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A bill to be entitled

2 An act relating to civil justice reform; creating s. 3 46.100, F.S.; providing for dismissal of actions based on 4 fraudulent or deceptive activity; providing for recovery 5 of damages and attorney fees and costs in certain actions; amending s. 324.021, F.S.; repealing the dangerous 6 7 instrumentality doctrine; providing for liability for 8 personal injuries under certain circumstances; deleting 9 provisions specifying ownership of motor vehicles for certain purposes; deleting provisions specifying 10 application of certain limits of liability; amending s. 11 624.155, F.S.; limiting actions against an insurer to 12 insureds; specifying a duty to cooperate with an insurer 13 in asserting a demand for settlement; specifying certain 14 activities as a defense in certain actions; revising 15 16 certain time periods relating to notices in certain 17 actions; revising notice requirements; providing for 18 preemption of specified civil remedies; specifying effect 19 of certain judgments; specifying a criterion for burden of 20 proof in actions against an insurer; limiting insurer 21 liability for failure to pay policy limits under certain circumstances; authorizing parties to request certain 22 23 court orders relating to unnecessary delay; providing 24 requirements for amending witness lists; limiting 25 admissibility of certain evidence; specifying considerations for a trier of fact in certain actions; 26 27 providing construction relating to assigning causes of action; amending s. 768.0710, F.S.; limiting liability for 28 Page 1 of 29

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29 damages to a claimant resulting from intentional or 30 criminal acts; creating s. 768.1254, F.S.; providing 31 definitions; creating s. 768.1255, F.S.; providing general rules for product liability actions against product 32 sellers; specifying criteria for liability of a product 33 seller as a manufacturer; amending s. 768.1256, F.S.; 34 35 deleting a rebuttable presumption provision in product 36 liability actions; creating s. 768.1382, F.S.; limiting 37 liability of certain public and private entities providing street lights, security lights, or other similar 38 illumination; providing that certain entities do not owe a 39 duty to the public to provide, operate, or maintain 40 illumination; providing exceptions; prohibiting certain 41 42 findings of fault or responsibility of an entity not a 43 party to litigation; amending s. 768.28, F.S.; limiting 44 the liability of law enforcement officers or sheriffs and 45 employing law enforcement agencies for civil damages for 46 injury or death from pursuing fleeing persons under 47 certain circumstances; amending s. 768.76, F.S.; requiring 48 a jury to be informed of the amount of certain benefits 49 paid or available for payment from collateral sources; amending s. 768.79, F.S.; specifying absence of 50 restrictions on certain settlement or release agreements; 51 limiting attorney fees under certain circumstances; 52 53 amending s. 768.81, F.S.; deleting exceptions to a 54 requirement for liability based on percentage of fault 55 instead of joint and several liability; expanding 56 application of provisions to additional negligence cases; Page 2 of 29

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revising a nonapplication provision; providing severability; providing applicability; providing an effective date.

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61 WHEREAS, it is the intent of the Legislature to protect the 62 right of the citizen to access the courts while protecting jobs 63 by limiting the liability of citizens, governmental agencies, 64 and businesses, and

65 WHEREAS, civil lawsuits and counterclaims, often involving 66 millions of dollars, have been and are being filed against 67 countless citizens, governmental agencies, and businesses in 68 this state where those citizens, governmental agencies, and 69 business ought not be held liable, and

70 WHEREAS, such lawsuits and counterclaims are often filed 71 against citizens, governmental agencies, and businesses with the 72 most amount of money and ability to pay large settlements, and

73 WHEREAS, such lawsuits and counterclaims put the citizens, 74 governmental agencies, and businesses of this state through 75 great and needless expense, harassment, and interruption of 76 their duties, and

77 WHEREAS, such lawsuits and counterclaims have increased 78 significantly over the last 30 years and have become a threat to 79 the employment security and public safety of the citizens of 80 this state, and

81 WHEREAS, the following changes to the manner in which civil 82 actions are conducted will ensure that citizens continue to have 83 a right of access to courts and that jobs in this state will be 84 protected by ensuring that citizens, governmental agencies, and Page 3 of 29

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businesses will not be held liable when they ought not be, and WHEREAS, the Legislature acknowledges that the civil justice system is a very complex system which touches upon many areas, and, in order to accomplish the aforementioned goals, any reforms to this system must be broad, comprehensive, and allinclusive, and

91 WHEREAS, it is the intent of the Legislature to accomplish 92 these goals by reforming the civil justice system of this state 93 and that the Legislature believes the changes made by this act 94 are thus needed, and

95 WHEREAS, section 13 of Article X of the State Constitution 96 grants the Legislature the authority to waive sovereign 97 immunity, and

