MISSISSIPPI LEGISLATURE

REGULAR SESSION 2024

By: Representative Shanks

To: Workforce Development

## HOUSE BILL NO. 770

AN ACT TO AMEND SECTIONS 37-153-7 AND 27-104-7, MISSISSIPPI CODE OF 1972, TO EXTEND THE EXPIRATION DATE ON THE EXEMPTION FOR THE OFFICE OF WORKFORCE DEVELOPMENT FROM THE REQUIREMENTS OF THE PUBLIC PROCUREMENT REVIEW BOARD WHICH RELATE TO RENTAL AGREEMENTS AND THE LEASING OF REAL PROPERTY FOR PURPOSES OF CONDUCTING AGENCY BUSINESS; AND FOR RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
8 SECTION 1. Section 37-153-7, Mississippi Code of 1972, is
9 amended as follows:

10 37-153-7. (1) There is created the Mississippi Office of 11 Workforce Development and the Mississippi State Workforce 12 Investment Board, which shall serve as the advisory board for the 13 office. The Mississippi State Workforce Investment Board shall be composed of thirty-one (31) voting members, of which a majority 14 15 shall be representatives of business and industry in accordance 16 with the federal Workforce Innovation and Opportunity Act, or any successive acts. 17

18 (2) The members of the State Workforce Investment Board19 shall include:

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(a) The Governor, or his designee;

H. B. No. 770 G1/2 24/HR43/R274 PAGE 1 (RKM\EW) (b) Nineteen (19) members, appointed by the Governor,of whom:

(i) A majority shall be representatives ofbusinesses in the state, who:

25 1. Are owners of businesses, chief executives 26 or operating officers of businesses, or other business executives 27 or employers with optimum policymaking or hiring authority, and who, in addition, may be members of a local board described in 28 29 Section 3122(b)(2)(A)(i) of the federal Workforce Innovation and 30 Opportunity Act. At least two (2) of the members appointed under this item 1. shall be small business owners, chief executives or 31 32 operating officers of businesses with less than fifty (50) 33 employees;

34 Represent businesses, including small 2. 35 businesses, or organizations representing businesses, which 36 provide employment opportunities that, at a minimum, include 37 high-quality, work-relevant training and development in high-demand industry sectors or occupations in the state; and 38 39 3. Are appointed from among individuals 40 nominated by state business organizations and business trade 41 associations; 42 (ii) Not less than twenty percent (20%) shall

42 (11) Not less than twenty percent (20%) shall 43 consist of representatives of the workforce within the state, 44 which:

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H. B. No. 770 24/HR43/R274 PAGE 2 (RKM\EW) 45 1. Includes labor organization 46 representatives who have been nominated by state labor 47 federations; 2. Includes a labor organization member or 48 49 training director from an apprenticeship program in the state, 50 which shall be a joint labor-management apprenticeship program if such a program exists in the state; 51 52 3. May include representatives of 53 community-based organizations, including organizations serving 54 veterans or providing or supporting competitive, integrated 55 employment for individuals with disabilities, who have 56 demonstrated experience and expertise in addressing employment, 57 training or education needs of individuals with barriers to 58 employment; and 59 4. May include representatives of 60 organizations, including organizations serving out-of-school 61 youth, who have demonstrated experience or expertise in addressing the employment, training or education needs of eligible youth; 62 63 (iii) The balance shall include government 64 representatives, including the lead state officials with primary 65 responsibility for core programs, and chief elected officials 66 (collectively representing both cities and counties, where 67 appropriate); 68 Two (2) representatives of businesses in the state (C) appointed by the Lieutenant Governor; 69

H. B. No. 770 24/HR43/R274 PAGE 3 (RKM\EW) 70 (d) Two (2) representatives of businesses in the state 71 appointed by the Governor from a list of three (3) recommendations 72 from the Speaker of the House; and 73 (e) The following state officials: 74 (i) The Executive Director of the Mississippi 75 Department of Employment Security; 76 (ii) The Executive Director of the Department of 77 Rehabilitation Services; 78 (iii) The State Superintendent of Public 79 Education; 80 (iv) The Executive Director of the Mississippi Development Authority; 81 82 The Executive Director of the Mississippi (V) 83 Community College Board; 84 The President of the Community College (vi) 85 Association; and 86 (vii) The Commissioner of \* \* \* Higher \* \* \* 87 Education. 88 (f) One (1) senator, appointed by the Lieutenant 89 Governor, and one (1) representative, appointed by the Speaker of 90 the House, shall serve on the state board in a nonvoting capacity. 91 The Governor may appoint additional members if (q) 92 required by the federal Workforce Innovation and Opportunity Act, 93 or any successive acts.

