REGULAR SESSION 2024

By: Senator(s) DeLano

To: Environment Prot, Cons and Water Res; Accountability, Efficiency, Transparency

SENATE BILL NO. 2649 (As Sent to Governor)

- AN ACT TO AMEND SECTION 49-2-13, MISSISSIPPI CODE OF 1972, TO ALLOW THE EXECUTIVE DIRECTOR OF THE DEPARTMENT OF ENVIRONMENTAL QUALITY TO ENTER INTO CONTRACTS FOR THE PURPOSE OF OBTAINING ASSISTANCE WITH THE REVIEW, EVALUATION, AND PROCESSING OF PERMIT AND CERTIFICATION APPLICATIONS; TO AMEND SECTION 27-104-7, MISSISSIPPI CODE OF 1972, TO GRANT THE DEPARTMENT OF ENVIRONMENTAL
- 7 QUALITY AN EXCEPTION TO PROCUREMENT REVIEW PROCESSES FOR SUCH
- 8 CONTRACTS; AND FOR RELATED PURPOSES.
- 9 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- SECTION 1. Section 49-2-13, Mississippi Code of 1972, is
- 11 amended as follows:
- 12 49-2-13. The executive director shall have the following
- 13 powers and duties:
- 14 (a) To administer the policies of the commission within
- 15 the authority granted by the commission;
- 16 (b) To supervise and direct all administrative and
- 17 technical activities of the department;
- 18 (c) To organize the administrative units of the
- 19 department in accordance with the plan adopted by the commission
- 20 and, with commission approval, alter such organizational plan and

2.1	reassign	responsibilities	as	he may	deem	necessary	v to	carry	7 011t.
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- 22 the policies of the commission;
- 23 (d) To coordinate the activities of the various offices
- 24 of the department;
- 25 (e) To employ, subject to the approval of the
- 26 commission, qualified professional personnel in the subject matter
- 27 or fields of each office, and such other technical and clerical
- 28 staff as may be required for the operation of the department;
- 29 (f) To recommend to the commission such studies and
- 30 investigations as he may deem appropriate, and to carry out the
- 31 approved recommendations in conjunction with the various offices;
- 32 (g) To merge and coordinate functions and duties where
- 33 possible to eliminate the possibility of two (2) separate
- 34 organizational entities performing the same or similar functions,
- 35 including, but not limited to, functions of audit, inspection,
- 36 collection, personnel, motor vehicles, accounting, data
- 37 processing, payroll and any other such administrative, procedural
- 38 or enforcement function;
- 39 (h) To coordinate all studies in the State of
- 40 Mississippi concerned with the supply, development, use and
- 41 conservation of natural resources within the jurisdiction of the
- 42 department;
- 43 (i) To prepare and deliver to the Legislature and the
- 44 Governor on or before January 1 of each year, and at such other
- 45 times as may be required by the Legislature or Governor, a full

- 46 report of the work of the department and the offices thereof,
- 47 including a detailed statement of expenditures of the department
- 48 and any recommendations the commission may have;
- 49 (j) To issue, modify or revoke any and all orders under
- 50 authority granted by the commission which include, but are not
- 51 limited to those which (i) prohibit, control or abate discharges
- 52 of contaminants and wastes into the air and waters of the state;
- 53 (ii) require the construction of new disposal systems or
- 54 air-cleaning devices or any parts thereof, or the modification,
- 55 extension or alteration of existing disposal systems or
- 56 air-cleaning devices or any parts thereof, or the adoption of
- 57 other remedial measures to prevent, control or abate air and water
- 58 pollution or to cause the proper management of solid wastes; (iii)
- 59 impose penalties pursuant to Section 17-17-29 and Section 49-17-43
- 60 which have been agreed upon with alleged violators; and (iv)
- 61 require compliance with the conditions of any permit issued by the
- 62 Permit Board created in Section 49-17-28 and all regulations of
- 63 the commission; * * *
- (k) With the approval of the commission, to enter into
- 65 contracts, grants and cooperative agreements with any federal or
- 66 state agency or subdivision thereof, or any public or private
- 67 institution located inside or outside the State of Mississippi, or
- 68 any person, corporation or association in connection with carrying
- 69 out the provisions of this chapter, provided the agreements do not

