



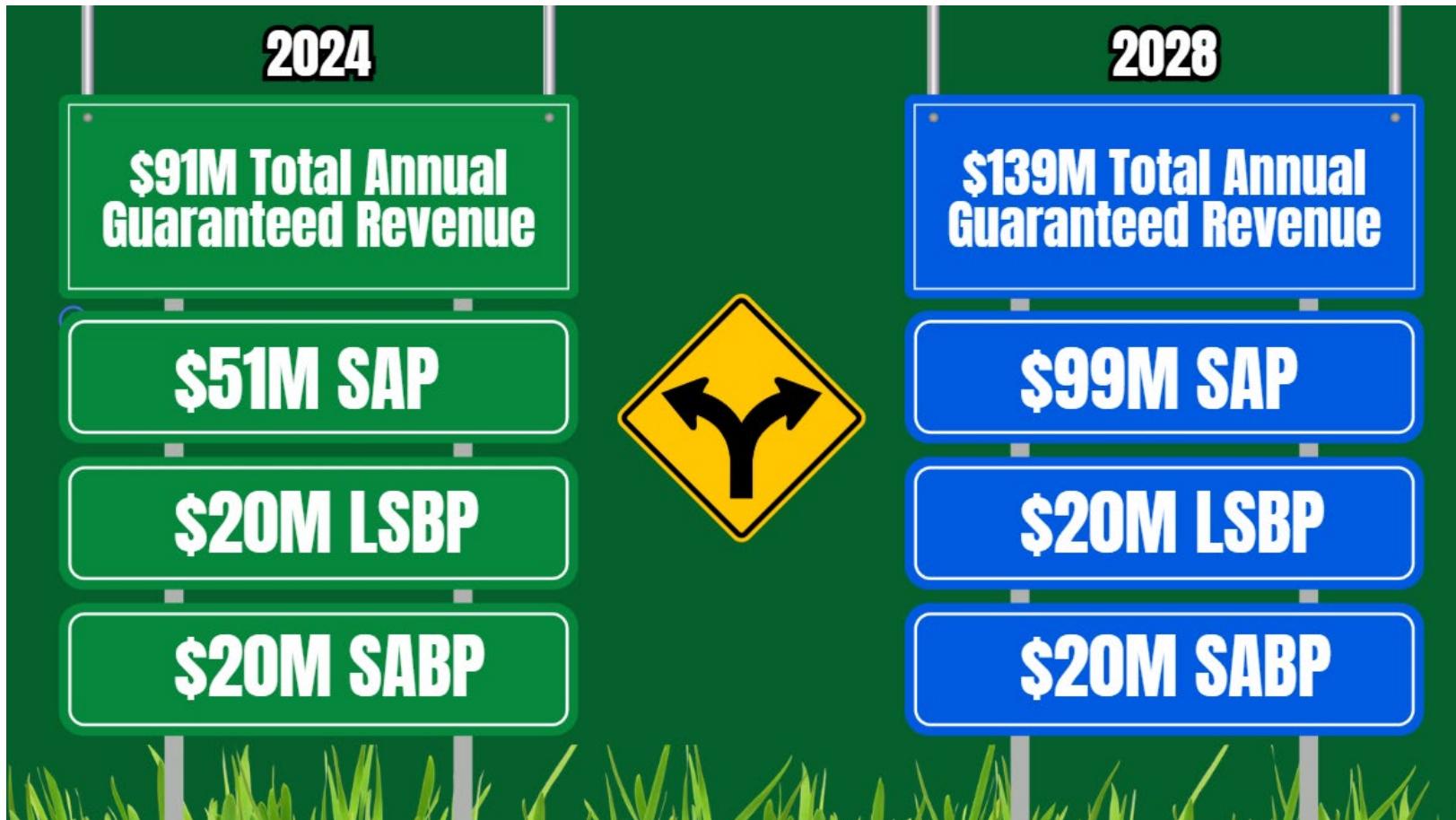
OFFICE OF  
STATE AID ROAD CONSTRUCTION

**Mississippi Association of Supervisors  
February 5, 2026**

# 2026 Legislation Update

- HB 559 – Update OSARC vehicle count (will die on the calendar)
- HB 1112/ SB 2406 –
  - codifies several current practices (vehicle count, PPRB Exemption)
  - Claw-back of SABP funds beginning 2028
  - Expands use of LSBP funds
  - LSBP funds can be used only on SABP eligible bridges
- HB 1660/ SB 2651 – MS Public Records Act Exemption for Bridge Inspection Reports
- HB 1725 – Similar to HB 1112; Creates Forfeited Reserve Fund
- HB 1652 – allows the state to withhold 10% of a county's SAP funds if the county fails to return unspent or improperly retained project funds – STILL TRYING TO FIGURE THIS ONE OUT

# House Bill 1 Impact on State Aid Program Funding



# 2024-2027 Board Term Revenue Impacts of Fuel Tax Increase



OSARC PROGRAM FUNDING BY CALENDAR YEAR



# Changes in Funding for the State Aid Program

- **State Aid Program (SAP) Fund Revenue from Fuel Tax Increase**
  - Used for the State Aid road projects (roads and bridges) designated by the counties
  - \$250,000 monthly from Sales Tax (\$3M annually)
  - Current Monthly Minimum Guarantee - \$ 5 M (\$60 M annually), or 23.25% of proceeds from fuel (excise) tax of \$ 0.21 per gallon.
  - July 1 2026 Monthly Minimum Guarantee - \$6.5 M (\$78 M annually, or 23.25% of proceeds from fuel (excise) tax of \$0.24 per gallon
  - July 1, 2027 Monthly Minimum Guarantee - \$8 M (\$96 M annually, or 23.25% of the proceeds for fuel (excise) tax of \$0.27 per gallon
  - Indexing may occur every two years in \$0.01 increments, if warranted
- All Revenue is allocated by the State Aid Formula (§65-9-3)



Questions?

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