94 (h) Members of the board shall serve a term of four (4)95 years, and shall not serve more than three (3) consecutive terms.

96 (i) The membership of the board shall reflect the97 diversity of the State of Mississippi.

98 (j) The Governor shall designate the Chairman of the 99 Mississippi State Workforce Investment Board from among the 100 business and industry voting members of the board, and a quorum of 101 the board shall consist of a majority of the voting members of the 102 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.

108 (3) Members of the state board may be recalled by their 109 appointing authority for cause, including a felony conviction, 110 fraudulent or dishonest acts or gross abuse of discretion, failure 111 to meet board member qualifications, or chronic failure to attend 112 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.

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(5) The Mississippi State Workforce Investment Board shall have the following duties \* \* \*, which 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:

123 (a) Through the office, develop and submit to the 124 Governor, Lieutenant Governor and Speaker of the House a strategic 125 plan for an integrated state workforce development system that 126 aligns resources and structures the system to more effectively and efficiently meet the demands of Mississippi's employers and job 127 128 seekers. This plan will comply with the federal Workforce 129 Investment Act of 1998, as amended, the federal Workforce 130 Innovation and Opportunity Act of 2014 and amendments and 131 successor legislation to these acts;

(b) Assist the Governor, Lieutenant Governor and
Speaker of the House in the development and continuous improvement
of the statewide workforce investment system that shall include:
(i) Development of linkages in order to assure

136 coordination and nonduplication among programs and activities; and 137 (ii) Review local workforce development plans that 138 reflect the use of funds from the federal Workforce Investment 139 Act, Workforce Innovation and Opportunity Act, the Wagner-Peyser 140 Act and the amendment or successor legislation to the acts, and 141 the Mississippi Comprehensive Workforce Training and Education 142 Consolidation Act;

H. B. No. 770 **~ OFFICIAL ~** 24/HR43/R274 PAGE 6 (RKM\EW) 143 (C) Recommend to the office the designation of local workforce investment areas as required in Section 116 of the 144 federal Workforce Investment Act of 1998 and the Workforce 145 Innovation and Opportunity Act of 2014. There shall be four (4) 146 147 workforce investment areas that are generally aligned with the 148 planning and development district structure in Mississippi. Planning and development districts will serve as the fiscal agents 149 150 to manage Workforce Investment Act funds, oversee and support the 151 local workforce investment boards aligned with the area and the local programs and activities as delivered by the one-stop 152 153 employment and training system. The planning and development 154 districts will perform this function through the provisions of the 155 county cooperative service districts created under Sections 156 19-3-101 through 19-3-115; however, planning and development 157 districts currently performing this function under the Interlocal 158 Cooperation Act of 1974, Sections 17-13-1 through 17-13-17, may 159 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;

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

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167 (f) Assist the Governor in the establishment and 168 management of a one-stop employment and training system conforming to the requirements of the federal Workforce Investment Act of 169 170 1998 and the Workforce Innovation and Opportunity Act of 2014, as 171 amended, recommending policy for implementing the Governor's 172 approved plan for employment and training activities and services within the state. In developing this one-stop career operating 173 174 system, the Mississippi State Workforce Investment Board, in 175 conjunction with local workforce investment boards, shall: 176 Design broad guidelines for the delivery of (i) 177 workforce development programs; 178 Identify all existing delivery agencies and (ii) 179 other resources; 180 Define appropriate roles of the various (iii) agencies to include an analysis of service providers' strengths 181 182 and weaknesses; 183 Determine the best way to utilize the various (iv) agencies to deliver services to recipients; and 184 185 Develop a financial plan to support the (V) 186 delivery system that shall, at a minimum, include an 187 accountability system; To provide authority, in accordance with any 188 (q) 189 executive order of the Governor, for developing the necessary 190 collaboration among state agencies at the highest level for accomplishing the purposes of this article; 191

192 (h) To monitor the effectiveness of the workforce193 development centers and WIN job centers;

(i) To advise the Governor, public schools,
community \* \* \* and junior colleges and institutions of higher
learning on effective school-to-work transition policies and
programs that link students moving from high school to higher
education and students moving between community colleges and
four-year institutions in pursuit of academic and technical skills
training;

