HOUSE AMENDMENT dhs-21 Bill No. CS for SB 662, 1st Eng. Amendment No. ____ (for drafter's use only) CHAMBER ACTION Senate House 1 2 3 4 5 ORIGINAL STAMP BELOW 6 7 8 9 10 Representative(s) Sembler offered the following: 11 12 13 Amendment (with title amendment) On page 4, line 7, through page 18, line 13, 14 remove from the bill: all of said lines 15 16 17 and insert in lieu thereof: 18 Section 5. (1) The State Property Insurance Trust 19 Fund created pursuant to s. 284.01, Florida Statutes, is 20 merged into the Florida Casualty Insurance Risk Management Trust Fund created pursuant to s. 284.30, Florida Statutes, 21 22 which is renamed the "State Risk Management Trust Fund." 23 (2) This section shall take effect upon this act 24 becoming a law. 25 Section 6. (1) Part I of chapter 284, Florida 26 Statutes, entitled "Florida Fire Insurance Trust Fund," is 27 renamed "State Property Claims"; and part II of chapter 284, 28 Florida Statutes, entitled "Florida Casualty Insurance Risk 29 Management Trust Fund," is renamed "State Casualty Claims." 30 (2) This section shall take effect upon this act 31 becoming a law. 1 File original & 9 copies hbd0011

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Section 7. Effective upon this act becoming a law, 1 2 subsection (1) of section 258.007, Florida Statutes, is 3 amended to read: 4 258.007 Powers of division.--5 (1) The Division of Recreation and Parks shall have 6 power to acquire in the name of the state any property, real 7 or personal, by purchase, grant, devise, condemnation, donation, or otherwise, which in its judgment may be necessary 8 9 or proper toward the administration of the purposes of this 10 chapter; however, no property of any nature may be acquired by purchase, lease, grant, donation, devise, or otherwise, under 11 12 conditions which shall pledge the credit of, or obligate in 13 any manner whatsoever, the state to pay any sum of money, and the power of condemnation as herein granted is limited to the 14 15 acquisition of property or property rights which may be 16 required for state park purposes for parks under the 17 jurisdiction of the Division of Recreation and Parks on July 1, 1980. Acquisition of such property or property rights 18 shall not exceed an aggregate of 40 acres or 10 percent of the 19 total acreage of the respective park as it existed on July 1, 20 21 1980, whichever is less, and shall be restricted to properties wholly surrounded by state park property at the time of 22 acquisition. Express legislative approval is required for the 23 24 acquisition by condemnation of any new area or memorial which 25 the division may desire for the purposes set forth in this chapter, except that the division may maintain and insure with 26 27 the State Risk Management Property Insurance Trust Fund 28 buildings on property owned by the state or any of its 29 agencies. 30 Section 8. Effective upon this act becoming a law, subsection (2) of section 272.185, Florida Statutes, is 31 2

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amended to read: 1 2 272.185 Maintenance of Governor's Mansion by 3 Department of Management Services .--4 (2) The department shall insure the Governor's Mansion, its contents, and all structures and appurtenances 5 thereto with the State Risk Management Property Insurance б 7 Trust Fund as provided in s. 284.01. The department may 8 purchase any necessary insurance either by a primary insurance contract, excess coverage insurance, or reinsurance to cover 9 10 the contents of the mansion, whether title of the contents is in the state or in any other person or entity not a resident 11 12 of the mansion, notwithstanding the provision of s. 287.025. 13 Section 9. Effective upon this act becoming a law, subsection (1) of section 284.01, Florida Statutes, is amended 14 15 to read: 16 284.01 State Risk Management Property Insurance Trust 17 Fund; coverages to be provided .--(1) A state self-insurance fund, designated as the 18 19 "State Property Insurance Trust Fund," is created to be set up 20 by the Department of Insurance and administered with a program 21 of risk management. The State Risk Management Trust Fund 22 shall insure those properties designated in subsection (2) which are owned by the state or its agencies, boards, or 23 24 bureaus against loss from fire, lightning, sinkholes, and 25 hazards customarily insured by extended coverage and loss from the removal of personal property from such properties when 26 27 endangered by covered perils. Furthermore, the fund may also insure the State Regional Office Building located in the City 28 29 of Jacksonville, Duval County, including the parking facility 30 owned by the City of Jacksonville, since such building is jointly owned by the State of Florida and the City of 31 3

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Jacksonville. The City of Jacksonville shall be responsible 1 2 for the payment of all premiums charged by the fund to insure 3 property owned by the City of Jacksonville. Flood insurance 4 shall be provided for state-owned structures and contents 5 designated in subsection (2) to the extent necessary to meet self-insurance requirements of the National Flood Insurance б 7 Program, as prescribed in rules and regulations of the Federal 8 Emergency Management Agency in 44 C.F.R. parts 59, 60, and 74, 9 effective October 1, 1986.

