221 Governor; and
- (e) One (1) at-large member appointed by the Speaker of
- 223 the House of Representatives.
- 224 (3) Members of the advisory board may not be compensated for
- 225 the performance of their duties.

226	(4) The advisory board will give input and advice to the
227	Mississippi Development Authority's Tourism Division on marketing
228	and advertising planning, but shall have no executive powers at
229	the Mississippi Development Authority.
230	(5) For marketing activities paid for with federal funds
231	related to the COVID-19 public health emergency and carried out by
232	either the Mississippi Development Authority's Tourism Division or
233	destination marketing organizations, the advisory board will give
234	input on appropriate branding and messaging that communicates
235	pertinent public health information. The advisory board shall
236	convene for the purposes of this subsection within fifteen (15)
237	calendar days of enactment.
238	SECTION 6. This act shall take effect and be in force from
239	and after its passage.