Adopted COMMITTEE AMENDMENT NO 1 PROPOSED TO

Senate Bill No. 2810

BY: Committee

Amend by striking all after the enacting clause and inserting in lieu thereof the following:

39 SECTION 1. Section 71-5-353, Mississippi Code of 1972, is
40 amended as follows:

Each employer shall pay unemployment 41 71-5-353. (1) (a) 42 insurance contributions equal to five and four-tenths percent 43 (5.4%) of taxable wages paid by him each calendar year, except as 44 may be otherwise provided in Section 71-5-361 and except that each 45 newly subject employer shall pay unemployment insurance 46 contributions at the rate of one percent (1%) of taxable wages, 47 for his first year of liability, one and one-tenth percent (1.1%) 48 of taxable wages for his second year of liability, and one and

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49 two-tenths percent (1.2%) of taxable wages for his third and 50 subsequent years of liability unless the employer's 51 experience-rating record has been chargeable throughout at least 52 the twelve (12) consecutive calendar months ending on the most 53 recent computation date at the time the rate for a year is 54 determined; thereafter the employer's contribution rate shall be 55 determined in accordance with the provisions of Section 71-5-355.

56 Notwithstanding the newly subject employer (b) 57 contribution rate provided for in paragraph (a) of this subsection, the contribution rate of all newly subject employers 58 59 shall be reduced by seven one-hundredths of one percent (.07%) for 60 calendar year 2013 only. The contribution rate of all newly 61 subject employers shall be reduced by three one-hundredths of one 62 percent (.03%) for calendar year 2014 only. For purposes of this 63 chapter, "newly subject employers" means employers whose 64 unemployment insurance experience-rating record has not been 65 chargeable throughout at least the twelve (12) consecutive 66 calendar months ending on the most recent computation date at the 67 time the contribution rate for a year is determined.

(2) (a) (i) There is hereby created in the Treasury of the
State of Mississippi special funds to be known as the "Mississippi
Workforce Enhancement Training Fund" * * *, the "Mississippi Works
Fund" and the "Mississippi K-12 Workforce Development Grant

72 Program Fund" which consist of funds collected pursuant to

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73 subsection (3) of this section and any other monies that may be 74 appropriated to the funds from the Legislature.

75 (ii) Funds collected shall initially be deposited 76 into the Mississippi Department of Employment Security bank 77 account for clearing contribution collections and subsequently 78 appropriate amounts shall be transferred to the Mississippi 79 Workforce Investment and Training Fund Holding Account described 80 in Section 71-5-453. In the event any employer pays an amount 81 insufficient to cover the total contributions due, the amounts due shall be satisfied in the following order: 82

83 1. Unemployment contributions; 84 Mississippi Workforce Enhancement Training 2. 85 contributions, * * * Mississippi K-12 Workforce Development Grant 86 Program contributions and the Mississippi Works contributions, known collectively as the Mississippi Workforce Investment and 87 Training contributions, on a pro rata basis; 88

- 89 3. Interest and damages; then 90
 - Legal and processing costs. 4.

91 The amount of unemployment insurance contributions due for 92 any period will be the amount due according to the actual computations unless the employer is participating in the MLPP. 93 In 94 that event, the amount due is the MLPP amount computed by the 95 department.

96 Cost of collection and administration of the Mississippi Workforce Enhancement Training contribution, the *** * *** Mississippi 97

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98 K-12 Workforce Development Grant Program contribution and the 99 Mississippi Works contribution shall be allocated based on a plan 100 approved by the United States Department of Labor (USDOL). The Mississippi Community College Board shall pay the cost of 101 102 collecting the Mississippi Workforce Enhancement Training 103 contributions, the * * * Office of Workforce Development shall pay 104 the cost of collecting the * * * Mississippi K-12 Workforce 105 Development Grant Program contributions and the Mississippi 106 Department of Employment Security shall pay the cost of collecting 107 the Mississippi Works contributions. Payments shall be made 108 semiannually with the cost allocated to each based on a USDOL 109 approved plan on a pro rata basis, for periods ending in June and 110 December of each year. Payment shall be made by each organization 111 to the department no later than sixty (60) days after the billing 112 date. Cost shall be allocated under the USDOL's approved plan and 113 in the same ratio as each contribution type represents to the 114 total authorized by subparagraph (ii)2 of this paragraph to be collected for the period. 115

(b) Mississippi Workforce Enhancement Training contributions and * * * <u>Mississippi K-12 Workforce Development</u> <u>Grant Program</u> contributions shall be distributed * * * for calendar years * * * <u>after</u> calendar year 2014 <u>as follows</u>, ninety-three and seventy-five one-hundredths percent (93.75%) shall be distributed to the Mississippi Workforce Enhancement

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122 Training Fund and the remainder shall be distributed to the * * *

123 Mississippi K-12 Workforce Development Grant Program Fund;

124 ***

125 All contributions collected for the State Workforce (C)126 Enhancement Training Fund, the * * * Mississippi K-12 Workforce 127 Development Grant Program Fund and the Mississippi Works Fund will 128 be initially deposited into the Mississippi Department of 129 Employment Security bank account for clearing contribution 130 collections and subsequently transferred to the Workforce 131 Investment and Training Holding Account and will be held by the 132 Mississippi Department of Employment Security in such account for 133 a period of not less than thirty (30) days. After such period, 134 the Mississippi Workforce Enhancement Training contributions shall 135 be transferred to the Mississippi Community College Board Treasury Account, with oversight provided by the Mississippi Office of 136 137 Workforce Development, the * * * Mississippi K-12 Workforce 138 Development Grant Program contributions shall be transferred to the Mississippi K-12 Workforce Development Grant Program Treasury 139 140 Account and the Mississippi Works contributions shall be 141 transferred to the Mississippi Department of Employment Security 142 Mississippi Works Treasury Account. The Mississippi K-12 143 Workforce Development Grant Program contributions and the 144 Mississippi Works contributions shall be transferred in the same 145 ratio as each contribution type represents to the total authorized 146 by paragraph (a) (ii) 2 of this subsection to be collected for the

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147 period and within the time frame determined by the department; 148 however, except in cases of extraordinary circumstances, these 149 funds shall be transferred within fifteen (15) days. Interest 150 earnings or interest credits on deposit amounts in the Workforce Investment and Training Holding Account shall be retained in the 151 152 account to pay the banking costs of the account. If after the 153 period of twelve (12) months interest earnings less banking costs 154 exceeds Ten Thousand Dollars (\$10,000.00), such excess amounts 155 shall be transferred to the respective accounts within thirty (30) days following the end of each calendar year on the basis 156 157 described in paragraph (b) of this subsection. Interest earnings and/or interest credits for the *** * *** Mississippi K-12 Workforce 158 159 Development Grant Program funds shall be used for the payment of 160 banking costs and excess amounts shall be used in accordance with the rules and regulations of the * * * Mississippi K-12 Workforce 161 162 Development Grant Program created in Section 2 of this act. 163 All enforcement procedures for the collection of (d) 164 delinquent unemployment contributions contained in Sections 165 71-5-363 through 71-5-383 shall be applicable in all respects for 166 collections of delinquent unemployment insurance contributions designated for the Unemployment Compensation Fund, the Mississippi 167

169 <u>Workforce Development Grant Program Fund</u> and the Mississippi Works 170 Fund.

Workforce Enhancement Training Fund, the *** * *** Mississippi K-12

168

171 (e) (i) Except as otherwise provided for in this 172 subparagraph (i), all monies deposited into the Mississippi 173 Workforce Enhancement Training Fund Treasury Account shall be directed by the Mississippi Office of Workforce Development, in 174 175 collaboration with the Mississippi Community College Board, in 176 accordance with the Workforce Training Act of 1994 (Section 177 37-153-1 et seq.) and under policies approved by the Mississippi 178 Office of Workforce Development for the following purposes: to 179 provide training in collaboration with the Mississippi Community College Board and individual community and junior colleges to 180 181 employers and employees in order to enhance employee productivity. 182 Such training may be subject to a minimal administrative fee of 183 not more than five percent (5%) to be paid from the Mississippi 184 Workforce Enhancement Training Fund as established by the Office 185 of Workforce Development. The initial priority of these funds 186 shall be for the benefit of existing businesses located within the 187 state. Employers may request training for existing employees and/or newly hired employees from the Mississippi Office of 188 189 Workforce Development. The office, in consultation with the 190 Mississippi Community College Board, will be responsible for 191 approving the training. A portion of the funds collected for the 192 Mississippi Workforce Enhancement Training Fund shall be used for 193 the development of performance measures to measure the 194 effectiveness of the use of the Mississippi Workforce Enhancement 195 Training Fund dollars. These performance measures shall be

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196 uniform for all training projects and shall be reported to the 197 Governor, Lieutenant Governor, Speaker of the House, and members 198 of the Legislature. Nothing in this section or elsewhere in law 199 shall be interpreted as giving the Office of Workforce Development 200 or State Workforce Investment Board authority to direct the 201 Mississippi Community College Board or individual community or 202 junior colleges on how to expend other funds, aside from funds 203 appropriated to the Mississippi Workforce Enhancement Training 204 Fund and Mississippi Works Fund, appropriated or received for 205 workforce training. The Mississippi Office of Workforce 206 Development, Mississippi Community College Board, individual 207 community or junior colleges, State Workforce Investment Board and 208 other agencies implementing or coordinating state-funded workforce 209 development programs under state law shall cooperate with each 210 other to promote effective workforce training in Mississippi, 211 under the direction of the office. Any subsequent changes to 212 these performance measures shall also be reported to the Governor, 213 Lieutenant Governor, Speaker of the House, and members of the 214 Legislature. A performance report for each training project and 215 community college, based upon these measures, shall be submitted 216 annually to the Governor, Lieutenant Governor, Speaker of the 217 House, and members of the Legislature.

(ii) Except as otherwise provided in this
paragraph (e), all funds deposited into the * * * Mississippi K-12
<u>Workforce Development Grant Program Fund</u> shall be used for

administration of * * * <u>the Mississippi K-12 Workforce Development</u> Grant Program created in Section 2 of this act. Any funds remaining in the State Workforce Investment board bank account on June 30, 2023, shall be transferred to the Mississippi K-12 Workforce Development Grant Program Fund.

226 (iii) All funds deposited into the Mississippi 227 Department of Employment Security Mississippi Works Fund shall be 228 disbursed exclusively by the Executive Director of the Mississippi 229 Department of Employment Security, in accordance with the rules 230 and regulations promulgated by the Office of Workforce 231 Development, in support of workforce training activities approved 232 by the Mississippi Office of Workforce Development in support of 233 economic development activities. Funds allocated by the executive 234 director under this subparagraph (iii) shall only be utilized for the training of unemployed persons, for immediate training needs 235 236 for the net new jobs created by an employer, for the retention of 237 jobs, to create a work-ready applicant pool of Mississippians with 238 credentials and/or postsecondary education in accordance with the 239 state's Workforce Investment and Opportunity Act plan, or for the 240 support of local economic and community development activities 241 related to workforce development in the state. The Mississippi 242 Office of Workforce Development, in collaboration with the 243 Mississippi Public Community College System and its partners, 244 shall be the primary entity to facilitate training. Training conducted utilizing these Mississippi Works funds may be subject 245

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to a minimal administrative fee <u>of not more than five percent (5%)</u> to be paid from the Mississippi Works Fund as authorized by the Mississippi Office of Workforce Development. All costs associated with the administration of these funds shall be reimbursed to the Mississippi Department of Employment Security from the Mississippi Works Fund.

