By: Representatives Ford, Guice

To: Fees and Salaries of Public Officers

HOUSE BILL NO. 773

AN ACT TO AMEND SECTION 25-9-115, MISSISSIPPI CODE OF 1972, 1 WHICH ESTABLISHES THE SPECIFIC DUTIES AND FUNCTION OF THE STATE 2 3 PERSONNEL BOARD; TO EXTEND THE DATE OF REPEAL FOR ONE YEAR; AND 4 FOR RELATED PURPOSES. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 5 SECTION 1. Section 25-9-115, Mississippi Code of 1972, is 6 amended as follows: 7 25-9-115. It shall be the specific duty and function of the 8 9 State Personnel Board to: (a) Represent the public interest in the improvement of 10 personnel administration in the state departments, agencies and 11 institutions covered by the State Personnel System; 12 (b) Determine appropriate goals and objectives for the 13 State Personnel System and prescribe policies for their 14 accomplishment, with the assistance of the Mississippi Personnel 15 16 Advisory Council; (c) Adopt and amend policies, rules and regulations 17 establishing and maintaining the State Personnel System. 18 Such rules and regulations shall not be applicable to the emergency 19 hiring of employees by the Public Employees' Retirement System 20 pursuant to Section 25-11-15(7). The rules and regulations of the 21 Mississippi Classification Commission and the Mississippi 22 Coordinated Merit System Council serving federal grant-aided 23 agencies in effect on February 1, 1981, shall remain in effect 24 until amended, changed, modified or repealed by the board; 25 26 (d) Ensure uniformity in all functions of personnel administration in those agencies required to comply with the 27 provisions of this chapter. The board may delegate authority to 28 G1/2 H. B. No. 773 03/HR03/R1028 PAGE 1 (CTE\LH)

29 the State Personnel Director as deemed necessary for the timely, 30 effective and efficient implementation of the State Personnel 31 System;

(e) Appoint an employee appeals board, consisting of
three (3) hearing officers, for the purpose of holding hearings,
compiling evidence and rendering decisions on employee dismissals
and other personnel matters as provided for in Sections 25-9-127
through 25-9-131. Hearing officers are not entitled to serve
beyond their appointed term unless reappointed by the State
Personnel Board;

39 (f) Assure uniformity in the administration of state40 and federal laws relating to merit administration;

41 (g) Establish an annual budget covering all the costs42 of board operations;

With the assistance of the Mississippi Personnel (h) 43 Advisory Council, promote public understanding of the purposes, 44 45 policies and practices of the State Personnel System and advise 46 and assist the state departments, agencies and institutions in fostering sound principles of personnel management and securing 47 48 the interest of institutions of learning and of civic, professional and other organizations in the improvement of 49 50 personnel standards under the State Personnel System;

(i) Recommend policies and procedures for the establishment and abolishment of employment positions within state government and develop a system for the efficient use of personnel resources;

(j) Cooperate with state institutions of higher learning in implementing a career management program in state agencies for graduate students in public administration in order to provide state government with a steady flow of professional public managerial talent;

60 (k) Prescribe rules which shall provide that an61 employee in state service is not obliged, by reason of his

H. B. No. 773 03/HR03/R1028 PAGE 2 (CTE\LH)

62 employment, to contribute to a political fund or to render 63 political service, and that he may not be removed or otherwise 64 prejudiced for refusal to do so;

(1) Prescribe rules which shall provide that an
employee in state service shall not use his official authority or
influence to coerce the political action of a person or body;

(m) Annually report to the Governor and Legislature on
the operation of the State Personnel System and the status of
personnel administration in state government;

71 (n) Require submission and approve organization and 72 staffing plans of departments and agencies in state and nonstate service on such forms and according to such regulations as the 73 74 board may prescribe to control and limit the growth of subordinate executive and administrative units and positions and to provide 75 for agency staff reorganization without prior board approval when 76 77 authority to reorganize has been delegated to an agency as provided in paragraph (p); 78

79 (o) In coordination with appointing authorities, set the annual salaries of those appointed officials whose salaries 80 are not otherwise set by statute who work on a full-time basis in 81 the capacity of agency head, executive director or administrator 82 83 of any state department, agency, institution, board or commission under the jurisdiction of the State Personnel Board as provided in 84 Section 25-9-101 et seq., in conformity with the State Personnel 85 Board's compensation plan. Salaries of incumbents required by law 86 to serve in their professional capacity as a physician, dentist, 87 88 veterinarian or attorney shall be set in accordance with Section 25-9-107(c)(xiii); 89

