LEGISLATIVE ACTION

Senate	•	House
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Floor: 1/R/RM	•	Floor: RC
05/01/2009 05:05 PM	•	04/30/2009 06:15 PM

	Senator Ring moved the following:
1	Senate Amendment (with title amendment)
2	
3	Delete everything after the enacting clause
4	and insert:
5	Section 1. Paragraph (c) of subsection (3) of section
6	440.105, Florida Statutes, is repealed.
7	Section 2. Paragraph (c) of subsection (11) of section
8	440.20, Florida Statutes, is amended to read:
9	440.20 Time for payment of compensation and medical bills;
10	penalties for late payment
11	(11)
12	(c) Notwithstanding s. 440.21(2), when a claimant is

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13 represented by counsel, the claimant may waive all rights to any 14 and all benefits under this chapter by entering into a 15 settlement agreement releasing the employer and the carrier from liability for workers' compensation benefits in exchange for a 16 17 lump-sum payment to the claimant. The settlement agreement requires approval by the judge of compensation claims shall 18 19 enter an order determining what, if any, portion of the 20 settlement proceeds must be allocated to satisfy any child 21 support arrearage only as to the attorney's fees paid to the 22 claimant's attorney by the claimant. The parties need not submit 23 any information or documentation in support of the settlement, 24 except as needed to justify the amount of the attorney's fees. 25 Neither the employer nor the carrier is responsible for any 26 attorney's fees relating to the settlement and release of claims under this section. Attorney's fees related to a settlement and 27 28 release of claims are not subject to the provisions of s. 29 440.34(1). However, any attorney's fees paid by a claimant may not exceed the amount allowable under the Supreme Court's 30 31 guidelines governing contingency fee agreements based upon the 32 gross amount of the settlement. Payment of the lump-sum 33 settlement amount must be made within 14 days after the date the 34 judge of compensation claims mails the order determining the 35 portion of the settlement proceeds, if any, that must be 36 allocated to satisfy a child support arrearage approving the 37 attorney's fees. Any order entered by a judge of compensation 38 claims approving the attorney's fees as set out in the 39 settlement under this subsection is not considered to be an award and is not subject to modification or review. The judge of 40 41 compensation claims shall report these settlements to the Deputy

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42 Chief Judge in accordance with the requirements set forth in 43 paragraphs (a) and (b). Settlements entered into under this 44 subsection are valid and apply to all dates of accident. 45 Section 3. Section 440.34, Florida Statutes, is amended to 46 read: 440.34 Attorney's fees; costs.-47 48 (1) A claimant is responsible for the payment of his or her 49 own attorney's fees, except that he or she is entitled to 50 recover attorney's fees payable by a carrier or employer if: 51 (a) A carrier or employer furnishes benefits claimed in a 52 petition for benefits more than 30 days after the carrier or 53 employer, if self-insured, receives the petition; or 54 (b) The claimant successfully prevails in a proceeding 55 filed under s. 440.24 or s. 440.28. 56 57 The attorney's fees a carrier or employer must pay under this subsection must equal 25 percent of the first \$5,000 of the 58 amount of the benefits secured, 20 percent of the next \$5,000 of 59 60 the amount of the benefits secured, and 15 percent of the 61 remaining amount of the benefits secured. However, an attorney's 62 fee payable under this subsection may be increased up to the fee 63 paid by the employer or carrier to the employer's or carrier's 64 attorneys if it is determined that the employer or carrier engaged in a bad faith denial of benefits, unreasonably delayed 65 66 furnishing benefits that were due and owing, or unreasonably 67 continued or increased the expense of litigation. 68 (2) Unless the parties agree otherwise, attorney's fees 69 payable under subsection (1) shall be determined A fee, 70 gratuity, or other consideration may not be paid for a claimant

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71 connection with any proceedings arising under this chapter, inunless approved as reasonable by the judge of compensation 72 73 claims or court having jurisdiction over such proceedings. Any 74 attorney's fee approved by a judge of compensation claims for benefits secured on behalf of a claimant must equal to 20 75 76 percent of the first \$5,000 of the amount of the benefits 77 secured, 15 percent of the next \$5,000 of the amount of the 78 benefits secured, 10 percent of the remaining amount of the 79 benefits secured to be provided during the first 10 years after the date the claim is filed, and 5 percent of the benefits 80 81 secured after 10 years. The judge of compensation claims shall 82 not approve a compensation order, a joint stipulation for lumpsum settlement, a stipulation or agreement between a claimant 83 84 and his or her attorney, or any other agreement related to benefits under this chapter that provides for an attorney's fee 85 in excess of the amount permitted by this section. The judge of 86 87 compensation claims is not required to approve any retainer agreement between the claimant and his or her attorney. The 88 89 retainer agreement as to fees and costs may not be for 90 compensation in excess of the amount allowed under this section.

