MISSISSIPPI LEGISLATURE

By: Senator(s) Bryan

REGULAR SESSION 2021

To: Public Health and Welfare; Accountability, Efficiency, Transparency

SENATE BILL NO. 2021 (As Passed the Senate)

1 AN ACT TO AMEND SECTION 41-20-3, MISSISSIPPI CODE OF 1972, TO 2 PROVIDE THAT THE COORDINATOR OF MENTAL HEALTH ACCESSIBILITY SHALL 3 BE HOUSED WITHIN THE DEPARTMENT OF FINANCE AND ADMINISTRATION; TO 4 PROVIDE THAT ALL EXPENSES OF THE COORDINATOR SHALL BE PAID OUT OF 5 FUNDS APPROPRIATED TO THE DEPARTMENT OF FINANCE AND 6 ADMINISTRATION; TO AMEND SECTION 41-20-7, MISSISSIPPI CODE OF 7 1972, TO PROVIDE THAT THE COORDINATOR MAY HIRE STAFF SUBJECT TO THE APPROVAL OF THE EXECUTIVE DIRECTOR OF THE DEPARTMENT OF 8 9 FINANCE AND ADMINISTRATION; TO AMEND SECTION 27-104-7, MISSISSIPPI CODE OF 1972, TO EXEMPT ANY PERSONAL SERVICE CONTRACTS ENTERED 10 11 INTO BY THE COORDINATOR OF MENTAL HEALTH ACCESSIBILITY THROUGH 12 JUNE 30, 2022, FROM THE RULES AND REGULATIONS OF THE PERSONAL 13 SERVICE CONTRACT REVIEW BOARD; AND FOR RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. Section 41-20-3, Mississippi Code of 1972, is amended as follows:

17 41-20-3. (1) There is created within the Department of 18 Finance and Administration a position to be known as the 19 Coordinator of Mental Health Accessibility. The coordinator shall 20 be appointed by the Executive Director of the Department of 21 Finance and Administration and shall serve at the will and 22 pleasure of the executive director. The executive director shall 23 appoint the coordinator within thirty (30) days from July 8, 2020.

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(2) The coordinator must have a master's degree, doctoral
degree or juris doctorate from an accredited institution of higher
learning and have not less than five (5) years of professional
experience.

(3) The coordinator shall be housed at the * * <u>Department</u> of Finance and Administration. All of the expenses of the coordinator, including the coordinator's salary and the salaries of any staff of the coordinator, shall be paid out of funds appropriated to the * * <u>Department of Finance and</u>

33 Administration.

34 SECTION 2. Section 41-20-7, Mississippi Code of 1972, is 35 amended as follows:

36 41-20-7. In fulfilling the responsibilities of this chapter,37 the coordinator may, subject to federal law:

(a) Hire staff needed for the performance of his or her
duties under this chapter, subject to the approval of the * * *
<u>Executive Director of the Department of Finance and Administration</u>
and provided that funds are specifically appropriated for that
purpose. * * *

43 (b) Enter any part of the mental health system,
44 including any facility or building used to provide mental health
45 services.

46 (c) Interview, on a confidential basis or otherwise,47 persons and employees in the mental health system.

48 (d) Access services, documents, records, programs and
49 materials as necessary to assess the status of the mental health
50 system.

(e) Recommend changes to any portion of the mental health system either in the coordinator's status reports or to the board(s) of supervisors or regional commissions or to the State Department of Mental Health or as otherwise determined to be necessary by the coordinator.

(f) Develop and implement a plan to provide access to mental health services in any county or geographic area within a county, where services are determined to be inadequate, if required by Section 41-20-9.

(g) Communicate with any governmental entity as is
necessary to fulfill the coordinator's duties under this chapter.
(h) Perform any other actions as the coordinator deems
necessary to fulfill the coordinator's duties under this chapter.
SECTION 3. Section 27-104-7, Mississippi Code of 1972, is

65 amended as follows:

66 27-104-7. (1) (a) There is created the Public Procurement 67 Review Board, which shall be reconstituted on January 1, 2018, and 68 shall be composed of the following members:

69 (i) Three (3) individuals appointed by the70 Governor with the advice and consent of the Senate;

71 (ii) Two (2) individuals appointed by the
72 Lieutenant Governor with the advice and consent of the Senate; and

