By: Representative Robinson (63rd)

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To: Appropriations
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HOUSE BILL NO. 1226

AN ACT TO AMEND SECTION 25-11-127, MISSISSIPPI CODE OF 1972, 1 2 TO PROVIDE THAT NO PERSON WHO IS RECEIVING A RETIREMENT ALLOWANCE 3 UNDER THE PUBLIC EMPLOYEES' RETIREMENT SYSTEM SHALL BE REEMPLOYED OR PAID FOR ANY SERVICE BY THE STATE OF MISSISSIPPI OR ANY OF ITS 4 5 AGENCIES OR SUBDIVISIONS PARTICIPATING IN THE RETIREMENT SYSTEM, б EXCEPT AS AN INDEPENDENT CONTRACTOR; TO PROVIDE THAT THE BOARD OF 7 TRUSTEES OF THE RETIREMENT SYSTEM SHALL PRESCRIBE THE CRITERIA THAT MUST BE MET BY A RETIRED MEMBER TO PERFORM SERVICES FOR A 8 9 COVERED EMPLOYER AS AN INDEPENDENT CONTRACTOR WHILE CONTINUING TO RECEIVE A RETIREMENT ALLOWANCE; TO AMEND SECTION 25-9-120, 10 11 MISSISSIPPI CODE OF 1972, IN CONFORMITY TO THE PRECEDING PROVISION; AND FOR RELATED PURPOSES. 12 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 13 14 SECTION 1. Section 25-11-127, Mississippi Code of 1972, is amended as follows: 15 16 25-11-127. No person who is being paid a retirement allowance or a pension after retirement under this article shall 17 be employed or reemployed or paid for any service by the State of 18 Mississippi or any of its departments, agencies or subdivisions 19 that are participating in the Public Employees' Retirement System, 20 except as an independent contractor. This section applies to all 21 22 retired members of the system employed or reemployed by any 23 covered employer as (a) an employee, (b) a contractual employee or 24 worker, or (c) any other contract personnel who does not meet the 25 criteria of an independent contractor, as determined by the board of trustees of the system. The board of trustees of the system 26 27 shall prescribe by regulation the criteria that must be met by a 28 retired member to perform services for a covered employer as an 29 independent contractor while continuing to receive a retirement allowance under this article. 30 Any person who has been retired under the provisions of 31

32 Articles 1 and 3 and who is later reemployed in service covered by 33 this article shall cease to receive benefits under this article and shall again become a contributing member of the retirement 34 35 system with contributions paid by both the employer and the employee. When any such person retires again, if his reemployment 36 37 exceeds six (6) months, he shall have his benefit recomputed, 38 including service after again becoming a member. * * * The total 39 retirement allowance paid to the retired member in his previous 40 retirement shall be deducted from his retirement reserve and taken into consideration in recalculating the retirement allowance under 41 42 a new option selected. * * *

The board of trustees of the retirement system <u>may</u> prescribe rules and regulations for *** * *** carrying out <u>the provisions</u> of this <u>section</u>.

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47 SECTION 2. Section 25-9-120, Mississippi Code of 1972, is
48 amended as follows:

49 25-9-120. (1) Contract personnel, whether classified as 50 contract workers or independent contractors shall not be deemed 51 state service or nonstate service employees of the State of Mississippi, and shall not be eligible to participate in the 52 53 Public Employees' Retirement System, or the state employee health 54 plan, nor be allowed credit for personal and sick leave and other leave benefits as employees of the State of Mississippi, 55 notwithstanding Sections 25-3-91 through 25-3-101; 25-9-101 56 57 through 25-9-151; 25-11-1 through 25-11-126; 25-11-128 through 58 25-11-131; 25-15-1 through 25-15-23 and for the purpose set forth 59 herein. * * *

60 (2) There is hereby created the Personal Service Contract
61 Review Board, which shall be composed of the State Personnel
62 Director, the Executive Director of the Department of Finance and
63 Administration, or his designee, the Commissioner of Corrections,
64 or his designee, the Executive Director of the Mississippi

65 Department of Wildlife and Fisheries, or his designee, and the Executive Director of the Department of Environmental Quality, or 66 67 his designee. The State Personnel Director shall be chairman and shall preside over the meetings of the board. The board shall 68 69 annually elect a vice-chairman, who shall serve in the absence of the chairman. No business shall be transacted, including adoption 70 of rules of procedure, without the presence of a quorum of the 71 Three (3) members shall be a quorum. No action shall be 72 board. 73 valid unless approved by the chairman and two (2) other of those 74 members present and voting, entered upon the minutes of the board and signed by the chairman. Necessary clerical and administrative 75 76 support for the board shall be provided by the State Personnel 77 Board. Minutes shall be kept of the proceedings of each meeting, 78 copies of which shall be filed on a monthly basis with the Legislative Budget Office. 79

80 (3) The Personal Service Contract Review Board shall have81 the following powers and responsibilities:

82 (a) Promulgate rules and regulations governing the 83 solicitation and selection of contractual services personnel including personal and professional services contracts for any 84 85 form of consulting, policy analysis, public relations, marketing, public affairs, legislative advocacy services or any other 86 87 contract that the board deems appropriate for oversight, with the exception of any personal service contracts entered into for 88 89 computer or information technology-related services governed by 90 the Mississippi Department of Information Technology Services, any 91 personal service contracts entered into by the Mississippi Department of Transportation, and any contract for attorney, 92 accountant, auditor, physician, dentist, architect, engineer, 93 94 veterinarian and utility rate expert services. Any such rules and 95 regulations shall provide for maintaining continuous internal 96 audit covering the activities of such agency affecting its revenue 97 and expenditures as required under Section 7-7-3(6)(d).

98 (b) Approve all personal and professional services
99 contracts involving the expenditures of funds in excess of One
100 Hundred Thousand Dollars (\$100,000.00);

101 (c) Develop standards with respect to contractual 102 services personnel which require invitations for public bid, 103 requests for proposals, record keeping and financial 104 responsibility of contractors. The Personal Service Contract 105 Review Board may, in its discretion, require the agency involved 106 to advertise such contract for public bid, and may reserve the 107 right to reject any or all bids;

108 Prescribe certain circumstances whereby agency (d) 109 heads may enter into contracts for personal and professional 110 services without receiving prior approval from the Personal 111 Service Contract Review Board. The Personal Service Contract Review Board may establish a pre-approved list of providers of 112 113 various personal and professional services for set prices with 114 which state agencies may contract without bidding or prior approval from the board. 115

(e) To provide standards for the issuance of requests for proposals, the evaluation of proposals received, consideration of costs and quality of services proposed, contract negotiations, the administrative monitoring of contract performance by the agency and successful steps in terminating a contract;

121 (f) To present recommendations for governmental 122 privatization and to evaluate privatization proposals submitted by 123 any state agency;

(g) To authorize personal and professional service contracts to be effective for more than one (1) year provided a funding condition is included in any such multiple year contract;

127 (h) To request the State Auditor to conduct a 128 performance audit on any personal or professional service 129 contract;

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(i) Prepare an annual report to the Legislature

131 concerning the issuance of personal service contracts during the 132 previous year, collecting any necessary information from state 133 agencies in making such report.

134 (4) No member of the Personal Service Contract Review Board 135 shall use his official authority or influence to coerce, by threat 136 of discharge from employment, or otherwise, the purchase of 137 commodities or the contracting for personal or professional 138 services under this section.

SECTION 3. This act shall take effect and be in force from and after July 1, 1999.