- 1 SB310
- 2 206414-1
- 3 By Senators Figures, Williams and Sessions
- 4 RFD: Fiscal Responsibility and Economic Development
- 5 First Read: 12-MAR-20

206414-1:n:03/11/2020:LK/ma LSA2020-1033 1 2 3 4 5 6 7 Current law provides that the director of 8 SYNOPSIS: the Alabama State Port Authority may appoint nine 9 10 executive level employees. 11 This bill would provide that the director 12 may appoint up to 11 executive level employees. 13 This bill would also allow the Port 14 Authority to enter into employment contracts with former employees for the transitional period 15 16 following their retirement, subject to certain 17 limitations. This bill would also provide that the 18 commercial terms of certain contracts entered into 19 20 by the Port Authority are exempt from certain state 21 laws limiting confidentiality, with exceptions. 22 23 A BILL 24 TO BE ENTITLED 25 AN ACT 26

1 Relating to the Alabama State Port Authority; to 2 amend Sections 33-1-3, 33-1-12.1, and 33-1-39, Code of Alabama 1975; to provide for an increase in the number of executive 3 level employees which the director is entitled to appoint; to 4 5 authorize contracts with former employees of the authority; to provide for an exemption from other laws that would require 6 7 disclosure of the commercial terms of contracts entered into with customers of the authority or disclosure of reports that 8 9 would release certain customer-specific information; and to 10 provide for certain exceptions from those exemptions. BE IT ENACTED BY THE LEGISLATURE OF ALABAMA: 11

Section 1. Section 33-1-3, Code of Alabama 1975, is amended to read as follows:

14

"§33-1-3.

15 "The chief executive officer of the port authority shall be known as the Director of the Alabama State Port 16 17 Authority. The director shall have no financial interest in 18 any harbor facilities or property that the port authority or 19 its predecessors have acquired or may acquire or manage, nor 20 shall the director have any financial or personal interest in 21 any business or enterprise of any sort which shall interfere or be inconsistent with his or her duties as director. The 22 duties of the director shall be as follows: 23

"(1) Exercise the chief executive authority of the
port authority, and exercise, consistent with this chapter and
other applicable law, all the powers, authority, and duties

vested by this chapter or other applicable law in the port
 authority.

"(2) Appoint, with the advice and consent of the 3 board of directors of the port authority, no more than nine 11 4 5 persons as executive level employees. These persons shall be non-merit system employees and may replace current Merit 6 7 System executive level employees who retire or otherwise leave the employment of the port authority. The director shall fix 8 9 the salaries of these non-merit system executive level 10 employees giving due consideration to the salaries of comparable positions in other states and in private 11 12 industries. These non-merit system executive level employees, 13 though not participants in the classified service of the state 14 under the Merit System Act, shall be entitled to the other 15 benefits, including, but not limited to, retirement, sick and annual leave, and insurance benefits afforded other state 16 17 employees, except that the board of directors of the port 18 authority may provide and fund an alternate benefit package for them. 19

"(3) Employ, with the advice and consent of the board of directors of the port authority, all persons necessary to the efficient operation of the Alabama State Port Authority, including a secretary-treasurer, fix their conditions of employment and tenure in office, and be responsible for the efficient discharge of their duties.

26 Section 2. Section 33-1-12.1, Code of Alabama 1975, 27 is amended to read as follows:

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"§33-1-12.1.

2 "In addition to the powers conferred in this chapter 3 and by other applicable law, the port authority shall have the 4 following powers:

5 "(1) To have and use a corporate seal and to alter 6 the same at pleasure.

7 "(2) To exercise the right of eminent domain as 8 freely and completely, and in the same manner, as the state 9 has that power now or at any time hereafter, and the power of 10 eminent domain shall apply not only as to all property of 11 private persons or corporations but also as to property 12 already devoted to public use.

13 "(3) To acquire by purchase, gift, the exercise of 14 the power of eminent domain, or other lawful means, sell, 15 rent, lease, and otherwise dispose of real, personal, or mixed 16 property in its own name, and to construct, improve, renovate, 17 equip, and maintain the docks and its facilities.

18 "(4) To receive, take, and hold by sale, gift,
19 lease, devise, eminent domain, or other lawful means, real and
20 personal estate of every description in its own name, and to
21 manage the same.

"(5) To appoint and employ attorneys, accountants,
financial advisors, underwriters, trustees, depositories,
registrars, and other advisors, agents, and independent
contractors as the business of the docks may require.

"(6) To enter into contracts with municipalities,
counties, agencies, or political subdivisions of the state or

any other state, private persons, firms, corporations, and any branch of the federal government, in furtherance of its public purposes and objects, and as necessary and convenient to the exercise of its other powers and to the discharge of its duties and obligations, either relative to work done or to be done.

7 "(7)a. Notwithstanding Section 36-25-13, and 8 supplemental to the authority granted in that section, to 9 contract with a person who previously was employed by the 10 authority in any capacity for the specific purpose of 11 providing assistance to the authority during the transitional 12 period following retirement, but only if all of the following 13 conditions are met:

14 "<u>1. The contract is approved by the board of</u>
 15 <u>directors upon a finding that the contract will be beneficial</u>
 16 <u>to the operations of the port authority and its facilities.</u>

17 "<u>2. The contract does not extend for more than 12</u>
 18 months, subject to renewal, and no such contract may extend
 19 beyond five years following the date of retirement.

"3. The contract provides that the retiree is not
 entitled to accrue additional retirement benefits or to
 receive health insurance or other employment benefits made
 available to merit system and non-merit system employees.
 "4. The contract is submitted to and approved by the
 Director of the Ethics Commission as satisfying the above
 conditions prior to the date the retiree begins work under the

27 <u>contract.</u>

"b. Any retiree who enters into a contract permitted 1 2 by this subdivision shall not be deemed to be in violation of 3 Section 36-25-13(c). Section 3. Section 33-1-39, Code of Alabama 1975, is 4 5 amended to read as follows: "\$33-1-39. 6 7 "(a) All contracts of the Alabama State Docks 8 Department, now known as the Alabama State Port Authority, shall be in writing to precisely the same extent, and shall be 9 10 approved and executed in precisely the same manner, as such contracts are on August 1, 2000, except that, where approval 11 of the Governor has been required, approval of the board shall 12 13 henceforth be required instead. 14 "(b)(1) Notwithstanding any other provision of law, 15 both of the following contractual information of the authority shall be exempt from the requirements of the laws of the state 16 restricting confidentiality of documents, including, but not 17 18 limited to, any open records or similar law: "a. All commercial terms of any contract or 19 20 agreement entered into with a customer of the authority in the 21 course of the authority's business, whether before or after 22 the effective date of the act amending this code section. "b. Any report or other record that would disclose 23 24 customer-specific information with respect to cargo volume, 25 shipping prices, or other commercially sensitive information. "(2) The exemption in this subsection shall not 26 27 apply to any of the following:

1	"a. The existence of any contract or agreement
2	exempted under subdivision (1).
3	"b. The terms of any financing instrument entered
4	into by the authority, as borrower or guarantor.
5	"c. The base rents or lease payments due under any
6	lease of real property by or from the authority.
7	"(3) Upon request, the authority shall furnish a
8	copy of an contract or agreement exempted under subdivision
9	(1), but shall redact the commercial terms and other portions
10	exempted under subdivision (1)."
11	Section 4. This act shall become effective
12	immediately following its passage and approval by the
13	Governor, or its otherwise becoming law.