(iv) 1. The Department of Employment Security shall be the fiscal agent for the receipt and disbursement of all funds <u>remaining</u> in the State Workforce Investment Board bank account, subject to the administrative oversight of the Office of Workforce Development. <u>The Mississippi Department of Employment</u> <u>Security shall be the fiscal agent for all funds appropriated to</u> <u>it for use by the Office of Workforce Development.</u>

259 2. * * * The Office of Workforce Development, 260 in coordination with the Mississippi Department of Employment 261 Security as fiscal agent, shall ensure that any funds expended for 262 contractual services rendered to the Office of Workforce 263 Development over Five Thousand Dollars (\$5,000.00) shall be paid 264 only to service providers who have been selected on a competitive 265 basis. Any contract for services entered into using funds * * * 266 appropriated to the Mississippi Department of Employment Security 267 for the Office of Workforce Development shall meet the 268 requirements for state contracts set out in Section 31-7-1 et seq.

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3. Any commodities procured for the office
shall be procured in accordance with the provisions of Section
31-7-13.

272 * * *

273 (3) (i) Mississippi Workforce Enhancement Training (a) 274 contributions and *** * *** Mississippi K-12 Workforce Development 275 Grant Program contributions shall be collected * * * for calendar years *** * *** after calendar year 2016 *** * *** at a rate of twenty 276 277 one-hundredths percent (.20%), based upon taxable wages, of which fifteen one-hundredths percent (.15%) shall be the Workforce 278 279 Enhancement Training contribution, one-hundredths of one percent (.01%) shall be the * * * Mississippi K-12 Workforce Development 280 281 Grant Program contribution and four one-hundredths percent (.04%) 282 shall be the Mississippi Works contribution. The Mississippi 283 Works contribution shall be collected for calendar years in which 284 the general experience ratio, adjusted on the basis of the trust 285 fund adjustment factor and reduced by fifty percent (50%), results 286 in a general experience rate of less than two-tenths percent 287 (.2%). In all other years the Mississippi Works contribution shall not be in effect. 288

(***<u>ii</u>) The Mississippi Workforce Enhancement
 Training Fund contribution, the * * * <u>Mississippi K-12 Workforce</u>
 <u>Development Grant Program Fund</u> contribution and the Mississippi
 Works contribution shall be in addition to the general experience
 rate plus the individual experience rate of all employers but

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shall not be charged to reimbursing or rate-paying political subdivisions or institutions of higher learning, or reimbursing nonprofit organizations, as described in Sections 71-5-357 and 71-5-359.

298 (b) All Mississippi Workforce Enhancement Training 299 contributions, * * * Mississippi K-12 Workforce Development Grant 300 Program contributions and Mississippi Works contributions 301 collected shall be deposited initially into the Mississippi 302 Department of Employment Security bank account for clearing 303 contribution collections and shall within two (2) business days be 304 transferred to the Workforce Investment and Training Holding 305 Account. Any Mississippi Workforce Enhancement Training Fund 306 and/or * * * Mississippi K-12 Workforce Development Grant Program 307 Fund and/or Mississippi Works Fund transactions from the 308 Mississippi Department of Employment Security bank account for 309 clearing contribution collections that are deposited into the 310 Workforce Investment and Training Fund Holding Account and are not 311 honored by a financial institution will be transferred back to the 312 Mississippi Department of Employment Security bank account for 313 clearing contribution collections out of funds in the Mississippi 314 Workforce Investment and Training Fund Holding Account.

315 (c) Suspension of the Workforce Enhancement Training 316 Fund contributions required pursuant to this chapter shall occur 317 if the insured unemployment rate exceeds an average of five and 318 five-tenths percent (5.5%) for the three (3) consecutive months

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319 immediately preceding the effective date of the new rate year 320 following such occurrence and shall remain suspended throughout 321 the duration of that rate year. Such suspension shall continue 322 until such time as the three (3) consecutive months immediately 323 preceding the effective date of the next rate year that has an 324 insured unemployment rate of less than an average of four and 325 five-tenths percent (4.5%). Upon such occurrence, reactivation 326 shall be effective upon the first day of the rate year following 327 the event that lifts suspension and shall be in effect for that year and shall continue until such time as a subsequent suspension 328 329 event as described in this chapter occurs.

330 Notwithstanding any other provision contained (d) 331 herein, contribution collections for the *** * *** Mississippi K-12 332 Workforce Development Grant Program Fund, Mississippi Works Fund 333 and Mississippi Workforce Enhancement Training Fund shall not be 334 suspended, under any circumstances, for tax rate year 2021, and 335 the resulting contribution rate of twenty one-hundredths percent 336 (.20%) shall be added to the employer's general and individual 337 experience rate to obtain the total unemployment insurance rate 338 for 2021.

(4) All collections due or accrued prior to any suspension
 of the Mississippi Workforce Enhancement Training Fund will be
 collected based upon the law at the time the contributions
 accrued, regardless of when they are actually collected.

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343 SECTION 2. (1)The Office of Workforce Development shall 344 establish and administer the Mississippi K-12 Workforce 345 Development Grant Program for the purpose of constructing, 346 remodeling, purchasing or upgrading equipment or otherwise 347 providing support to career technical centers at the K-12 348 education level. The grant program shall be funded from the 349 Mississippi K-12 Workforce Development Grant Program Fund as 350 provided in Section 71-5-353 and any other monies appropriated by 351 the Legislature for that purpose.

352 (2) The Office of Workforce Development shall prescribe the 353 terms and conditions of the grant program. To be eligible to 354 receive a grant from the Office of Workforce Development under the 355 grant program, a school at the K-12 education level shall provide 356 the following information:

357 (a) The number of students enrolled in the workforce358 development program for which the funds will be used;

359 (b) The purpose of the program;

360 (c) Whether the program fits into the ecosystem for the361 training needs in the area;

362 (d) Evidence of the school's local involvement with363 industry partners in the area; and

364 (e) Any other information that the office determines is365 necessary.

366 (3) The Office of Workforce Development may use a maximum of
367 five percent (5%) of funds appropriated for the program for the
368 administration of the program.

369 (4) The Office of Workforce Development shall comply with 370 the reporting requirements provided in Section 37-153-7. Each 371 school that received grants from the program shall assist the 372 office in completing the reporting requirement.

373 SECTION 3. Section 37-153-7, Mississippi Code of 1972, is 374 amended as follows:

375 37 - 153 - 7. (1) There is created the Mississippi Office of 376 Workforce Development and the Mississippi State Workforce 377 Investment Board, which shall serve as the advisory board for the 378 The Mississippi State Workforce Investment Board shall be office. 379 composed of thirty-one (31) voting members, of which a majority 380 shall be representatives of business and industry in accordance 381 with the federal Workforce Innovation and Opportunity Act, or any 382 successive acts.

383 (2) The members of the State Workforce Investment Board 384 shall include:

385 (a) The Governor, or his designee;

386 (b) Nineteen (19) members, appointed by the Governor,387 of whom:

388 (i) A majority shall be representatives of 389 businesses in the state, who: 390 1. Are owners of businesses, chief executives 391 or operating officers of businesses, or other business executives 392 or employers with optimum policymaking or hiring authority, and 393 who, in addition, may be members of a local board described in 394 Section 3122(b)(2)(A)(i) of the federal Workforce Innovation and 395 Opportunity Act. At least two (2) of the members appointed under 396 this item 1. shall be small business owners, chief executives or 397 operating officers of businesses with less than fifty (50) 398 employees;

399 Represent businesses, including small 2. 400 businesses, or organizations representing businesses, which 401 provide employment opportunities that, at a minimum, include 402 high-quality, work-relevant training and development in 403 high-demand industry sectors or occupations in the state; and 404 3. Are appointed from among individuals 405 nominated by state business organizations and business trade 406 associations; 407 (ii) Not less than twenty percent (20%) shall 408 consist of representatives of the workforce within the state, 409 which:

410 1. Includes labor organization
411 representatives who have been nominated by state labor
412 federations;

413 2. Includes a labor organization member or414 training director from an apprenticeship program in the state,

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415 which shall be a joint labor-management apprenticeship program if 416 such a program exists in the state;

417 3. May include representatives of 418 community-based organizations, including organizations serving 419 veterans or providing or supporting competitive, integrated 420 employment for individuals with disabilities, who have 421 demonstrated experience and expertise in addressing employment, 422 training or education needs of individuals with barriers to 423 employment; and

424 4. May include representatives of
425 organizations, including organizations serving out-of-school
426 youth, who have demonstrated experience or expertise in addressing
427 the employment, training or education needs of eligible youth;
428 (iii) The balance shall include government
429 representatives, including the lead state officials with primary

430 responsibility for core programs, and chief elected officials
431 (collectively representing both cities and counties, where
432 appropriate);

433 (c) Two (2) representatives of businesses in the state434 appointed by the Lieutenant Governor;

435 (d) Two (2) representatives of businesses in the state
436 appointed by the Governor from a list of three (3) recommendations
437 from the Speaker of the House; and

438 (e) The following state officials:

23/HR26/SB2810A.J PAGE 17 (ENK/KW) 439 (i) The Executive Director of the Mississippi 440 Department of Employment Security; 441 (ii) The Executive Director of the Department of 442 Rehabilitation Services: 443 (iii) The State Superintendent of Public 444 Education: 445 (iv) The Executive Director of the Mississippi 446 Development Authority; 447 The Executive Director of the Mississippi (V) 448 Community College Board; 449 (vi) The President of the Community College 450 Association: and 451 (vii) The Commissioner of the Institutions of 452 Higher Learning. 453 (f) One (1) senator, appointed by the Lieutenant 454 Governor, and one (1) representative, appointed by the Speaker of 455 the House, shall serve on the state board in a nonvoting capacity. 456 The Governor may appoint additional members if (a) 457 required by the federal Workforce Innovation and Opportunity Act, 458 or any successive acts. 459 (h) Members of the board shall serve a term of four (4) 460 years, and shall not serve more than three (3) consecutive terms. 461 The membership of the board shall reflect the (i) 462 diversity of the State of Mississippi.

(j) The Governor shall designate the Chairman of the
Mississippi State Workforce Investment Board from among the
business and industry voting members of the board, and a quorum of
the board shall consist of a majority of the voting members of the
board.

(k) The voting members of the board who are not state employees shall be entitled to reimbursement of their reasonable expenses in the manner and amount specified in Section 25-3-41 and shall be entitled to receive per diem compensation as authorized in Section 25-3-69.

(3) Members of the state board may be recalled by their
appointing authority for cause, including a felony conviction,
fraudulent or dishonest acts or gross abuse of discretion, failure
to meet board member qualifications, or chronic failure to attend
board meetings.

(4) The Mississippi Department of Employment Security shall
establish limits on administrative costs for each portion of
Mississippi's workforce development system consistent with the
federal Workforce Investment Act or any future federal workforce
legislation.

