HOUSE AMENDMENT hbd-032 Bill No. SB 428, 1st Eng. Amendment No. \_\_\_\_ (for drafter's use only) CHAMBER ACTION Senate House 1 2 3 4 5 ORIGINAL STAMP BELOW 6 7 8 9 10 11 Representative(s) Mahon offered the following: 12 13 Amendment (with title amendment) On page 17, lines 1-28, 14 remove from the bill: all of said lines, 15 16 17 and insert in lieu thereof: Section 10. Section 725.06, Florida Statutes, is 18 19 amended to read: 20 725.06 Construction contracts; limitation on 21 indemnification.--22 (1) Any portion of any agreement or contract for or in connection with, or any guarantee of or in connection with, 23 24 any construction, alteration, repair, or demolition of a building, structure, appurtenance, or appliance, including 25 moving and excavating associated therewith, between an owner 26 of real property and an architect, engineer, general 27 contractor, subcontractor, sub-subcontractor, or materialman 28 29 or any combination thereof wherein any party referred to 30 herein promises to indemnify or hold harmless the other party 31 to the agreement, contract, or guarantee for liability for 1

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damages to persons or property caused in whole or in part by 1 2 any act, omission, or default of the indemnitee arising from 3 the contract or its performance, shall be void and 4 unenforceable unless the contract contains a monetary limitation on the extent of the indemnification that bears a 5 reasonable commercial relationship to the contract and is part 6 7 of the project specifications or bid documents, if any. 8 Notwithstanding the foregoing, the monetary limitation on the extent of the indemnification provided to the owner of real 9 10 property by any party in privity of contract with such owner 11 shall not be less than \$1 million per occurrence, unless 12 otherwise agreed by the parties. Indemnification provisions in any such agreements, contracts, or guarantees may not require 13 that the indemnitor indemnify the indemnitee for damages to 14 15 persons or property caused in whole or in part by any act, omission, or default of a party other than: 16 17 (a) The indemnitor; (b) Any of the indemnitor's contractors, 18 subcontractors, sub-subcontractors, materialmen, or agents of 19 20 any tier or their respective employees; or (c) The indemnitee or its officers, directors, agents, 21 or employees. However, such indemnification shall not include 22 claims of, or damages resulting from, gross negligence, or 23 24 willful, wanton or intentional misconduct of the indemnitee or its officers, directors, agents or employees, or for statutory 25 violation or punitive damages except and to the extent the 26 27 statutory violation or punitive damages are caused by or result from the acts or omissions of the indemnitor or any of 28 29 the indemnitor's contractors, subcontractors, 30 sub-subcontractors, materialmen, or agents of any tier or 31 their respective employees.

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1 (2) (1) A construction contract for a public agency or 2 in connection with a public agency's project may require a 3 party to that contract to indemnify and hold harmless the 4 other party to the contract, their officers and employees, from liabilities, damages, losses and costs, including, but 5 6 not limited to, reasonable attorney's fees, to the extent 7 caused by the negligence, recklessness, or intentional wrongful misconduct of the indemnifying party and persons 8 9 employed or utilized by the indemnifying party in the 10 performance of the construction contract. (3)(2) Except as specifically provided in subsection 11 12 (2)<del>(1)</del>, a construction contract for a public agency or in connection with a public agency's project may not require one 13 party to indemnify, defend, or hold harmless the other party, 14 15 its employees, officers, directors, or agents from any 16 liability, damage, loss, claim, action, or proceeding, and any 17 such contract provision is void as against public policy of this state. 18 19 (4) This section does not affect any contracts, agreements, or guarantees entered into before the effective 20 21 date of this section or any renewals thereof. Section 11. Subsection (2) of section 725.08, Florida 22 Statutes, is amended to read: 23 24 725.08 Design professional contracts; limitation in 25 indemnification. --26 (2) Except as specifically provided in subsection (1), 27 a professional services contract entered into with a public 28 agency may not require that the design professional defend, 29 indemnify, or hold harmless the agency, its employees, 30 officers, directors, or agents from any liability, damage, loss, claim, action, or proceeding, and any such contract 31 3

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provision shall will be void as against the public policy of
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 2
    this state.
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    ======== TITLE AMENDMENT ==========
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 6
   And the title is amended as follows:
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          On page 1, lines 27-30,
   remove from the title of the bill: all of said lines,
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 9
    and insert in lieu thereof:
10
           amending s. 725.06, F.S.; revising
11
12
           indemnification and hold harmless restrictions
13
           for certain construction agreements, contracts,
           or guarantees; providing application; amending
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           s. 725.08, F.S.; revising indemnification and
15
          hold harmless restrictions for certain
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          professional services contracts; repealing s.
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           713.18(3),
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