By Senator Bennett

21-01554-10 20102060

A bill to be entitled

An act relating to sovereign immunity; amending s. 768.28, F.S.; providing that a subdivision of the state may pay a judgment in excess of statutory limits on the waiver of sovereign immunity without an act of the Legislature if it so chooses; providing that such payment in excess of the limits does not waive the subdivision's defense of sovereign immunity or increase the limits of its liability; providing for an additional attorney fee in certain circumstances; amending s. 768.28, F.S., effective July 1, 2011; increasing the statutory limits on liability and providing for annual indexing of the limits for inflation; providing applicability; providing effective dates.

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

Section 1. Effective July 1, 2010, and applicable to claims arising on or after that date, subsections (5) and (8) of section 768.28, Florida Statutes, are amended to read:

768.28 Waiver of sovereign immunity in tort actions; recovery limits; limitation on attorney fees; statute of limitations; exclusions; indemnification; risk management programs.—

(5) (a) The state and its agencies and subdivisions shall be liable for tort claims in the same manner and to the same extent as a private individual under like circumstances, but liability shall not include punitive damages or interest for the period

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before judgment. Neither the state nor its agencies or subdivisions shall be liable to pay a claim or a judgment by any one person which exceeds the sum of \$100,000 or any claim or judgment, or portions thereof, which, when totaled with all other claims or judgments paid by the state or its agencies or subdivisions arising out of the same incident or occurrence, exceeds the sum of \$200,000. However, a judgment or judgments may be claimed and rendered in excess of these amounts and may be settled and paid pursuant to this act up to \$100,000 or \$200,000, as the case may be; and that portion of the judgment that exceeds these amounts may be reported to the Legislature, but may be paid in part or in whole only by further act of the Legislature. Notwithstanding the limited waiver of sovereign immunity provided in this paragraph herein, the state or an agency or subdivision thereof may agree, within the limits of insurance coverage provided, to settle a claim made or a judgment rendered against it without further action by the Legislature, but the state or agency or subdivision thereof shall not be deemed to have waived any defense of sovereign immunity or to have increased the limits of its liability as a result of its obtaining insurance coverage for tortious acts in excess of the \$100,000 or \$200,000 waiver provided above. The limitations of liability set forth in this paragraph subsection shall apply to the state and its agencies and subdivisions whether or not the state or its agencies or subdivisions possessed sovereign immunity before July 1, 1974.

(b) A subdivision of the state shall be liable for tort claims in the same manner and to the same extent as a private individual under like circumstances, but liability shall not

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include punitive damages or interest for the period before judgment. A subdivision of the state shall not be liable to pay a claim or a judgment by any one person which exceeds the sum of \$100,000 or any claim or judgment, or portions thereof, which, when totaled with all other claims or judgments paid by the subdivision of the state arising out of the same incident or occurrence, exceeds the sum of \$200,000. Notwithstanding the limited waiver of sovereign immunity provided in this paragraph, a subdivision of the state may agree, within the limits of insurance coverage provided or other available funds, to settle a claim made or a judgment rendered against it without further action by the Legislature. However, if the subdivision does not agree to pay that portion of a settlement or a judgment rendered against it which is in excess of the limits of liability specified in this paragraph, in part or in whole, that portion of the settlement or judgment which exceeds those amounts and is not agreed to by the subdivision may be reported to the Legislature, but may be paid by the subdivision in part or in whole only by further act of the Legislature. The subdivision shall not be deemed to have waived any defense of sovereign immunity or to have increased the limits of its liability as a result of its obtaining insurance coverage for tortious acts in excess of the \$100,000 or \$200,000 waiver provided above or as a result of its having agreed to a settlement or to pay a judgment in an amount exceeding the limits of liability set forth in this paragraph. The limitations of liability set forth in this paragraph shall apply to subdivisions whether or not the subdivision possessed sovereign immunity before July 1, 1974.

(8) No attorney may charge, demand, receive, or collect,

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for services rendered, fees in excess of 25 percent of any judgment or settlement plus an additional 5 percent of any recovery after the institution of any appellate proceeding is filed or postjudgment or postsettlement relief or action is required for recovery on the judgment or settlement.