98 WHEREAS, in 1973, the Legislature, exercising that
99 authority, adopted s. 768.28, Florida Statutes, and

100 WHEREAS, it has been the intent of the Legislature that101 such waiver provisions be strictly construed, and

WHEREAS, it has been brought to the Legislature's attention that court interpretations have provided that law enforcement agencies may be liable for the actions of a person fleeing from a law enforcement officer even though the officer has no control over the actions of the person fleeing, and

107 WHEREAS, the intent of the Legislature is to provide that 108 law enforcement officers and their employing agencies should 109 have no liability for injuries caused by the person fleeing the 110 officer in a pursuit, and

111 WHEREAS, law enforcement officers perform a valuable 112 function in protecting the public from harm and must, of Page 4 of 29

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necessity, from time to time, apprehend those who violate the 113 114 law and who, through flight from apprehension, place members of 115 the public at risk, and 116 WHEREAS, the Legislature finds it necessary to balance the 117 risks of harm to the public with the need to apprehend persons as long as the apprehension and pursuit are accomplished within 118 119 proper and rational bounds, and law enforcement operates with 120 due care, and 121 WHEREAS, it is the intent of the Legislature to overrule 122 the decision in City of Pinellas Park v. Brown, 604 So.2d 1222 (Fla. 1992), NOW, THEREFORE, 123 124 Be It Enacted by the Legislature of the State of Florida: 125 126 127 Section 1. Section 46.100, Florida Statutes, is created to 128 read: 129 46.100 Dismissal due to fraud.--130 (1) In any civil action, the defendant shall be entitled 131 to dismissal upon a motion for dismissal with evidence 132 demonstrating that the plaintiff engaged in any fraudulent or 133 deceptive activity in any aspect of the lawsuit which is the subject of the damages sought from the defendant. Such motion 134 for motion for dismissal shall be granted based on a 135 136 preponderance of the evidence. The judge shall rule on such 137 motions in a timely manner. 138 (2) A defendant prevailing in such action under subsection 139 (1) may recover compensatory, consequential, and punitive 140 damages subject to the requirements and limitations of part II Page 5 of 29

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141	of chapter 768 and attorney's fees and costs incurred in
142	litigating a cause of action against any person convicted of, or
143	who, regardless of adjudication of guilt, pleads guilty or nolo
144	contendere to insurance fraud under s. 817.234, associated with
145	a claim for damages or other benefits.
146	Section 2. Subsection (9) of section 324.021, Florida
147	Statutes, is amended to read:
148	324.021 Definitions; minimum insurance requiredThe
149	following words and phrases when used in this chapter shall, for
150	the purpose of this chapter, have the meanings respectively
151	ascribed to them in this section, except in those instances
152	where the context clearly indicates a different meaning:
153	(9) <u>DANGEROUS INSTRUMENTALITY DOCTRINE REPEALED</u> OWNER;
154	OWNER/LESSOR The dangerous instrumentality doctrine is
155	repealed. A person or entity that negligently entrusts the use
156	of a vehicle to a third party may be liable for any personal
157	injuries that occur as a result of the negligent operation of
158	the vehicle by the third party if the entrusting party knew or
159	had reason to know that the third party would use the vehicle in
160	such a manner as to create an unreasonable risk of harm to
161	others.
162	(a) OwnerA person who holds the legal title of a motor
163	vehicle; or, in the event a motor vehicle is the subject of an
164	agreement for the conditional sale or lease thereof with the
165	right of purchase upon performance of the conditions stated in
166	the agreement and with an immediate right of possession vested
167	in the conditional vendee or lessee, or in the event a mortgagor
168	of a vehicle is entitled to possession, then such conditional
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(b) Owner/lessor. -- Notwithstanding any other provision of

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169 vendee or lessee or mortgagor shall be deemed the owner for the 170 purpose of this chapter.

the Florida Statutes or existing case law:

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173 The lessor, under an agreement to lease a motor vehicle 1. 174 for 1 year or longer which requires the lessee to obtain 175 insurance acceptable to the lessor which contains limits not less than \$100,000/\$300,000 bodily injury liability and \$50,000 176 177 property damage liability or not less than \$500,000 combined 178 property damage liability and bodily injury liability, shall not 179 be deemed the owner of said motor vehicle for the purpose of determining financial responsibility for the operation of said 180 181 motor vehicle or for the acts of the operator in connection 182 therewith; further, this subparagraph shall be applicable so 183 long as the insurance meeting these requirements is in effect. 184 The insurance meeting such requirements may be obtained by the lessor or lessee, provided, if such insurance is obtained by the 185 186 lessor, the combined coverage for bodily injury liability and 187 property damage liability shall contain limits of not less than 188 \$1 million and may be provided by a lessor's blanket policy. 189 2. The lessor, under an agreement to rent or lease a motor 190 vehicle for a period of less than 1 year, shall be deemed the 191 owner of the motor vehicle for the purpose of determining liability for the operation of the vehicle or the acts of the 192 operator in connection therewith only up to \$100,000 per person 193 and up to \$300,000 per incident for bodily injury and up to 194 \$50,000 for property damage. If the lessee or the operator of 195 196 the motor vehicle is uninsured or has any insurance with limits