90 (p) Authorize the director to enter into formal
91 agreements with department executive directors and agency
92 directors in which employment positions within their agencies may
93 be reallocated and organization charts amended without prior State
94 Personnel Board approval; however, such agreements shall be

H. B. No. 773 03/HR03/R1028 PAGE 3 (CTE\LH)

revocable by the State Personnel Board and continuation shall be 95 96 contingent upon the reallocations and reorganizations being 97 conducted in accordance with rules and regulations promulgated by 98 the State Personnel Board. In the event the State Personnel Board 99 has delegated reallocation authority to an agency, this delegation 100 does not remove the requirement that agencies submit personal services budget requests each fiscal year for the purpose of 101 preparing personal services continuation budget projections. 102 Such 103 budget requests shall be prepared in accordance with the policies, rules and regulations promulgated by the Department of Finance and 104 105 Administration, the Legislative Budget Office and the State Personnel Board. Prior to making any reallocation or 106 107 reorganization effective, each appointing authority who has entered into an agreement as provided in this paragraph shall 108 certify to the State Personnel Board that the total annualized 109 cost of any reallocation or reorganization shall be equal to or 110 less than the cost savings generated through downward reallocation 111 112 or position abolishment of vacant positions.

The personnel board shall maintain a record of every personnel transaction executed under authority delegated pursuant to this paragraph and shall annually report the total cost of these transactions, by agency, to the Legislative Budget Office and the Department of Finance and Administration.

The State Personnel Board shall prescribe rules requiring the 118 119 State Personnel Director to perform a compliance audit and evaluation of personnel transactions executed under authority 120 121 delegated pursuant to this paragraph and to publish a report of the audit listing exceptions taken by the State Personnel Director 122 not later than the first of October each year. In the event the 123 State Personnel Board determines that an agency has misclassified 124 an employee or position as a result of this delegated authority, 125 126 the State Personnel Board shall be authorized to correct such misclassification regardless of the state service status of the 127

H. B. No. 773 03/HR03/R1028 PAGE 4 (CTE\LH)

employee holding such position. Authority to correct such misclassifications of filled positions shall be limited to one (1) year from the date which the State Personnel Board receives written notice of the reallocation;

132 (q) Require that if an employment position has been determined to be in need of reallocation from one occupational 133 class to another, the employee occupying the position shall meet 134 the minimum qualifications for the occupational class to which the 135 position is being reallocated in order for the position to be 136 eligible for the reallocation. However, when a reallocation is 137 138 based upon an agency reorganization due to documented funds constraints, documented change in agency function, or legislative 139 140 mandate, a position may be reallocated with prior approval of the State Personnel Board; 141

142 Implement a reduction-in-force policy which shall (r) apply uniformly to all state agencies and which shall require that 143 the appointing authority develop an equitable and systematic plan 144 145 for implementation of an agency-wide reduction-in-force. If a proposed reduction-in-force is the result of a curtailment of 146 147 general funds, the State Personnel Board shall review the proposed reduction-in-force plan only upon written certification of a 148 149 general funds shortage from the Department of Finance and If a proposed reduction-in-force is the result of 150 Administration. a curtailment of special funds, the State Personnel Board shall 151 152 review the proposed reduction-in-force plan only upon written certification of a special funds shortage from the agency. 153 Further, the State Personnel Board shall ensure that any 154 reduction-in-force plan complies with all applicable policies, 155 rules and regulations of the State Personnel Board; 156

(s) Implement a furlough (involuntary leave without
pay) policy which shall apply uniformly to all executive and
subordinate employees within an agency, regardless of job class.
The State Personnel Board shall review furlough plans only upon

H. B. No. 773 03/HR03/R1028 PAGE 5 (CTE\LH)

161 written certification of a general funds shortage from the 162 Department of Finance and Administration or written certification 163 of a special funds shortage from the agency. The State Personnel 164 Board shall ensure that any furlough plan complies with all 165 applicable policies, rules and regulations of the State Personnel 166 Board;

167 (t) Establish policies which preclude any employee 168 under the salary setting authority of the State Personnel Board 169 from receiving an annual salary greater than the Governor, and any employee within an agency from receiving an annual salary 170 171 greater than the agency head. Employees currently receiving an annual salary exceeding the Governor or their agency head may 172 retain their present salary but shall not receive an increase 173 174 until such time as the provisions of this paragraph are met.

This section shall stand repealed from and after June 30,<u>2004</u>.

177 SECTION 2. This act shall take effect and be in force from 178 and after June 30, 2003.