(5) The Mississippi State Workforce Investment Board shall have the following duties. These duties are intended to be consistent with the scope of duties provided in the federal Workforce Innovation and Opportunity Act, amendments and successor legislation to this act, and other relevant federal law:

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488 (a) Through the office, develop and submit to the 489 Governor, Lieutenant Governor and Speaker of the House a strategic 490 plan for an integrated state workforce development system that 491 aligns resources and structures the system to more effectively and 492 efficiently meet the demands of Mississippi's employers and job 493 seekers. This plan will comply with the federal Workforce 494 Investment Act of 1998, as amended, the federal Workforce 495 Innovation and Opportunity Act of 2014 and amendments and 496 successor legislation to these acts;

497 (b) Assist the Governor, Lieutenant Governor and
498 Speaker of the House in the development and continuous improvement
499 of the statewide workforce investment system that shall include:

500 (i) Development of linkages in order to assure501 coordination and nonduplication among programs and activities; and

(ii) Review local workforce development plans that reflect the use of funds from the federal Workforce Investment Act, Workforce Innovation and Opportunity Act, the Wagner-Peyser Act and the amendment or successor legislation to the acts, and the Mississippi Comprehensive Workforce Training and Education Consolidation Act;

(c) Recommend to the office the designation of local workforce investment areas as required in Section 116 of the federal Workforce Investment Act of 1998 and the Workforce Innovation and Opportunity Act of 2014. There shall be four (4) workforce investment areas that are generally aligned with the

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513 planning and development district structure in Mississippi. 514 Planning and development districts will serve as the fiscal agents 515 to manage Workforce Investment Act funds, oversee and support the 516 local workforce investment boards aligned with the area and the 517 local programs and activities as delivered by the one-stop 518 employment and training system. The planning and development 519 districts will perform this function through the provisions of the 520 county cooperative service districts created under Sections 521 19-3-101 through 19-3-115; however, planning and development districts currently performing this function under the Interlocal 522 Cooperation Act of 1974, Sections 17-13-1 through 17-13-17, may 523 524 continue to do so;

(d) Assist the Governor in the development of an allocation formula for the distribution of funds for adult employment and training activities and youth activities to local workforce investment areas;

(e) Recommend comprehensive, results-oriented measures
that shall be applied to all of Mississippi's workforce
development system programs;

(f) Assist the Governor in the establishment and management of a one-stop employment and training system conforming to the requirements of the federal Workforce Investment Act of 1998 and the Workforce Innovation and Opportunity Act of 2014, as amended, recommending policy for implementing the Governor's approved plan for employment and training activities and services

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538 within the state. In developing this one-stop career operating 539 system, the Mississippi State Workforce Investment Board, in conjunction with local workforce investment boards, shall: 540 541 Design broad guidelines for the delivery of (i) 542 workforce development programs; 543 (ii) Identify all existing delivery agencies and other resources; 544 545 Define appropriate roles of the various (iii) 546 agencies to include an analysis of service providers' strengths 547 and weaknesses; 548 (iv) Determine the best way to utilize the various 549 agencies to deliver services to recipients; and 550 Develop a financial plan to support the (V) 551 delivery system that shall, at a minimum, include an 552 accountability system; 553 (q) To provide authority, in accordance with any 554 executive order of the Governor, for developing the necessary 555 collaboration among state agencies at the highest level for 556 accomplishing the purposes of this article; 557 To monitor the effectiveness of the workforce (h) 558 development centers and WIN job centers; 559 (i) To advise the Governor, public schools, 560 community/junior colleges and institutions of higher learning on 561 effective school-to-work transition policies and programs that link students moving from high school to higher education and 562

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563 students moving between community colleges and four-year
564 institutions in pursuit of academic and technical skills training;
565 (j) To work with industry to identify barriers that

566 inhibit the delivery of quality workforce education and the 567 responsiveness of educational institutions to the needs of 568 industry;

(k) To provide periodic assessments on effectiveness and results of the overall Mississippi comprehensive workforce development system and district councils;

572 (1) Develop broad statewide development goals,
573 including a goal to raise the state's labor force participation
574 rate;

575 (m) Perform a comprehensive review of Mississippi's 576 workforce development efforts, including the amount spent and 577 effectiveness of programs supported by state or federal money; and

(n) To assist the Governor in carrying out any other responsibility required by the federal Workforce Investment Act of 1998, as amended and the Workforce Innovation and Opportunity Act, successor legislation and amendments.

(6) The Mississippi State Workforce Investment Board shall coordinate all training programs and funds within its purview, consistent with the federal Workforce Investment Act, Workforce Innovation and Opportunity Act, amendments and successor legislation to these acts, and other relevant federal law.

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587 Each state agency director responsible for workforce training 588 activities shall advise the Mississippi Office of Workforce 589 Development and the State Workforce Investment Board of 590 appropriate federal and state requirements. Each state agency, 591 department and institution shall report any monies received for 592 workforce training activities or career and technical education 593 and a detailed itemization of how those monies were spent to the 594 The board shall compile the data and provide a state board. 595 report of the monies and expenditures to the Chairs of the House 596 and Senate Appropriations Committee, the Chair of the House 597 Workforce Development Committee and the Chair of the Senate 598 Economic and Workforce Development Committee by October 1 of each 599 year. Each such state agency director shall remain responsible 600 for the actions of his agency; however, each state agency and 601 director shall work cooperatively to fulfill the state's goals. 602 (7)The State Workforce Investment Board shall establish an

603 executive committee, which shall consist of the following State 604 Workforce Investment Board members:

(a) The Chair of the State Workforce Investment Board;
(b) Two (2) business representatives currently serving
on the state board selected by the Governor;

608 (c) The two (2) business representatives currently609 serving on the state board appointed by the Lieutenant Governor;

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610 (d) The two (2) business representatives currently 611 serving on the state board appointed by the Governor from a list 612 of three (3) recommendations from the Speaker of the House; 613 The two (2) legislators, who shall serve in a (e) 614 nonvoting capacity, one (1) of whom shall be appointed by the 615 Lieutenant Governor from the membership of the Mississippi Senate 616 and one (1) of whom shall be appointed by the Speaker of the House 617 of Representatives from the membership of the Mississippi House of 618 Representatives.

619 (8) The executive committee shall select an executive 620 director of the Office of Workforce Development, with the advice 621 and consent of a majority of the State Workforce Investment Board. 622 The executive committee shall seek input from economic development 623 organizations across the state when selecting the executive 624 director. The executive director shall:

(a) Be a person with extensive experience in
development of economic, human and physical resources, and
promotion of industrial and commercial development. The executive
director shall have a bachelor's degree from a state-accredited
institution and no less than eight (8) years of professional
experience related to workforce or economic development;

(b) Perform the functions necessary for the daily
operation and administration of the office, with oversight from
the executive committee and the State Workforce Investment Board,

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634 to fulfill the duties of the state board as described in Chapter 635 476, Laws of 2020;

(c) Hire staff needed for the performance of his or her
duties under Chapter 476, Laws of 2020. The executive director,
with approval from the executive committee, shall set the
compensation of any hired employees from any funds made available
for that purpose;

(d) Enter any part of the Mississippi Community College
Board, individual community and junior colleges, or other
workforce training facilities operated by the state or its
subdivisions;

645 (e) Serve at the will and pleasure of the executive646 committee;

(f) Promulgate rules and regulations, subject to
oversight by the executive committee, not inconsistent with this
article, as may be necessary to enforce the provisions in Chapter
476, Laws of 2020; and

(g) Perform any other actions he or she, in
consultation with the executive committee, deems necessary to
fulfill the duties under Chapter 476, Laws of 2020.

(9) The Office of Workforce Development and Mississippi
Community College Board shall collaborate in the administration
and oversight of the Mississippi Workforce Enhancement Training
Fund and Mississippi Works Fund, as described in Section 71-5-353.

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658 The executive director shall maintain complete and exclusive 659 operational control of the office's functions.

660 The office shall file an annual and a quarterly report (10)661 each year with the Governor, Secretary of State, President of the 662 Senate, * * * Speaker of the House, * * * Chairman of the House 663 Workforce Development Committee and Chairman of the Senate 664 Economic and Workforce Development Committee. The annual report 665 shall be filed not later than October 1 of each year regarding all 666 funds approved by the office to be expended on workforce training 667 during the prior calendar year. The quarterly and annual report 668 shall include:

(a) Information on the performance of the Mississippi
Workforce Enhancement Training Fund and the Mississippi Works
Fund, in terms of adding value to the local and state economy, the
contribution to future growth of the state economy, and movement
toward state goals, including increasing the labor force
participation rate; * * *

675 (b) With respect to specific workforce training676 projects:

677 (i) The location of the training;
678 (ii) The amount allocated to the project;
679 (iii) The purpose of the project;
680 (iv) The specific business entity that is the
681 beneficiary of the project; * * *

682 (V) The number of employees intended to be trained 683 and actually trained, if applicable, in the course of the 684 project * * *; and 685 (vi) The types of funds used for the project; 686 With respect to the grants that have been awarded (C) 687 under the Mississippi K-12 Workforce Development Grant Program 688 created in Section 2 of this act: 689 (i) The entity that was awarded the grant; 690 (ii) The amount allocated to the grant; 691 (iii) The purpose of the grant; and 692 (iv) How the grant has been used since it was 693 awarded; and 694 (d) With respect to the office's authority to select 695 tools and resources, including necessary online platforms and 696 similar systems in furtherance of the mission of the office: 697 (i) The policies that the office has adopted or 698 amended on the process for the selection of tools and resources, 699 including necessary online platforms and similar systems in 700 furtherance of the mission of the office; 701 (ii) The eligible entities that the office 702 determined may provide services, such as companies, nonprofit 703 organizations, or other similar groups; 704 (iii) Any tools and resources, including necessary 705 online platforms and similar systems in furtherance of the mission 706 of the office, that have been selected by the office; and

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707 (iv) What entity received the benefit of the tools 708 and resources that were selected. 709 All information concerning a proposed project which is 710 provided to the executive director shall be kept confidential. 711 Except as provided in subsections (13) and (14), such 712 confidentiality shall not limit disclosure under the Mississippi 713 Public Records Act of 1983 of records describing the nature, 714 quantity, cost or other pertinent information related to the 715 activities of, or services performed using, the Mississippi Workforce Enhancement Training Fund or the Mississippi Works Fund. 716 717 (11) In addition to other powers and duties provided in this 718 section, the Office of Workforce Development shall also have the 719 following powers and duties: 720 Direct access to accounting and banking statements (a) 721 for all funds under its direction to ensure accurate and efficient 722 management of funds and to improve internal control; 723 (b) The ability to enter into nondisclosure agreements 724 to effectively support economic development activities and the 725 proprietary nature of customized training for existing and new 726 industry; 727 (C) To adopt and promulgate such rules and regulations 728 as may be necessary or desirable for the purpose of implementing 729 the Mississippi K-12 Workforce Development Grant Program created 730 in Section 2 of this act;

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731	(d) To receive contributions, donations, gifts,
732	bequests of money, other forms of financial assistance and
733	property, equipment, materials or manpower from persons,
734	foundations, trust funds, corporations, organizations and other
735	sources, public or private, made to the office, and may expend or
736	use the same in accordance with the conditions prescribed by the
737	donor, provided that no such condition is contrary to any
738	provision of law;
739	(e) To contract with state agencies, governing
740	authorities or economic and workforce development entities for
741	shared programmatic efforts and support service or joint
742	employment of personnel in order to further the office's purposes;
743	and
744	(f) To determine, subject to appropriation, the need
745	for and, if desired, the selection of tools and resources,
746	including necessary online platforms and similar systems in
747	furtherance of the mission of the office, through processes
748	established in policies adopted by the office that are deemed to
749	be practical, feasible and in the public interest. These
750	processes shall outline eligible entities that may provide such
751	services, such as companies, nonprofit organizations, or other
752	similar groups and shall ensure the office determines metrics for
753	success, including deliverables as required by the office.
754	Through December 31, 2024, the provisions of Section 27-104-7
755	related to rental agreements or leasing of real property for the

756 purpose of conducting agency business shall not apply to the

757 <u>office.</u>

758 (* * *12) Nothing in Chapter 476, Laws of 2020 [Senate Bill 759 No. 2564] shall void or otherwise interrupt any contract, lease, 760 grant or other agreement previously entered into by the State 761 Workforce Investment Board, Mississippi Community College Board, 762 individual community or junior colleges, or other entities. 763 (13) Any records of the office which contain client 764 information from the Mississippi Development Authority or local 765 economic development entities concerning development projects 766 shall be exempt from the provisions of the Mississippi Public Records Act of 1983 for a period of two (2) years after receipt of 767 768 the information by the office. Confidential client information as 769 described in this section shall not include the information which 770 must be disclosed by the certified applicant related to a 771 qualified economic development project in the annual report 772 described in Section 57-1-759. 773 (14) Confidential client information in public records held 774 by the office shall be exempt from the provisions of the 775 Mississippi Public Records Act of 1983 during any period of review 776 and negotiation on a project proposal facilitated by the 777 Mississippi Development Authority or local economic development 778 entities and for a period of thirty (30) days after approval, 779 disapproval or abandonment of the proposal not to exceed one (1) 780 year.

