By Senator Steube

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23-01254-18 20181034

A bill to be entitled An act relating to mediation; creating s. 44.407,

F.S.; requiring that insurance carrier representatives who attend circuit court mediation have specified settlement authority and the ability to immediately consult by specified means with persons having certain additional settlement authority; requiring certain persons to be available to teleconference with the mediator under certain circumstances; providing sanctions for insurance carriers that fail to comply in good faith; creating s. 44.408, F.S.; providing that certain third parties may be compelled to attend mediation in circuit court under certain circumstances; providing that such third parties may not be compelled to pay any portion of the mediator's fees or costs; requiring that the designated representatives of such third parties have full authority to settle certain amounts or interests or be able to immediately consult by specified means with the person having such authority; requiring that certain persons be available to teleconference with the mediator upon the request of the mediator; providing sanctions for certain third parties who fail to appear; creating s. 44.409, F.S.; limiting the information that may be included in the mediator's report to the court; providing an effective date.

Be It Enacted by the Legislature of the State of Florida:

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Section 1. Section 44.407, Florida Statutes, is created to read:

- 44.407 Insurance carrier representative's settlement authority at circuit court mediation.—
- (1) An insurance carrier representative attending a circuit court mediation must have:
- (a) Full authority to settle up to the amount of the insurance carrier's reserve on the claims subject to mediation; and
- (b) The ability to immediately consult during the mediation by electronic or telephonic means with the person having authority to settle above the amount of the insurance carrier's reserve on the claims subject to mediation, up to the applicable insurance policy limit or the amount of the plaintiff's last demand, whichever is less.
- (2) The person or persons consulted by the insurance carrier representative in attendance must be available to teleconference with the mediator at the mediator's request.
- (3) An insurance carrier appearing for mediation which does not comply in good faith with this section is subject to sanctions in the same manner as a party that fails to appear with the required settlement authority.
- Section 2. Section 44.408, Florida Statutes, is created to read:
- 44.408 Compelling interested third parties to attend circuit court mediation.—
- (1) Upon motion of any party, a court may order a third party to attend a circuit court mediation and participate in good faith in the mediation process if all of the following

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apply:

(a) The third party claims a lien or other asserted interest in the proceeds of any funds that a party may receive as part of a mediated settlement agreement.

- (b) The presence of the third party can be compelled by service of an order to appear for mediation served in the same manner as service of process according to law.
- (c) The presence of the third party at the mediation will facilitate the mediation process.
- (2) A third party ordered to attend a mediation who appears and participates in good faith may not be compelled to pay any portion of the mediator's fees or costs.
- (3) The designated representative of a third party ordered to attend a mediation who appears on behalf of the third party must have full authority to settle the amount of the third-party's lien or other asserted interest or have the ability to immediately consult with the person having such authority by electronic or telephonic means during the mediation conference.
- (4) The person or persons consulted by the third-party representative in attendance must be available to teleconference with the mediator at the mediator's request.
- (5) A third party ordered to attend a mediation conference who fails to appear is subject to sanctions in the same manner as a party who fails to appear.
- Section 3. Section 44.409, Florida Statutes, is created to read:
  - 44.409 Mediator's report.
- (1) Except as provided in subsection (2), the mediator's report to the court may only state one of the following:

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- (a) A complete agreement was reached.
- (b) A partial agreement was reached.
- (c) No agreement was reached.
- (2) If a partial agreement was reached which eliminates claims or parties from the litigation, a list of such claims and parties may be provided, but no additional information may be disclosed.
  - Section 4. This act shall take effect July 1, 2018.