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197 less than \$500,000 combined property damage and bodily injury 198 liability, the lessor shall be liable for up to an additional 199 \$500,000 in economic damages only arising out of the use of the 200 motor vehicle. The additional specified liability of the lessor 201 for economic damages shall be reduced by amounts actually 202 recovered from the lessee, from the operator, and from any 203 insurance or self-insurance covering the lessee or operator. 204 Nothing in this subparagraph shall be construed to affect the 205 liability of the lessor for its own negligence. 206 3. The owner who is a natural person and loans a motor 207 vehicle to any permissive user shall be liable for the operation of the vehicle or the acts of the operator in connection 208 209 therewith only up to \$100,000 per person and up to \$300,000 per 210 incident for bodily injury and up to \$50,000 for property 211 damage. If the permissive user of the motor vehicle is uninsured 212 or has any insurance with limits less than \$500,000 combined property damage and bodily injury liability, the owner shall be 213 214 liable for up to an additional \$500,000 in economic damages only 215 arising out of the use of the motor vehicle. The additional 216 specified liability of the owner for economic damages shall be 217 reduced by amounts actually recovered from the permissive user 218 and from any insurance or self-insurance covering the permissive 219 user. Nothing in this subparagraph shall be construed to affect 220 the liability of the owner for his or her own negligence. 221 (c) Application. The limits on liability in subparagraphs (b)2. and 3. 222 do not apply to an owner of motor vehicles that are used for 223 commercial activity in the owner's ordinary course of business, 224 Page 8 of 29

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225 other than a rental company that rents or leases motor vehicles. 226 For purposes of this paragraph, the term "rental company" includes only an entity that is engaged in the business of 2.2.7 228 renting or leasing motor vehicles to the general public and that 229 rents or leases a majority of its motor vehicles to persons with 230 no direct or indirect affiliation with the rental company. The 231 term also includes a motor vehicle dealer that provides 232 temporary replacement vehicles to its customers for up to 10 233 days. 2. Furthermore, with respect to commercial motor vehicles 234 235 as defined in s. 627.732, the limits on liability in subparagraphs (b)2. and 3. do not apply if, at the time of the 236 237 incident, the commercial motor vehicle is being used in the 238 transportation of materials found to be hazardous for the 239 purposes of the Hazardous Materials Transportation Authorization 240 Act of 1994, as amended, 49 U.S.C. ss. 5101 et seq., and that is required pursuant to such act to carry placards warning others 241 242 of the hazardous cargo, unless at the time of lease or rental 243 either: 244 a. The lessee indicates in writing that the vehicle will 245 not be used to transport materials found to be hazardous for the purposes of the Hazardous Materials Transportation Authorization 246 247 Act of 1994, as amended, 49 U.S.C. ss. 5101 et seq.; or 248 b. The lessee or other operator of the commercial motor vehicle has in effect insurance with limits of at least 249 \$5,000,000 combined property damage and bodily injury liability. 250

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251	Section 3. Subsections (1), (3), and (8) of section
252	624.155, Florida Statutes, are amended, and subsections (9),
253	(10), (11), and (12) are added to said section, to read:
254	624.155 Civil remedy
255	(1) <u>An insured</u> Any person may bring a civil action against
256	an insurer when such person is damaged:
257	(a) By a violation of any of the following provisions by
258	the insurer:
259	1. Section 626.9541(1)(i), (o), or (x);
260	2. Section 626.9551;
261	3. Section 626.9705;
262	4. Section 626.9706;
263	5. Section 626.9707; or
264	6. Section 627.7283.
265	(b) By the commission of any of the following acts by the
266	insurer:
267	1. Not attempting in good faith to settle claims when,
268	under all the circumstances, it could and should have done so,
269	had it acted fairly and honestly toward its insured and with due
270	regard for her or his interests and the interests of all other
271	policyholders. However, both the insured and any person
272	asserting any demand for such settlement owes a similar duty to
273	the insurer to cooperate fully with the insurer, and it shall be
274	a defense to any action under this section if the court finds
275	that the insured or other person demanding settlement:
276	a. Failed to cooperate fully in facilitating the
277	settlement;
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b. Imposed or adhered to time limits or other conditions
on settlement without at that time demonstrating to the insurer
valid reasons that such time limits or other conditions were
reasonable and necessary and that such reasons were totally
unrelated to the possibility of obtaining damages under this
section; or

284 <u>c. Lacked authority to make the demand or to accept the</u> 285 <u>amount demanded in full settlement of all claims, including</u> 286 <u>liens, arising from the occurrence</u>;

287 2. Making claims payments to insureds or beneficiaries not
288 accompanied by a statement setting forth the coverage under
289 which payments are being made; or

290 3. Except as to liability coverages, failing to promptly 291 settle claims, when the obligation to settle a claim has become 292 reasonably clear, under one portion of the insurance policy 293 coverage in order to influence settlements under other portions 294 of the insurance policy coverage.