70	have a financial cost in excess of the amounts appropriated for
71	such purposes by the Legislature * * *; and
72	(1) With the approval of the commission, to enter into
73	a contract(s) with any person or any public or private corporate
74	entity to assist with the review, evaluation and processing of
75	permit application(s) and/or certification application(s). Any
76	person or entity requesting additional assistance for review,
77	evaluation, and processing of an application for permit(s) or
78	certification(s) must agree to pay all additional costs associated
79	with such review, evaluation, and processing. The executive
80	director shall submit an annual report on the following to the
81	Chairs of the House and Senate Accountability, Efficiency and
82	Transparency Committees:
83	(i) The backlog of permit applications and/or
84	certification applications that exist on July 1, 2024;
85	(ii) The backlog of permit applications and/or
86	certification applications that exist when the report is
87	submitted;
88	(iii) The average price of permits and/or
89	certifications that are being expedited;
90	(iv) The types of permits and/or certifications
91	that are being expedited;
92	(v) What persons or public or private corporate
93	entities are being used to assist with the review evaluation and

94	processing of permit applications and/or certification
95	applications;
96	(vi) How much the persons or public or private
97	corporate entities have been paid through the program; and
98	(vii) How many people leave the department for
99	employment with the persons or public or private corporate
100	entities that are being used to assist with the review, evaluation
101	and processing of permit applications and/or certification
102	applications.
103	This paragraph (1) shall stand repealed on July 1, 2028.
104	SECTION 2. Section 27-104-7, Mississippi Code of 1972, is
105	amended as follows:
106	27-104-7. (1) (a) There is created the Public Procurement
107	Review Board, which shall be reconstituted on January 1, 2018, and
108	shall be composed of the following members:
109	(i) Three (3) individuals appointed by the
110	Governor with the advice and consent of the Senate;
111	(ii) Two (2) individuals appointed by the
112	Lieutenant Governor with the advice and consent of the Senate; and
113	(iii) The Executive Director of the Department of
114	Finance and Administration, serving as an ex officio and nonvoting
115	member.
116	(b) The initial terms of each appointee shall be as

117 follows:

118	(i) One (1) member appointed by the Governor to
119	serve for a term ending on June 30, 2019;
120	(ii) One (1) member appointed by the Governor to
121	serve for a term ending on June 30, 2020;
122	(iii) One (1) member appointed by the Governor to
123	serve for a term ending on June 30, 2021;
124	(iv) One (1) member appointed by the Lieutenant
125	Governor to serve for a term ending on June 30, 2019; and
126	(v) One (1) member appointed by the Lieutenant
127	Governor to serve for a term ending on June 30, 2020.
128	After the expiration of the initial terms, all appointed
129	members' terms shall be for a period of four (4) years from the
130	expiration date of the previous term, and until such time as the
131	member's successor is duly appointed and qualified.
132	(c) When appointing members to the Public Procurement
133	Review Board, the Governor and Lieutenant Governor shall take into
134	consideration persons who possess at least five (5) years of
135	management experience in general business, health care or finance
136	for an organization, corporation or other public or private
137	entity. Any person, or any employee or owner of a company, who
138	receives any grants, procurements or contracts that are subject to
139	approval under this section shall not be appointed to the Public
140	Procurement Review Board. Any person, or any employee or owner of
141	a company, who is a principal of the source providing a personal

or professional service shall not be appointed to the Public

- 143 Procurement Review Board if the principal owns or controls a
- 144 greater than five percent (5%) interest or has an ownership value
- of One Million Dollars (\$1,000,000.00) in the source's business,
- 146 whichever is smaller. No member shall be an officer or employee
- 147 of the State of Mississippi while serving as a voting member on
- 148 the Public Procurement Review Board.
- 149 (d) Members of the Public Procurement Review Board
- 150 shall be entitled to per diem as authorized by Section 25-3-69 and
- 151 travel reimbursement as authorized by Section 25-3-41.
- 152 (e) The members of the Public Procurement Review Board
- 153 shall elect a chair from among the membership, and he or she shall
- 154 preside over the meetings of the board. The board shall annually
- 155 elect a vice chair, who shall serve in the absence of the chair.
- 156 No business shall be transacted, including adoption of rules of
- 157 procedure, without the presence of a quorum of the board. Three
- 158 (3) members shall be a quorum. No action shall be valid unless
- 159 approved by a majority of the members present and voting, entered
- 160 upon the minutes of the board and signed by the chair. Necessary
- 161 clerical and administrative support for the board shall be
- 162 provided by the Department of Finance and Administration. Minutes
- 163 shall be kept of the proceedings of each meeting, copies of which
- 164 shall be filed on a monthly basis with the chairs of the
- 165 Accountability, Efficiency and Transparency Committees of the
- 166 Senate and House of Representatives and the chairs of the