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781 SECTION 4. Section 27-104-7, Mississippi Code of 1972, is 782 amended as follows: 783 27-104-7. (1) There is created the Public Procurement (a) 784 Review Board, which shall be reconstituted on January 1, 2018, and 785 shall be composed of the following members: 786 (i) Three (3) individuals appointed by the 787 Governor with the advice and consent of the Senate; 788 (ii) Two (2) individuals appointed by the 789 Lieutenant Governor with the advice and consent of the Senate; and 790 The Executive Director of the Department of (iii) 791 Finance and Administration, serving as an ex officio and nonvoting 792 member. 793 The initial terms of each appointee shall be as (b) 794 follows: 795 One (1) member appointed by the Governor to (i) 796 serve for a term ending on June 30, 2019; 797 (ii) One (1) member appointed by the Governor to serve for a term ending on June 30, 2020; 798 799 (iii) One (1) member appointed by the Governor to 800 serve for a term ending on June 30, 2021; 801 (iv) One (1) member appointed by the Lieutenant 802 Governor to serve for a term ending on June 30, 2019; and 803 One (1) member appointed by the Lieutenant (V) 804 Governor to serve for a term ending on June 30, 2020.

23/HR26/SB2810A.J PAGE 32 (ENK/KW) After the expiration of the initial terms, all appointed 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 member's successor is duly appointed and qualified.

809 When appointing members to the Public Procurement (C) 810 Review Board, the Governor and Lieutenant Governor shall take into 811 consideration persons who possess at least five (5) years of 812 management experience in general business, health care or finance 813 for an organization, corporation or other public or private 814 entity. Any person, or any employee or owner of a company, who 815 receives any grants, procurements or contracts that are subject to 816 approval under this section shall not be appointed to the Public 817 Procurement Review Board. Any person, or any employee or owner of 818 a company, who is a principal of the source providing a personal 819 or professional service shall not be appointed to the Public 820 Procurement Review Board if the principal owns or controls a 821 greater than five percent (5%) interest or has an ownership value 822 of One Million Dollars (\$1,000,000.00) in the source's business, 823 whichever is smaller. No member shall be an officer or employee 824 of the State of Mississippi while serving as a voting member on 825 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.

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829 (e) The members of the Public Procurement Review Board 830 shall elect a chair from among the membership, and he or she shall 831 preside over the meetings of the board. The board shall annually 832 elect a vice chair, who shall serve in the absence of the chair. 833 No business shall be transacted, including adoption of rules of 834 procedure, without the presence of a quorum of the board. Three 835 (3) members shall be a quorum. No action shall be valid unless 836 approved by a majority of the members present and voting, entered 837 upon the minutes of the board and signed by the chair. Necessary 838 clerical and administrative support for the board shall be 839 provided by the Department of Finance and Administration. Minutes 840 shall be kept of the proceedings of each meeting, copies of which 841 shall be filed on a monthly basis with the chairs of the 842 Accountability, Efficiency and Transparency Committees of the 843 Senate and House of Representatives and the chairs of the 844 Appropriations Committees of the Senate and House of 845 Representatives.

846 (2) The Public Procurement Review Board shall have the847 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;

852 (b) Adopt regulations governing the approval of 853 contracts let for the construction and maintenance of state

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854 buildings and other state facilities as well as related contracts 855 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);

860 Adopt regulations governing any lease or rental (C) 861 agreement by any state agency or department, including any state 862 agency financed entirely by federal funds, for space outside the 863 buildings under the jurisdiction of the Department of Finance and 864 Administration. These regulations shall require each agency 865 requesting to lease such space to provide the following 866 information that shall be published by the Department of Finance 867 and Administration on its website: the agency to lease the space; 868 the terms of the lease; the approximate square feet to be leased; 869 the use for the space; a description of a suitable space; the 870 general location desired for the leased space; the contact 871 information for a person from the agency; the deadline date for 872 the agency to have received a lease proposal; any other specific 873 terms or conditions of the agency; and any other information 874 deemed appropriate by the Division of Real Property Management of 875 the Department of Finance and Administration or the Public 876 Procurement Review Board. The information shall be provided 877 sufficiently in advance of the time the space is needed to allow 878 the Division of Real Property Management of the Department of

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879 Finance and Administration to review and preapprove the lease 880 before the time for advertisement begins;

881 Adopt, in its discretion, regulations to set aside (d) 882 at least five percent (5%) of anticipated annual expenditures for 883 the purchase of commodities from minority businesses; however, all 884 such set-aside purchases shall comply with all purchasing 885 regulations promulgated by the department and shall be subject to 886 all bid requirements. Set-aside purchases for which competitive 887 bids are required shall be made from the lowest and best minority business bidder; however, if no minority bid is available or if 888 889 the minority bid is more than two percent (2%) higher than the 890 lowest bid, then bids shall be accepted and awarded to the lowest 891 and best bidder. However, the provisions in this paragraph shall 892 not be construed to prohibit the rejection of a bid when only one 893 (1) bid is received. Such rejection shall be placed in the 894 minutes. For the purposes of this paragraph, the term "minority 895 business" means a business which is owned by a person who is a 896 citizen or lawful permanent resident of the United States and who 897 is:

898 (i) Black: having origins in any of the black899 racial groups of Africa;

900 (ii) Hispanic: of Mexican, Puerto Rican, Cuban, 901 Central or South American, or other Spanish or Portuguese culture 902 or origin regardless of race;

23/HR26/SB2810A.J PAGE 36 (ENK/KW) 903 (iii) Asian-American: having origins in any of 904 the original people of the Far East, Southeast Asia, the Indian 905 subcontinent, or the Pacific Islands;

906 (iv) American Indian or Alaskan Native: having 907 origins in any of the original people of North America; or

908

(v) Female;

909 (e) In consultation with and approval by the Chairs of 910 the Senate and House Public Property Committees, approve leases, 911 for a term not to exceed eighteen (18) months, entered into by 912 state agencies for the purpose of providing parking arrangements 913 for state employees who work in the Woolfolk Building, the Carroll 914 Gartin Justice Building or the Walter Sillers Office Building;

915 Promulgate rules and regulations governing the (f) 916 solicitation and selection of contractual services personnel, 917 including personal and professional services contracts for any 918 form of consulting, policy analysis, public relations, marketing, 919 public affairs, legislative advocacy services or any other 920 contract that the board deems appropriate for oversight, with the 921 exception of any personal service contracts entered into by any 922 agency that employs only nonstate service employees as defined in 923 Section 25-9-107(c), any personal service contracts entered into 924 for computer or information technology-related services governed 925 by the Mississippi Department of Information Technology Services, 926 any personal service contracts entered into by the individual 927 state institutions of higher learning, any personal service

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928 contracts entered into by the Mississippi Department of 929 Transportation, any personal service contracts entered into by the 930 Department of Human Services through June 30, 2019, which the 931 Executive Director of the Department of Human Services determines 932 would be useful in establishing and operating the Department of 933 Child Protection Services, any personal service contracts entered 934 into by the Department of Child Protection Services through June 935 30, 2019, any contracts for entertainers and/or performers at the 936 Mississippi State Fairgrounds entered into by the Mississippi Fair 937 Commission, any contracts entered into by the Department of 938 Finance and Administration when procuring aircraft maintenance, 939 parts, equipment and/or services, any contract entered into by the 940 Department of Public Safety for service on specialized equipment 941 and/or software required for the operation at such specialized equipment for use by the Office of Forensics Laboratories, any 942 943 personal or professional service contract entered into by the 944 Mississippi Department of Health and/or the Department of Revenue 945 solely in connection with their respective responsibilities under 946 the Mississippi Medical Cannabis Act from February 2, 2022, 947 through June 30, 2023, any contract for attorney, accountant, 948 actuary auditor, architect, engineer, anatomical pathologist, 949 utility rate expert services, any personal service contracts 950 approved by the Executive Director of the Department of Finance 951 and Administration and entered into by the Coordinator of Mental 952 Health Accessibility through June 30, 2022, any personal or

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953 professional services contract entered into by the State 954 Department of Health in carrying out its responsibilities under 955 the ARPA Rural Water Associations Infrastructure Grant Program 956 through June 30, 2026, and any personal or professional services 957 contract entered into by the Mississippi Department of 958 Environmental Quality in carrying out its responsibilities under 959 the Mississippi Municipality and County Water Infrastructure Grant 960 Program Act of 2022, through June 30, 2026. Any such rules and 961 regulations shall provide for maintaining continuous internal 962 audit covering the activities of such agency affecting its revenue and expenditures as required under Section 7-7-3(6)(d). Any rules 963 964 and regulation changes related to personal and professional 965 services contracts that the Public Procurement Review Board may 966 propose shall be submitted to the Chairs of the Accountability, 967 Efficiency and Transparency Committees of the Senate and House of 968 Representatives and the Chairs of the Appropriation Committees of 969 the Senate and House of Representatives at least fifteen (15) days before the board votes on the proposed changes, and those rules 970 971 and regulation changes, if adopted, shall be promulgated in 972 accordance with the Mississippi Administrative Procedures Act; 973 (q) Approve all personal and professional services 974 contracts involving the expenditures of funds in excess of

976 paragraph (f) of this subsection (2) and in subsection (8);

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975

Seventy-five Thousand Dollars (\$75,000.00), except as provided in

977 (h) Develop mandatory standards with respect to 978 contractual services personnel that require invitations for public 979 bid, requests for proposals, record keeping and financial 980 responsibility of contractors. The Public Procurement Review 981 Board shall, unless exempted under this paragraph (h) or under 982 paragraph (i) or (o) of this subsection (2), require the agency 983 involved to submit the procurement to a competitive procurement 984 process, and may reserve the right to reject any or all resulting 985 procurements;

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

993 Agency requirements may be fulfilled by (i) 994 procuring services performed incident to the state's own programs. 995 The agency head shall determine in writing whether the price 996 represents a fair market value for the services. When the 997 procurements are made from other governmental entities, the 998 private sector need not be solicited; however, these contracts 999 shall still be submitted for approval to the Public Procurement 1000 Review Board.