Section 10. Effective upon this act becoming a law,
 section 284.03, Florida Statutes, is amended to read:

12 284.03 Deficits in fund supplied from General Revenue 13 Fund; repayment.--Should a loss occur upon property insured in the State Risk Management Property Insurance Trust Fund that 14 15 would require more funds, to pay the amount of any loss covered by insurance in said fund, than are at that time 16 17 available in said fund, in that event there is appropriated out of any funds in the General Revenue Fund not otherwise 18 appropriated a sum which, added to the sum then available in 19 20 the said State Risk Management Property Insurance Trust Fund, shall be sufficient to pay the amount of the covered loss. 21 In the event any funds shall be paid out of the General Revenue 22 Fund under this provision, such amounts so paid out of the 23 24 General Revenue Fund shall be returned to it out of the first 25 available assets of the State Risk Management said Insurance Trust Fund after paying any necessary expenses as provided in 26 27 s. 284.02(2) and (3).

Section 11. Effective upon this act becoming a law,
section 284.05, Florida Statutes, is amended to read:
284.05 Inspection of insured state property.--The
Department of Insurance shall inspect all permanent buildings

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insured by the State Risk Management Property Insurance Trust 1 2 Fund, and whenever conditions are found to exist which, in the 3 opinion of the Department of Insurance, are hazardous from the 4 standpoint of destruction by fire or other loss, the 5 Department of Insurance may order the same repaired or 6 remedied, and the agency, board, or person in charge of such 7 property is required to have such dangerous conditions immediately repaired or remedied upon written notice from the 8 9 Department of Insurance of such hazardous conditions. Such 10 amounts as may be necessary to comply with such notice or notices shall be paid by the Department of Management Services 11 12 or by the agency, board, or person in charge of such property 13 out of any moneys appropriated for the maintenance of the respective agency or for the repairs or permanent improvement 14 15 of such properties or from any incidental or contingent funds 16 they may have on hand. In the event of a disagreement between 17 the Department of Insurance and the agency, board, or person 18 having charge of such property as to the necessity of the repairs or remedies ordered, the matter in disagreement shall 19 20 be determined by the Department of Management Services. 21 Section 12. Effective upon this act becoming a law, section 284.14, Florida Statutes, is amended to read: 22 284.14 State Risk Management Property Insurance Trust 23 24 Fund; leasehold interest. -- In the event the state or any 25 department or agency thereof has acquired or hereafter acquires a leasehold interest in any improved real property 26 27 and by the terms and provisions of said lease it is obligated to insure such premises against loss by fire or other hazard 28 to such premises, it shall insure such premises in the State 29 30 Risk Management Property Insurance Trust Fund as required by 31 the terms of said lease or as required by the provisions of

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1 this chapter. No state agency shall enter into or acquire any 2 such leasehold interest until the coverages required to be 3 maintained by the provisions of the lease are approved in 4 writing by the Department of Insurance.

5 Section 13. Effective upon this act becoming a law,6 section 284.30, Florida Statutes, is amended to read:

7 284.30 State Florida Casualty Insurance Risk 8 Management Trust Fund; coverages to be provided. -- A state 9 self-insurance fund, designated as the "State Florida Casualty 10 Insurance Risk Management Trust Fund, " is created to be set up 11 by the Department of Insurance and administered with a program 12 of risk management, which fund is to provide insurance, as authorized by s. 284.33, for workers' compensation, general 13 liability, fleet automotive liability, federal civil rights 14 15 actions under 42 U.S.C. s. 1983 or similar federal statutes, and court-awarded attorney's fees in other proceedings against 16 17 the state except for such awards in eminent domain or for inverse condemnation or for awards by the Public Employees 18 Relations Commission. A party to a suit in any court, to be 19 entitled to have his or her attorney's fees paid by the state 20 or any of its agencies, must serve a copy of the pleading 21 22 claiming the fees on the Department of Insurance; and thereafter the department shall be entitled to participate 23 24 with the agency in the defense of the suit and any appeal 25 thereof with respect to such fees. Section 14. Effective upon this act becoming a law, 26