Section 2. Effective July 1, 2011, and applicable to claims arising on or after that date, subsection (5) of section 768.28, Florida Statutes, as amended by this act, is amended to read:

768.28 Waiver of sovereign immunity in tort actions; recovery limits; limitation on attorney fees; statute of limitations; exclusions; indemnification; risk management programs.—

(5) (a) The state and its agencies shall be liable for tort claims in the same manner and to the same extent as a private individual under like circumstances, but liability shall not include punitive damages or interest for the period before judgment. Neither the state nor its agencies shall be liable to pay a claim or a judgment by any one person which exceeds the sum specified in paragraph (c) of \$100,000 or any claim or judgment, or portions thereof, which, when totaled with all other claims or judgments paid by the state or its agencies arising out of the same incident or occurrence, exceeds the sum of \$200,000. However, a judgment or judgments may be claimed and rendered in excess of that amount these amounts and may be settled and paid pursuant to this act up to the amount specified in paragraph (c) \$100,000 or \$200,000, as the case may be; and that portion of the judgment that exceeds that amount these amounts may be reported to the Legislature, but may be paid in part or in whole only by further act of the Legislature.

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Notwithstanding the limited waiver of sovereign immunity provided in this paragraph, the state or an agency may agree, within the limits of insurance coverage provided, to settle a claim made or a judgment rendered against it without further action by the Legislature, but the state or agency shall not be deemed to have waived any defense of sovereign immunity or to have increased the limits of its liability as a result of its obtaining insurance coverage for tortious acts in excess of the amount set forth in paragraph (c) \$100,000 or \$200,000 waiver provided above. The limitations of liability set forth in this paragraph shall apply to the state and its agencies whether or not the state or its agencies possessed sovereign immunity before July 1, 1974.

(b) A subdivision of the state shall be liable for tort claims in the same manner and to the same extent as a private individual under like circumstances, but liability shall not include punitive damages or interest for the period before judgment. A subdivision of the state shall not be liable to pay a claim or a judgment by any one person which exceeds the sum specified in paragraph (c) of \$100,000 or any claim or judgment, or portions thereof, which, when totaled with all other claims or judgments paid by the subdivision of the state arising out of the same incident or occurrence, exceeds the sum of \$200,000. Notwithstanding the limited waiver of sovereign immunity provided in this paragraph, a subdivision of the state may agree, within the limits of insurance coverage provided or other available funds, to settle a claim made or a judgment rendered against it without further action by the Legislature. However, if the subdivision does not agree to pay that portion of a

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settlement or a judgment rendered against it which is in excess of the amount limits of liability specified in this paragraph (c), in part or in whole, that portion of the settlement or judgment which exceeds that amount those amounts and is not agreed to by the subdivision may be reported to the Legislature, but may be paid by the subdivision in part or in whole only by further act of the Legislature. The subdivision shall not be deemed to have waived any defense of sovereign immunity or to have increased the limits of its liability as a result of its obtaining insurance coverage for tortious acts in excess of the amount set forth in paragraph (c) \$100,000 or \$200,000 waiver provided above or as a result of its having agreed to a settlement or to pay a judgment in an amount exceeding the amount limits of liability set forth in this paragraph (c). The limitations of liability set forth in this paragraph shall apply to subdivisions whether or not the subdivision possessed sovereign immunity before July 1, 1974.

- (c)1. Effective July 1, 2011, and applicable to claims made on or after that date, the limitation of liability for purposes of this subsection shall be \$250,000 per claim or judgment by any one person.
- 2. Effective July 1, 2012, and annually on each July 1 thereafter, the amount specified in subparagraph 1. shall be adjusted to reflect the average of the change in the Consumer Price Index for all urban consumers and the change in the medical care component of the Consumer Price Index for all urban consumers, issued by the Bureau of Labor Statistics of the United States Department of Labor for the United States as a whole for the immediately preceding calendar year.

20102060___ 21-01554-10 175 Section 3. Except as otherwise expressly provided in this act, this act shall take effect July 1, 2010. 176