167	Appropriations	Committees	of	the	Senate	and	House	of

- 168 Representatives.
- 169 (2) The Public Procurement Review Board shall have the
- 170 following powers and responsibilities:
- 171 (a) Approve all purchasing regulations governing the
- 172 purchase or lease by any agency, as defined in Section 31-7-1, of
- 173 commodities and equipment, except computer equipment acquired
- 174 pursuant to Sections 25-53-1 through 25-53-29;
- 175 (b) Adopt regulations governing the approval of
- 176 contracts let for the construction and maintenance of state
- 177 buildings and other state facilities as well as related contracts
- 178 for architectural and engineering services.
- The provisions of this paragraph (b) shall not apply to such
- 180 contracts involving buildings and other facilities of state
- 181 institutions of higher learning which are self-administered as
- 182 provided under this paragraph (b) or Section 37-101-15(m);
- 183 (c) Adopt regulations governing any lease or rental
- 184 agreement by any state agency or department, including any state
- 185 agency financed entirely by federal funds, for space outside the
- 186 buildings under the jurisdiction of the Department of Finance and
- 187 Administration. These regulations shall require each agency
- 188 requesting to lease such space to provide the following
- 189 information that shall be published by the Department of Finance
- 190 and Administration on its website: the agency to lease the space;
- 191 the terms of the lease; the approximate square feet to be leased;

192 the use for the space; a description of a suitable space; the 193 general location desired for the leased space; the contact 194 information for a person from the agency; the deadline date for 195 the agency to have received a lease proposal; any other specific 196 terms or conditions of the agency; and any other information 197 deemed appropriate by the Division of Real Property Management of the Department of Finance and Administration or the Public 198 199 Procurement Review Board. The information shall be provided 200 sufficiently in advance of the time the space is needed to allow 201 the Division of Real Property Management of the Department of 202 Finance and Administration to review and preapprove the lease 203 before the time for advertisement begins; 204 Adopt, in its discretion, regulations to set aside 205 at least five percent (5%) of anticipated annual expenditures for 206 the purchase of commodities from minority businesses; however, all 207 such set-aside purchases shall comply with all purchasing 208 regulations promulgated by the department and shall be subject to 209 all bid requirements. Set-aside purchases for which competitive 210 bids are required shall be made from the lowest and best minority

business bidder; however, if no minority bid is available or if
the minority bid is more than two percent (2%) higher than the
lowest bid, then bids shall be accepted and awarded to the lowest
and best bidder. However, the provisions in this paragraph shall

215 not be construed to prohibit the rejection of a bid when only one

216 (1) bid is received. Such rejection shall be placed in the

217	minutes.	For the	purposes	of thi	s paragraph,	the	term	"minori	Ltv
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- 218 business" means a business which is owned by a person who is a
- 219 citizen or lawful permanent resident of the United States and who
- 220 is:
- 221 (i) Black: having origins in any of the black
- 222 racial groups of Africa;
- 223 (ii) Hispanic: of Mexican, Puerto Rican, Cuban,
- 224 Central or South American, or other Spanish or Portuguese culture
- 225 or origin regardless of race;
- 226 (iii) Asian-American: having origins in any of
- 227 the original people of the Far East, Southeast Asia, the Indian
- 228 subcontinent, or the Pacific Islands;
- 229 (iv) American Indian or Alaskan Native: having
- 230 origins in any of the original people of North America; or
- 231 (v) Female;
- (e) In consultation with and approval by the Chairs of
- 233 the Senate and House Public Property Committees, approve leases,
- 234 for a term not to exceed eighteen (18) months, entered into by
- 235 state agencies for the purpose of providing parking arrangements
- 236 for state employees who work in the Woolfolk Building, the Carroll
- 237 Gartin Justice Building or the Walter Sillers Office Building;
- 238 (f) (i) Except as otherwise provided in subparagraph
- 239 (ii) of this paragraph, promulgate rules and regulations governing
- 240 the solicitation and selection of contractual services personnel,
- 241 including personal and professional services contracts for any

