By: Senator(s) Thames, Gordon, Furniss

To: Fees, Salaries and Administration;
Appropriations

## SENATE BILL NO. 2789 (As Passed the Senate)

1 2 3 4 5 6 7	AN ACT TO AMEND SECTION 25-3-33, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT SALARIES OF CERTAIN APPOINTIVE STATE AND DISTRICT OFFICIALS SHALL BE ESTABLISHED BY THE STATE PERSONNEL BOARD; TO AMEND SECTION 25-3-39, MISSISSIPPI CODE OF 1972, TO LIMIT SALARIES OF EXECUTIVE BRANCH EMPLOYEES TO 150% OF THAT SALARY PAID TO THE GOVERNOR; TO AMEND SECTION 25-9-115, MISSISSIPPI CODE OF 1972, TO CONFORM THERETO; AND FOR RELATED PURPOSES.
8	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
9	SECTION 1. Section 25-3-33, Mississippi Code of 1972, is
10	amended as follows:
11	25-3-33. $(1)$ The annual salaries of the following
12	appointive state and district officials and employees shall be
13	established by the State Personnel Board subject to appropriations
14	by the Legislature:
15	Deputy Attorney General * * *
16	Assistant Attorneys General * * *
17	Military DepartmentNational Guard: Adjutant General * * *
18	Department of Banking and Consumer Finance:
19	Commissioner * * *
20	Chairman of the State Tax Commission * * *
21	Associate Commissioners * * *
22	Director of Emergency Management Agency * * *
23	Department of Public Safety:
24	Commissioner of Public Safety * * *
25	Director, Office of Mississippi Highway Safety Patrol,
26	or his successor * * *
27	Director, Office of Support Services, or his
28	successor * * *
29	Department of Human Services: Director * * *

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Chairman * * *
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              Members * * *
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              Executive Director * * *
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              Administrative Judge * * *
         Archives and History: Director * * *
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         State Forester * * *
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         State Oil and Gas Board: Secretary-Supervisor * * *
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         Educational Television Authority: Executive Director * *
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         Director, Mississippi Library Commission * * *
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         Executive Secretary, Public Service Commission * * *
         Parole Board:
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              Chairman * * *
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              Administrative Assistant for Parole Matters * * *
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              Members * * *
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         Governor's State Bond Advisory Division: Director * * *
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         Employment Security Commission: Executive Director * *
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         Executive Director, Department of Mental Health * * *
         Director, Division of Medicaid * * *
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         Director, State Department of Transportation * *
         State Entomologist * * *
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         Clerk of the Supreme Court * * *
         State Aid Engineer, Division of State Aid
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              Road Construction * * *
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         Executive Director, Judicial Performance Commission * * *
         Executive Director, Department of Finance
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              and Administration * * *
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         Superintendent, Mississippi School for the Blind * * *
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         Superintendent, Mississippi School for the Deaf * * *
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         Executive Director, State Fair Commission * * *
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         Executive Director, Department of Wildlife,
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              Fisheries and Parks * * *
         Executive Director, Department of Environmental Quality * * *
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                      S. B. No. 2789
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Workers' Compensation Commission:

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63	Executive Director, Pat Harrison Waterway District * * *
64	Executive Director, Pearl River Basin
65	Development District * * *
66	Executive Director, Pearl River Valley
67	Water Supply District * * *
68	Executive Director, Tombigbee River Valley
69	Water Management District * * *
70	Director, Soil and Water Conservation Commission * * *
71	Commissioner, Mississippi Department of Corrections * * *
72	Executive Director, Mississippi Department of Information
73	Technology Services * * *
74	Director, Mississippi Bureau of Narcotics * * *
75	Executive Secretary, State Veterans Affairs Board * * *
76	Executive Officer, Veterans' Home Purchase Board * * *
77	Chief Administrative Officer, Motor Vehicle Commission * * *
78	Stadium Manager, Mississippi Veterans Memorial Stadium * * *
79	Executive Director, Mississippi Arts Commission * * *
80	Director, Mississippi Board of Nursing * * *
81	Director, State Board of Pharmacy * * *
82	Director, State Board of Public Contractors * * *
83	Director, Real Estate Commission * * *
84	Director of Support Services, Department of
85	Rehabilitation Services * * *
86	Executive Director, State Fire Academy * * *
87	Executive Director, Law Enforcement Officers
88	<pre>Training Academy * * *</pre>
89	Executive Director, State Board of Accountancy * * *
90	Executive Director, Mississippi Gaming Commission * * *
91	Executive Director, Mississippi Department
92	of Marine Resources * * *
93	Executive Director, State Board of Registration for
94	Professional Engineers and Land Surveyors * * *
95	Executive Director, Public Utilities Staff * * *
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State Personnel Director * * *
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          Manager, Farmers Central Market, Department
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               of Agriculture and Commerce * * *
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          State Veterinarian * * *
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               Executive Director, Mississippi Ethics
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               Commission * * *
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          (2) In determining the annual salary to be paid to each
     official listed in subsection (1), the State Personnel Board shall
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     consider the types and magnitude of the duties and
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     responsibilities of each, and shall compare and consider the
     compensation paid to persons with similar competencies and
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     responsibilities in other public institutions and in the private
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     sector.
          SECTION 2. Section 25-3-39, Mississippi Code of 1972, is
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     amended as follows:
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          25-3-39. (1) No public officer, public employee,
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     administrator, or executive head of any arm or agency of the
     state, in the executive branch of government, shall be paid a
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     salary or compensation, directly or indirectly, greater than one
     hundred fifty percent (150%) of the salary fixed in Section
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     25-3-31 for the Governor. All academic officials, members of the
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     teaching staffs and employees of the state institutions of higher
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     learning, the State Board for Community and Junior Colleges, and
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     community and junior colleges, and licensed physicians who are
     public employees, shall be exempt from this subsection. * * *
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     Governor shall fix the annual salary of the Executive Director of
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     the Mississippi Development Authority and the annual salary of the
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     Chief of Staff of the Governor's Office, which salaries shall be
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     completely paid by the state and may not be supplemented with any
     funds from any source, including federal or private funds.
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     Provided, however, that the salary of the Executive Director of
     the Mississippi Development Authority and the Governor's Chief of
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- 129 Staff shall not be greater than one hundred fifty percent (150%)
- 130 of the salary of the Governor.
- 131 (2) No public officer, employee or administrator shall be
- 132 paid a salary or compensation, directly or indirectly, in excess
- 133 of the salary of the executive head of the state agency or
- 134 department in which he is employed. The State Personnel Board,
- 135 based upon its findings of fact, may exempt physicians and
- 136 actuaries from this subsection when the acquisition of such
- 137 professional services is precluded based on the prevailing wage in
- 138 the relevant labor market.
- 139 **SECTION 3.** Section 25-9-115, Mississippi Code of 1972, is
- 140 amended as follows:
- 141 25-9-115. It shall be the specific duty and function of the
- 142 State Personnel Board to:
- 143 (a) Represent the public interest in the improvement of
- 144 personnel administration in the state departments, agencies and
- 145 institutions covered by the State Personnel System;
- 146 (b) Determine appropriate goals and objectives for the
- 147 State Personnel System and prescribe policies for their
- 148 accomplishment, with the assistance of the Mississippi Personnel
- 149 Advisory Council;
- 150 (c) Adopt and amend policies, rules and regulations
- 151 establishing and maintaining the State Personnel System. Such
- 152 rules and regulations shall not be applicable to the emergency
- 153 hiring of employees by the Public Employees' Retirement System
- 154 pursuant to Section 25-11-15(7). The rules and regulations of the
- 155 Mississippi Classification Commission and the Mississippi
- 156 Coordinated Merit System Council serving federal grant-aided
- 157 agencies in effect on February 1, 1981, shall remain in effect
- 158 until amended, changed, modified or repealed by the board;
- 159 (d) Ensure uniformity in all functions of personnel
- 160 administration in those agencies required to comply with the

161 provisions of this chapter. The board may delegate authority to

- 162 the State Personnel Director as deemed necessary for the timely,
- 163 effective and efficient implementation of the State Personnel
- 164 System;
- (e) Appoint an employee appeals board, consisting of
- 166 three (3) hearing officers, for the purpose of holding hearings,
- 167 compiling evidence and rendering decisions on employee dismissals
- 168 and other personnel matters as provided for in Sections 25-9-127
- 169 through 25-9-131. Hearing officers are not entitled to serve
- 170 beyond their appointed term unless reappointed by the State
- 171 Personnel Board;
- 172 (f) Assure uniformity in the administration of state
- 173 and federal laws relating to merit administration;
- 174 (g) Establish an annual budget covering all the costs
- 175 of board operations;
- (h) With the assistance of the Mississippi Personnel
- 177 Advisory Council, promote public understanding of the purposes,
- 178 policies and practices of the State Personnel System and advise
- 179 and assist the state departments, agencies and institutions in
- 180 fostering sound principles of personnel management and securing
- 181 the interest of institutions of learning and of civic,
- 182 professional and other organizations in the improvement of
- 183 personnel standards under the State Personnel System;
- 184 (i) Recommend policies and procedures for the
- 185 establishment and abolishment of employment positions within state
- 186 government and develop a system for the efficient use of personnel
- 187 resources;
- 188 (j) Cooperate with state institutions of higher
- 189 learning in implementing a career management program in state
- 190 agencies for graduate students in public administration in order
- 191 to provide state government with a steady flow of professional
- 192 public managerial talent;
- 193 (k) Prescribe rules which shall provide that an
- 194 employee in state service is not obliged, by reason of his

