By: Representatives Gadd, Moak

HOUSE BILL NO. 1048 (As Passed the House)

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 the amount of 17 federal funds that the state may be required to repay to the 18 federal government as a result of any actions taken under the 19 contract by the person or entity on behalf of the agency, or any 20 21 actions taken by the agency as recommended by the person or entity, up to the amount that the person or entity received from 22 the agency under the contract. 23

(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

27 requirement of subsection (2) shall be considered to be part of 28 the contract by operation of law.

29 SECTION 2. This act shall take effect and be in force from 30 and after its passage.