73 (iii) The Executive Director of the Department of 74 Finance and Administration, serving as an ex officio and nonvoting 75 member. 76 The initial terms of each appointee shall be as (b) 77 follows: 78 (i) One (1) member appointed by the Governor to serve for a term ending on June 30, 2019; 79 One (1) member appointed by the Governor to 80 (ii) 81 serve for a term ending on June 30, 2020; 82 (iii) One (1) member appointed by the Governor to 83 serve for a term ending on June 30, 2021; 84 One (1) member appointed by the Lieutenant (iv) 85 Governor to serve for a term ending on June 30, 2019; and 86 (v) One (1) member appointed by the Lieutenant Governor to serve for a term ending on June 30, 2020. 87 88 After the expiration of the initial terms, all appointed 89 members' terms shall be for a period of four (4) years from the expiration date of the previous term, and until such time as the 90 91 member's successor is duly appointed and qualified. 92 When appointing members to the Public Procurement (C) 93 Review Board, the Governor and Lieutenant Governor shall take into 94 consideration persons who possess at least five (5) years of management experience in general business, health care or finance 95 96 for an organization, corporation or other public or private 97 entity. Any person, or any employee or owner of a company, who

98 receives any grants, procurements or contracts that are subject to 99 approval under this section shall not be appointed to the Public 100 Procurement Review Board. Any person, or any employee or owner of 101 a company, who is a principal of the source providing a personal 102 or professional service shall not be appointed to the Public 103 Procurement Review Board if the principal owns or controls a 104 greater than five percent (5%) interest or has an ownership value of One Million Dollars (\$1,000,000.00) in the source's business, 105 106 whichever is smaller. No member shall be an officer or employee 107 of the State of Mississippi while serving as a voting member on 108 the Public Procurement Review Board.

(d) Members of the Public Procurement Review Board shall be entitled to per diem as authorized by Section 25-3-69 and travel reimbursement as authorized by Section 25-3-41.

112 The members of the Public Procurement Review Board (e) 113 shall elect a chair from among the membership, and he or she shall 114 preside over the meetings of the board. The board shall annually elect a vice chair, who shall serve in the absence of the chair. 115 116 No business shall be transacted, including adoption of rules of 117 procedure, without the presence of a quorum of the board. Three 118 (3) members shall be a quorum. No action shall be valid unless 119 approved by a majority of the members present and voting, entered 120 upon the minutes of the board and signed by the chair. Necessary 121 clerical and administrative support for the board shall be provided by the Department of Finance and Administration. Minutes 122

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123 shall be kept of the proceedings of each meeting, copies of which 124 shall be filed on a monthly basis with the chairs of the 125 Accountability, Efficiency and Transparency Committees of the 126 Senate and House of Representatives and the chairs of the 127 Appropriations Committees of the Senate and House of 128 Representatives.

129 (2) The Public Procurement Review Board shall have the130 following powers and responsibilities:

(a) Approve all purchasing regulations governing the
purchase or lease by any agency, as defined in Section 31-7-1, of
commodities and equipment, except computer equipment acquired
pursuant to Sections 25-53-1 through 25-53-29;

(b) Adopt regulations governing the approval of
contracts let for the construction and maintenance of state
buildings and other state facilities as well as related contracts
for architectural and engineering services.

The provisions of this paragraph (b) shall not apply to such contracts involving buildings and other facilities of state institutions of higher learning which are self-administered as provided under this paragraph (b) or Section 37-101-15(m);

(c) Adopt regulations governing any lease or rental agreement by any state agency or department, including any state agency financed entirely by federal funds, for space outside the buildings under the jurisdiction of the Department of Finance and Administration. These regulations shall require each agency

21/SS08/R581PS PAGE 6 148 requesting to lease such space to provide the following 149 information that shall be published by the Department of Finance 150 and Administration on its website: the agency to lease the space; 151 the terms of the lease; the approximate square feet to be leased; 152 the use for the space; a description of a suitable space; the 153 general location desired for the leased space; the contact 154 information for a person from the agency; the deadline date for 155 the agency to have received a lease proposal; any other specific 156 terms or conditions of the agency; and any other information 157 deemed appropriate by the Division of Real Property Management of 158 the Department of Finance and Administration or the Public 159 Procurement Review Board. The information shall be provided 160 sufficiently in advance of the time the space is needed to allow 161 the Division of Real Property Management of the Department of 162 Finance and Administration to review and preapprove the lease 163 before the time for advertisement begins;