2.42	form	of	consulting,	policy	analvsis.	public	relations.	marketing.
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- 243 public affairs, legislative advocacy services or any other
- 244 contract that the board deems appropriate for oversight, with the
- 245 exception of:
- 246 1. Any personal service contracts entered
- 247 into by any agency that employs only nonstate service employees as
- 248 defined in Section 25-9-107(c);
- 249 2. Any personal service contracts entered
- 250 into for computer or information technology-related services
- 251 governed by the Mississippi Department of Information Technology
- 252 Services;
- 253 3. Any personal service contracts entered
- 254 into by the individual state institutions of higher learning;
- 4. Any personal service contracts entered
- 256 into by the Mississippi Department of Transportation;
- 5. Any personal service contracts entered
- 258 into by the Department of Human Services through June 30, 2019,
- 259 which the Executive Director of the Department of Human Services
- 260 determines would be useful in establishing and operating the
- 261 Department of Child Protection Services;
- 262 6. Any personal service contracts entered
- 263 into by the Department of Child Protection Services through June
- 264 30, 2019;



265	7. Any contracts for entertainers and/or
266	performers at the Mississippi State Fairgrounds entered into by
267	the Mississippi Fair Commission;
268	8. Any contracts entered into by the
269	Department of Finance and Administration when procuring aircraft
270	maintenance, parts, equipment and/or services;
271	9. Any contract entered into by the
272	Department of Public Safety for service on specialized equipment
273	and/or software required for the operation of such specialized
274	equipment for use by the Office of Forensics Laboratories;
275	10. Any personal or professional service
276	contract entered into by the Mississippi Department of Health or
277	the Department of Revenue solely in connection with their
278	respective responsibilities under the Mississippi Medical Cannabis
279	Act from February 2, 2022, through June 30, 2026;
280	11. Any contract for attorney, accountant,
281	actuary auditor, architect, engineer, anatomical pathologist, or
282	utility rate expert services;
283	12. Any personal service contracts approved
284	by the Executive Director of the Department of Finance and
285	Administration and entered into by the Coordinator of Mental
286	Health Accessibility through June 30, 2022;
287	13. Any personal or professional services
288	contract entered into by the State Department of Health in
289	carrying out its responsibilities under the ARPA Rural Water

290	Associations Infrastructure Grant Program through June 30,
291	2026; * * *
292	14. And any personal or professional services
293	contract entered into by the Mississippi Department of
294	Environmental Quality in carrying out its responsibilities under
295	the Mississippi Municipality and County Water Infrastructure Grant
296	Program Act of 2022, through June 30, 2026 * * *; and
297	15. Any personal or professional services
298	contract entered into by the Mississippi Department of
299	Environmental Quality in carrying out its responsibilities under
300	Section 49-2-13(1). This item 15 shall stand repealed on July 1,
301	<u>2028.</u>
302	Any such rules and regulations shall provide for maintaining
303	continuous internal audit covering the activities of such agency
304	affecting its revenue and expenditures as required under Section
305	7-7-3(6)(d). Any rules and regulation changes related to personal
306	and professional services contracts that the Public Procurement
307	Review Board may propose shall be submitted to the Chairs of the
308	Accountability, Efficiency and Transparency Committees of the
309	Senate and House of Representatives and the Chairs of the
310	Appropriation Committees of the Senate and House of
311	Representatives at least fifteen (15) days before the board votes
312	on the proposed changes, and those rules and regulation changes,
313	if adopted, shall be promulgated in accordance with the

Mississippi Administrative Procedures Act.

315	(11) From and after July 1, 2024, the Public
316	Procurement Review Board shall promulgate rules and regulations
317	that require the Department of Finance and Administration to
318	conduct personal and professional services solicitations as
319	provided in subparagraph (i) of this paragraph for those services
320	in excess of Seventy-five Thousand Dollars (\$75,000.00) for the
321	Department of Marine Resources, the Department of Wildlife,
322	Fisheries and Parks, the Mississippi Emergency Management Agency
323	and the Mississippi Development Authority, with assistance to be
324	provided from these entities. Any powers that have been conferred
325	upon agencies in order to comply with the provisions of this
326	section for personal and professional services solicitations shall
327	be conferred upon the Department of Finance and Administration to
328	conduct personal and professional services solicitations for the
329	Department of Marine Resources, the Department of Wildlife,
330	Fisheries and Parks, the Mississippi Emergency Management Agency
331	and the Mississippi Development Authority for those services in
332	excess of Seventy-five Thousand Dollars (\$75,000.00). The
333	Department of Finance and Administration shall make any
334	submissions that are required to be made by other agencies to the
335	Public Procurement Review Board for the Department of Marine
336	Resources, the Department of Wildlife, Fisheries and Parks, the
337	Mississippi Emergency Management Agency and the Mississippi
338	Development Authority.