296 Notwithstanding the provisions of the above to the contrary, a 297 person pursuing a remedy under this section need not prove that 298 such act was committed or performed with such frequency as to 299 indicate a general business practice.

300 (3)(a) As a condition precedent to bringing an action 301 under this section, the department and the authorized insurer 302 must have been given <u>90</u> 60 days' written notice of the 303 violation. If the department returns a notice for lack of 304 specificity, the <u>90-day</u> 60-day time period shall not begin until 305 a proper notice is filed.

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(b) The notice shall be on a form provided by the department and shall state with specificity the following information, and such other information as the department may require:

The statutory provision, including the specific
 language of the statute, which the authorized insurer allegedly
 violated.

313 2. The <u>specific</u> facts and circumstances giving rise to the 314 violation, including facts and circumstances pertinent to each 315 factor stated in subsection (10) and the identity of all parties 316 who have made claims against the insured for the occurrence 317 giving rise to the claim and any documentation pertaining to 318 <u>such claims</u>.

319

3. The name of any individual involved in the violation.

4. Reference to specific policy <u>coverage and</u> language that is relevant to the violation, if any. If the person bringing the civil action is a third party claimant, she or he shall not be required to reference the specific policy language if the authorized insurer has not provided a copy of the policy to the third party claimant pursuant to written request.

326 5. A statement that the notice is given in order to
327 perfect the right to pursue the civil remedy authorized by this
328 section.

329 <u>6. A detailed description of the specific dollar amounts</u> 330 <u>that are due and unpaid under each available coverage and how</u> 331 <u>such amounts are calculated and of any other actions requested</u> 332 <u>to cure the violation.</u>

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(c) Within <u>30</u> 20 days of receipt of the notice, the department <u>shall</u> may return any notice that does not provide the specific information required by this section, and the department shall indicate the specific deficiencies contained in the notice. A determination by the department to return a notice for lack of specificity shall be exempt from the requirements of chapter 120.

(d) No action shall lie if, within <u>90</u> 60 days after filing
notice, the damages are paid or the circumstances giving rise to
the violation are corrected.

343 (e) The authorized insurer that is the recipient of a
344 notice filed pursuant to this section shall report to the
345 department on the disposition of the alleged violation.

(f) The applicable statute of limitations for an action under this section shall be tolled for a period of <u>95</u> 65 days by the mailing of the notice required by this subsection or the mailing of a subsequent notice required by this subsection.

350 (8) The civil remedy specified in this section preempts 351 all does not preempt any other remedies and causes remedy or 352 cause of action for extra-contractual damages for failure to 353 settle under an insurance contract provided for pursuant to any 354 other statute or pursuant to the common law of this state. Any person may obtain a judgment under either the common-law remedy 355 356 of bad faith or this statutory remedy, but shall not be entitled to a judgment under both remedies. This section shall not be 357 construed to create a common-law cause of action. The damages 358 359 recoverable pursuant to this section shall include, but not 360 exceed, those actual damages which are a reasonably foreseeable Page 13 of 29

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361 result of a specified violation of this section by the 362 authorized insurer and may include an award or judgment in an 363 amount that exceeds the policy limits. The rendition of a 364 judgment against a liability insured shall not raise any 365 presumption or inference that the violation will foreseeably 366 result in actual damages, except to the extent it is proven that 367 the insured has or is reasonably expected to have assets from which such judgment is expected to be paid. The satisfaction of 368 369 a judgment rendered against an insurer pursuant to this subsection shall operate as the satisfaction of the underlying 370 371 judgment against the insured. (9) In all actions against an insurer relating to failure 372 373 to settle claims for liability insurance coverage, the burden of 374 proof shall be clear and convincing evidence of an unreasonable 375 refusal to settle. 376 (a) An insurer shall not be held liable for failure to pay 377 its policy limits if the insurer tenders its policy limits by 378 the earlier of: 379 1. The 210th day after service of the complaint in the 380 negligence action upon the insured. The time period specified in 381 this subparagraph shall be extended by an additional 60 days if 382 the court finds in the action for a violation of this section 383 that, at any time during such period and after the 150th day 384 after service of the complaint in the underlying liability 385 action, the claimant provided new information not previously 386 provided to the insurer relating to the identity or testimony of 387 any material witnesses or the identity of any additional claimants or defendants if such disclosure materially alters the 388 Page 14 of 29