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(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;

1011 (k) Present recommendations for governmental 1012 privatization and to evaluate privatization proposals submitted by 1013 any state agency;

1014 Authorize personal and professional service (1)1015 contracts to be effective for more than one (1) year provided a 1016 funding condition is included in any such multiple year contract, 1017 except the State Board of Education, which shall have the authority to enter into contractual agreements for student 1018 1019 assessment for a period up to ten (10) years. The State Board of 1020 Education shall procure these services in accordance with the 1021 Public Procurement Review Board procurement regulations;

1022 (m) Request the State Auditor to conduct a performance 1023 audit on any personal or professional service contract;

1024 (n) Prepare an annual report to the Legislature 1025 concerning the issuance of personal and professional services

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1026 contracts during the previous year, collecting any necessary 1027 information from state agencies in making such report;

1028 (o) Develop and implement the following standards and
1029 procedures for the approval of any sole source contract for
1030 personal and professional services regardless of the value of the
1031 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.

1041 (iii) Any agency alleging to have a sole source 1042 for any personal or professional service, other than those exempted under paragraph (f) of this subsection (2) and subsection 1043 1044 (8), shall publish on the procurement portal website established 1045 by Sections 25-53-151 and 27-104-165, for at least fourteen (14) 1046 days, the terms of the proposed contract for those services. In 1047 addition, the publication shall include, but is not limited to, 1048 the following information:

1049 1. The personal or professional service 1050 offered in the contract;

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1051 2. An explanation of why the personal or 1052 professional service is the only one that can meet the needs of 1053 the agency;

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

1057 4. An explanation of why the amount to be
1058 expended for the personal or professional service is reasonable;
1059 and

1060 5. The efforts that the agency went through 1061 to obtain the best possible price for the personal or professional 1062 service.

1063 If any person or entity objects and proposes (iv) 1064 that the personal or professional service published under 1065 subparagraph (iii) of this paragraph (o) is not a sole source 1066 service and can be provided by another person or entity, then the 1067 objecting person or entity shall notify the Public Procurement Review Board and the agency that published the proposed sole 1068 1069 source contract with a detailed explanation of why the personal or 1070 professional service is not a sole source service.

1071 (v) 1. If the agency determines after review that 1072 the personal or professional service in the proposed sole source 1073 contract can be provided by another person or entity, then the 1074 agency must withdraw the sole source contract publication from the 1075 procurement portal website and submit the procurement of the

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1076 personal or professional service to an advertised competitive bid 1077 or selection process.

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.

1084 3. If the Public Procurement Review Board has 1085 any reasonable doubt as to whether the personal or professional 1086 service can only be provided by one (1) source, then the agency 1087 must submit the procurement of the personal or professional 1088 service to an advertised competitive bid or selection process. No 1089 action taken by the Public Procurement Review Board in this appeal 1090 process shall be valid unless approved by a majority of the 1091 members of the Public Procurement Review Board present and voting.

1092 The Public Procurement Review Board shall (vi) 1093 prepare and submit a quarterly report to the House of 1094 Representatives and Senate Accountability, Efficiency and 1095 Transparency Committees that details the sole source contracts 1096 presented to the Public Procurement Review Board and the reasons 1097 that the Public Procurement Review Board approved or rejected each 1098 contract. These quarterly reports shall also include the 1099 documentation and memoranda required in subsection (4) of this 1100 section. An agency that submitted a sole source contract shall be

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1101 prepared to explain the sole source contract to each committee by 1102 December 15 of each year upon request by the committee;

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

1105 (3) All submissions shall be made sufficiently in advance of 1106 each monthly meeting of the Public Procurement Review Board as 1107 prescribed by the Public Procurement Review Board. If the Public 1108 Procurement Review Board rejects any contract submitted for review 1109 or approval, the Public Procurement Review Board shall clearly set 1110 out the reasons for its action, including, but not limited to, the 1111 policy that the agency has violated in its submitted contract and 1112 any corrective actions that the agency may take to amend the 1113 contract to comply with the rules and regulations of the Public Procurement Review Board. 1114

1115 (4) All sole source contracts for personal and professional 1116 services awarded by state agencies, other than those exempted 1117 under Section 27-104-7(2)(f) and (8), whether approved by an agency head or the Public Procurement Review Board, shall contain 1118 1119 in the procurement file a written determination for the approval, 1120 using a request form furnished by the Public Procurement Review 1121 Board. The written determination shall document the basis for the 1122 determination, including any market analysis conducted in order to 1123 ensure that the service required was practicably available from 1124 only one (1) source. A memorandum shall accompany the request 1125 form and address the following four (4) points:

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

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

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

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

1135 (5) In conjunction with the State Personnel Board, the 1136 Public Procurement Review Board shall develop and promulgate rules 1137 and regulations to define the allowable legal relationship between 1138 contract employees and the contracting departments, agencies and 1139 institutions of state government under the jurisdiction of the 1140 State Personnel Board, in compliance with the applicable rules and 1141 regulations of the federal Internal Revenue Service (IRS) for 1142 federal employment tax purposes. Under these regulations, the 1143 usual common law rules are applicable to determine and require 1144 that such worker is an independent contractor and not an employee, 1145 requiring evidence of lawful behavioral control, lawful financial 1146 control and lawful relationship of the parties. Any state 1147 department, agency or institution shall only be authorized to 1148 contract for personnel services in compliance with those 1149 regulations.

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(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 commodities, the contracting for personal or professional services, or the contracting for public construction under this chapter.

(7) Notwithstanding any other laws or rules to the contrary, the provisions of subsection (2) of this section shall not be 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.

1166 Notwithstanding the exemption of personal and (9) 1167 professional services contracts entered into by the Department of 1168 Human Services and personal and professional services contracts 1169 entered into by the Department of Child Protection Services from 1170 the provisions of this section under subsection (2)(f), before the 1171 Department of Human Services or the Department of Child Protection 1172 Services may enter into a personal or professional service 1173 contract, the department(s) shall give notice of the proposed 1174 personal or professional service contract to the Public

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1175 Procurement Review Board for any recommendations by the board. 1176 Upon receipt of the notice, the board shall post the notice on its website and on the procurement portal website established by 1177 Sections 25-53-151 and 27-104-165. If the board does not respond 1178 1179 to the department(s) within seven (7) calendar days after 1180 receiving the notice, the department(s) may enter the proposed personal or professional service contract. If the board responds 1181 1182 to the department(s) within seven (7) calendar days, then the 1183 board has seven (7) calendar days from the date of its initial 1184 response to provide any additional recommendations. After the end 1185 of the second seven-day period, the department(s) may enter the 1186 proposed personal or professional service contract. The board is 1187 not authorized to disapprove any proposed personal or professional 1188 services contracts. This subsection shall stand repealed on July 1, 2022. 1189

Through December 31, 2024, the provisions of this 1190 (10)1191 section related to rental agreements or leasing of real property 1192 for the purpose of conducting agency business shall not apply to 1193 the Office of Workforce Development created in Section 37-153-7. 1194 Section 71-5-355, Mississippi Code of 1972, is SECTION 5. 1195 amended as follows: 1196 71-5-355. (1) As used in this section, the following words

1197 and phrases shall have the following meanings, unless the context 1198 clearly requires otherwise:

(a) "Tax year" means any period beginning on January 1and ending on December 31 of a year.

(b) "Computation date" means June 30 of any calendar year immediately preceding the tax year during which the particular contribution rates are effective.

1204 (C) "Effective date" means January 1 of the tax year. 1205 Except as hereinafter provided, "payroll" means the (d) 1206 total of all wages paid for employment by an employer as defined 1207 in Section 71-5-11, subsection H, plus the total of all 1208 remuneration paid by such employer excluded from the definition of 1209 wages by Section 71-5-351. For the computation of modified rates, 1210 "payroll" means the total of all wages paid for employment by an 1211 employer as defined in Section 71-5-11, subsection H.

1212 For the computation of modified rates, "eligible (e) 1213 employer" means an employer whose experience-rating record has 1214 been chargeable with benefits throughout the thirty-six (36) 1215 consecutive calendar-month period ending on the computation date, except that any employer who has not been subject to the 1216 1217 Mississippi Employment Security Law for a period of time 1218 sufficient to meet the thirty-six (36) consecutive calendar-month 1219 requirement shall be an eligible employer if his or her 1220 experience-rating record has been chargeable throughout not less 1221 than the twelve (12) consecutive calendar-month period ending on 1222 the computation date. No employer shall be considered eligible for a contribution rate less than five and four-tenths percent 1223

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1224 (5.4%) with respect to any tax year, who has failed to file any 1225 two (2) quarterly reports within the qualifying period by 1226 September 30 following the computation date. No employer or 1227 employing unit shall be eligible for a contribution rate of less 1228 than five and four-tenths percent (5.4%) for the tax year in which 1229 the employing unit is found by the department to be in violation 1230 of Section 71-5-19(2) or (3) and for the next two (2) succeeding tax years. No representative of such employing unit who was a 1231 1232 party to a violation as described in Section 71-5-19(2) or (3), if 1233 such representative was or is an employing unit in this state, 1234 shall be eligible for a contribution rate of less than five and 1235 four-tenths percent (5.4%) for the tax year in which such 1236 violation was detected by the department and for the next two (2) 1237 succeeding tax years.

1238 (f) With respect to any tax year, "reserve ratio" means 1239 the ratio which the total amount available for the payment of 1240 benefits in the Unemployment Compensation Fund, excluding any 1241 amount which has been credited to the account of this state under 1242 Section 903 of the Social Security Act, as amended, and which has 1243 been appropriated for the expenses of administration pursuant to 1244 Section 71-5-457 whether or not withdrawn from such account, on 1245 October 31 (close of business) of each calendar year bears to the 1246 aggregate of the taxable payrolls of all employers for the twelve 1247 (12) calendar months ending on June 30 next preceding.

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(g) "Modified rates" means the rates of employer unemployment insurance contributions determined under the provisions of this chapter and the rates of newly subject employers, as provided in Section 71-5-353.

1252 For the computation of modified rates, "qualifying (h) 1253 period" means a period of not less than the thirty-six (36) 1254 consecutive calendar months ending on the computation date 1255 throughout which an employer's experience-rating record has been 1256 chargeable with benefits; except that with respect to any eligible 1257 employer who has not been subject to this article for a period of 1258 time sufficient to meet the thirty-six (36) consecutive 1259 calendar-month requirement, "qualifying period" means the period 1260 ending on the computation date throughout which his or her 1261 experience-rating record has been chargeable with benefits, but in 1262 no event less than the twelve (12) consecutive calendar-month 1263 period ending on the computation date throughout which his or her 1264 experience-rating record has been so chargeable.

1265 The "exposure criterion" (EC) is defined as the (i) 1266 cash balance of the Unemployment Compensation Fund which is 1267 available for the payment of benefits as of November 16 of each 1268 calendar year or the next working day if November 16 falls on a 1269 holiday or a weekend, divided by the total wages, exclusive of 1270 wages paid by all state agencies, all political subdivisions, 1271 reimbursable nonprofit corporations, and tax-exempt public service 1272 employment, for the twelve-month period ending June 30 immediately

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1273 preceding such date. The EC shall be computed to four (4) decimal 1274 places and rounded up if any fraction remains. Notwithstanding 1275 any other provision contained herein, the date for determining the 1276 cash balance of the Unemployment Compensation Fund which is 1277 available for the payment of benefits for the calendar years 2020 1278 and 2021 shall be December 31.