(j) To work with industry to identify barriers that inhibit the delivery of quality workforce education and the responsiveness of educational institutions to the needs of industry;

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

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

(m) Perform a comprehensive review of Mississippi's workforce development efforts, including the amount spent and effectiveness of programs supported by state or federal money; and (n) To assist the Governor in carrying out any other

215 responsibility required by the federal Workforce Investment Act of

H. B. No. 770 **~ OFFICIAL ~** 24/HR43/R274 PAGE 9 (RKM\EW) 216 1998, as amended and the Workforce Innovation and Opportunity Act, 217 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.

223 Each state agency director responsible for workforce training 224 activities shall advise the Mississippi Office of Workforce 225 Development and the State Workforce Investment Board of 226 appropriate federal and state requirements. Each state agency, 227 department and institution shall report any monies received for 228 workforce training activities or career and technical education 229 and a detailed itemization of how those monies were spent to the 230 state board. The board shall compile the data and provide a 231 report of the monies and expenditures to the Chairs of the House 232 and Senate Appropriations Committee, the Chair of the House 233 Workforce Development Committee and the Chair of the Senate 234 Economic and Workforce Development Committee by October 1 of each 235 year. Each such state agency director shall remain responsible 236 for the actions of his agency; however, each state agency and 237 director shall work cooperatively to fulfill the state's goals.

(7) The State Workforce Investment Board shall establish an
 executive committee, which shall consist of the following State
 Workforce Investment Board members:

H. B. No. 770 **\* OFFICIAL ~** 24/HR43/R274 PAGE 10 (RKM\EW) (a) The Chair of the State Workforce Investment Board;
(b) Two (2) business representatives currently serving
on the state board selected by the Governor;

244 (C) The two (2) business representatives currently 245 serving on the state board appointed by the Lieutenant Governor; 246 (d) The two (2) business representatives currently 247 serving on the state board appointed by the Governor from a list 248 of three (3) recommendations from the Speaker of the House; 249 The two (2) legislators, who shall serve in a (e) nonvoting capacity, one (1) of whom shall be appointed by the 250 251 Lieutenant Governor from the membership of the Mississippi Senate 252 and one (1) of whom shall be appointed by the Speaker of the House 253 of Representatives from the membership of the Mississippi House of 254 Representatives.

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

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265 institution and no less than eight (8) years of professional 266 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, to fulfill the duties of the state board as described in Chapter 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;

(e) Serve at the will and pleasure of the executivecommittee;

(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.

H. B. No. 770 **~ OFFICIAL ~** 24/HR43/R274 PAGE 12 (RKM\EW) (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.
The executive director shall maintain complete and exclusive
operational control of the office's functions.

296 (10) The office shall file an annual and a quarterly report 297 with the Governor, Secretary of State, President of the Senate, 298 Speaker of the House, Chairman of the House Workforce Development 299 Committee and Chairman of the Senate Economic and Workforce 300 Development Committee. The annual report shall be filed not later 301 than October 1 of each year regarding all funds approved by the 302 office to be expended on workforce training during the prior 303 calendar year. The quarterly and annual reports 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;

310 (b) With respect to specific workforce training 311 projects:

312 (i) The location of the training;
313 (ii) The amount allocated to the project;
314 (iii) The purpose of the project;

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319 and

(vi) The types of funds used for the project;
(c) With respect to the grants that have been awarded
under the Mississippi K-12 Workforce Development Grant Program
created in Section 37-153-221:

324	(i) The entity that was awarded the grant;
325	(ii) The amount allocated to the grant;
326	(iii) The purpose of the grant; $\star$ $\star$
327	(iv) How the grant has been used since it was

328 awarded; and

329 (d) With respect to the office's authority to select
330 tools and resources, including necessary online platforms and
331 similar systems in furtherance of the mission of the office:

(i) The policies that the office has adopted or
amended on the process for the selection of tools and resources,
including necessary online platforms and similar systems in
furtherance of the mission of the office;

(ii) The eligible entities that the office
determined may provide services, such as companies, nonprofit
organizations, or other similar groups;

H. B. No. 770 **~ OFFICIAL ~** 24/HR43/R274 PAGE 14 (RKM\EW) (iii) Any tools and resources, including necessary online platforms and similar systems in furtherance of the mission of the office, that have been selected by the office; and

342 (iv) What entity received the benefit of the tools343 and resources that were selected.

