By: Representative Bowles

To: Appropriations

## HOUSE BILL NO. 406

AN ACT TO AMEND SECTION 25-11-127, MISSISSIPPI CODE OF 1972, 1 TO PROVIDE THAT NO PERSON WHO IS RECEIVING A RETIREMENT ALLOWANCE 2 UNDER THE PUBLIC EMPLOYEES' RETIREMENT SYSTEM SHALL BE REEMPLOYED 3 OR PAID FOR ANY SERVICE BY THE STATE OF MISSISSIPPI OR ANY OF ITS 4 AGENCIES OR SUBDIVISIONS PARTICIPATING IN THE RETIREMENT SYSTEM; 5 TO AMEND SECTION 25-9-120, MISSISSIPPI CODE OF 1972, IN CONFORMITY 6 TO THE PRECEDING PROVISION; AND FOR RELATED PURPOSES. 7 8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. Section 25-11-127, Mississippi Code of 1972, is 9 10 amended as follows: 25-11-127. (1) No person who is being paid a retirement 11 allowance or a pension after retirement under this article shall 12 be employed or reemployed or paid for any service by the State of 13 Mississippi or any of its departments, agencies or subdivisions 14 15 that are participating in the Public Employees' Retirement System. This section applies to all retired members of the system employed 16 or reemployed by any covered employer as (a) an employee, (b) a 17 contractual employee or worker, or (c) an independent contractor. 18 (2) Any person who has been retired under the provisions of 19 20 Articles 1 and 3 and who is later reemployed in service covered by this article shall cease to receive benefits under this article 21 and shall again become a contributing member of the retirement 22 23 system with contributions paid by both the employer and the employee. When any such person retires again, if the reemployment 24

exceeds six (6) months, the person shall have his or her benefit recomputed, including service after again becoming a member, provided that the total retirement allowance paid to the retired member in his or her previous retirement shall be deducted from the member's retirement reserve and taken into consideration in

H. B. No. 406 02/HR03/R536 PAGE 1 (RF\LH) G1/2

30 recalculating the retirement allowance under a new option 31 selected.

32 \* \* \*

33 <u>(3)</u> The board of trustees of the retirement system <u>may</u> 34 prescribe rules and regulations for carrying out the provisions of 35 this section.

36 \* \* \*

37 SECTION 2. Section 25-9-120, Mississippi Code of 1972, is 38 amended as follows:

(1) Contract personnel, whether classified as 39 25-9-120. 40 contract workers or independent contractors shall not be deemed state service or nonstate service employees of the State of 41 42 Mississippi, and shall not be eligible to participate in the Public Employees' Retirement System, or the state employee health 43 plan, nor be allowed credit for personal and sick leave and other 44 leave benefits as employees of the State of Mississippi, 45 notwithstanding Sections 25-3-91 through 25-3-101; 25-9-101 46 47 through 25-9-151; 25-11-1 through 25-11-126; 25-11-128 through 25-11-131; 25-15-1 through 25-15-23 and for the purpose set forth 48 49 herein. \* \* \*

There is \* \* \* created the Personal Service Contract 50 (2)51 Review Board, which shall be composed of the State Personnel Director, the Executive Director of the Department of Finance and 52 Administration, or his designee, the Commissioner of Corrections, 53 or his designee, the Executive Director of the Mississippi 54 Department of Wildlife and Fisheries, or his designee, and the 55 56 Executive Director of the Department of Environmental Quality, or his designee. The State Personnel Director shall be chairman and 57 shall preside over the meetings of the board. The board shall 58 annually elect a vice chairman, who shall serve in the absence of 59 60 the chairman. No business shall be transacted, including adoption 61 of rules of procedure, without the presence of a quorum of the Three (3) members shall be a quorum. No action shall be 62 board.

H. B. No. 406 02/HR03/R536 PAGE 2 (RF\LH) valid unless approved by the chairman and two (2) other of those members present and voting, entered upon the minutes of the board and signed by the chairman. Necessary clerical and administrative support for the board shall be provided by the State Personnel Board. Minutes shall be kept of the proceedings of each meeting, copies of which shall be filed on a monthly basis with the Legislative Budget Office.

70 (3) The Personal Service Contract Review Board shall have71 the following powers and responsibilities:

72 (a) Promulgate rules and regulations governing the 73 solicitation and selection of contractual services personnel including personal and professional services contracts for any 74 75 form of consulting, policy analysis, public relations, marketing, public affairs, legislative advocacy services or any other 76 77 contract that the board deems appropriate for oversight, with the exception of any personal service contracts entered into for 78 computer or information technology-related services governed by 79 80 the Mississippi Department of Information Technology Services, any personal service contracts entered into by the Mississippi 81 82 Department of Transportation, and any contract for attorney, accountant, auditor, physician, dentist, architect, engineer, 83 84 veterinarian and utility rate expert services. Any such rules and regulations shall provide for maintaining continuous internal 85 audit covering the activities of such agency affecting its revenue 86 87 and expenditures as required under Section 7-7-3(6)(d);

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

91 (c) Develop standards with respect to contractual
92 services personnel which require invitations for public bid,
93 requests for proposals, record keeping and financial
94 responsibility of contractors. The Personal Service Contract
95 Review Board may, in its discretion, require the agency involved
H. B. No. 406

H. B. No. 406 02/HR03/R536 PAGE 3 (RF\LH) 96 to advertise such contract for public bid, and may reserve the 97 right to reject any or all bids;

Prescribe certain circumstances by which agency 98 (d) 99 heads may enter into contracts for personal and professional 100 services without receiving prior approval from the Personal Service Contract Review Board. The Personal Service Contract 101 Review Board may establish a pre-approved list of providers of 102 various personal and professional services for set prices with 103 104 which state agencies may contract without bidding or prior approval from the board; 105

(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;

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

To authorize personal and professional service 114 (q) 115 contracts to be effective for more than one (1) year provided a funding condition is included in any such multiple year contract, 116 except the State Board of Education, which shall have the 117 authority to enter into contractual agreements for student 118 assessment for a period up to ten (10) years. The State Board of 119 120 Education shall procure these services in accordance with the Personal Service Contract Review Board procurement regulations; 121

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

(i) Prepare an annual report to the Legislature
concerning the issuance of personal service contracts during the
previous year, collecting any necessary information from state
agencies in making such report.

H. B. No. 406 02/HR03/R536 PAGE 4 (RF\LH) (4) No member of the Personal Service Contract Review Board
shall use his official authority or influence to coerce, by threat
of discharge from employment, or otherwise, the purchase of
commodities or the contracting for personal or professional
services under this section.

134 SECTION 3. This act shall take effect and be in force from 135 and after July 1, 2002.