1279 The "cost rate criterion" (CRC) is defined as (†) 1280 Beginning with January 1974, the benefits paid for the follows: 1281 twelve-month period ending December 1974 are summed and divided by 1282 the total wages for the twelve-month period ending on June 30, 1283 1975. Similar ratios are computed by subtracting the earliest 1284 month's benefit payments and adding the benefits of the next month 1285 in the sequence and dividing each sum of twelve (12) months' 1286 benefits by the total wages for the twelve-month period ending on 1287 the June 30 which is nearest to the final month of the period used 1288 to compute the numerator. If December is the final month of the 1289 period used to compute the numerator, then the twelve-month period 1290 ending the following June 30 will be used for the denominator. 1291 Benefits and total wages used in the computation of the cost rate 1292 criterion shall exclude all benefits and total wages applicable to 1293 state agencies, political subdivisions, reimbursable nonprofit 1294 corporations, and tax-exempt PSE employment.

1295 The CRC shall be computed as the average for the highest 1296 monthly value of the cost rate criterion computations during each 1297 of the economic cycles since the calendar year 1974 as defined by

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1298 the National Bureau of Economic Research. The CRC shall be 1299 computed to four (4) decimal places and any remainder shall be 1300 rounded up.

1301 The CRC shall be adjusted only through annual computations 1302 and additions of future economic cycles.

"Size of fund index" (SOFI) is defined as the ratio 1303 (k) 1304 of the exposure criterion (EC) to the cost rate criterion (CRC). 1305 The target size of fund index will be fixed at 1.0. If the 1306 insured unemployment rate (IUR) exceeds a four and five-tenths 1307 percent (4.5%) average for the most recent completed July to June 1308 period, the target SOFI will be .8 and will remain at that level 1309 until the computed SOFI (the average exposure criterion of the 1310 current year and the preceding year divided by the average cost rate criterion) equals 1.0 or the average IUR falls to four and 1311 1312 five-tenths percent (4.5%) or less for any period July to June. 1313 However, if the IUR falls below two and five-tenths percent (2.5%) 1314 for any period July to June the target SOFI shall be 1.2 until 1315 such time as the computed SOFI is equal to or greater than 1.0 or 1316 the IUR is equal to or greater than two and five-tenths percent 1317 (2.5%), at which point the target SOFI shall return to 1.0.

1318 (1) No employer's unemployment contribution general
1319 experience rate plus individual unemployment experience rate shall
1320 exceed five and four-tenths percent (5.4%). Accrual rules shall
1321 apply for purposes of computing contribution rates including
1322 associated functions.

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1323 (m) The term "general experience rate" has the same 1324 meaning as the minimum tax rate.

1325 (2) Modified rates:

(a) For any tax year, when the reserve ratio on the
preceding November 16, in the case of any tax year, equals or
exceeds three percent (3%), the modified rates, as hereinafter
prescribed, shall be in effect. In computation of this reserve
ratio, any remainder shall be rounded down.

(b) Modified rates shall be determined for the tax year for each eligible employer on the basis of his or her experience-rating record in the following manner:

(i) The department shall maintain an
experience-rating record for each employer. Nothing in this
chapter shall be construed to grant any employer or individuals
performing services for him or her any prior claim or rights to
the amounts paid by the employer into the fund.

(ii) Benefits paid to an eligible individual shall be charged against the experience-rating record of his or her base period employers in the proportion to which the wages paid by each base period employer bears to the total wages paid to the individual by all the base period employers, provided that benefits shall not be charged to an employer's experience-rating record if the department finds that the individual:

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1346 1. Voluntarily left the employ of such 1347 employer without good cause attributable to the employer or to accept other work; 1348 1349 Was discharged by such employer for 2. 1350 misconduct connected with his or her work; 1351 3. Refused an offer of suitable work by such 1352 employer without good cause, and the department further finds that 1353 such benefits are based on wages for employment for such employer 1354 prior to such voluntary leaving, discharge or refusal of suitable 1355 work, as the case may be; 1356 4. Had base period wages which included wages 1357 for previously uncovered services as defined in Section 1358 71-5-511(e) to the extent that the Unemployment Compensation Fund 1359 is reimbursed for such benefits pursuant to Section 121 of Public 1360 Law 94-566; 1361 5. Extended benefits paid under the 1362 provisions of Section 71-5-541 which are not reimbursable from federal funds shall be charged to the experience-rating record of 1363 1364 base period employers; 1365 6. Is still working for such employer on a 1366 regular part-time basis under the same employment conditions as 1367 hired. Provided, however, that benefits shall be charged against an employer if an eligible individual is paid benefits who is 1368 still working for such employer on a part-time "as-needed" basis; 1369

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1370 7. Was hired to replace a United States 1371 serviceman or servicewoman called into active duty and was laid off upon the return to work by that serviceman or servicewoman, 1372 1373 unless such employer is a state agency or other political 1374 subdivision or instrumentality of the state; 1375 8. Was paid benefits during any week while in 1376 training with the approval of the department, under the provisions 1377 of Section 71-5-513B, or for any week while in training approved 1378 under Section 236(a)(1) of the Trade Act of 1974, under the provisions of Section 71-5-513C; 1379 1380 9. Is not required to serve the one-week waiting period as described in Section 71-5-505(2). 1381 In that 1382 event, only the benefits paid in lieu of the waiting period week 1383 may be noncharged; or 1384 10. Was paid benefits as a result of a 1385 fraudulent claim, provided notification was made to the 1386 Mississippi Department of Employment Security in writing or by 1387 email by the employer, within ten (10) days of the mailing of the 1388 notice of claim filed to the employer's last-known address. 1389 Notwithstanding any other provision (iii) 1390 contained herein, an employer shall not be noncharged when the 1391 department finds that the employer or the employer's agent of 1392 record was at fault for failing to respond timely or adequately to 1393 the request of the department for information relating to an 1394 unemployment claim that was subsequently determined to be

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1395 improperly paid, unless the employer or the employer's agent of 1396 record shows good cause for having failed to respond timely or adequately to the request of the department for information. For 1397 purposes of this subparagraph "good cause" means an event that 1398 1399 prevents the employer or employer's agent of record from timely 1400 responding, and includes a natural disaster, emergency or similar 1401 event, or an illness on the part of the employer, the employer's 1402 agent of record, or their staff charged with responding to such 1403 inquiries when there is no other individual who has the knowledge 1404 or ability to respond. Any agency error that resulted in a delay 1405 in, or the failure to deliver notice to, the employer or the 1406 employer's agent of record shall also be considered good cause for 1407 purposes of this subparagraph.

1408 The department shall compute a benefit ratio (iv) 1409 for each eligible employer, which shall be the quotient obtained 1410 by dividing the total benefits charged to his or her 1411 experience-rating record during the period his or her 1412 experience-rating record has been chargeable, but not less than 1413 the twelve (12) consecutive calendar-month period nor more than 1414 the thirty-six (36) consecutive calendar-month period ending on 1415 the computation date, by his or her total taxable payroll for the 1416 same period on which all unemployment insurance contributions due have been paid on or before the September 30 immediately following 1417 the computation date. Such benefit ratio shall be computed to the 1418

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1419 tenth of a percent (.1%), rounding any remainder to the next 1420 higher tenth.

1421 The unemployment insurance contribution (V) 1. 1422 rate for each eligible employer shall be the sum of two (2) rates: 1423 his or her individual experience rate in the range from zero 1424 percent (0%) to five and four-tenths percent (5.4%), plus a 1425 general experience rate. In no event shall the resulting 1426 unemployment insurance rate be in excess of five and four-tenths 1427 percent (5.4%), however, it is the intent of this section to 1428 provide the ability for employers to have a tax rate, the general 1429 experience rate plus the individual experience rate, of up to five 1430 and four-tenths percent (5.4%).

1431 2. The employer's individual experience rate 1432 shall be equal to his or her benefit ratio as computed under 1433 paragraph (b)(iv) of this subsection (2).

1434 3. The general experience rate shall be 1435 determined in the following manner: The department shall 1436 determine annually, for the thirty-six (36) consecutive 1437 calendar-month period ending on the computation date, the amount 1438 of benefits which were not charged to the record of any employer 1439 and of benefits which were ineffectively charged to the employer's 1440 experience-rating record. For the purposes of this item 3, the term "ineffectively charged benefits" shall include: 1441

1442a. The total of the amounts of benefits1443charged to the experience-rating records of all eligible employers

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1444 which caused their benefit ratios to exceed five and four-tenths
1445 percent (5.4%);

b. The total of the amounts of benefits charged to the experience-rating records of all ineligible employers which would cause their benefit ratios to exceed five and four-tenths percent (5.4%) if they were eligible employers; and

1451 The total of the amounts of benefits с. 1452 charged or chargeable to the experience-rating record of any 1453 employer who has discontinued his or her business or whose 1454 coverage has been terminated within such period; provided, that 1455 solely for the purposes of determining the amounts of 1456 ineffectively charged benefits as herein defined, a "benefit 1457 ratio" shall be computed for each ineligible employer, which shall 1458 be the quotient obtained by dividing the total benefits charged to 1459 his or her experience-rating record throughout the period ending 1460 on the computation date, during which his or her experience-rating 1461 record has been chargeable with benefits, by his or her total 1462 taxable payroll for the same period on which all unemployment 1463 insurance contributions due have been paid on or before the 1464 September 30 immediately following the computation date; and 1465 provided further, that such benefit ratio shall be computed to the 1466 tenth of one percent (.1%) and any remainder shall be rounded to 1467 the next higher tenth.

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1468 The ratio of the sum of these amounts (subsection 1469 (2) (b) (v) 3a, b and c) to the taxable wages paid during the same period divided by all eligible employers whose benefit ratio did 1470 not exceed five and four-tenths percent (5.4%), computed to the 1471 1472 next higher tenth of one percent (.1%), shall be the general 1473 experience rate; however, the general experience rate for rate 1474 year 2014 shall be two tenths of one percent (.2%) and to that 1475 will be added the employer's individual experience rate for the 1476 total unemployment insurance rate.

