To: County Affairs

By: Senator(s) Hall

SENATE BILL NO. 2534

1 2 3 4 5 6 7 8	AN ACT TO AMEND SECTIONS 19-13-35, 19-13-39 AND 31-7-57, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT A MEMBER OF THE COUNTY BOARD OF SUPERVISORS WILL NOT BE PERSONALLY LIABLE FOR APPROVING A CLAIM WITHOUT KNOWLEDGE THAT THE CLAIM WAS FOR AN UNAUTHORIZED EXPENDITURE OF COUNTY FUNDS, IF THE MEMBER PREVIOUSLY VOTED AGAINST THE APPROPRIATION FROM WHICH THE CLAIM WAS PAID OR WAS ABSENT AT THE TIME OF THE VOTE ON THAT APPROPRIATION; AND FOR RELATED PURPOSES.
9	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI
10	SECTION 1. Section 19-13-35, Mississippi Code of 1972, is
11	amended as follows:
12	19-13-35. $\underline{(1)}$ If any person shall claim and receive from
13	the board of supervisors of a county any fee or compensation not
14	authorized by law, or if a member of such board shall knowingly
15	vote for the payment of any such unauthorized claim, or any
16	appropriation not authorized by law, he shall be subject to
17	indictment, and, on conviction, be fined not exceeding double the
18	amount of such unlawful charge, or may be imprisoned in the county
19	jail not more than three (3) months, or be subject to both such
20	fine and imprisonment.
21	(2) Any member of the board of supervisors who voted to
22	approve a claim for expenditure of funds of a particular
23	appropriation from the county budget under the provisions of
24	Section 19-13-31, without knowledge that the claim was for an
25	unauthorized expenditure of county funds, shall not be personally
26	or individually liable for the amount of the claim or the
27	appropriation if he previously voted against that particular
28	appropriation and had his vote recorded in the official minutes of

the board at the time of the vote, or was absent at the time of

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- 30 the vote on that appropriation.
- 31 SECTION 2. Section 19-13-39, Mississippi Code of 1972, is
- 32 amended as follows:
- 33 19-13-39. (1) Any member of the board of supervisors may
- 34 have his vote, on any question before the board, recorded on the
- 35 minutes of the board at the time of such vote, and a member who
- 36 voted against any unauthorized appropriation of money shall not be
- 37 liable therefor.
- 38 (2) Any member of the board of supervisors who voted to
- 39 approve a claim for expenditure of funds of a particular
- 40 appropriation from the county budget under the provisions of
- 41 Section 19-13-31, without knowledge that the claim was for an
- 42 <u>unauthorized expenditure of county funds, shall not be personally</u>
- 43 or individually liable for the amount of the claim or the
- 44 appropriation if he previously voted against that particular
- 45 appropriation and had his vote recorded in the official minutes of
- 46 the board at the time of the vote, or was absent at the time of
- 47 the vote on that appropriation.
- 48 SECTION 3. Section 31-7-57, Mississippi Code of 1972, is
- 49 amended as follows:
- 50 31-7-57. (1) Any elected or appointed public officer of an
- 51 agency or a governing authority, or the executive head, any
- 52 employee or agent of an agency or governing authority, who
- 53 appropriates or authorizes the expenditure of any money to an
- 54 object not authorized by law, shall be liable personally for up to
- 55 the full amount of the appropriation or expenditure as will fully
- 56 and completely compensate and repay such public funds for any
- 57 actual loss caused by such appropriation or expenditure, to be
- 58 recovered by suit in the name of the governmental entity involved,
- 59 or in the name of any person who is a taxpayer suing for the use
- of the governmental entity involved, and such taxpayer shall be
- 61 liable for costs in such case. In the case of a governing board
- of an agency or governing authority, only the individual members
- of the governing board who voted for the appropriation or
- 64 authorization for expenditure shall be liable under this
- 65 subsection.
- 66 (2) No individual member, officer, employee or agent of any

67 agency or board of a governing authority shall let contracts or 68 purchase commodities or equipment except in the manner provided by 69 law, including the provisions of Section 25-9-120(3), relating to personal and professional service contracts by state agencies; nor 70 71 shall any such agency or board of a governing authority ratify any such contract or purchase made by any individual member, officer, 72 73 employee or agent thereof, or pay for the same out of public funds 74 unless such contract or purchase was made in the manner provided 75 by law; provided, however, that any vendor who, in good faith, 76 delivers commodities or printing or performs any services under a 77 contract to or for the agency or governing authority, shall be 78 entitled to recover the fair market value of such commodities, 79 printing or services, notwithstanding some error or failure by the agency or governing authority to follow the law, if the contract 80 was for an object authorized by law and the vendor had no control 81 82 of, participation in, or actual knowledge of the error or failure 83 by the agency or governing authority. (3) The individual members, officers, employees or agents of 84 85 any agency or governing authority as defined in Section 31-7-1 86 causing any public funds to be expended, any contract made or let, 87 any payment made on any contract or any purchase made, or any payment made, in any manner whatsoever, contrary to or without 88

any agency or governing authority as defined in Section 31-7-1 causing any public funds to be expended, any contract made or let, any payment made on any contract or any purchase made, or any payment made, in any manner whatsoever, contrary to or without complying with any statute of the State of Mississippi, regulating or prescribing the manner in which such contracts shall be let, payment on any contract made, purchase made, or any other payment or expenditure made, shall be liable, individually, and upon their official bond, for compensatory damages, in such sum up to the full amount of such contract, purchase, expenditure or payment as will fully and completely compensate and repay such public funds for any actual loss caused by such unlawful expenditure.

97 (4) In addition to the foregoing provision, for any 98 violation of any statute of the State of Mississippi prescribing 99 the manner in which contracts shall be let, purchases made,

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- expenditure or payment made, any individual member, officer, 100 employee or agent of any agency or governing authority who shall 101 102 substantially depart from the statutory method of letting contracts, making payments thereon, making purchases or expending 103 104 public funds shall be liable, individually and on his official 105 bond, for penal damages in such amount as may be assessed by any 106 court of competent jurisdiction, up to three (3) times the amount 107 of the contract, purchase, expenditure or payment. The person so 108 charged may offer mitigating circumstances to be considered by the 109 court in the assessment of any penal damages.
- 110 (5) Any sum recovered under the provisions hereof shall be 111 credited to the account from which such unlawful expenditure was 112 made.
- 113 (6) Except as otherwise provided in subsection (1) of this
 114 section, any individual member of an agency or governing authority
 115 as defined in Section 31-7-1 shall not be individually liable
 116 under this section if he voted against payment for contracts let
 117 or purchases made contrary to law and had his vote recorded in the
 118 official minutes of the board or governing authority at the time
 119 of such vote, or was absent at the time of such vote.

(7) Notwithstanding any provision of this section to the

- contrary, any member of the board of supervisors who voted to 121 approve a claim for expenditure of funds of a particular 122 123 appropriation from the county budget under the provisions of Section 19-13-31, without knowledge that the claim was for an 124 125 unauthorized expenditure of county funds, shall not be personally 126 or individually liable for the amount of the claim or the appropriation if he previously voted against that particular 127 128 appropriation and had his vote recorded in the official minutes of the board at the time of the vote, or was absent at the time of 129
- SECTION 4. This act shall take effect and be in force from and after July 1, 1999.

the vote on that appropriation.

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