344 (e) All information concerning a proposed project which is provided to the executive director shall be kept confidential. 345 346 Except as provided in subsections (13) and (14), such 347 confidentiality shall not limit disclosure under the Mississippi Public Records Act of 1983 of records describing the nature, 348 349 quantity, cost or other pertinent information related to the 350 activities of, or services performed using, the Mississippi 351 Workforce Enhancement Training Fund or the Mississippi Works Fund.

(11) In addition to other powers and duties provided in this section, the Office of Workforce Development shall also have the following powers and duties:

355 (a) Direct access to accounting and banking statements
356 for all funds under its direction to ensure accurate and efficient
357 management of funds and to improve internal control;

358 (b) The ability to enter into nondisclosure agreements 359 to effectively support economic development activities and the 360 proprietary nature of customized training for existing and new 361 industry;

362 (c) To adopt and promulgate such rules and regulations363 as may be necessary or desirable for the purpose of implementing

H. B. No. 770 **\* OFFICIAL \*** 24/HR43/R274 PAGE 15 (RKM\EW) 364 the Mississippi K-12 Workforce Development Grant Program created 365 in Section 37-153-221;

366 To receive contributions, donations, gifts, (d) 367 bequests of money, other forms of financial assistance and 368 property, equipment, materials or manpower from persons, 369 foundations, trust funds, corporations, organizations and other 370 sources, public or private, made to the office, and may expend or use the same in accordance with the conditions prescribed by the 371 372 donor, provided that no such condition is contrary to any provision of law; 373

374 (e) To contract with state agencies, governing
375 authorities or economic and workforce development entities for
376 shared programmatic efforts and support service or joint
377 employment of personnel in order to further the office's purposes;

378 To determine, subject to appropriation, the need (f) 379 for and, if desired, the selection of tools and resources, 380 including necessary online platforms and similar systems in 381 furtherance of the mission of the office, through processes 382 established in policies adopted by the office that are deemed to 383 be practical, feasible and in the public interest. These 384 processes shall outline eligible entities that may provide such 385 services, such as companies, nonprofit organizations, or other 386 similar groups and shall ensure the office determines metrics for 387 success, including deliverables as required by the office;

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388 (g) To implement the career coaching program provided 389 for in Section 37-73-3;

(h) To provide career coaches with access to technology to develop customized career pathways and connect students with post-secondary and employment opportunities matching their skills and interests; and

(i) To implement and oversee programs providing support to community and junior colleges for training needs that may arise when new businesses locate in Mississippi, to include providing support to existing industries that may lose employees as a result of the new business.

Through December 31,  $\star \star \star 2027$ , the provisions of Section 27-104-7 related to rental agreements or leasing of real property for the purpose of conducting agency business shall not apply to the office.

(12) Nothing in Chapter 476, Laws of 2020 [Senate Bill No.
2564] shall void or otherwise interrupt any contract, lease, grant
or other agreement previously entered into by the State Workforce
Investment Board, Mississippi Community College Board, individual
community or junior colleges, or other entities.

408 (13) Any records of the office which contain client
409 information from the Mississippi Development Authority or local
410 economic development entities concerning development projects
411 shall be exempt from the provisions of the Mississippi Public
412 Records Act of 1983 for a period of two (2) years after receipt of

413 the information by the office. Confidential client information as 414 described in this section shall not include the information which 415 must be disclosed by the certified applicant related to a 416 qualified economic development project in the annual report 417 described in Section 57-1-759.

418 (14) Confidential client information in public records held by the office shall be exempt from the provisions of the 419 420 Mississippi Public Records Act of 1983 during any period of review 421 and negotiation on a project proposal facilitated by the Mississippi Development Authority or local economic development 422 423 entities and for a period of thirty (30) days after approval, disapproval or abandonment of the proposal not to exceed one (1) 424 425 year.

426 **SECTION 2.** Section 27-104-7, Mississippi Code of 1972, is 427 amended as follows:

428 27-104-7. (1) (a) There is created the Public Procurement 429 Review Board, which shall be reconstituted on January 1, 2018, and 430 shall be composed of the following members:

431 (i) Three (3) individuals appointed by the432 Governor with the advice and consent of the Senate;

(ii) Two (2) individuals appointed by the Lieutenant Governor with the advice and consent of the Senate; and (iii) The Executive Director of the Department of Finance and Administration, serving as an ex officio and nonvoting member.

