Florida House of Representatives - 1999 HB 2093 By the Committee on Children & Families and Representative Murman

1	A bill to be entitled
2	An act relating to child welfare; amending s.
3	409.1671, F.S., relating to privatization of
4	foster care and related services; requiring
5	community-based agencies providing foster care
6	and related services under contract with the
7	Department of Children and Family Services to
8	obtain certain liability insurance coverage;
9	requiring such coverage for such agencies'
10	subcontractors; providing limitations on
11	liability in tort actions; providing
12	exclusiveness of liability; providing for
13	distribution, transfer, and use of certain
14	excess or additional funds for foster care and
15	related services provided under contract with
16	the department; providing an effective date.
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18	Be It Enacted by the Legislature of the State of Florida:
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20	Section 1. Paragraphs (c) through (h) are added to
21	subsection (1) of section 409.1671, Florida Statutes, 1998
22	Supplement, and subsection (7) is added to said section, to
23	read:
24	409.1671 Foster care and related services;
25	privatization
26	(1)
27	(c) Any community-based agency that provides foster
28	care and related services to children and families under
29	contract with the department pursuant to this section must, as
30	a part of its contract, obtain general liability insurance
31	coverage. Any tort action brought against an eligible lead
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community-based provider shall be limited to net economic 1 2 damages, including, but not limited to, past and future medical expenses, wage loss, and loss of earning capacity, 3 offset by any collateral source payments paid. Any offset of 4 5 collateral source payments made as of the date of the 6 settlement or judgment shall be in accordance with s. 768.76. 7 The state shall hold harmless the private providers for 8 noneconomic damages over \$200,000 pursuant to s. 768.28. 9 The liability of an eligible lead community-based (d) provider prescribed in this section shall be exclusive and in 10 11 place of all other liability of such provider. The same 12 immunities from liability enjoyed by such provider shall 13 extend as well to each employee of the provider when such 14 employee is acting in furtherance of the provider's business. 15 Such immunities shall not be applicable to a provider or an 16 employee who acts in a culpably negligent manner or with unprovoked physical aggression when such acts result in injury 17 or death or such acts proximately cause such injury or death, 18 19 nor shall such immunities be applicable to employees of the 20 same provider when each is operating in the furtherance of the provider's business, but they are assigned primarily to 21 22 unrelated works within private or public employment. The same immunity provisions enjoyed by a provider shall also apply to 23 any sole proprietor, partner, corporate officer or director, 24 25 supervisor, or other person who in the course and scope of his 26 or her duties acts in a managerial or policymaking capacity 27 and the conduct which caused the alleged injury arose within 28 the course and scope of said managerial or policymaking duties and was not a violation of a law, whether or not a violation 29 was charged, for which the maximum penalty which may be 30 31

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imposed does not exceed 60 days' imprisonment as set forth in 1 2 s. 775.082. 3 (e) Any subcontractor of an eligible lead 4 community-based agency that provides foster care and related 5 services to children and families under contract with the 6 department pursuant to this section must, as a part of its 7 subcontract, be covered under a general liability insurance 8 policy. Any tort action brought against a subcontractor of an eligible lead community-based provider which is a direct 9 provider of foster care and related services shall be limited 10 to net economic damages, including, but not limited to, past 11 12 and future medical expenses, wage loss, and loss of earning 13 capacity, offset by any collateral source payments paid. Any 14 offset of collateral source payments made as of the date of the settlement or judgment shall be in accordance with s. 15 16 768.76. The state shall hold harmless the private providers 17 for noneconomic damages over \$200,000 pursuant to s. 768.28. (f) The liability of a subcontractor of an eligible 18 19 lead community-based provider which is a direct provider of 20 foster care and related services as prescribed in this section shall be exclusive and in place of all other liability of such 21 22 provider. The same immunities from liability enjoyed by such subcontractor provider shall extend as well to each employee 23 24 of the subcontractor when such employee is acting in furtherance of the subcontractor's business. Such immunities 25 26 shall not be applicable to a subcontractor or an employee who 27 acts in a culpably negligent manner or with unprovoked 28 physical aggression when such acts result in injury or death 29 or such acts proximately cause such injury or death, nor shall such immunities be applicable to employees of the same 30 subcontractor when each is operating in the furtherance of the 31

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subcontractor's business, but they are assigned primarily to 1 2 unrelated works within private or public employment. The same 3 immunity provisions enjoyed by a subcontractor shall also apply to any sole proprietor, partner, corporate officer or 4 5 director, supervisor, or other person who in the course and scope of his or her duties acts in a managerial or 6 7 policymaking capacity and the conduct which caused the alleged 8 injury arose within the course and scope of said managerial or 9 policymaking duties and was not a violation of a law, whether or not a violation was charged, for which the maximum penalty 10 11 which may be imposed does not exceed 60 days' imprisonment as 12 set forth in s. 775.082. 13 (g) The Legislature is cognizant of the increasing costs of goods and services each year and recognizes that 14 fixing a set amount of compensation actually has the effect of 15 16 a reduction in compensation each year. Accordingly, the conditional limitation on noneconomic damages in this section 17 shall be increased at the rate of 5 percent each year, 18 19 prorated from the effective date of this paragraph to the date 20 at which noneconomic damages subject to such limitation are awarded by final judgment or settlement. 21 (h) If any paragraph, sentence, clause, phrase, or 22 word of this subsection is for any reason held or declared to 23 be unconstitutional, invalid, inoperative, ineffective, 24 inapplicable, or void, such invalidity or unconstitutionality 25 26 shall not affect the portions of this subsection not so held to be unconstitutional, void, invalid, or ineffective, or 27 28 affect the application of this subsection to other 29 circumstances not so held to be invalid, it being the express legislative intent that any such unconstitutional, illegal, 30

31 invalid, ineffective, inapplicable, or void portion or

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portions of this subsection did not induce its passage, and 1 that without the inclusion of any such unconstitutional, 2 3 illegal, invalid, ineffective, or void portions of this 4 subsection, the Legislature would have enacted the valid and 5 constitutional portions thereof. (7) Notwithstanding the provisions of s. 215.425, all 6 7 documented federal funds earned for the current fiscal year by 8 the department and community-based agencies that exceed the 9 amount appropriated by the Legislature shall be distributed 10 based on a schedule and methodology developed by the 11 department and approved by the Executive Office of the 12 Governor. Additional state funds appropriated by the 13 Legislature for community-based agencies or made available pursuant to the budgetary amendment process described in s. 14 216.177 shall be transferred to the community-based agencies. 15 16 The community-based agencies shall use any such funds made 17 available under this subsection for the sole purpose of providing child welfare services. The department shall amend a 18 19 community-based agency's contract to permit expenditure of these funds. 20 21 Section 2. This act shall take effect upon becoming a law. 22 23 24 25 HOUSE SUMMARY 26 Requires community-based agencies contracting to provide foster care and related services through contract with the Department of Children and Family Services to obtain certain liability insurance coverage. Requires such coverage for such agencies' subcontractors. Provides 27 28 limitations on tort actions. Provides exclusiveness of liability. Provides for distribution, transfer, and use of certain excess or additional funds for foster care and 29 30 related services provided under contract with the 31 department.

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