27 section 284.36, Florida Statutes, is amended to read:
28 284.36 Appropriation deposits; premium

29 payment.--Premiums for coverage by the <u>State</u> Florida Casualty 30 Insurance Risk Management Trust Fund as calculated on all

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31 coverages shall be billed and charged to each state agency

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according to coverages obtained by the fund for their benefit, 1 2 and such obligations shall be paid promptly by each agency 3 from its operating budget upon presentation of a bill 4 therefor. After the first year of operation, premiums to be 5 charged to all departments of the state are to be computed on a retrospective rating arrangement based upon actual losses б 7 accruing to the fund, taking into account reasonable expectations, the maintenance and stability of the fund, and 8 9 the cost of insurance.

Section 15. Effective upon this act becoming a law,
 section 284.385, Florida Statutes, is amended to read:

12 284.385 Reporting and handling of claims.--All 13 departments covered by the State Florida Casualty Insurance Risk Management Trust Fund under this part shall immediately 14 15 report all known or potential claims to the Department of Insurance for handling, except employment complaints which 16 17 have not been filed with the Florida Human Relations Commission, Equal Employment Opportunity Commission, or any 18 similar agency. When deemed necessary, the Department of 19 Insurance shall assign or reassign the claim to counsel. 20 The assigned counsel shall report regularly to the Department of 21 Insurance on the status of any such claims or litigation as 22 required by the Department of Insurance. No such claim shall 23 24 be compromised or settled for monetary compensation without 25 the prior approval of the Department of Insurance. All departments shall cooperate with the Department of Insurance 26 27 in its handling of claims. The Department of Insurance, the Department of Management Services, and the Department of 28 29 Banking and Finance, with the cooperation of the state 30 attorneys and the clerks of the courts, shall develop a system to coordinate the exchange of information concerning claims 31

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for and against the state, its agencies, and its subdivisions, 1 2 to assist in collection of amounts due to them. The covered 3 department shall have the responsibility for the settlement of 4 any claim for injunctive or affirmative relief under 42 U.S.C. 5 s. 1983 or similar federal or state statutes. The payment of a settlement or judgment for any claim covered and reported б 7 under this part shall be made only from the State Florida Casualty Insurance Risk Management Trust Fund. 8

9 Section 16. Effective upon this act becoming a law, 10 subsections (3), (5), (6), and (7) of section 284.44, Florida 11 Statutes, are amended to read:

12 284.44 Salary indemnification costs of state 13 agencies.--

14 (3) For the purposes of this section, "salary 15 indemnification costs" means the payments made to employees for temporary total disability benefits. After an employee 16 17 has been eligible for disability benefits for 10 weeks, salary indemnification costs shall be funded from the State Florida 18 Casualty Insurance Risk Management Trust Fund in accordance 19 20 with the provisions of this part for those agencies insured by 21 the fund.

22 (5) If a state agency demonstrates to the Executive Office of the Governor and the chairs of the legislative 23 24 appropriations committees that no funds are available to pay 25 initial salary indemnification costs for a specific claim pursuant to this section without adversely impacting its 26 27 ability to perform statutory responsibilities, the Executive Office of the Governor may direct the Division of Risk 28 Management to fund all salary indemnification costs for that 29 30 specific claim from the State Florida Casualty Insurance Risk 31 Management Trust Fund and waive the state agency reimbursement

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1 requirement.

2 (6) The Division of Risk Management shall prepare 3 quarterly reports to the Executive Office of the Governor and 4 the chairs of the legislative appropriations committees 5 indicating for each state agency the total amount of salary 6 indemnification benefits paid to claimants and the total 7 amount of reimbursements from state agencies to the State 8 Florida Casualty Insurance Risk Management Trust Fund for 9 initial costs for the previous quarter. These reports shall 10 also include information for each state agency indicating the number of cases and amounts of initial salary indemnification 11 12 costs for which reimbursement requirements were waived by the 13 Executive Office of the Governor pursuant to this section.

14 (7) If a state agency fails to pay casualty increase 15 premiums or salary indemnification reimbursements within 30 16 days after being billed, the Division of Risk Management shall 17 advise the Comptroller. After verifying the accuracy of the 18 billing, the Comptroller shall transfer the appropriate amount 19 from any available funds of the delinquent state agency to the 20 State Florida Casualty Insurance Risk Management Trust Fund.

