

To: Appropriations

HOUSE BILL NO. 105

1 AN ACT MAKING AN APPROPRIATION FROM SPECIAL FUNDS IN THE
2 STATE TREASURY FOR THE PURPOSE OF DEFRAYING THE ADMINISTRATIVE
3 EXPENSES OF THE BOARD OF TRUSTEES OF THE PUBLIC EMPLOYEES'
4 RETIREMENT SYSTEM AND FOR THE MAINTENANCE AND OPERATION OF THE
5 RETIREMENT SYSTEM BUILDING FOR THE FISCAL YEAR 2006.

6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

7 **SECTION 1.** The following sum, or so much thereof as may be
8 necessary, is hereby appropriated out of any money in the State
9 Treasury to the credit of the Administrative Expense Account of
10 the Public Employees' Retirement System for the purpose of
11 defraying the administrative expenses of the Board of Trustees of
12 the Public Employees' Retirement System, or out of any money in
13 the State Treasury to the credit of the Retirement System Building
14 Account of the Public Employees' Retirement System for the purpose
15 of maintenance and general operation of the Retirement System
16 Building, for the fiscal year beginning July 1, 2005, and ending
17 June 30, 2006..... \$ 59,266,624.00.

18 **SECTION 2.** Of the funds appropriated under the provisions of
19 Section 1, not more than the amounts set forth below shall be
20 expended for the respective major objects or purposes of
21 expenditure:

22 MAJOR OBJECTS OF EXPENDITURE:

23 Personal Services:

24	Salaries, Wages and Fringe Benefits..	\$ 6,216,624.00
25	Travel and Subsistence.....	75,000.00
26	Contractual Services.....	2,700,000.00
27	Commodities.....	275,000.00

28 Capital Outlay:

29	Other Than Equipment.....	0.00
30	Equipment.....	0.00
31	Subsidies, Loans and Grants.....	<u>50,000,000.00</u>
32	Total..... \$	59,266,624.00

33 AUTHORIZED POSITIONS:

34	Permanent: Full Time.....	139
35	Part Time.....	0
36	Time-Limited: Full Time.....	0
37	Part Time.....	0

38 With the funds herein appropriated, it is the intention of
39 the Legislature that it shall be the agency's responsibility to
40 make certain that funds required to be appropriated for "Personal
41 Services" for Fiscal Year 2007 do not exceed Fiscal Year 2006
42 funds appropriated for that purpose, unless programs or positions
43 are added to the agency's Fiscal Year 2007 budget by the
44 Mississippi Legislature. Based on data provided by the
45 Legislative Budget Office, the State Personnel Board shall
46 determine and publish the projected annual cost to fully fund all
47 appropriated positions in compliance with the provisions of this
48 act. It shall be the responsibility of the agency head to insure
49 that no single personnel action increases this projected annual
50 cost and/or the Fiscal Year 2006 appropriation for "Personal
51 Services" when annualized, with the exception of escalated funds.
52 If, at the time the agency takes any action to change "Personal
53 Services," the State Personnel Board determines that the agency
54 has taken an action which would cause the agency to exceed this
55 projected annual cost or the Fiscal Year 2006 "Personal Services"
56 appropriated level, when annualized, then only those actions which
57 reduce the projected annual cost and/or the appropriation
58 requirement will be processed by the State Personnel Board until
59 such time as the requirements of this provision are met.

60 Any transfers or escalations shall be made in accordance with
61 the terms, conditions and procedures established by law or

62 allowable under the terms set forth within this act. The State
63 Personnel Board shall not escalate positions without written
64 approval from the Department of Finance and Administration. The
65 Department of Finance and Administration shall not provide written
66 approval to escalate any funds for salaries and/or positions
67 without proof of availability of new or additional funds above the
68 appropriated level.

69 No general funds authorized to be expended herein shall be
70 used to replace federal funds and/or other special funds which are
71 being used for salaries authorized under the provisions of this
72 act and which are withdrawn and no longer available.

73 The agency shall not take any action to promote or otherwise
74 award salary increases through reallocation, reclassification,
75 realignment, education benchmark, career ladder, or any other
76 means to increase salaries of employees or positions unless
77 specifically exempted by the following conditions: the award of
78 teacher pay increases, the advancement of a trainee/cadet to the
79 next level of a bona fide career ladder, the award of an
80 educational benchmark for the attainment of Certified Public
81 Accountant License or higher level professional certification as
82 determined by the State Personnel Board, the immediate replacement
83 of a departing employee with an individual from within state
84 service or a new hire at a salary level equivalent to that of the
85 departing employee, and the emergency appointment of nurses,
86 pharmacists or other health care professionals at a salary to be
87 determined by the State Personnel Board, unless otherwise
88 authorized in this act.

89 **SECTION 3.** It is the intention of the Legislature that the
90 Board of Trustees of the Public Employees' Retirement System shall
91 maintain complete accounting and personnel records related to the
92 expenditure of all funds appropriated under this act and that such
93 records shall be in the same format and level of detail as
94 maintained for Fiscal Year 2005. It is further the intention of

the Legislature that the agency's budget request for Fiscal Year 2007 shall be submitted to the Joint Legislative Budget Committee in a format and level of detail comparable to the format and level of detail provided during the Fiscal Year 2006 budget request process.

SECTION 4. In accordance with the purposes of this article, there shall be established in the State Treasury the Public Employees' Retirement System Building Repair and Maintenance Fund, into which shall be deposited all funds collected as rental income from the building owned by the system located at 301 North President Street, Jackson, Mississippi. At the end of each fiscal year, any and all unexpended funds shall be transferred to the Administrative Budget Fund of the system.

It is the intention of the Legislature that the system have the authority to escalate the Public Employees' Retirement System Building Repair and Maintenance Fund in an amount not to exceed Two Hundred Thousand Dollars (\$200,000.00) for repair and maintenance of the buildings owned by the system. All expenditures from the Public Employees' Retirement System Building Repair and Maintenance Fund shall be in accordance with this article and for the purposes designated herein.

SECTION 5. Of the funds appropriated in Section 1, as authorized in House Bill No. 1 of the 2005 Second Extraordinary Session, the following sum, or so much thereof as may be necessary, is hereby appropriated from Fund 3531 to be utilized by the system as a credit against the one percent (1%) increase in general fund employer contributions for the fiscal year beginning July 1, 2005, and ending June 30, 2006.....
..... \$ 50,000,000.00.

SECTION 6. The money herein appropriated shall be paid by the State Treasurer out of any money in the State Treasury to the credit of the proper fund or funds as set forth in this act, upon warrants issued by the State Fiscal Officer; and the State Fiscal

128 Officer shall issue his warrants upon requisitions signed by the
129 proper person, officer or officers, in the manner provided by law.

130 **SECTION 7.** This act shall take effect and be in force from
131 and after July 1, 2005.