(3) (2) In awarding a claimant's attorney's fee, the judge 91 92 of compensation claims shall consider only those benefits secured by the attorney. An attorney is not entitled to 93 attorney's fees for representation in any issue that was ripe, 94 95 due, and owing and that reasonably could have been addressed, 96 but was not addressed, during the pendency of other issues for 97 the same injury. The amount, statutory basis, and type of benefits obtained through legal representation shall be listed 98 on all attorney's fees awarded by the judge of compensation 99

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SENATOR AMENDMENT

Florida Senate - 2009 Bill No. CS for HB 903



100 claims. For purposes of this section, the term "benefits 101 secured" does not include future medical benefits to be provided 102 on any date more than 5 years after the date the claim is filed. 103 In the event an offer to settle an issue pending before a judge 104 of compensation claims, including attorney's fees as provided 105 for in this section, is communicated in writing to the claimant 106 or the claimant's attorney at least 30 days prior to the trial 107 date on such issue, for purposes of calculating the amount of 108 attorney's fees to be taxed against the employer or carrier, the term "benefits secured" shall be deemed to include only that 109 110 amount awarded to the claimant above the amount specified in the 111 offer to settle. If multiple issues are pending before the judge 112 of compensation claims, said offer of settlement shall address 113 each issue pending and shall state explicitly whether or not the 114 offer on each issue is severable. The written offer shall also 115 unequivocally state whether or not it includes medical witness 116 fees and expenses and all other costs associated with the claim.

117 <u>(4)(3)</u> If any party should prevail in any proceedings 118 before a judge of compensation claims or court, there shall be 119 taxed against the nonprevailing party the reasonable costs of 120 such proceedings, not to include attorney's fees. A claimant 121 shall be responsible for the payment of her or his own 122 attorney's fees, except that a claimant shall be entitled to 123 recover a reasonable attorney's fee from a carrier or employer:

124 (a) Against whom she or he successfully asserts a petition 125 for medical benefits only, if the claimant has not filed or is 126 not entitled to file at such time a claim for disability, 127 permanent impairment, wage-loss, or death benefits, arising out 128 of the same accident;

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129	(b) In any case in which the employer or carrier files a
130	response to petition denying benefits with the Office of the
131	Judges of Compensation Claims and the injured person has
132	employed an attorney in the successful prosecution of the
133	petition;
134	(c) In a proceeding in which a carrier or employer denies
135	that an accident occurred for which compensation benefits are
136	payable, and the claimant prevails on the issue of
137	compensability; or
138	(d) In cases where the claimant successfully prevails in
139	proceedings filed under s. 440.24 or s. 440.28.
140	
141	Regardless of the date benefits were initially requested,
142	attorney's fees shall not attach under this subsection until 30
143	days after the date the carrier or employer, if self-insured,
144	receives the petition.
145	(5)(4) In such cases in which the claimant is responsible
146	for the payment of her or his own attorney's fees, such fees are
147	a lien upon compensation payable to the claimant,
148	notwithstanding s. 440.22.
149	(6)(5) If any proceedings are had for review of any claim,
150	award, or compensation order before any court, the court may
151	award the injured employee or dependent an attorney's fee to be
152	paid by the employer or carrier, in its discretion, which shall
153	be paid as the court may direct.
154	(7) <del>(6)</del> A judge of compensation claims may not enter an
155	order approving the contents of a retainer agreement that
156	permits the escrowing of any portion of the employee's
157	compensation until benefits have been secured.