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389	risk to the insured of an excess judgment; or
390	2. The 60th day after the conclusion of all of the
391	following:
392	a. Depositions of all claimants named in the complaint or
393	amended complaint.
394	b. Depositions of all defendants named in the complaint or
395	amended complaint, including, in the case of a corporate
396	defendant, deposition of a designated representative.
397	c. Depositions of all of the claimants' expert witnesses.
398	d. The initial disclosure of witnesses and production of
399	documents.
400	
401	When there are multiple claimants seeking compensation from the
402	same insured or multiple insureds or when there is a single
403	claimant seeking compensation from multiple insureds for damages
404	arising from the same occurrence, which compensation in the
405	aggregate exceeds policy limits, the insurer of the insured or
406	insureds shall not be held liable for extra-contractual damages
407	for failure to pay its policy limits if the insurer makes a
408	written offer of its policy limits within the time frame set
409	forth in this subsection to all known potential claimants in
410	exchange for releases of all claims against all insureds or
411	tenders such limits to the court for apportionment to the
412	claimants.
413	(b) Either party may request that the court enter an order
414	finding that the other party has unnecessarily or
415	inappropriately delayed any of the events specified in
416	subparagraph (a)2. If the court finds that the claimant was
1	Page 15 of 29

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2005 417 responsible for such unnecessary or inappropriate delay, 418 subparagraph (a)1. shall not apply to the insurer's tendering of 419 policy limits. If the court finds that the defendant or insurer 420 was responsible for such unnecessary or inappropriate delay, 421 subparagraph (a)2. shall not apply to the insurer's tendering of 422 policy limits. 423 (c) If any party to an action alleging liability for acts 424 covered by liability insurance amends its witness list after 425 service of the complaint in such action, that party shall 426 provide a copy of the amended witness list to the insurer of the 427 defendant. 428 (d) The time limits specified in this subsection shall not 429 be admissible as evidence that the insurer acted in violation of 430 this section. 431 (10) When an insurer does not tender its policy limits to 432 settle a liability insurance claim under subsection (9), the 433 trier of fact, in determining whether an insurer has acted in 434 violation of this section, shall consider only: (a) The insurer's willingness to negotiate with the 435 436 claimant in anticipation of settlement. 437 The propriety of the insurer's methods of (b) 438 investigating and evaluating the claim. 439 (c) Whether the insurer timely informed the insured of an offer to settle within the limits of coverage, the right to 440 retain personal counsel, and the risk of litigation. 441 442 (d) Whether the insured denied liability or requested that 443 the case be defended after the insurer fully advised the insured 444 as to the facts and risks.

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445	(e) Whether the claimant imposed any condition, other than
446	the tender of the policy limits, on the settlement of the claim.
447	(f) Whether the claimant provided all relevant information
448	to the insurer on a timely basis.
449	(g) Whether and when other defendants in the case settled
450	or were dismissed from the case.
451	(h) Whether there were multiple claimants seeking, in the
452	aggregate, compensation in excess of policy limits from the
453	defendant or the defendant's insurer.
454	(i) Whether the insured or claimant misrepresented
455	material facts to the insurer or made material omissions of fact
456	to the insurer.
457	(j) Other matters that constitute defenses or limitations
458	to actions or damages that are specified in this section.
459	(11) An insurer that tenders policy limits shall be
460	entitled to a release of its insured if the claimant accepts the
461	tender.
462	(12) Nothing in this section shall be construed to
463	prohibit an insured from assigning the cause of action to an
464	injured third-party claimant for the insurer's failure to act
465	fairly and honestly towards its insured and with due regard for
466	the insured's interest.
467	Section 4. Section 768.0710, Florida Statutes, is amended
468	to read:
469	768.0710 Burden of proof in claims of negligence involving
470	transitory foreign objects or substances against persons or
471	entities in possession or control of business Premises liability
472	for commercial establishments
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473	(1) When a person slips and falls on a transitory foreign
474	substance in a retail establishment, the injured person must
475	prove that the retail establishment had actual or constructive
476	knowledge of the dangerous condition such that the condition
477	existed for such a length of time that, in the exercise of
478	ordinary care, the premises' owner should have known of the
479	condition and taken action to remedy the condition. Constructive
480	knowledge may be established by circumstantial evidence showing
481	that:
482	(a) The dangerous condition existed for such a length of
483	time that, in the exercise of ordinary care, the premises owner
484	should have known of the condition; or
485	(b) The condition occurred with regularity and was
486	therefore foreseeable. The person or entity in possession or
487	control of business premises owes a duty of reasonable care to
488	maintain the premises in a reasonably safe condition for the
489	safety of business invitees on the premises, which includes
490	reasonable efforts to keep the premises free from transitory
491	foreign objects or substances that might foreseeably give rise
492	to loss, injury, or damage.
493	(2) Notwithstanding any provision of this section, any
494	person or entity in possession or control of a business premises
495	is not liable for any damages to a claimant if such loss,
496	injury, or damage to a business invitee is the result of the
497	intentional or criminal acts of a third party. In any civil
498	action for negligence involving loss, injury, or damage to a
499	business invitee as a result of a transitory foreign object or