Section 17. Effective upon this act becoming a law, subsection (2) of section 284.50, Florida Statutes, is amended to read:

24 284.50 Loss prevention program; safety coordinators;
25 Interagency Advisory Council on Loss Prevention; employee
26 recognition program.--

(2) There shall be an Interagency Advisory Council on
Loss Prevention composed of the safety coordinators from each
department and representatives designated by the Division of
State Fire Marshal and the Division of Risk Management. The
chair of the council shall be the Director of the Division of

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Risk Management or his or her designee. The council shall 1 2 meet at least quarterly to discuss safety problems within 3 state government, to attempt to find solutions for these 4 problems, and, when possible, to assist in the implementation 5 of the solutions. If the safety coordinator of a department 6 or office is unable to attend a council meeting, an alternate, 7 selected by the department head or his or her designee, shall 8 attend the meeting to represent and provide input for that department or office on the council. The council is further 9 10 authorized to provide for the recognition of employees, 11 agents, and volunteers who make exceptional contributions to 12 the reduction and control of employment-related accidents. 13 The necessary expenses for the administration of this program of recognition shall be considered an authorized 14 15 administrative expense payable from the State Florida Casualty Insurance Risk Management Trust Fund. 16 17 Section 18. Effective upon this act becoming a law, subsection (3) of section 287.025, Florida Statutes, is 18 amended to read: 19 20 287.025 Prohibition against certain insurance coverage on specified state property or insurable subjects .--21 22 (3) Any items, property, or insurable subjects titled in the name of the state or its departments, divisions, 23 24 bureaus, commissions, or agencies which are not included or 25 insured by the State Risk Management Property Insurance Trust Fund under chapter 284 or specifically designated not to be 26 27 insured by this section shall be eligible subjects for insurance coverage through commercial insurance carriers as 28 29 otherwise provided by law. 30 Section 19. Effective upon this act becoming a law, 31 paragraph (c) of subsection (2) of section 287.059, Florida 10 File original & 9 copies 03/15/00

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Statutes, is amended to read: 1 2 287.059 Private attorney services.--3 (2) No agency shall contract for private attorney 4 services without the prior written approval of the Attorney 5 General, except that such written approval is not required for private attorney services: б 7 (c) Necessary to represent the state in litigation 8 involving the State Florida Casualty Insurance Risk Management 9 Trust Fund pursuant to part II of chapter 284. 10 Section 20. Effective upon this act becoming a law, 11 subsections (1) and (2) of section 331.350, Florida Statutes, 12 are amended to read: 13 331.350 Insurance coverage of the authority; safety 14 program. --15 (1) Notwithstanding any other provision of law, the 16 State Risk Management Property Insurance Trust Fund 17 established under s. 284.30 284.01 shall not insure buildings and property owned or leased by the authority. 18 (2) Notwithstanding any other provision of law, the 19 20 State Florida Casualty Insurance Risk Management Trust Fund established under s. 284.30 shall not insure against any 21 22 liability of the authority. 23 Section 21. Effective upon this act becoming a law, 24 subsection (2) of section 393.075, Florida Statutes, is amended to read: 25 393.075 General liability coverage.--26 27 (2) The Division of Risk Management of the Department of Insurance shall provide coverage through the Department of 28 29 Children and Family Services to any person who owns or 30 operates a foster care facility or group home facility solely 31 for the Department of Children and Family Services, who cares 11 File original & 9 copies hbd0011 03/15/0008:48 am

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for children placed by developmental services staff of the 1 2 department, and who is licensed pursuant to s. 393.067 to provide such supervision and care in his or her place of 3 4 residence. The coverage shall be provided from the general 5 liability account of the State Florida Casualty Insurance Risk Management Trust Fund. The coverage is limited to general б 7 liability claims arising from the provision of supervision and care of children in a foster care facility or group home 8 facility pursuant to an agreement with the department and 9 10 pursuant to guidelines established through policy, rule, or 11 statute. Coverage shall be subject to the limits provided in 12 ss. 284.38 and 284.385, and the exclusions set forth therein, 13 together with other exclusions as may be set forth in the certificate of coverage issued by the trust fund. A person 14 15 covered under the general liability account pursuant to this subsection shall immediately notify the Division of Risk 16 17 Management of the Department of Insurance of any potential or 18 actual claim. Section 22. Effective upon this act becoming a law, 19 20 paragraph (f) of subsection (6) of section 402.3015, Florida Statutes, is amended to read: 21 22 402.3015 Subsidized child care program; purpose; fees; 23 contracts.--24 (6) 25 (f) The Division of Risk Management of the Department of Insurance shall provide coverage through the department to 26 27 the community child care coordinating agencies for the subsidized child care program. The coverage shall be provided 28 from the general liability account of the State Florida 29 30 Casualty Insurance Risk Management Trust Fund, and the coverage shall be primary. The coverage is limited to general 31 12