164 Adopt, in its discretion, regulations to set aside (d) at least five percent (5%) of anticipated annual expenditures for 165 166 the purchase of commodities from minority businesses; however, all 167 such set-aside purchases shall comply with all purchasing 168 regulations promulgated by the department and shall be subject to 169 all bid requirements. Set-aside purchases for which competitive 170 bids are required shall be made from the lowest and best minority 171 business bidder; however, if no minority bid is available or if the minority bid is more than two percent (2%) higher than the 172

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S. B. No. 2021 21/SS08/R581PS PAGE 7 173 lowest bid, then bids shall be accepted and awarded to the lowest 174 and best bidder. However, the provisions in this paragraph shall 175 not be construed to prohibit the rejection of a bid when only one (1) bid is received. Such rejection shall be placed in the 176 177 minutes. For the purposes of this paragraph, the term "minority 178 business" means a business which is owned by a person who is a citizen or lawful permanent resident of the United States and who 179 180 is:

181 (i) Black: having origins in any of the black182 racial groups of Africa;

(ii) Hispanic: of Mexican, Puerto Rican, Cuban,
Central or South American, or other Spanish or Portuguese culture
or origin regardless of race;

(iii) Asian-American: having origins in any of the original people of the Far East, Southeast Asia, the Indian subcontinent, or the Pacific Islands;

189 (iv) American Indian or Alaskan Native: having190 origins in any of the original people of North America; or

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(v) Female;

(e) In consultation with and approval by the Chairs of
the Senate and House Public Property Committees, approve leases,
for a term not to exceed eighteen (18) months, entered into by
state agencies for the purpose of providing parking arrangements
for state employees who work in the Woolfolk Building, the Carroll
Gartin Justice Building or the Walter Sillers Office Building;

198 (f) Promulgate rules and regulations governing the 199 solicitation and selection of contractual services personnel 200 including personal and professional services contracts for any 201 form of consulting, policy analysis, public relations, marketing, 202 public affairs, legislative advocacy services or any other 203 contract that the board deems appropriate for oversight, with the 204 exception of any personal service contracts entered into by any 205 agency that employs only nonstate service employees as defined in 206 Section 25-9-107(c), any personal service contracts entered into 207 for computer or information technology-related services governed 208 by the Mississippi Department of Information Technology Services, 209 any personal service contracts entered into by the individual 210 state institutions of higher learning, any personal service 211 contracts entered into by the Mississippi Department of 212 Transportation, any personal service contracts entered into by the Department of Human Services through June 30, 2019, which the 213 214 Executive Director of the Department of Human Services determines would be useful in establishing and operating the Department of 215 216 Child Protection Services, any personal service contracts entered 217 into by the Department of Child Protection Services through June 218 30, 2019, any contracts for entertainers and/or performers at the 219 Mississippi State Fairgrounds entered into by the Mississippi Fair 220 Commission, any contracts entered into by the Department of 221 Finance and Administration when procuring aircraft maintenance, 222 parts, equipment and/or services, and any contract for attorney,

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223 accountant, actuary auditor, architect, engineer, * * * utility 224 rate expert services, and any personal service contracts approved 225 by the Executive Director of the Department of Finance and 226 Administration and entered into by the Coordinator of Mental 227 Health Accessibility through June 30, 2022. Any such rules and 228 regulations shall provide for maintaining continuous internal 229 audit covering the activities of such agency affecting its revenue 230 and expenditures as required under Section 7-7-3(6)(d). Any rules 231 and regulation changes related to personal and professional 232 services contracts that the Public Procurement Review Board may 233 propose shall be submitted to the Chairs of the Accountability, 234 Efficiency and Transparency Committees of the Senate and House of 235 Representatives and the Chairs of the Appropriation Committees of 236 the Senate and House of Representatives at least fifteen (15) days 237 before the board votes on the proposed changes, and those rules 238 and regulation changes, if adopted, shall be promulgated in 239 accordance with the Mississippi Administrative Procedures Act; 240 Approve all personal and professional services (q) 241 contracts involving the expenditures of funds in excess of 242 Seventy-five Thousand Dollars (\$75,000.00), except as provided in 243 paragraph (f) of this subsection (2) and in subsection (8); 244 Develop mandatory standards with respect to (h) 245 contractual services personnel that require invitations for public 246 bid, requests for proposals, record keeping and financial responsibility of contractors. The Public Procurement Review 247

Board shall, unless exempted under this paragraph (h) or under paragraph (i) or (o) of this subsection (2), require the agency involved to submit the procurement to a competitive procurement process, and may reserve the right to reject any or all resulting procurements;

(i) Prescribe certain circumstances by which agency
heads may enter into contracts for personal and professional
services without receiving prior approval from the Public
Procurement Review Board. The Public Procurement Review Board may
establish a preapproved list of providers of various personal and
professional services for set prices with which state agencies may
contract without bidding or prior approval from the board;

260 Agency requirements may be fulfilled by (i) 261 procuring services performed incident to the state's own programs. 262 The agency head shall determine in writing whether the price 263 represents a fair market value for the services. When the 264 procurements are made from other governmental entities, the 265 private sector need not be solicited; however, these contracts 266 shall still be submitted for approval to the Public Procurement 267 Review Board.

