OFFICE OF GOVERNOR RONNIE MUSGROVE INTEROFFICE MEMORANDUM

TO:	GOVERNOR
FROM:	BOYD
SUBJECT:	AUDIT PRIVILEDGE/LEAD-BASED PAINT PROGRAM
DATE:	NOVEMBER 25, 2002
CC:	RENICK

As you will recall, Jimmy Palmer (EPA) notified the State that the Lead-Based Paint Program delegation will be withdrawn on December 24th if EPA's concerns regarding the audit privilege statute are not addressed. In meeting with Nunnelee and Ellington, I am convinced that the Lt. Governor will NOT send a letter to Palmer seeking delay of the deadline.

According to Nunnelee, the Lt. Governor believes that this is an executive problem not a legislative problem and it is not before them. To further complicate matters, the Lt. Governor will not likely sign a joint letter from her and Speaker Ford.

Nunnelee has agreed to go back to the Lt. Governor to secure a letter for Palmer. Ellington has agreed to get a separate letter from Speaker Ford with similar language to the Lt. Governor's letter. I have not seen a draft from either side.

Given the political situation under the dome, I am not convinced that any compromise can be worked out. Jamie Franks (with Holland and McCoy) is leading a group of House members who want to end privilege altogether. Nunnelee has clearly stated that this is unacceptable and will kill the bill in committee.

Where do go from here?

- 1. Contact the Speaker and Lt. Governor again regarding the status of their action and negotiations among the House and Senate.
- 2. Meet with key business leaders (i.e., Mississippi Power, Entergy, Howard) to present the issue and push them to raise the issue with the Speaker and Lt. Governor. Lead-based paint is the first of several programs Palmer outlined would be withdrawn.
- 3. Obtain a letter from the Speaker first to force the Lt. Governor's hand where she must either send a letter or become the blame for losing the program.

What are your thoughts?