1477 4. a. Except as otherwise provided in this 1478 item 4, the general experience rate shall be adjusted by use of 1479 the size of fund index factor. This factor may be positive or 1480 negative, and shall be determined as follows: From the target 1481 SOFI, as defined in subsection (1)(k) of this section, subtract 1482 the simple average of the current and preceding years' exposure 1483 criterions divided by the cost rate criterion, as defined in 1484 subsection (1) (j) of this section. The result is then multiplied 1485 by the product of the CRC, as defined in subsection (1)(j) of this 1486 section, and total wages for the twelve-month period ending June 1487 30 divided by the taxable wages for the twelve-month period ending 1488 June 30. This is the percentage positive or negative added to the 1489 general experience rate. The sum of the general experience rate 1490 and the trust fund adjustment factor shall be multiplied by fifty 1491 percent (50%) and this product shall be computed to one (1) decimal place, and rounded to the next higher tenth. 1492

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1493 b. Notwithstanding the minimum rate 1494 provisions as set forth in subsection (1)(1) of this section, the general experience rate of all employers shall be reduced by seven 1495 1496 one-hundredths of one percent (.07%) for calendar year 2013 only. 1497 5. The general experience rate shall be zero 1498 percent (0%) unless the general experience ratio for any tax year 1499 as computed and adjusted on the basis of the trust fund adjustment 1500 factor and reduced by fifty percent (50%) is an amount equal to or 1501 greater than two-tenths of one percent (.2%), then the general 1502 experience rate shall be the computed general experience ratio and 1503 adjusted on the basis of the trust fund adjustment factor and 1504 reduced by fifty percent (50%); however, in no case shall the sum 1505 of the general experience plus the individual experience 1506 unemployment insurance rate exceed five and four-tenths percent 1507 (5.4%). For rate years subsequent to 2014, Mississippi Workforce 1508 Enhancement Training contribution rate, and/or * * * Mississippi 1509 K-12 Workforce Development Grant Program contribution rate, and/or Mississippi Works contribution rate, when in effect, shall be 1510 1511 added to the unemployment contribution rate, regardless of whether 1512 the addition of this contribution rate causes the total 1513 contribution rate for the employer to exceed five and four-tenths 1514 percent (5.4%).

1515 6. The department shall include in its annual 1516 rate notice to employers a brief explanation of the elements of 1517 the general experience rate, and shall include in its regular

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1518 publications an annual analysis of benefits not charged to the 1519 record of any employer, and of the benefit experience of employers 1520 by industry group whose benefit ratio exceeds four percent (4%), 1521 and of any other factors which may affect the size of the general 1522 experience rate.

1523 7. Notwithstanding any other provision 1524 contained herein, the general experience rate for calendar year 1525 2021 shall be zero percent (0%). Charges attributed to each 1526 employer's individual experience rate for the period March 8, 1527 2020, through June 30, 2020, will not impact the employer's 1528 individual experience rate calculations for purposes of 1529 calculating the total unemployment insurance rate for 2021 and the 1530 two (2) subsequent tax rate years. Moreover, charges attributed to each employer's individual experience rate for the period July 1531 1532 1, 2020, through December 31, 2020, will not impact the employer's 1533 individual experience rate calculations for purposes of 1534 calculating the total unemployment insurance rate for 2022 and the 1535 two (2) subsequent tax rate years.

(vi) When any employing unit in any manner succeeds to or acquires the organization, trade, business or substantially all the assets thereof of an employer, excepting any assets retained by such employer incident to the liquidation of his or her obligations, whether or not such acquiring employing unit was an employer within the meaning of Section 71-5-11, subsection H, prior to such acquisition, and continues such

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1543 organization, trade or business, the experience-rating and payroll 1544 records of the predecessor employer shall be transferred as of the 1545 date of acquisition to the successor employer for the purpose of 1546 rate determination.

(vii) When any employing unit succeeds to or acquires a distinct and severable portion of an organization, trade or business, the experience-rating and payroll records of such portion, if separately identifiable, shall be transferred to the successor upon:

1552 1. The mutual consent of the predecessor and 1553 the successor;

1554 2. Approval of the department;

15553. Continued operation of the transferred1556portion by the successor after transfer; and

4. The execution and the filing with the department by the predecessor employer of a waiver relinquishing all rights to have the experience-rating and payroll records of the transferred portion used for the purpose of determining modified rates of contribution for such predecessor.

(viii) If the successor was an employer subject to this chapter prior to the date of acquisition, it shall continue to pay unemployment insurance contributions at the rate applicable to it from the date the acquisition occurred until the end of the then current tax year. If the successor was not an employer prior to the date of acquisition, it shall pay unemployment insurance

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1568 contributions at the rate applicable to the predecessor or, if 1569 more than one (1) predecessor and the same rate is applicable to both, the rate applicable to the predecessor or predecessors, from 1570 1571 the date the acquisition occurred until the end of the then 1572 current tax year. If the successor was not an employer prior to 1573 the date the acquisition occurred and simultaneously acquires the 1574 businesses of two (2) or more employers to whom different rates of 1575 unemployment insurance contributions are applicable, it shall pay 1576 unemployment insurance contributions from the date of the 1577 acquisition until the end of the current tax year at a rate 1578 computed on the basis of the combined experience-rating and 1579 payroll records of the predecessors as of the computation date for 1580 such tax year. In all cases the rate of unemployment insurance contributions applicable to such successor for each succeeding tax 1581 1582 year shall be computed on the basis of the combined 1583 experience-rating and payroll records of the successor and the 1584 predecessor or predecessors.

1585 (ix) The department shall notify each employer 1586 quarterly of the benefits paid and charged to his or her 1587 experience-rating record; and such notification, in the absence of 1588 an application for redetermination filed within thirty (30) days 1589 after the date of such notice, shall be final, conclusive and 1590 binding upon the employer for all purposes. A redetermination, 1591 made after notice and opportunity for a fair hearing, by a hearing 1592 officer designated by the department who shall consider and decide

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1593 these and related applications and protests; and the finding of 1594 fact in connection therewith may be introduced into any subsequent administrative or judicial proceedings involving the determination 1595 1596 of the rate of unemployment insurance contributions of any 1597 employer for any tax year, and shall be entitled to the same 1598 finality as is provided in this subsection with respect to the 1599 findings of fact in proceedings to redetermine the contribution 1600 rate of an employer.

1601 The department shall notify each employer of (X) 1602 his or her rate of contribution as determined for any tax year as 1603 soon as reasonably possible after September 1 of the preceding 1604 Such determination shall be final, conclusive and binding vear. 1605 upon such employer unless, within thirty (30) days after the date 1606 of such notice to his or her last-known address, the employer 1607 files with the department an application for review and 1608 redetermination of his or her contribution rate, setting forth his 1609 or her reasons therefor. If the department grants such review, the employer shall be promptly notified thereof and shall be 1610 1611 afforded an opportunity for a fair hearing by a hearing officer 1612 designated by the department who shall consider and decide these 1613 and related applications and protests; but no employer shall be 1614 allowed, in any proceeding involving his or her rate of 1615 unemployment insurance contributions or contribution liability, to 1616 contest the chargeability to his or her account of any benefits paid in accordance with a determination, redetermination or 1617

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1618 decision pursuant to Sections 71-5-515 through 71-5-533 except 1619 upon the ground that the services on the basis of which such benefits were found to be chargeable did not constitute services 1620 1621 performed in employment for him or her, and then only in the event 1622 that he or she was not a party to such determination, 1623 redetermination, decision or to any other proceedings provided in 1624 this chapter in which the character of such services was 1625 The employer shall be promptly notified of the denial determined. 1626 of this application or of the redetermination, both of which shall become final unless, within ten (10) days after the date of notice 1627 1628 thereof, there shall be an appeal to the department itself. Any 1629 such appeal shall be on the record before said designated hearing 1630 officer, and the decision of said department shall become final 1631 unless, within thirty (30) days after the date of notice thereof to the employer's last-known address, there shall be an appeal to 1632 the Circuit Court of the First Judicial District of Hinds County, 1633 1634 Mississippi, in accordance with the provisions of law with respect 1635 to review of civil causes by certiorari.

1636 (3) Notwithstanding any other provision of law, the 1637 following shall apply regarding assignment of rates and transfers 1638 of experience:

(a) (i) If an employer transfers its trade or
business, or a portion thereof, to another employer and, at the
time of the transfer, there is substantially common ownership,
management or control of the two (2) employers, then the

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unemployment experience attributable to the transferred trade or business shall be transferred to the employer to whom such business is so transferred. The rates of both employers shall be recalculated and made effective on January 1 of the year following the year the transfer occurred.

(ii) If, following a transfer of experience under subparagraph (i) of this paragraph (a), the department determines that a substantial purpose of the transfer of trade or business was to obtain a reduced liability of unemployment insurance contributions, then the experience-rating accounts of the employers involved shall be combined into a single account and a single rate assigned to such account.

1655 Whenever a person who is not an employer or an (b) 1656 employing unit under this chapter at the time it acquires the 1657 trade or business of an employer, the unemployment experience of 1658 the acquired business shall not be transferred to such person if 1659 the department finds that such person acquired the business solely 1660 or primarily for the purpose of obtaining a lower rate of 1661 unemployment insurance contributions. Instead, such person shall 1662 be assigned the new employer rate under Section 71-5-353, unless 1663 assignment of the new employer rate results in an increase of less 1664 than two percent (2%), in which case such person would be assigned the new employer rate plus an additional two percent (2%) penalty 1665 1666 for the rate year. In determining whether the business was acquired solely or primarily for the purpose of obtaining a lower 1667

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1668 rate of unemployment insurance contributions, the department shall 1669 use objective factors which may include the cost of acquiring the 1670 business, whether the person continued the business enterprise of 1671 the acquired business, how long such business enterprise was 1672 continued, or whether a substantial number of new employees were 1673 hired for performance of duties unrelated to the business activity 1674 conducted prior to acquisition.

(c) (i) If a person knowingly violates or attempts to violate paragraph (a) or (b) of this subsection or any other provision of this chapter related to determining the assignment of a contribution rate, or if a person knowingly advises another person in a way that results in a violation of such provision, the person shall be subject to the following penalties:

1681 If the person is an employer, then such 1. 1682 employer shall be assigned the highest rate assignable under this 1683 chapter for the rate year during which such violation or attempted 1684 violation occurred and the three (3) rate years immediately 1685 following this rate year. However, if the person's business is 1686 already at such highest rate for any year, or if the amount of 1687 increase in the person's rate would be less than two percent (2%) 1688 for such year, then the person's tax rate shall be increased by 1689 two percent (2%) for such year. The penalty rate will apply to 1690 the successor business as well as the related entity from which 1691 the employees were transferred in an effort to obtain a lower rate 1692 of unemployment insurance contributions.

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1693 2. If the person is not an employer, such 1694 person shall be subject to a civil money penalty of not more than Five Thousand Dollars (\$5,000.00). Each such transaction for 1695 1696 which advice was given and each occurrence or reoccurrence after 1697 notification being given by the department shall be a separate 1698 offense and punishable by a separate penalty. Any such fine shall 1699 be deposited in the penalty and interest account established under 1700 Section 71-5-114.

(ii) For purposes of this paragraph (c), the term knowingly" means having actual knowledge of or acting with deliberate ignorance or reckless disregard for the prohibition involved.

(iii) For purposes of this paragraph (c), the term violates or attempts to violate" includes, but is not limited to, intent to evade, misrepresentation or willful nondisclosure.

1708 (iv) In addition to the penalty imposed by 1709 subparagraph (i) of this paragraph (c), any violation of this subsection may be punishable by a fine of not more than Ten 1710 1711 Thousand Dollars (\$10,000.00) or by imprisonment for not more than 1712 five (5) years, or by both such fine and imprisonment. This 1713 subsection shall prohibit prosecution under any other criminal 1714 statute of this state.

1715 (d) The department shall establish procedures to 1716 identify the transfer or acquisition of a business for purposes of 1717 this subsection.

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1718 (e) For purposes of this subsection:

(i) "Person" has the meaning given such term by Section 7701(a)(1) of the Internal Revenue Code of 1986; and (ii) "Employing unit" has the meaning as set forth in Section 71-5-11.

(f) This subsection shall be interpreted and applied in such a manner as to meet the minimum requirements contained in any guidance or regulations issued by the United States Department of Labor.