(ii) Contracts between two (2) state agencies,
both under Public Procurement Review Board purview, shall not
require Public Procurement Review Board approval. However, the
contracts shall still be entered into the enterprise resource
planning system.

(j) 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;

(k) Present recommendations for governmental privatization and to evaluate privatization proposals submitted by any state agency;

281 Authorize personal and professional service (1) 282 contracts to be effective for more than one (1) year provided a 283 funding condition is included in any such multiple year contract, 284 except the State Board of Education, which shall have the 285 authority to enter into contractual agreements for student 286 assessment for a period up to ten (10) years. The State Board of 287 Education shall procure these services in accordance with the 288 Public Procurement Review Board procurement regulations;

(m) Request the State Auditor to conduct a performanceaudit on any personal or professional service contract;

(n) Prepare an annual report to the Legislature
concerning the issuance of personal and professional services
contracts during the previous year, collecting any necessary
information from state agencies in making such report;
(o) Develop and implement the following standards and

296 procedures for the approval of any sole source contract for

297 personal and professional services regardless of the value of the 298 procurement:

(i) For the purposes of this paragraph (o), the term "sole source" means only one (1) source is available that can provide the required personal or professional service.

(ii) An agency that has been issued a binding, valid court order mandating that a particular source or provider must be used for the required service must include a copy of the applicable court order in all future sole source contract reviews for the particular personal or professional service referenced in the court order.

308 Any agency alleging to have a sole source (iii) 309 for any personal or professional service, other than those 310 exempted under paragraph (f) of this subsection (2) and subsection 311 (8), shall publish on the procurement portal website established by Sections 25-53-151 and 27-104-165, for at least fourteen (14) 312 313 days, the terms of the proposed contract for those services. In addition, the publication shall include, but is not limited to, 314 315 the following information:

316 1. The personal or professional service 317 offered in the contract;

318 2. An explanation of why the personal or 319 professional service is the only one that can meet the needs of 320 the agency;

321 3. An explanation of why the source is the 322 only person or entity that can provide the required personal or 323 professional service;

324 4. An explanation of why the amount to be
325 expended for the personal or professional service is reasonable;
326 and

327 5. The efforts that the agency went through
328 to obtain the best possible price for the personal or professional
329 service.

330 (iv) If any person or entity objects and proposes 331 that the personal or professional service published under 332 subparagraph (iii) of this paragraph (o) is not a sole source 333 service and can be provided by another person or entity, then the objecting person or entity shall notify the Public Procurement 334 335 Review Board and the agency that published the proposed sole 336 source contract with a detailed explanation of why the personal or 337 professional service is not a sole source service.

338 If the agency determines after review that (V) 1. 339 the personal or professional service in the proposed sole source 340 contract can be provided by another person or entity, then the 341 agency must withdraw the sole source contract publication from the 342 procurement portal website and submit the procurement of the 343 personal or professional service to an advertised competitive bid or selection process. 344

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2. If the agency determines after review that there is only one (1) source for the required personal or professional service, then the agency may appeal to the Public Procurement Review Board. The agency has the burden of proving that the personal or professional service is only provided by one (1) source.

351 If the Public Procurement Review Board has 3. 352 any reasonable doubt as to whether the personal or professional 353 service can only be provided by one (1) source, then the agency 354 must submit the procurement of the personal or professional 355 service to an advertised competitive bid or selection process. No 356 action taken by the Public Procurement Review Board in this appeal 357 process shall be valid unless approved by a majority of the 358 members of the Public Procurement Review Board present and voting.

359 The Public Procurement Review Board shall (vi) 360 prepare and submit a quarterly report to the House of 361 Representatives and Senate Accountability, Efficiency and 362 Transparency Committees that details the sole source contracts 363 presented to the Public Procurement Review Board and the reasons 364 that the Public Procurement Review Board approved or rejected each 365 contract. These quarterly reports shall also include the 366 documentation and memoranda required in subsection (4) of this 367 section. An agency that submitted a sole source contract shall be 368 prepared to explain the sole source contract to each committee by December 15 of each year upon request by the committee. 369

370 (p) Assess any fines and administrative penalties
371 provided for in Sections 31-7-401 through 31-7-423.