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438 (b) The initial terms of each appointee shall be as 439 follows:

440 (i) One (1) member appointed by the Governor to441 serve for a term ending on June 30, 2019;

442 (ii) One (1) member appointed by the Governor to443 serve for a term ending on June 30, 2020;

(iii) One (1) member appointed by the Governor to serve for a term ending on June 30, 2021;

(iv) One (1) member appointed by the Lieutenant
Governor to serve for a term ending on June 30, 2019; and

448 (v) One (1) member appointed by the Lieutenant449 Governor to serve for a term ending on June 30, 2020.

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.

454 When appointing members to the Public Procurement (C) Review Board, the Governor and Lieutenant Governor shall take into 455 456 consideration persons who possess at least five (5) years of 457 management experience in general business, health care or finance 458 for an organization, corporation or other public or private 459 entity. Any person, or any employee or owner of a company, who 460 receives any grants, procurements or contracts that are subject to 461 approval under this section shall not be appointed to the Public 462 Procurement Review Board. Any person, or any employee or owner of

463 a company, who is a principal of the source providing a personal 464 or professional service shall not be appointed to the Public 465 Procurement Review Board if the principal owns or controls a greater than five percent (5%) interest or has an ownership value 466 467 of One Million Dollars (\$1,000,000.00) in the source's business, 468 whichever is smaller. No member shall be an officer or employee 469 of the State of Mississippi while serving as a voting member on 470 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.

474 The members of the Public Procurement Review Board (e) 475 shall elect a chair from among the membership, and he or she shall 476 preside over the meetings of the board. The board shall annually elect a vice chair, who shall serve in the absence of the chair. 477 478 No business shall be transacted, including adoption of rules of 479 procedure, without the presence of a quorum of the board. Three 480 (3) members shall be a quorum. No action shall be valid unless 481 approved by a majority of the members present and voting, entered 482 upon the minutes of the board and signed by the chair. Necessary 483 clerical and administrative support for the board shall be 484 provided by the Department of Finance and Administration. Minutes 485 shall be kept of the proceedings of each meeting, copies of which 486 shall be filed on a monthly basis with the chairs of the 487 Accountability, Efficiency and Transparency Committees of the

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H. B. No. 770 24/HR43/R274 PAGE 20 (RKM\EW) 488 Senate and House of Representatives and the chairs of the 489 Appropriations Committees of the Senate and House of 490 Representatives.

491 (2) The Public Procurement Review Board shall have the492 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;

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

501 The provisions of this paragraph (b) shall not apply to such 502 contracts involving buildings and other facilities of state 503 institutions of higher learning which are self-administered as 504 provided under this paragraph (b) or Section 37-101-15(m);

505 Adopt regulations governing any lease or rental (C) 506 agreement by any state agency or department, including any state 507 agency financed entirely by federal funds, for space outside the 508 buildings under the jurisdiction of the Department of Finance and 509 Administration. These regulations shall require each agency 510 requesting to lease such space to provide the following 511 information that shall be published by the Department of Finance and Administration on its website: the agency to lease the space; 512

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513 the terms of the lease; the approximate square feet to be leased; 514 the use for the space; a description of a suitable space; the general location desired for the leased space; the contact 515 516 information for a person from the agency; the deadline date for 517 the agency to have received a lease proposal; any other specific 518 terms or conditions of the agency; and any other information deemed appropriate by the Division of Real Property Management of 519 520 the Department of Finance and Administration or the Public 521 Procurement Review Board. The information shall be provided 522 sufficiently in advance of the time the space is needed to allow 523 the Division of Real Property Management of the Department of 524 Finance and Administration to review and preapprove the lease 525 before the time for advertisement begins;

526 Adopt, in its discretion, regulations to set aside (d) at least five percent (5%) of anticipated annual expenditures for 527 528 the purchase of commodities from minority businesses; however, all 529 such set-aside purchases shall comply with all purchasing regulations promulgated by the department and shall be subject to 530 531 all bid requirements. Set-aside purchases for which competitive 532 bids are required shall be made from the lowest and best minority 533 business bidder; however, if no minority bid is available or if 534 the minority bid is more than two percent (2%) higher than the 535 lowest bid, then bids shall be accepted and awarded to the lowest 536 and best bidder. However, the provisions in this paragraph shall not be construed to prohibit the rejection of a bid when only one 537

