Bill No. <u>CS for SB 874</u>

Amendment No. ____

	Senate House
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11	Senators Sullivan and Rossin moved the following amendment:
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13	Senate Amendment
14	On page 12, line 26, through page 14, line 31, delete
15	those lines
16	
17	and insert:
18	Section 4. Section 57.105, Florida Statutes, is
19	amended to read:
20	57.105 Attorney's fee; sanctions for raising unfounded
21	claims or defenses; damages for delay of litigation
22	(1) The court shall award a reasonable attorney's fee
23	to be paid to the prevailing party in equal amounts by the
24	losing party and the losing party's attorney in any civil
25	action in which the court finds that the losing party or the
26	losing party's attorney knew, or with diligent inquiry in the
27	time available to present the claim or defense should have
28	known, before presenting the claim or defense:
29	(a) That the claim or defense was not supported by the
30	material facts necessary to establish the claim or defense; or
31	(b) That the application of then-existing law to those
-	1 2:24 DM 04/07/09

material facts known to the losing party or losing party's attorney would not support the claim or defense. there was a complete absence of a justiciable issue of either law or fact raised by the complaint or defense of the losing party; provided,

However, that the losing party's attorney is not personally responsible if he or she has acted in good faith, based on the representations of his or her client as to the existence of material facts. If the court awards fees to a claimant pursuant to this subsection finds that there was a complete absence of a justiciable issue of either law or fact raised by the defense, the court shall also award prejudgment interest.

- (2) Subsection (1) shall not apply if the court determines that the claim or defense was presented as a good-faith attempt with a reasonable probability of damaging the then-existing law as it applied to the facts the losing party or losing party's attorney knew at the time the claim or defense was presented.
- under subsection (1) in more than 25 percent of the actions that are filed, or in which a defense has been filed, by that party, then in any further litigation in which that plaintiff or defendant is a party, whether or not related to the actions in which the sanctions were imposed, the opposing party is entitled to have the claims or defenses of such plaintiff or defendant stricken unless such plaintiff or defendant first makes a prima facie showing that the claims or defenses are brought in good faith, applying then-existing law or applying a good-faith attempt to change the then-existing law, and supported by the material facts necessary to establish the

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29 30 claim or defense. Furthermore, the court may impose such additional sanctions or requirements as are just and warranted under the circumstances of the particular case.

- (4) In any civil proceeding in which the moving party proves, by a preponderance of the evidence, that any action taken by the opposing party, including, but not limited to, the filing of any pleading or part the reof, the assertion of or response to any discovery demand, the assertion of any claim or defense, or the response to any request by any other party, was taken primarily for the purpose of unreasonable delay, the court shall award damages to the moving party for the time necessitated by the conduct in question.
- (5)(2) If a contract contains a provision allowing attorney's fees to a party when he or she is required to take any action to enforce the contract, the court may also allow reasonable attorney's fees to the other party when that party prevails in any action, whether as plaintiff or defendant, with respect to the contract. The subsection applies to any contract entered into on or after October 1, 1988. This act shall take effect October 1, 1988, and shall apply to contracts entered into on said date or thereafter.

Section 5. Effective October 1, 1999, subsection (3) of section 57.105, Florida Statutes, as amended by this act, is amended to read:

- 57.105 Attorney's fee; sanctions for raising unfounded claims or defenses; damages for delay of litigation .--
- (3) If any plaintiff or defendant has been sanctioned under subsection (1) in more than 10 $\frac{25}{25}$ percent of the actions that are filed, or in which a defense has been filed, by that party, then in any further litigation in which that plaintiff 31 or defendant is a party, whether or not related to the actions

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in which the sanctions were imposed, the opposing party is entitled to have the claims or defenses of such plaintiff or defendant stricken unless such plaintiff or defendant first makes a prima facie showing that the claims or defenses are brought in good faith, applying then-existing law or applying a good-faith attempt to change the then-existing law, and supported by the material facts necessary to establish the claim or defense. Furthermore, the court may impose such additional sanctions or requirements as are just and warranted under the circumstances of the particular case. (Redesignate subsequent sections.)