MISSISSIPPI LEGISLATURE

By: Representative Turner

REGULAR SESSION 2016

To: Accountability, Efficiency, Transparency

HOUSE BILL NO. 1503

1 AN ACT TO AMEND SECTIONS 31-7-1 AND 31-7-9, MISSISSIPPI CODE 2 OF 1972, TO CLARIFY THE DEFINITION OF "PURCHASING AGENT" FOR THE 3 PURPOSE OF DEFINING WHO MUST ATTEND THE OFFICE OF PURCHASING, 4 TRAVEL AND FLEET MANAGEMENT'S MANDATED CERTIFICATION PROGRAM FOR 5 PURCHASING AGENTS; AND FOR RELATED PURPOSES. 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 7 SECTION 1. Section 31-7-1, Mississippi Code of 1972, is amended as follows: 8 9 31-7-1. The following terms are defined for the purposes of 10 this chapter to have the following meanings: 11 (a) "Agency" means any state board, commission, 12 committee, council, university, department or unit thereof created by the Constitution or statutes if such board, commission, 13 committee, council, university, department, unit or the head 14 15 thereof is authorized to appoint subordinate staff by the 16 Constitution or statute, except a legislative or judicial board, commission, committee, council, department or unit thereof; except 17 a charter school authorized by the Mississippi Charter School 18 19 Authorizer Board; and except the Mississippi State Port Authority.

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20 (b) "Governing authority" means boards of supervisors, 21 governing boards of all school districts, all boards of directors 22 of public water supply districts, boards of directors of master public water supply districts, municipal public utility 23 24 commissions, governing authorities of all municipalities, port 25 authorities, Mississippi State Port Authority, commissioners and boards of trustees of any public hospitals, boards of trustees of 26 27 public library systems, district attorneys, school attendance 28 officers and any political subdivision of the state supported 29 wholly or in part by public funds of the state or political 30 subdivisions thereof, including commissions, boards and agencies created or operated under the authority of any county or 31 municipality of this state. The term "governing authority" shall 32 not include economic development authorities supported in part by 33 34 private funds, or commissions appointed to hold title to and 35 oversee the development and management of lands and buildings 36 which are donated by private individuals to the public for the use and benefit of the community and which are supported in part by 37 38 private funds. The term "governing authority" also shall not 39 include the governing board of a charter school.

40 (c) "Purchasing agent" means any administrator,
41 superintendent, purchase clerk or other chief officer so
42 designated having general or special authority to negotiate for
43 and make private contract for or purchase for any governing

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44 authority or agency, including issue purchase orders, invitations

45 for bid, requests for proposals and receive and accept bids.

46 SECTION 2. Section 31-7-9, Mississippi Code of 1972, is 47 amended as follows:

48 31-7-9. (1) (a) The Office of Purchasing, Travel and Fleet 49 Management shall adopt purchasing regulations governing the 50 purchase by any agency of any commodity or commodities and 51 establishing standards and specifications for a commodity or 52 commodities and the maximum fair prices of a commodity or commodities, subject to the approval of the Public Procurement 53 54 Review Board. It shall have the power to amend, add to or eliminate purchasing regulations. The adoption of, amendment, 55 56 addition to or elimination of purchasing regulations shall be 57 based upon a determination by the Office of Purchasing, Travel and 58 Fleet Management with the approval of the Public Procurement 59 Review Board, that such action is reasonable and practicable and 60 advantageous to promote efficiency and economy in the purchase of commodities by the agencies of the state. Upon the adoption of 61 62 any purchasing regulation, or an amendment, addition or 63 elimination therein, copies of same shall be furnished to the 64 State Auditor and to all agencies affected thereby. Thereafter, 65 and except as otherwise may be provided in subsection (2) of this section, no agency of the state shall purchase any commodities 66 67 covered by existing purchasing regulations unless such commodities be in conformity with the standards and specifications set forth 68

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69 in the purchasing regulations and unless the price thereof does 70 not exceed the maximum fair price established by such purchasing 71 regulations. The Office of Purchasing, Travel and Fleet 72 Management shall furnish to any county or municipality or other 73 local public agency of the state requesting same, copies of 74 purchasing regulations adopted by the Office of Purchasing, Travel 75 and Fleet Management and any amendments, changes or eliminations 76 of same that may be made from time to time.

77 The Office of Purchasing, Travel and Fleet (b) 78 Management may adopt purchasing regulations governing the use of 79 credit cards, procurement cards and purchasing club membership 80 cards to be used by state agencies, governing authorities of 81 counties and municipalities, school districts and the Chickasawhay 82 Natural Gas District. Use of the cards shall be in strict compliance with the regulations promulgated by the office. 83 Anv 84 amounts due on the cards shall incur interest charges as set forth 85 in Section 31-7-305 and shall not be considered debt.

86 Pursuant to the provision of Section 37-61-33(3), (C) 87 the Office of Purchasing, Travel and Fleet Management of the 88 Department of Finance and Administration is authorized to issue 89 procurement cards to all public school district classroom teachers 90 and other necessary direct support personnel at the beginning of the school year for the purchase of instructional supplies using 91 92 Educational Enhancement Funds. The cards will be issued in equal amounts per teacher determined by the total number of qualifying 93

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94 personnel and the then current state appropriation for classroom 95 instructional supplies under the Education Enhancement Fund. All 96 purchases shall be in accordance with state law and teachers are responsible for verification of capital asset requirements when 97 98 pooling monies to purchase equipment. The cards will expire on a 99 pre-determined date at the end of each school year. All 100 unexpended amounts will be carried forward, to be combined with the following year's instructional supply fund allocation, and 101 102 reallocated for the following year. The Department of Finance and Administration is authorized to loan any start-up funds at the 103 104 beginning of the school year to fund this procurement system for 105 instructional supplies with loan repayment being made from sales 106 tax receipts earmarked for the Education Enhancement Fund.

107 In a sale of goods or services, the seller shall (d) 108 not impose a surcharge on a buyer who uses a state-issued credit 109 card, procurement card, travel card, or fuel card. The Department 110 of Finance and Administration shall have exclusive jurisdiction to enforce and adopt rules relating to this paragraph. Any rules 111 112 adopted under this paragraph shall be consistent with federal laws 113 and regulations governing credit card transactions described by 114 this paragraph. This paragraph does not create a cause of action 115 against an individual for a violation of this paragraph.

(2) The Office of Purchasing, Travel and Fleet Management
shall adopt, subject to the approval of the Public Procurement
Review Board, purchasing regulations governing the purchase of

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125 The Office of Purchasing, Travel and Fleet Management (3) 126 shall adopt, subject to the approval of the Public Procurement 127 Review Board, regulations governing the certification process for certified purchasing offices, including the Mississippi Purchasing 128 129 Certification Program, which shall be required of all purchasing * * * agents at state agencies. Such regulations shall 130 131 require entities desiring to be classified as certified purchasing 132 offices to submit applications and applicable documents on an 133 annual basis, and in the case of a state agency purchasing office, 134 to have one hundred percent (100%) participation and completion by 135 purchasing *** * *** agents in the Mississippi Purchasing Certification Program, at which time the Office of Purchasing, 136 137 Travel and Fleet Management may provide the governing entity with 138 a certification valid for one (1) year from the date of issuance. 139 The Office of Purchasing, Travel and Fleet Management shall set a 140 fee in an amount that recovers its costs to administer the 141 Mississippi Purchasing Certification Program, which shall be assessed to the participating state agencies. 142

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143 SECTION 3. This act shall take effect and be in force from 144 and after July 1, 2016.

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must attend purchasing certification program.