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(1) bid is received. Such rejection shall be placed in the minutes. For the purposes of this paragraph, the term "minority business" means a business which is owned by a person who is a citizen or lawful permanent resident of the United States and who is:

543 (i) Black: having origins in any of the black544 racial groups of Africa;

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

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

551 (iv) American Indian or Alaskan Native: having 552 origins in any of the original people of North America; or

553

(v) Female;

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

560 (f) (i) Except as otherwise provided in subparagraph 561 (ii) of this paragraph, promulgate rules and regulations governing 562 the solicitation and selection of contractual services personnel,

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563 including personal and professional services contracts for any 564 form of consulting, policy analysis, public relations, marketing, 565 public affairs, legislative advocacy services or any other 566 contract that the board deems appropriate for oversight, with the 567 exception of:

568 1. Any personal service contracts entered 569 into by any agency that employs only nonstate service employees as 570 defined in Section 25-9-107(c);

571 2. Any personal service contracts entered
572 into for computer or information technology-related services
573 governed by the Mississippi Department of Information Technology
574 Services;

575 3. Any personal service contracts entered 576 into by the individual state institutions of higher learning; 577 4. Any personal service contracts entered 578 into by the Mississippi Department of Transportation; 579 5. Any personal service contracts entered into by the Department of Human Services through June 30, 2019, 580 581 which the Executive Director of the Department of Human Services 582 determines would be useful in establishing and operating the 583 Department of Child Protection Services;

584 6. Any personal service contracts entered 585 into by the Department of Child Protection Services through June 586 30, 2019;

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587 7. Any contracts for entertainers and/or 588 performers at the Mississippi State Fairgrounds entered into by 589 the Mississippi Fair Commission; 590 Any contracts entered into by the 8. 591 Department of Finance and Administration when procuring aircraft 592 maintenance, parts, equipment and/or services; 593 9. Any contract entered into by the 594 Department of Public Safety for service on specialized equipment 595 and/or software required for the operation of such specialized equipment for use by the Office of Forensics Laboratories; 596 597 10. Any personal or professional service 598 contract entered into by the Mississippi Department of Health or 599 the Department of Revenue solely in connection with their 600 respective responsibilities under the Mississippi Medical Cannabis 601 Act from February 2, 2022, through June 30, 2026; 602 11. Any contract for attorney, accountant, 603 actuary auditor, architect, engineer, anatomical pathologist, or 604 utility rate expert services; 605 12. Any personal service contracts approved 606 by the Executive Director of the Department of Finance and 607 Administration and entered into by the Coordinator of Mental Health Accessibility through June 30, 2022; 608 609 Any personal or professional services 13. 610 contract entered into by the State Department of Health in carrying out its responsibilities under the ARPA Rural Water 611

H. B. No. 770 **~ OFFICIAL ~** 24/HR43/R274 PAGE 25 (RKM\EW) 612 Associations Infrastructure Grant Program through June 30, 2026; 613 and

614 14. And any personal or professional services
615 contract entered into by the Mississippi Department of
616 Environmental Quality in carrying out its responsibilities under
617 the Mississippi Municipality and County Water Infrastructure Grant
618 Program Act of 2022, through June 30, 2026.

619 Any such rules and regulations shall provide for maintaining 620 continuous internal audit covering the activities of such agency 621 affecting its revenue and expenditures as required under Section 622 7-7-3(6)(d). Any rules and regulation changes related to personal 623 and professional services contracts that the Public Procurement 624 Review Board may propose shall be submitted to the Chairs of the 625 Accountability, Efficiency and Transparency Committees of the 626 Senate and House of Representatives and the Chairs of the 627 Appropriation Committees of the Senate and House of 628 Representatives at least fifteen (15) days before the board votes 629 on the proposed changes, and those rules and regulation changes, 630 if adopted, shall be promulgated in accordance with the 631 Mississippi Administrative Procedures Act.