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158	(8) Nothing in this chapter impairs the right of a claimant
159	to contract with an attorney for representation in connection
160	with a claim filed under this chapter, except that an attorney
161	may not recover an attorney's fee from a claimant on benefits
162	secured for which an attorney's fee has been paid by a carrier
163	or employer pursuant to this section.
164	(9) Notwithstanding any provision of law to the contrary,
165	attorney's fees and costs of the prevailing party paid by a
166	carrier to a claimant or a claimant's attorney pursuant to this
167	chapter may not be recouped, directly or indirectly, by any
168	carrier, included in any rate base or rate filing, or used to
169	justify a rate or rate change.
170	(10) For purposes of first responders as defined in s.
171	112.1815(1), the finder of fact and law is not bound by any
172	statutory provision regarding attorney's fees relating to the
173	provision of indemnity or medical benefits for employment-
174	related accidents or injuries involving exposure to a toxic
175	substance or occupational disease, but must consider the
176	following factors when awarding an attorney's fee:
177	(a) The time and labor required, the novelty and difficulty
178	of the questions involved, and the skill required to perform the
179	legal service properly.
180	(b) The fee customarily charged in the locality for similar
181	legal services.
182	(c) The amount involved in the controversy and the benefits
183	payable to the claimant.
184	(d) The time limitations imposed by the claimant or the
185	circumstances.
186	(e) The experience, reputation, and ability of the attorney
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187	or attorneys performing services.
188	(f) The contingency or certainty of a fee.
189	
190	For purposes of this subsection, the term "occupational disease"
191	has the same meaning as provided in s. 112.1815(4).
192	(7) If an attorney's fee is owed under paragraph (3)(a),
193	the judge of compensation claims may approve an alternative
194	attorney's fee not to exceed \$1,500 only once per accident,
195	based on a maximum hourly rate of \$150 per hour, if the judge of
196	compensation claims expressly finds that the attorney's fee
197	amount provided for in subsection (1), based on benefits
198	secured, fails to fairly compensate the attorney for disputed
199	medical-only claims as provided in paragraph (3)(a) and the
200	circumstances of the particular case warrant such action.
201	Section 4. The Legislature finds that this act fulfills an
202	important state interest relating to the public interest in
203	prompt and adequate response to provide for the safety of the
204	public unique to first responders.
205	Section 5. This act shall take effect upon becoming a law.
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207	======================================
208	And the title is amended as follows:
209	Delete everything before the enacting clause
210	and insert:
211	A bill to be entitled
212	An act relating to workers' compensation; repealing s.
213	440.105(3)(c), F.S., relating to the prohibition
214	against a fee, consideration, or gratuity for an
215	attorney or other person for certain services;
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216 amending s. 440.20, F.S.; requiring that a judge of 217 compensation claims enter an order determining the 218 portion of settlement proceeds to be allocated to 219 child support arrearages; deleting the requirement 220 that a judge of compensation claims approve the 221 attorney's fees paid by a claimant; deleting the 222 requirement that parties to a settlement submit 223 information or documentation to support the 224 settlement; exempting settlement attorney's fees from 225 certain provisions of state law; limiting the amount 226 of attorney's fees paid by a claimant; requiring 227 payment of a settlement within a specified time after 228 a judge determines the portion of the settlement 229 amount allocated to child support; amending s. 440.34, 230 F.S.; providing that a claimant is responsible for the 231 payment of his or her attorney's fees; providing 232 exceptions; specifying a schedule for the 233 determination of attorney's fees to be paid by a 234 carrier or employer; requiring that a judge of 235 compensation claims determine the amount of attorney's 236 fees unless the parties agree otherwise; deleting 237 certain restrictions on the amount of attorney's fees; 238 deleting requirements relating to offers of 239 settlement; preserving the right of a claimant to 240 contract with an attorney for representation in 241 connection with certain claims; prohibiting the 242 recovery of attorney's fees under certain 243 circumstances; prohibiting the recoupment of certain 244 attorney's fees and costs by a carrier; prohibiting

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245 the inclusion of such fees or costs in any rate base 246 or rate filing and the use of such fees or costs to justify a rate or rate change; providing that the 247 248 finder of fact and law is not bound by provisions of 249 state law relating to the provision of indemnity or 250 medical benefits for employment-related accidents or 251 injuries involving exposure to a toxic substance or 252 occupational disease when awarding attorney's fees in 253 cases involving first responders; requiring that the 254 finder of fact and law consider certain factors when 255 awarding attorney's fees in such cases; defining the 256 term "occupational disease" for specified purposes; 257 deleting provisions authorizing a judge of 258 compensation claims to approve alternative attorney's 259 fees under certain circumstances; providing 260 legislative findings; providing an effective date.