By: Representatives Gadd, Moak

HOUSE BILL NO. 1048

1 AN ACT TO AMEND SECTION 27-104-81, MISSISSIPPI CODE OF 1972, 2 TO CLARIFY REIMBURSEMENT OF FEDERAL FUNDS UNDER REVENUE 3 MAXIMIZATION CONTRACTS; AND FOR RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: **SECTION 1.** Section 27-104-81, Mississippi Code of 1972, is amended as follows:

7 27-104-81. (1) For the purpose of this section:

8 (a) "Agency" means any agency, department, institution
9 or officer of the State of Mississippi.

10 (b) "Revenue maximization contract" means a contract or 11 other agreement between an agency and a person or entity under 12 which the person or entity will seek to maximize federal funds for 13 the use of the agency.

If an agency enters into a revenue maximization contract 14 (2) with a person or entity after June 30, 2001, the contract must 15 contain an indemnification provision that holds the person or 16 entity liable to the state for reimbursement of that portion of 17 its fee for the amount of federal funds that the state may be 18 required to repay to the federal government as a result of any 19 20 actions taken under the contract by the person or entity on behalf 21 of the agency, or any actions taken by the agency as recommended by the person or entity. 22

(3) If a revenue maximization contract entered into after
June 30, 2001, does not contain the indemnification provision
required by subsection (2) of this section, the indemnification
requirement of subsection (2) shall be considered to be part of
the contract by operation of law.

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28 **SECTION 2**. This act shall take effect and be in force from 29 and after its passage.