(ii) From and after July 1, 2024, the Public
Procurement Review Board shall promulgate rules and regulations
that require the Department of Finance and Administration to
conduct personal and professional services solicitations as
provided in subparagraph (i) of this paragraph for those services

637 in excess of Seventy-five Thousand Dollars (\$75,000.00) for the 638 Department of Marine Resources, the Department of Wildlife, 639 Fisheries and Parks, the Mississippi Emergency Management Agency 640 and the Mississippi Development Authority, with assistance to be provided from these entities. Any powers that have been conferred 641 642 upon agencies in order to comply with the provisions of this 643 section for personal and professional services solicitations shall 644 be conferred upon the Department of Finance and Administration to 645 conduct personal and professional services solicitations for the 646 Department of Marine Resources, the Department of Wildlife, 647 Fisheries and Parks, the Mississippi Emergency Management Agency 648 and the Mississippi Development Authority for those services in 649 excess of Seventy-five Thousand Dollars (\$75,000.00). The 650 Department of Finance and Administration shall make any 651 submissions that are required to be made by other agencies to the 652 Public Procurement Review Board for the Department of Marine 653 Resources, the Department of Wildlife, Fisheries and Parks, the 654 Mississippi Emergency Management Agency and the Mississippi 655 Development Authority.

The provisions of this subparagraph (ii) shall stand repealed on June 30, 2027;

(g) Approve all personal and professional services
contracts involving the expenditures of funds in excess of
Seventy-five Thousand Dollars (\$75,000.00), except as provided in
paragraph (f) of this subsection (2) and in subsection (8);

H. B. No. 770 **CFFICIAL ~** 24/HR43/R274 PAGE 27 (RKM\EW) 662 (h) Develop mandatory standards with respect to 663 contractual services personnel that require invitations for public 664 bid, requests for proposals, record keeping and financial 665 responsibility of contractors. The Public Procurement Review 666 Board shall, unless exempted under this paragraph (h) or under 667 paragraph (i) or (o) of this subsection (2), require the agency 668 involved to submit the procurement to a competitive procurement 669 process, and may reserve the right to reject any or all resulting 670 procurements;

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

678 Agency requirements may be fulfilled by (i) 679 procuring services performed incident to the state's own programs. 680 The agency head shall determine in writing whether the price 681 represents a fair market value for the services. When the 682 procurements are made from other governmental entities, the 683 private sector need not be solicited; however, these contracts 684 shall still be submitted for approval to the Public Procurement 685 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;

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

699 Authorize personal and professional service (1) 700 contracts to be effective for more than one (1) year provided a 701 funding condition is included in any such multiple year contract, 702 except the State Board of Education, which shall have the 703 authority to enter into contractual agreements for student 704 assessment for a period up to ten (10) years. The State Board of 705 Education shall procure these services in accordance with the 706 Public Procurement Review Board procurement regulations;

707 (m) Request the State Auditor to conduct a performance 708 audit on any personal or professional service contract;

709 (n) Prepare an annual report to the Legislature710 concerning the issuance of personal and professional services

H. B. No. 770 24/HR43/R274 PAGE 29 (RKM\EW) 711 contracts during the previous year, collecting any necessary 712 information from state agencies in making such report;

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

726 (iii) Any agency alleging to have a sole source 727 for any personal or professional service, other than those 728 exempted under paragraph (f) of this subsection (2) and subsection 729 (8), shall publish on the procurement portal website established 730 by Sections 25-53-151 and 27-104-165, for at least fourteen (14) days, the terms of the proposed contract for those services. In 731 732 addition, the publication shall include, but is not limited to, 733 the following information:

734 1. The personal or professional service735 offered in the contract;

H. B. No. 770 **~ OFFICIAL ~** 24/HR43/R274 PAGE 30 (RKM\EW) 736 2. An explanation of why the personal or 737 professional service is the only one that can meet the needs of 738 the agency;

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

742 4. An explanation of why the amount to be
743 expended for the personal or professional service is reasonable;
744 and

745 5. The efforts that the agency went through
746 to obtain the best possible price for the personal or professional
747 service.

748 If any person or entity objects and proposes (iv) 749 that the personal or professional service published under 750 subparagraph (iii) of this paragraph (o) is not a sole source 751 service and can be provided by another person or entity, then the 752 objecting person or entity shall notify the Public Procurement 753 Review Board and the agency that published the proposed sole 754 source contract with a detailed explanation of why the personal or professional service is not a sole source service. 755

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

H. B. No. 770 **\* OFFICIAL \*** 24/HR43/R274 PAGE 31 (RKM\EW) 761 personal or professional service to an advertised competitive bid 762 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.