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500 substance on business premises, the claimant shall have the 501 burden of proving that: 502 (a) The person or entity in possession or control of the 503 business premises owed a duty to the claimant; 504 (b) The person or entity in possession or control of the 505 business premises acted negligently by failing to exercise 506 reasonable care in the maintenance, inspection, repair, warning, 507 or mode of operation of the business premises. Actual or 508 constructive notice of the transitory foreign object or 509 substance is not a required element of proof to this claim. 510 However, evidence of notice or lack of notice offered by any party may be considered together with all of the evidence; and 511 512 (c) The failure to exercise reasonable care was a legal 513 cause of the loss, injury, or damage. 514 Section 5. Section 768.1254, Florida Statutes, is created 515 to read: 516 768.1254 Definitions.--As used in this section and ss. 768.1255 and 768.1256: 517 518 (1) "Product liability action" means any civil claim or 519 action for harm caused by a product, regardless of the theory on 520 which the claim is based. 521 (2) "Harm" means death; personal injury; physical damage to property other than to the product itself; economic loss, 522 including the loss of earnings or other benefits related to 523 524 employment, medical expenses, lost support and services, funeral and burial costs, loss of business or employment opportunities, 525 526 and medical monitoring, as permitted under applicable law; and noneceonomic loss, including pain and suffering, mental anguish, 527 Page 19 of 29

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528	disfigurement, loss of capacity for the enjoyment of life,
529	emotional distress, loss of society and companionship, loss of
530	consortium, injury to reputation, humiliation, fear of future
531	injury, or increased risk of disease, as permitted under
532	applicable law. The term does not include direct, incidental, or
533	consequential pecuniary loss to, or resulting from damage to,
534	the product or nonphysical damage to property other than the
535	product.
536	(3) "Manufacturer" means any person who, in the course of
537	a business conducted for that purpose, designs, makes,
538	constructs, formulates, produces, fabricates, assembles,
539	packages, or labels any product or component part of a product
540	or engages another to do so. The term does not include
541	independent product designers whose services are contracted for
542	by the manufacturer if such designers are not otherwise engaged
543	in the business of selling products.
544	(4) "Person" means any individual, corporation, company,
545	association, firm, partnership, society, organization, joint
546	stock company, or any other entity.
547	(5) "Product" means any tangible personal property
548	distributed commercially.
549	(6) "Seller" means a person or entity, including a
550	retailer, distributor, wholesaler, or lessor, that is regularly
551	engaged in the selling or leasing of a product.
552	Section 6. Section 768.1255, Florida Statutes, is created
553	to read:
554	768.1255 General rule; seller liable as a manufacturer