372 All submissions shall be made sufficiently in advance of (3) 373 each monthly meeting of the Public Procurement Review Board as 374 prescribed by the Public Procurement Review Board. If the Public 375 Procurement Review Board rejects any contract submitted for review 376 or approval, the Public Procurement Review Board shall clearly set 377 out the reasons for its action, including, but not limited to, the 378 policy that the agency has violated in its submitted contract and 379 any corrective actions that the agency may take to amend the 380 contract to comply with the rules and regulations of the Public 381 Procurement Review Board.

382 All sole source contracts for personal and professional (4) 383 services awarded by state agencies, other than those exempted 384 under Section 27-104-7(2)(f) and (8), whether approved by an 385 agency head or the Public Procurement Review Board, shall contain 386 in the procurement file a written determination for the approval, 387 using a request form furnished by the Public Procurement Review 388 Board. The written determination shall document the basis for the 389 determination, including any market analysis conducted in order to 390 ensure that the service required was practicably available from 391 only one (1) source. A memorandum shall accompany the request 392 form and address the following four (4) points:

393 (a) Explanation of why this service is the only service394 that can meet the needs of the purchasing agency;

395 (b) Explanation of why this vendor is the only396 practicably available source from which to obtain this service;

397 (c) Explanation of why the price is considered398 reasonable; and

399 (d) Description of the efforts that were made to
400 conduct a noncompetitive negotiation to get the best possible
401 price for the taxpayers.

402 In conjunction with the State Personnel Board, the (5)403 Public Procurement Review Board shall develop and promulgate rules 404 and regulations to define the allowable legal relationship between 405 contract employees and the contracting departments, agencies and 406 institutions of state government under the jurisdiction of the 407 State Personnel Board, in compliance with the applicable rules and 408 regulations of the federal Internal Revenue Service (IRS) for 409 federal employment tax purposes. Under these regulations, the 410 usual common law rules are applicable to determine and require 411 that such worker is an independent contractor and not an employee, requiring evidence of lawful behavioral control, lawful financial 412 413 control and lawful relationship of the parties. Any state 414 department, agency or institution shall only be authorized to 415 contract for personnel services in compliance with those 416 regulations.

(6) No member of the Public Procurement Review Board shall use his or her official authority or influence to coerce, by threat of discharge from employment, or otherwise, the purchase of

420 commodities, the contracting for personal or professional 421 services, or the contracting for public construction under this 422 chapter.

423 (7) Notwithstanding any other laws or rules to the contrary,
424 the provisions of subsection (2) of this section shall not be
425 applicable to the Mississippi State Port Authority at Gulfport.

(8) Nothing in this section shall impair or limit the
authority of the Board of Trustees of the Public Employees'
Retirement System to enter into any personal or professional
services contracts directly related to their constitutional
obligation to manage the trust funds, including, but not limited
to, actuarial, custodial banks, cash management, investment
consultant and investment management contracts.

433 Notwithstanding the exemption of personal and (9) 434 professional services contracts entered into by the Department of 435 Human Services and personal and professional services contracts 436 entered into by the Department of Child Protection Services from 437 the provisions of this section under subsection (2)(f), before the 438 Department of Human Services or the Department of Child Protection 439 Services may enter into a personal or professional service 440 contract, the department(s) shall give notice of the proposed 441 personal or professional service contract to the Public 442 Procurement Review Board for any recommendations by the board. Upon receipt of the notice, the board shall post the notice on its 443 website and on the procurement portal website established by 444

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Sections 25-53-151 and 27-104-165. If the board does not respond 445 446 to the department(s) within seven (7) calendar days after 447 receiving the notice, the department(s) may enter the proposed personal or professional service contract. If the board responds 448 449 to the department(s) within seven (7) calendar days, then the 450 board has seven (7) calendar days from the date of its initial 451 response to provide any additional recommendations. After the end 452 of the second seven-day period, the department(s) may enter the 453 proposed personal or professional service contract. The board is 454 not authorized to disapprove any proposed personal or professional 455 services contracts. This subsection shall stand repealed on July 1, 2022. 456

457 **SECTION 4.** This act shall take effect and be in force from 458 and after <u>its passage</u>.