769 3. If the Public Procurement Review Board has 770 any reasonable doubt as to whether the personal or professional 771 service can only be provided by one (1) source, then the agency 772 must submit the procurement of the personal or professional 773 service to an advertised competitive bid or selection process. No 774 action taken by the Public Procurement Review Board in this appeal 775 process shall be valid unless approved by a majority of the 776 members of the Public Procurement Review Board present and voting.

777 The Public Procurement Review Board shall (vi) prepare and submit a quarterly report to the House of 778 779 Representatives and Senate Accountability, Efficiency and 780 Transparency Committees that details the sole source contracts 781 presented to the Public Procurement Review Board and the reasons 782 that the Public Procurement Review Board approved or rejected each 783 contract. These quarterly reports shall also include the 784 documentation and memoranda required in subsection (4) of this 785 section. An agency that submitted a sole source contract shall be

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H. B. No. 770 24/HR43/R274 PAGE 32 (RKM\EW) 786 prepared to explain the sole source contract to each committee by 787 December 15 of each year upon request by the committee;

788 (p) Assess any fines and administrative penalties 789 provided for in Sections 31-7-401 through 31-7-423.

790 (3) All submissions shall be made sufficiently in advance of 791 each monthly meeting of the Public Procurement Review Board as 792 prescribed by the Public Procurement Review Board. If the Public 793 Procurement Review Board rejects any contract submitted for review 794 or approval, the Public Procurement Review Board shall clearly set 795 out the reasons for its action, including, but not limited to, the 796 policy that the agency has violated in its submitted contract and 797 any corrective actions that the agency may take to amend the 798 contract to comply with the rules and regulations of the Public 799 Procurement Review Board.

800 All sole source contracts for personal and professional (4) 801 services awarded by state agencies, other than those exempted 802 under Section 27-104-7(2)(f) and (8), whether approved by an 803 agency head or the Public Procurement Review Board, shall contain 804 in the procurement file a written determination for the approval, 805 using a request form furnished by the Public Procurement Review 806 Board. The written determination shall document the basis for the 807 determination, including any market analysis conducted in order to 808 ensure that the service required was practicably available from 809 only one (1) source. A memorandum shall accompany the request 810 form and address the following four (4) points:

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H. B. No. 770 24/HR43/R274 PAGE 33 (RKM\EW) 811 (a) Explanation of why this service is the only service812 that can meet the needs of the purchasing agency;

813 (b) Explanation of why this vendor is the only814 practicably available source from which to obtain this service;

815 (c) Explanation of why the price is considered 816 reasonable; and

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

820 In conjunction with the State Personnel Board, the (5) 821 Public Procurement Review Board shall develop and promulgate rules 822 and regulations to define the allowable legal relationship between 823 contract employees and the contracting departments, agencies and 824 institutions of state government under the jurisdiction of the 825 State Personnel Board, in compliance with the applicable rules and 826 regulations of the federal Internal Revenue Service (IRS) for 827 federal employment tax purposes. Under these regulations, the 828 usual common law rules are applicable to determine and require 829 that such worker is an independent contractor and not an employee, 830 requiring evidence of lawful behavioral control, lawful financial 831 control and lawful relationship of the parties. Any state 832 department, agency or institution shall only be authorized to 833 contract for personnel services in compliance with those 834 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.

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

844 Nothing in this section shall impair or limit the (8) 845 authority of the Board of Trustees of the Public Employees' 846 Retirement System to enter into any personal or professional 847 services contracts directly related to their constitutional 848 obligation to manage the trust funds, including, but not limited to, actuarial, custodial banks, cash management, investment 849 850 consultant and investment management contracts. Nothing in this 851 section shall impair or limit the authority of the State Treasurer 852 to enter into any personal or professional services contracts 853 involving the management of trust funds, including, but not 854 limited to, actuarial, custodial banks, cash management, 855 investment consultant and investment management contracts.

(9) Through December 31, \* \* \* 2027, the provisions of this
section related to rental agreements or leasing of real property
for the purpose of conducting agency business shall not apply to
the Office of Workforce Development created in Section 37-153-7.

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H. B. No. 770 24/HR43/R274 PAGE 35 (RKM\EW) 860 **SECTION 3.** This act shall take effect and be in force from 861 and after July 1, 2024.

H. B. No. 770 24/HR43/R274 PAGE 36 (RKM\EW) ST: MS Office of Workforce Development; extend exemption from Public Procurement Review Board rental agreement requirements.