339	The	provi	sions o	f this	s subpara	graph	ı (ii)	shall	stand	repea	led
340	on June 3	30, 20	27 ;								
341		(a)	Approv	e all	personal	and	profes	ssional	servi	ices	

- 341 (g) Approve all personal and professional services 342 contracts involving the expenditures of funds in excess of 343 Seventy-five Thousand Dollars (\$75,000.00), except as provided in 344 paragraph (f) of this subsection (2) and in subsection (8);
- 345 Develop mandatory standards with respect to 346 contractual services personnel that require invitations for public 347 bid, requests for proposals, record keeping and financial responsibility of contractors. The Public Procurement Review 348 349 Board shall, unless exempted under this paragraph (h) or under 350 paragraph (i) or (o) of this subsection (2), require the agency 351 involved to submit the procurement to a competitive procurement 352 process, and may reserve the right to reject any or all resulting 353 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;
- (i) Agency requirements may be fulfilled by
 procuring services performed incident to the state's own programs.
 The agency head shall determine in writing whether the price

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364	represents	а	fair	market	value	for	the	services.	When	the	
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- 365 procurements are made from other governmental entities, the
- 366 private sector need not be solicited; however, these contracts
- 367 shall still be submitted for approval to the Public Procurement
- 368 Review Board.
- 369 (ii) Contracts between two (2) state agencies,
- 370 both under Public Procurement Review Board purview, shall not
- 371 require Public Procurement Review Board approval. However, the
- 372 contracts shall still be entered into the enterprise resource
- 373 planning system;
- 374 (j) Provide standards for the issuance of requests for
- 375 proposals, the evaluation of proposals received, consideration of
- 376 costs and quality of services proposed, contract negotiations, the
- 377 administrative monitoring of contract performance by the agency
- 378 and successful steps in terminating a contract;
- 379 (k) Present recommendations for governmental
- 380 privatization and to evaluate privatization proposals submitted by
- 381 any state agency;
- 382 (1) Authorize personal and professional service
- 383 contracts to be effective for more than one (1) year provided a
- 384 funding condition is included in any such multiple year contract,
- 385 except the State Board of Education, which shall have the
- 386 authority to enter into contractual agreements for student
- 387 assessment for a period up to ten (10) years. The State Board of

388	Education	shall	procure	these	services	in	accordance	with	the
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- 389 Public Procurement Review Board procurement regulations;
- 390 (m) Request the State Auditor to conduct a performance
- 391 audit on any personal or professional service contract;
- 392 (n) Prepare an annual report to the Legislature
- 393 concerning the issuance of personal and professional services
- 394 contracts during the previous year, collecting any necessary
- 395 information from state agencies in making such report;
- 396 (o) Develop and implement the following standards and
- 397 procedures for the approval of any sole source contract for
- 398 personal and professional services regardless of the value of the
- 399 procurement:
- 400 (i) For the purposes of this paragraph (o), the
- 401 term "sole source" means only one (1) source is available that can
- 402 provide the required personal or professional service.
- 403 (ii) An agency that has been issued a binding,
- 404 valid court order mandating that a particular source or provider
- 405 must be used for the required service must include a copy of the
- 406 applicable court order in all future sole source contract reviews
- 407 for the particular personal or professional service referenced in
- 408 the court order.
- 409 (iii) Any agency alleging to have a sole source
- 410 for any personal or professional service, other than those
- 411 exempted under paragraph (f) of this subsection (2) and subsection
- 412 (8), shall publish on the procurement portal website established

413 by Sections 25-53-151 and 27-104-165, for at least fourteen	113	by Sections	25-53-151	and $27-104-165$,	for at	least	fourteen	(14)
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- 414 days, the terms of the proposed contract for those services. In
- 415 addition, the publication shall include, but is not limited to,
- 416 the following information:
- 1. The personal or professional service
- 418 offered in the contract;
- 419 2. An explanation of why the personal or
- 420 professional service is the only one that can meet the needs of
- 421 the agency;
- 3. An explanation of why the source is the
- 423 only person or entity that can provide the required personal or
- 424 professional service;
- 4. An explanation of why the amount to be
- 426 expended for the personal or professional service is reasonable;
- 427 and
- 428 5. The efforts that the agency went through
- 429 to obtain the best possible price for the personal or professional
- 430 service.
- 431 (iv) If any person or entity objects and proposes
- 432 that the personal or professional service published under
- 433 subparagraph (iii) of this paragraph (o) is not a sole source
- 434 service and can be provided by another person or entity, then the
- 435 objecting person or entity shall notify the Public Procurement
- 436 Review Board and the agency that published the proposed sole

437	source	contra	ct with	a	detai	le	d exp	olanatio	on of	why	the	personal	or
438	profess	sional	service	is	not	а	sole	source	serv	ice.			

