MISSISSIPPI LEGISLATURE

REGULAR SESSION 2020

By: Senator(s) Doty

To: Judiciary, Division A; Accountability, Efficiency, Transparency

SENATE BILL NO. 2873

AN ACT TO AMEND SECTION 11-53-81, MISSISSIPPI CODE OF 1972,

2 TO DEFINE THE TERM "OPEN ACCOUNT" AS USED IN THE MISSISSIPPI OPEN 3 ACCOUNT STATUTE; TO REQUIRE THE ACCOUNT CREDITOR TO SEND THE DEMAND TO A CURRENT ADDRESS OF THE ACCOUNT DEBTOR BY USING CERTAIN 5 DELIVERY METHODS; AND FOR RELATED PURPOSES. 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 7 SECTION 1. Section 11-53-81, Mississippi Code of 1972, is amended as follows: 8 9 11-53-81. (1) For the purpose of this chapter, the term 10 "open account" shall mean any commercial transaction, whether a 11 single transaction or a series of transactions, involving the sale 12 of goods and provision of services, between individuals or 13 entities, based upon an oral promise or agreement for the account 14 debtor to pay the account creditor for the goods and services 15 after the account debtor's receipt of the goods and services and an invoice or invoices for them. For the purpose of this chapter, 16 17 an "open account" may include a sale and provision of goods and services on written terms if those terms issued by the account 18

creditor are not agreed to in writing by the account debtor.

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20	(2) When * * * the account debtor of goods and services
21	fails to pay an open account within thirty (30) days after * * \star
22	the account creditor has sent written demand therefor in the
23	manner provided in this chapter correctly setting forth the amount
24	owed and an itemized statement of the account in support thereof,
25	that person shall be liable for reasonable attorney's fees,
26	expenses and costs be set by the * * * court for the prosecution
27	and collection of such claim when judgment on the claim is
28	rendered in favor of the * * * account creditor. The account
29	creditor shall send the demand to a current address of the account
30	debtor: (a) by registered or certified mail; or (b) through
31	priority mail or priority mail express of the United States Posta
32	Service or through a commercial firm that is regularly engaged in
33	the business of document delivery or document and package delivery
34	in which the sender has directed that delivery be not later than
35	two (2) business days following the day on which the document is
36	received for delivery by the United States Postal Service or the
37	commercial firm; or (c) by electronic mail if the sender has
38	chosen the option of a delivery receipt; or (d) by hand delivery
39	as shown by affidavit. If the account debtor is an entity on file
40	with any state's Secretary of State's office, sending a copy of
41	the open account claim to the entity's address or the registered
42	agent's address on file with one (1) of the state's Secretary of
43	State shall satisfy the requirement of a current address.
4 4	Evidence of receipt of written demand by the spouse of the * * *

45	account debtor when they are living together as husband and wife
46	on behalf of the $\underline{\text{account}}$ debtor may be introduced as evidence of
47	written demand on the <u>account</u> debtor. If that person sued on the
48	open account shall prevail in the suit, he shall be entitled to
49	reasonable attorney's fees, expenses and costs to be set by
50	the * * * court.
51	If delivery of written demand on the account debtor is
52	attempted, but not accomplished because circumstances made
53	delivery of written demand impossible or impractical, a notation,
54	on the envelope containing the written demand, made by the person
55	attempting delivery stating the date of the attempted delivery,
56	the reasons why delivery could not be accomplished along with the
57	initials of the person attempting delivery and making said
58	notation may be introduced as evidence of written demand on the
59	<pre>account debtor, and if the * * * court in * * * its discretion</pre>
60	finds that sufficient evidence of due diligence in delivery of
61	written demand has been made, * * * the court may make a
62	conclusion of written demand for purposes of justice and find that
63	there has been written demand on the <u>account</u> debtor.
64	SECTION 2. This act shall take effect and be in force from

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and after July 1, 2020.