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555	(1) GENERAL RULE No product liability action may be
556	maintained or commenced against a product seller unless the
557	product seller:
558	(a) Made an express warranty as to the product and the
559	failure of the product to conform to that warranty caused the
560	person's harm;
561	(b) Produced, designed, designated, or provided the plans
562	or specifications for the manufacture or preparation of the
563	product;
564	(c) Altered, modified, assembled, failed to maintain,
565	packaged, labeled, or installed the product in a manner that
566	caused the person's harm;
567	(d) Violated a statutory or regulatory requirement when
568	the seller sold the product, including any violation of s.
569	<u>768.125; or</u>
570	(e) Negligently entrusted or supplied the product for the
571	use of another whom the product seller knew or should have known
572	would be likely to use the product in a manner that posed an
573	unreasonable risk of physical harm to the user or others.
574	(2) SELLER LIABLE AS A MANUFACTURER Notwithstanding
575	subsection (1), a product seller may be liable as a manufacturer
576	<u>if:</u>
577	(a) The manufacturer has no identifiable agent, facility,
578	or other presence in the United States;
579	(b) The manufacturer is not subject to service of process
580	in any state in which the action could have been brought and
581	service cannot be secured by a long-arm statute;
582	(c) The manufacturer is otherwise immune from suit; or
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583	(d) The court determines that the person is or would be
584	unable to enforce a judgment against the manufacturer. For
585	purpose of this paragraph, the statute of limitations applicable
586	to a claim asserting the liability of a product seller is tolled
587	from the date of the filing of a complaint against the
588	manufacturer to the date that judgment is entered against the
589	manufacturer.
590	Section 7. Subsections (2) and (3) of section 768.1256,
591	Florida Statutes, are amended to read:
592	768.1256 Government rules defense
593	(2) In a product liability action as described in
594	subsection (1), there is a rebuttable presumption that the
595	product is defective or unreasonably dangerous and the
596	manufacturer or seller is liable if the manufacturer or seller
597	did not comply with the federal or state codes, statutes, rules,
598	regulations, or standards which:
599	(a) Were relevant to the event causing the death or
600	injury;
601	(b) Are designed to prevent the type of harm that
602	allegedly occurred; and
603	(c) Require compliance as a condition for selling or
604	distributing the product.
605	(2) (3) This section does not apply to an action brought
606	for harm allegedly caused by a drug that is ordered off the
607	market or seized by the Federal Food and Drug Administration.
608	Section 8. Section 768.1382, Florida Statutes, is created
609	to read:
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610 768.1382 Street lights and other similar illumination; 611 limitation on liability.--Neither the state, any of the state's 612 officers, agencies, or instrumentalities, any political 613 subdivision, as defined in s. 1.01, nor any electric utility, as 614 defined in s. 366.02(2), that provides or operates or maintains 615 street lights, security lights, or other similar illumination 616 shall be held liable for any civil damages for injury or death 617 affected or caused by the adequacy or failure of illumination of 618 such lights, regardless of whether the adequacy or failure of 619 illumination is alleged or demonstrated to have contributed in 620 any manner to the injury or death, unless such liability was expressly assumed by written contract. No such entity that 621 622 provides, operates, or maintains a manner of illumination as 623 described in this section owes a duty to the public to provide, 624 operate, or maintain the illumination in any manner, except that 625 such a duty may be expressly assumed by written contract. In any 626 civil action for damages arising out of personal injury or 627 wrongful death when an entity's fault regarding the maintenance 628 of street lights is at issue, if the entity responsible for 629 maintaining the street lights is not a party to the litigation, 630 the entity shall not be deemed or found in such action to be in 631 any way at fault or responsible for the injury or death that 632 gave rise to the damages. Section 9. Paragraph (d) is added to subsection (9) of 633 section 768.28, Florida Statutes, to read: 634 768.28 Waiver of sovereign immunity in tort actions; 635 636 recovery limits; limitation on attorney fees; statute of

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(9)

637 limitations; exclusions; indemnification; risk management 638 programs.--

639

640 (d) No sheriff or law enforcement officer as defined in s. 641 943.10(1), employed by any county, municipality, state agency, or any political subdivision of the state, or the employing 642 643 agency as defined in s. 943.10(4), shall be held liable for any civil damages for injury or death effected or caused by a person 644 645 fleeing from a sheriff or law enforcement officer when the 646 pursuit of that person is conducted in a manner that did not 647 involve willful or wanton disregard for the safety of persons or property on the part of the sheriff or law enforcement officer 648 649 and the person fleeing is reasonably believed to have committed 650 a felony violation of the laws of this state.

Section 10. Subsection (1) of section 768.76, FloridaStatutes, is amended to read:

653

768.76 Collateral sources of indemnity. --

654 In any action to which this part applies in which (1) 655 liability is admitted or is determined by the trier of fact and 656 in which damages are awarded to compensate the claimant for 657 losses sustained, the jury shall be informed of the total of all 658 amounts which have been paid for the benefit of claimant or 659 which are otherwise available to the claimant from all 660 collateral sources, and the court shall reduce the amount of 661 such award by the total of all amounts which have been paid for the benefit of the claimant, or which are otherwise available to 662 663 the claimant, from all collateral sources; however, there shall be no reduction for collateral sources for which a subrogation 664 Page 24 of 29

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or reimbursement right exists. Such reduction shall be offset to the extent of any amount which has been paid, contributed, or forfeited by, or on behalf of, the claimant or members of the claimant's immediate family to secure her or his right to any collateral source benefit which the claimant is receiving as a result of her or his injury.

671 Section 11. Subsection (9) is added to section 768.79,672 Florida Statutes, to read:

673 768.79 Offer of judgment and demand for judgment.--674 (9) Nothing in this section restricts the ability of 675 parties to enter into any settlement agreements or release 676 agreements discharging liability in exchange for an amount of consideration agreed to by the parties. If the parties reach 677 678 such agreement without the assistance of their respective 679 attorneys, an attorney fee shall be payable to the plaintiff's 680 attorney for an amount not to exceed 25 percent of the agreed-681 upon consideration for the settlement and release, regardless of 682 any other contractual arrangement for attorney fees that may 683 exist.