- 439 If the agency determines after review that (∇) the personal or professional service in the proposed sole source 440 441 contract can be provided by another person or entity, then the 442 agency must withdraw the sole source contract publication from the 443 procurement portal website and submit the procurement of the 444 personal or professional service to an advertised competitive bid 445 or selection process.
- 446 2. If the agency determines after review that 447 there is only one (1) source for the required personal or 448 professional service, then the agency may appeal to the Public 449 Procurement Review Board. The agency has the burden of proving 450 that the personal or professional service is only provided by one 451 (1) source.
 - If the Public Procurement Review Board has any reasonable doubt as to whether the personal or professional service can only be provided by one (1) source, then the agency must submit the procurement of the personal or professional service to an advertised competitive bid or selection process. action taken by the Public Procurement Review Board in this appeal process shall be valid unless approved by a majority of the members of the Public Procurement Review Board present and voting.
- 460 (vi) The Public Procurement Review Board shall prepare and submit a quarterly report to the House of 461

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Representatives and Senate Accountability, Efficiency and 463 Transparency Committees that details the sole source contracts 464 presented to the Public Procurement Review Board and the reasons 465 that the Public Procurement Review Board approved or rejected each 466 contract. These quarterly reports shall also include the 467 documentation and memoranda required in subsection (4) of this 468 section. An agency that submitted a sole source contract shall be 469 prepared to explain the sole source contract to each committee by

471 Assess any fines and administrative penalties (p) provided for in Sections 31-7-401 through 31-7-423. 472

December 15 of each year upon request by the committee;

- All submissions shall be made sufficiently in advance of (3) each monthly meeting of the Public Procurement Review Board as prescribed by the Public Procurement Review Board. If the Public Procurement Review Board rejects any contract submitted for review or approval, the Public Procurement Review Board shall clearly set out the reasons for its action, including, but not limited to, the policy that the agency has violated in its submitted contract and any corrective actions that the agency may take to amend the contract to comply with the rules and regulations of the Public Procurement Review Board.
- 483 All sole source contracts for personal and professional 484 services awarded by state agencies, other than those exempted 485 under Section 27-104-7(2)(f) and (8), whether approved by an 486 agency head or the Public Procurement Review Board, shall contain

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- 487 in the procurement file a written determination for the approval,
- 488 using a request form furnished by the Public Procurement Review
- 489 Board. The written determination shall document the basis for the
- 490 determination, including any market analysis conducted in order to
- 491 ensure that the service required was practicably available from
- 492 only one (1) source. A memorandum shall accompany the request
- 493 form and address the following four (4) points:
- 494 (a) Explanation of why this service is the only service
- 495 that can meet the needs of the purchasing agency;
- 496 (b) Explanation of why this vendor is the only
- 497 practicably available source from which to obtain this service;
- 498 (c) Explanation of why the price is considered
- 499 reasonable; and
- 500 (d) Description of the efforts that were made to
- 501 conduct a noncompetitive negotiation to get the best possible
- 502 price for the taxpayers.
- 503 (5) In conjunction with the State Personnel Board, the
- 504 Public Procurement Review Board shall develop and promulgate rules
- 505 and regulations to define the allowable legal relationship between
- 506 contract employees and the contracting departments, agencies and
- 507 institutions of state government under the jurisdiction of the
- 508 State Personnel Board, in compliance with the applicable rules and
- 509 regulations of the federal Internal Revenue Service (IRS) for
- 510 federal employment tax purposes. Under these regulations, the
- 511 usual common law rules are applicable to determine and require

- that such worker is an independent contractor and not an employee, requiring evidence of lawful behavioral control, lawful financial control and lawful relationship of the parties. Any state department, agency or institution shall only be authorized to
- 516 contract for personnel services in compliance with those 517 regulations.
- (6) No member of the Public Procurement Review Board shall use his or her official authority or influence to coerce, by threat of discharge from employment, or otherwise, the purchase of 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. Nothing in this section shall impair or limit the authority of the State Treasurer to enter into any personal or professional services contracts involving the management of trust funds, including, but not

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537	limited to,	actuarial,	custodial	banks,	cash mar	nagement,
538	investment	consultant	and invest	ment mai	nagement	contracts.

(9) Through December 31, 2024, 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.

SECTION 3. This act shall take effect and be in force from and after July 1, 2024.