- employment, to contribute to a political fund or to render

  political service, and that he may not be removed or otherwise
- 197 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;
- 201 (m) Annually report to the Governor and Legislature on 202 the operation of the State Personnel System and the status of 203 personnel administration in state government;
- Require submission and approve organization and 204 (n) 205 staffing plans of departments and agencies in state and nonstate service on such forms and according to such regulations as the 206 board may prescribe to control and limit the growth of subordinate 207 208 executive and administrative units and positions and to provide 209 for agency staff reorganization without prior board approval when authority to reorganize has been delegated to an agency as 210 provided in paragraph (p); 211
- 212 In coordination with appointing authorities, set the annual salaries of those appointed officials whose salaries 213 are not otherwise set by statute who work on a full-time basis in 214 the capacity of agency head, executive director or administrator 215 216 of any state department, agency, institution, board or commission under the jurisdiction of the State Personnel Board as provided in 217 Section 25-9-101 et seq., in conformity with the State Personnel 218 219 Board's compensation plan. Salaries of incumbents required by law to serve in their professional capacity as a physician, dentist, 220 221 veterinarian or attorney shall be set in accordance with Section 25-9-107(c)(xiii); 222
- (p) Authorize the director to enter into formal
  agreements with department executive directors and agency
  directors in which employment positions within their agencies may
  be reallocated and organization charts amended without prior State

Personnel Board approval; however, such agreements shall be

revocable by the State Personnel Board and continuation shall be 228 229 contingent upon the reallocations and reorganizations being conducted in accordance with rules and regulations promulgated by 230 231 the State Personnel Board. In the event the State Personnel Board 232 has delegated reallocation authority to an agency, this delegation does not remove the requirement that agencies submit personal 233 services budget requests each fiscal year for the purpose of 234 preparing personal services continuation budget projections. 235 budget requests shall be prepared in accordance with the policies, 236 rules and regulations promulgated by the Department of Finance and 237 238 Administration, the Legislative Budget Office and the State Personnel Board. Prior to making any reallocation or 239 240 reorganization effective, each appointing authority who has entered into an agreement as provided in this paragraph shall 241 certify to the State Personnel Board that the total annualized 242 243 cost of any reallocation or reorganization shall be equal to or less than the cost savings generated through downward reallocation 244 245 or position abolishment of vacant positions. The personnel board shall maintain a record of every 246 247 personnel transaction executed under authority delegated pursuant to this paragraph and shall annually report the total cost of 248 249 these transactions, by agency, to the Legislative Budget Office 250 and the Department of Finance and Administration. The State Personnel Board shall prescribe rules requiring the 251 252 State Personnel Director to perform a compliance audit and evaluation of personnel transactions executed under authority 253 254 delegated pursuant to this paragraph and to publish a report of 255 the audit listing exceptions taken by the State Personnel Director 256 not later than the first of October each year. In the event the 257 State Personnel Board determines that an agency has misclassified

an employee or position as a result of this delegated authority,

the State Personnel Board shall be authorized to correct such

misclassification regardless of the state service status of the

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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;

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

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

(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

294	written certification of a general funds shortage from the
295	Department of Finance and Administration or written certification
296	of a special funds shortage from the agency. The State Personnel
297	Board shall ensure that any furlough plan complies with all
298	applicable policies, rules and regulations of the State Personnel
299	Board;
300	(t) Establish policies in accordance with Section
301	$\underline{25-3-39}$ which precludes any employee under the salary setting
302	authority of the State Personnel Board from receiving an annual
303	salary greater than one hundred fifty percent (150%) of the salary

currently receiving an annual salary exceeding the Governor or their agency head may retain their present salary but shall not receive an increase until such time as the provisions of this paragraph are met.

an annual salary greater than the agency head. Employees

of the Governor, and any employee within an agency from receiving

- This section shall stand repealed from and after June 30, 311 2003.
- 312 **SECTION 4**. This act shall take effect and be in force from and after January 1, 2004.

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