To: Judiciary A

By: Representative Yancey

HOUSE BILL NO. 1073

1 AN ACT TO DECLARE CERTAIN HOLD HARMLESS CLAUSES AND OTHER 2 PROVISIONS RELATING TO INDEMNIFICATION, ADDITIONAL INSURED PARTIES AND STANDARDS OF CARE IN CONTRACTS FOR THE PROFESSIONAL SERVICES OF A DESIGN PROFESSIONAL VOID AND UNENFORCEABLE; TO DEFINE THE 5 TERM "DESIGN PROFESSIONAL" AS A PERSON REGISTERED TO PRACTICE 6 ARCHITECTURE, ENGINEERING, SURVEYING OR GEOLOGY IN MISSISSIPPI; TO 7 REQUIRE AN ATTORNEY REPRESENTING A PARTY SUING A DESIGN 8 PROFESSIONAL TO CERTIFY, WHEN FILING THE COMPLAINT, THAT THE 9 ATTORNEY HAS CONSULTED WITH ANOTHER DESIGN PROFESSIONAL TO DETERMINE THE VALIDITY OF THE PARTY'S CLAIM; AND FOR RELATED 10 11 PURPOSES. 12 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 13 SECTION 1. (1) As used in this section, the term "design 14 professional" means a person or legal entity licensed or 15 authorized to practice architecture, engineering, surveying or geology in this state. 16 (2) A covenant or promise in, in connection with, or 17 18 collateral to a contract for the professional services of a design

professional is void and unenforceable if the covenant or promise:

hold harmless another person or entity, including a third party,

against liability for damage other than liability for damage to

(a) Requires the design professional to indemnify or

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- 23 the extent that the damage is caused by or results from an act,
- 24 committed by the design professional or another person or entity
- 25 for whom the design professional is legally liable, of negligence,
- 26 intentional tort, intellectual property infringement, or failure
- 27 to pay a subconsultant or supplier;
- 28 (b) Requires the design professional to defend another
- 29 person or entity, including a third party, against a claim arising
- 30 from the rendering of or failure to render professional services
- 31 by the design professional which is not otherwise covered by the
- 32 design professional's professional liability insurance policy. A
- 33 covenant or promise may provide for the reimbursement of an
- 34 indemnitee's reasonable attorneys' fees in proportion to the
- 35 design professional's liability, as finally adjudicated by the
- 36 finder of fact;
- 37 (c) Requires the design professional to name another
- 38 person or entity as an additional insured on the design
- 39 professional's professional liability insurance policy; or
- 40 (d) Subjects the design professional to a standard of
- 41 care different than that provided under subsection (3) of this
- 42 section.
- 43 (3) (a) A contract for the professional services of a
- 44 design professional must require a design professional to perform
- 45 services consistent with the professional skill and care
- 46 ordinarily provided by design professionals practicing in the same
- 47 or similar locality, under the same or similar circumstances, and

- 48 as expeditiously as is consistent with the professional skill and
- 49 care of a design professional.
- 50 (b) If the standard of care provision in a contract
- 51 differs from the skill and care required under paragraph (a) of
- 52 this subsection, the standard of care provided in paragraph (a)
- 53 applies.
- 54 (4) Notwithstanding subsection (2) (b), this section may not
- 55 be construed to prohibit a party from requiring, in a contract for
- 56 professional services with a design professional, that the design
- 57 professional name the party an additional insured on the design
- 58 professional's general liability insurance policy or automobile
- 59 liability insurance policy, or both, and provide any defense
- 60 provided by those policies.
- 61 (5) This section does not prohibit parties to a contract for
- 62 the professional services of a design professional from including
- 63 and enforcing conditions that relate to the scope, fees and
- 64 schedule of a project that is subject to the contract. However,
- 65 such conditions must be subject to the standard of care described
- 66 in subsection (3).
- 67 (6) This section does not affect the validity of any
- 68 insurance contract, workers' compensation or agreement issued by
- 69 an insurer.
- 70 (7) This section may not be construed to alter, amend or
- 71 affect the enforceability of Section 31-5-41.

72	(8) In an action brought against a design professional for
73	damages arising from the rendering of or failure to render
74	professional services by the design professional where expert
75	testimony is required to establish a violation of the design
76	professional's standard of care, the complaint in the action must
77	be accompanied by a certificate executed by the attorney for the
78	party alleging a cause of action declaring that the attorney has
79	reviewed the facts of the case and has consulted with at least one
80	(1) licensed professional practicing in the same area of practice
81	as the defendant who is competent and qualified to give expert
82	testimony as to the standard of care, and that based on such
83	review and consultation, the attorney has concluded that there is
84	a reasonable basis for commencement of the action.
85	SECTION 2. This act shall take effect and be in force from

and after July 1, 2023.

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