

1 VIRGINIA ACTS OF ASSEMBLY — CHAPTER

2 *An Act to amend the Code of Virginia by adding a section numbered 2.2-1822.1, relating to the*
3 *Department of Accounts; recovery audits of state contracts.*

4 [H 1447]

5 Approved

6 **Be it enacted by the General Assembly of Virginia:**7 **1. That the Code of Virginia is amended by adding a section numbered 2.2-1822.1 as follows:**8 *§ 2.2-1822.1. Recovery audits of state contracts.*

9 *The Department of Accounts shall procure the services of one or more private contractors, in*
10 *accordance with the Virginia Public Procurement Act (§ 2.2-4300 et seq.), to conduct systematic*
11 *recovery audits of state agency contracts. Such recovery audit contracts shall be performance-based and*
12 *shall contain a provision that authorizes the contractor to be paid a percentage of any payment error*
13 *that is recovered by such contractor, not to exceed 10 percent of the amount recovered. Individual*
14 *recovery audits shall consist of the review of contracts to identify payment errors made by state*
15 *agencies to vendors and other entities resulting from (i) duplicate payments, (ii) invoice errors, (iii)*
16 *failure to apply applicable discounts, rebates, or other allowances, or (iv) any other errors resulting in*
17 *inaccurate payments. The Department of Accounts shall report on the status and effectiveness of*
18 *recovery audits, including any savings realized, to the Chairs of the House Committee on Appropriations*
19 *and the Senate Committee on Finance by January 1 of each year.*

ENROLLED

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