1727 SECTION 6. Section 71-5-453, Mississippi Code of 1972, is 1728 amended as follows:

1729 The department shall be the treasurer and 71-5-453. 1730 custodian of the fund, and shall administer such fund in accordance with the directions of the department, and shall issue 1731 1732 its warrants upon it in accordance with such regulations as the 1733 department shall prescribe. The department shall maintain within 1734 the fund three (3) separate accounts: (a) a clearing account, (b) 1735 an unemployment trust fund account, and (c) a benefit payment 1736 account. All monies payable to the fund, upon receipt thereof by 1737 the department, shall be immediately deposited in the clearing 1738 account. Refunds payable pursuant to Section 71-5-383 may be paid 1739 from the clearing account by the department. Transfers pursuant 1740 to Section 71-5-114 of all interest, penalties and damages 1741 collected shall be made to the Special Employment Security 1742 Administration Fund as soon as practicable after the end of each

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1743 calendar quarter. Workforce Enhancement Training

1744 contributions, * * * Mississippi K-12 Workforce Development Grant 1745 Program contributions and Mississippi Works contributions shall be 1746 deposited into the Workforce Investment and Training Holding 1747 Account as described in this section. All other monies in the 1748 clearing account shall be immediately deposited with the Secretary 1749 of the Treasury of the United States of America to the 1750 Unemployment Trust Fund account for the State of Mississippi, 1751 established and maintained pursuant to Section 904 of the Social 1752 Security Act, as amended, any provisions of law in this state 1753 relating to the deposit, administration, release or disbursement 1754 of monies in the possession or custody of this state to the 1755 contrary notwithstanding. The benefit account shall consist of 1756 all monies requisitioned from this state's account in the 1757 Unemployment Trust Fund. Except as herein otherwise provided, 1758 monies in the clearing and benefit accounts may be deposited by 1759 the department, in any bank or public depository in which general 1760 funds of the state may be deposited, but no public deposit 1761 insurance charge or premium shall be paid out of the fund. The 1762 department shall be liable for the faithful performance of its 1763 duties in connection with the Unemployment Compensation Fund under 1764 this chapter. A Workforce Investment and Training Holding Account 1765 shall be established by and maintained under the control of the 1766 Mississippi Department of Employment Security. Contributions 1767 collected pursuant to the provisions in this chapter for the

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Workforce Enhancement Training Fund, * * * Mississippi K-12 1768 1769 Workforce Development Grant Program Fund and the Mississippi Works 1770 Fund shall be transferred from the clearing account into the 1771 Workforce Investment and Training Holding Account on the same 1772 schedule and under the same conditions as funds transferred to the 1773 Unemployment Compensation Fund. Such funds shall remain on 1774 deposit in the holding account for a period of thirty (30) days. 1775 After such period, Workforce Enhancement Training contributions 1776 shall be transferred to the appropriate Mississippi Community 1777 College Board Treasury Account, with oversight provided by the 1778 Mississippi Office of Workforce Development, by the department. 1779 The *** * *** Mississippi K-12 Workforce Development Grant program 1780 contributions shall be transferred to the *** * *** Mississippi K-12 1781 Workforce Development Grant Program Treasury Account for the 1782 Mississippi K-12 Workforce Development Grant Program Fund. The 1783 Mississippi Works contributions shall be transferred to the 1784 Mississippi Department of Employment Security Treasury Account for 1785 the Mississippi Works Fund. Such transfers shall occur within 1786 fifteen (15) days after the funds have resided in the Workforce 1787 Investment and Training Holding Account for thirty (30) days. One 1788 (1) such transfer shall be made monthly, but the department, in 1789 its discretion, may make additional transfers in any month. In 1790 the event such funds transferred are subsequently determined to be 1791 erroneously paid or collected, or if deposit of such funds is 1792 denied or rejected by the banking institution for any reason, or

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1793 deposits are unable to clear drawer's account for any reason, the 1794 funds must be reimbursed by the recipient of such funds within thirty (30) days of mailing of notice by the department demanding 1795 1796 such refund, unless funds are available in the Workforce 1797 Investment and Training Holding Account. In that event such 1798 amounts shall be immediately withdrawn from the Workforce 1799 Investment and Training Holding Account by the department and 1800 redeposited into the clearing account.

1801 SECTION 7. Section 25-61-5, Mississippi Code of 1972, is 1802 amended as follows:

1803 25-61-5. (1) (a) Except as otherwise provided by Sections 25-61-9, 25-61-11 * * *, 25-61-11.2 and 37-153-7, all public 1804 1805 records are hereby declared to be public property, and any person 1806 shall have the right to inspect, copy or mechanically reproduce or 1807 obtain a reproduction of any public record of a public body in 1808 accordance with reasonable written procedures adopted by the 1809 public body concerning the cost, time, place and method of access, and public notice of the procedures shall be given by the public 1810 1811 body, or, if a public body has not adopted written procedures, the 1812 right to inspect, copy or mechanically reproduce or obtain a 1813 reproduction of a public record of the public body shall be 1814 provided within one (1) working day after a written request for a 1815 public record is made. No public body shall adopt procedures which will authorize the public body to produce or deny production 1816

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1817 of a public record later than seven (7) working days from the date 1818 of the receipt of the request for the production of the record.

1819 If a public body is unable to produce a public (b) 1820 record by the seventh working day after the request is made, the 1821 public body must provide a written explanation to the person 1822 making the request stating that the record requested will be 1823 produced and specifying with particularity why the records cannot 1824 be produced within the seven-day period. Unless there is mutual 1825 agreement of the parties, or the information requested is part of 1826 ongoing negotiations related to a request for competitive sealed 1827 proposals, in no event shall the date for the public body's 1828 production of the requested records be any later than fourteen 1829 (14) working days from the receipt by the public body of the 1830 original request. Production of competitive sealed proposals in 1831 accordance with requests made pursuant to this section shall be no 1832 later than seven (7) working days after the notice of intent to 1833 award is issued to the winning proposer. Persons making a request 1834 for production of competitive sealed proposals after the notice of 1835 intent to award is issued by the public body shall have a 1836 reasonable amount of time, but in no event less than seven (7) 1837 working days after the production of the competitive sealed 1838 proposals, to protest the procurement or intended award prior to 1839 contract execution. However, in any instance where a person has 1840 filed for a protective order for a competitive sealed proposal and the court has not ruled on the protective order within ninety (90) 1841

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1842 days of filing, then the public body may proceed with awarding the 1843 contract without production of competitive sealed proposals and 1844 the contract may be protested after execution.

(2) If any public record contains material which is not exempted under this chapter, the public agency shall redact the exempted material and make the nonexempted material available for examination. Such public agency shall be entitled to charge a reasonable fee for the redaction of any exempted material, not to exceed the agency's actual cost.

1851 (3) Denial by a public body of a request for access to or 1852 copies of public records under this chapter shall be in writing 1853 and shall contain a statement of the specific exemption relied 1854 upon by the public body for the denial. Each public body shall 1855 maintain a file of all denials of requests for public records. 1856 Public bodies shall be required to preserve such denials on file 1857 for not less than three (3) years from the date such denials are 1858 This file shall be made available for inspection or made. copying, or both, during regular office hours to any person upon 1859 1860 written request.

1861 (4) This section shall stand repealed on July 1, 2024.

1862 SECTION 8. This act shall take effect and be in force from 1863 and after July 1, 2023.

Further, amend by striking the title in its entirety and inserting in lieu thereof the following:

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1 AN ACT TO AMEND SECTION 71-5-353, MISSISSIPPI CODE OF 1972, 2 TO CREATE THE MISSISSIPPI K-12 WORKFORCE DEVELOPMENT GRANT PROGRAM 3 FUND IN THE STATE TREASURY WHICH SHALL CONSIST OF FUNDS COLLECTED 4 FROM THE MISSISSIPPI K-12 WORKFORCE DEVELOPMENT GRANT PROGRAM 5 CONTRIBUTIONS AND ANY OTHER MONIES THAT MAY BE APPROPRIATED TO IT 6 FROM THE LEGISLATURE; TO PROVIDE THAT THE STATE WORKFORCE 7 INVESTMENT BOARD CONTRIBUTIONS THAT WERE BEING DEPOSITED INTO THE 8 STATE WORKFORCE INVESTMENT BOARD BANK ACCOUNT SHALL NOW BE 9 CONTRIBUTIONS FOR THE MISSISSIPPI K-12 WORKFORCE DEVELOPMENT GRANT 10 PROGRAM AND DEPOSITED INTO THE MISSISSIPPI K-12 WORKFORCE 11 DEVELOPMENT GRANT PROGRAM FUND; TO PROVIDE THAT ADMINISTRATIVE FEE 12 COLLECTED FOR THE TRAINING PROVIDED USING THE MISSISSIPPI 13 WORKFORCE ENHANCEMENT TRAINING AND MISSISSIPPI WORKS FUNDS MAY NOT 14 BE MORE THAN FIVE PERCENT; TO PROVIDE THAT THE MISSISSIPPI 15 DEPARTMENT OF EMPLOYMENT SECURITY SHALL BE THE FISCAL AGENT FOR 16 ALL FUNDS APPROPRIATED TO IT FOR USE BY THE OFFICE OF WORKFORCE DEVELOPMENT; TO CREATE A NEW SECTION THAT ESTABLISHES THE 17 18 MISSISSIPPI K-12 WORKFORCE DEVELOPMENT GRANT PROGRAM; TO PROVIDE 19 THAT THE PURPOSE FOR THE GRANT PROGRAM SHALL BE FOR CONSTRUCTING, 20 REMODELING, PURCHASING OR UPGRADING EQUIPMENT OR OTHERWISE 21 PROVIDING SUPPORT TO CAREER TECHNICAL CENTERS AT THE K-12 22 EDUCATION LEVEL; TO PROVIDE HOW THE PROGRAM SHALL BE FUNDED; TO 23 PROVIDE HOW A SCHOOL MAY APPLY FOR A GRANT; TO PROVIDE THAT 24 MAXIMUM AMOUNT OF FUNDS APPROPRIATED TO THE PROGRAM THAT MAY BE 25 USED FOR ADMINISTERING THE PROGRAM; TO PROVIDE THE REPORTING 26 REOUIREMENTS OF THE PROGRAM; TO AMEND SECTION 37-153-7, 27 MISSISSIPPI CODE OF 1972, TO REVISE THE REPORTING REQUIREMENTS OF 28 THE OFFICE OF WORKFORCE DEVELOPMENT; TO PROVIDE SPECIFIC POWERS 29 AND DUTIES FOR THE OFFICE OF WORKFORCE DEVELOPMENT; TO PROVIDE 30 TIME-LIMITED EXEMPTIONS FROM THE MISSISSIPPI PUBLIC RECORDS ACT 31 FOR CERTAIN RECORDS AND CONFIDENTIAL CLIENT INFORMATION FROM THE 32 MISSISSIPPI DEVELOPMENT AUTHORITY OR LOCAL ECONOMIC DEVELOPMENT 33 ENTITIES HELD BY THE OFFICE OF WORKFORCE DEVELOPMENT; TO AMEND 34 SECTIONS 71-5-355, 71-5-453 AND 27-104-7, MISSISSIPPI CODE OF 35 1972, TO CONFORM TO THE PROVISIONS OF THIS ACT; TO AMEND SECTION 36 25-61-5, MISSISSIPPI CODE OF 1972, TO CONFORM; AND FOR RELATED 37 PURPOSES.