684 Section 12. Subsections (3) and (4) of section 768.81,685 Florida Statutes, are amended to read:

686

768.81 Comparative fault.--

687 (3) APPORTIONMENT OF DAMAGES.--In cases to which this
688 section applies, the court shall enter judgment against each
689 party liable on the basis of such party's percentage of fault
690 and not on the basis of the doctrine of joint and several
691 liability., except as provided in paragraphs (a), (b), and (c):

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692 (a) Where a plaintiff is found to be at fault, the 693 following shall apply: 1. Any defendant found 10 percent or less at fault shall 694 695 not be subject to joint and several liability. 696 2. For any defendant found more than 10 percent but less 697 than 25 percent at fault, joint and several liability shall not 698 apply to that portion of economic damages in excess of \$200,000. 699 For any defendant found at least 25 percent but not more than 50 percent at fault, joint and several liability shall 700 701 not apply to that portion of economic damages in excess of \$500,000. 702 703 4. For any defendant found more than 50 percent at fault, 704 joint and several liability shall not apply to that portion of 705 economic damages in excess of \$1 million. 706 707 For any defendant under subparagraph 2., subparagraph 3., or 708 subparagraph 4., the amount of economic damages calculated under 709 joint and several liability shall be in addition to the amount 710 of economic and noneconomic damages already apportioned to that 711 defendant based on that defendant's percentage of fault. 712 (b) Where a plaintiff is found to be without fault, the 713 following shall apply: 714 1. Any defendant found less than 10 percent at fault shall 715 not be subject to joint and several liability. 716 2. For any defendant found at least 10 percent but less than 25 percent at fault, joint and several liability shall not 717 718 apply to that portion of economic damages in excess of \$500,000.

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726

719 3. For any defendant found at least 25 percent but not 720 more than 50 percent at fault, joint and several liability shall 721 not apply to that portion of economic damages in excess of \$1 722 million.

For any defendant found more than 50 percent at fault,
joint and several liability shall not apply to that portion of
economic damages in excess of \$2 million.

For any defendant under subparagraph 2., subparagraph 3., or subparagraph 4., the amount of economic damages calculated under joint and several liability shall be in addition to the amount of economic and noneconomic damages already apportioned to that defendant based on that defendant's percentage of fault.

732 (c) With respect to any defendant whose percentage of 733 fault is less than the fault of a particular plaintiff, the 734 doctrine of joint and several liability shall not apply to any 735 damages imposed against the defendant.

736 (a)(d) In order to allocate any or all fault to a 737 nonparty, a defendant must affirmatively plead the fault of a 738 nonparty and, absent a showing of good cause, identify the 739 nonparty, if known, or describe the nonparty as specifically as 740 practicable, either by motion or in the initial responsive 741 pleading when defenses are first presented, subject to amendment 742 any time before trial in accordance with the Florida Rules of 743 Civil Procedure.

744 <u>(b)(e)</u> In order to allocate any or all fault to a nonparty 745 and include the named or unnamed nonparty on the verdict form 746 for purposes of apportioning damages, a defendant must prove at Page 27 of 29

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trial, by a preponderance of the evidence, the fault of thenonparty in causing the plaintiff's injuries.

749

(4) APPLICABILITY.--

750 This section applies to negligence cases. For purposes (a) 751 of this section, "negligence cases" includes, but is not limited 752 to, civil actions for damages based upon theories of negligence, 753 strict liability, products liability, professional malpractice 754 whether couched in terms of contract or tort, or breach of warranty and like theories, including actions for negligence 755 756 against any defendant for failure to prevent commission of an 757 intentional tort by another. In determining whether a case falls within the term "negligence cases," the court shall look to the 758 759 substance of the action and not the conclusory terms used by the 760 parties.

761 This section does not apply to any action brought by (b) 762 any person to recover actual economic damages resulting from pollution, to any action in which an intentional tortfeasor is 763 764 sued and seeks to apportion fault to a negligent tortfeasor 765 based upon an intentional tort, or to any cause of action as to 766 which application of the doctrine of joint and several liability 767 is specifically provided by chapter 403, chapter 498, chapter 768 517, chapter 542, or chapter 895.

769 Section 13. <u>If any provision of this act or its</u> 770 <u>application to any person or circumstance is held invalid, the</u> 771 <u>invalidity does not affect other provisions or applications of</u> 772 <u>this act which can be given effect without the invalid provision</u> 773 <u>or application, and, to this end, the provisions of this act are</u> 774 declared severable.

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Section 14. This act shall take effect upon becoming a law
and shall apply to causes of action that accrue on or after the
effective date.

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