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liability claims arising from the management of the subsidized 1 2 child care program under a contract with the department and 3 under guidelines established through policy, rule, or law. 4 Coverage shall be limited as provided in ss. 284.38 and 5 284.385, and the exclusions set forth therein, together with 6 other exclusions that are set forth in the certificate of 7 coverage issued by the trust fund, shall apply. A community 8 child care coordinating agency covered under the general 9 liability account pursuant to this paragraph shall immediately 10 notify the Division of Risk Management of the Department of 11 Insurance of any potential or actual claim. 12 Section 23. Effective upon this act becoming a law, 13 paragraph (a) of subsection (14) of section 409.175, Florida 14 Statutes, is amended to read:

409.175 Licensure of family foster homes, residentialchild-caring agencies, and child-placing agencies.--

17 (14)(a) The Division of Risk Management of the Department of Insurance shall provide coverage through the 18 Department of Children and Family Services to any person who 19 owns or operates a family foster home solely for the 20 Department of Children and Family Services and who is licensed 21 to provide family foster home care in her or his place of 22 residence. The coverage shall be provided from the general 23 24 liability account of the State Florida Casualty Insurance Risk 25 Management Trust Fund, and the coverage shall be primary. The coverage is limited to general liability claims arising from 26 27 the provision of family foster home care pursuant to an agreement with the department and pursuant to guidelines 28 29 established through policy, rule, or statute. Coverage shall 30 be limited as provided in ss. 284.38 and 284.385, and the exclusions set forth therein, together with other exclusions 31

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1 as may be set forth in the certificate of coverage issued by 2 the trust fund, shall apply. A person covered under the 3 general liability account pursuant to this subsection shall 4 immediately notify the Division of Risk Management of the 5 Department of Insurance of any potential or actual claim. 6 Section 24. Effective upon this act becoming a law, 7 section 946.509, Florida Statutes, is amended to read:

8 946.509 Insurance of property leased or acquired by 9 the corporation.--

10 (1) The State <u>Risk Management</u> Property Insurance Trust 11 Fund created under s. <u>284.30</u> 284.01 shall insure all property 12 eligible for coverage under part I of chapter 284 which is 13 leased by the department to the corporation or which is 14 subsequently acquired and owned by the corporation and subject 15 to the reversionary ownership interest of the state 16 established in s. 946.505.

17 (2) Coverage under the State Risk Management Property Insurance Trust Fund of property leased to or otherwise 18 acquired by the corporation shall be secured and maintained 19 through the existing policy and account of the Department of 20 21 Corrections with the Division of Risk Management of the Department of Insurance. All matters, including premium 22 calculations, assessments and payments, retrospective premium 23 24 adjustments, reporting requirements, and other requirements, 25 concerning coverage of such property under the State Risk Management Property Insurance Trust Fund shall be conducted as 26 27 if all such property were owned solely by the department. 28 Except as required by chapter 284, if the corporation finds 29 that it is more economical to do so, the corporation may 30 secure private insurance coverage on all or a portion of the activities of or properties used by the corporation. If 31

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coverage through the State Risk Management Property Insurance 1 2 Trust Fund is not secured, the corporation must present 3 documentation of insurance coverage to the Division of Risk 4 Management equal to the coverage that could otherwise be 5 provided by the State Risk Management Property Insurance Trust 6 Fund. 7 Section 25. Effective upon this act becoming a law, 8 subsection (8) of section 985.406, Florida Statutes, is amended to read: 9 10 985.406 Juvenile justice training academies 11 established; Juvenile Justice Standards and Training 12 Commission created; Juvenile Justice Training Trust Fund 13 created.--14 (8) PARTICIPATION OF CERTAIN PROGRAMS IN THE STATE 15 FLORIDA CASUALTY INSURANCE RISK MANAGEMENT TRUST FUND. -- Pursuant to s. 284.30, the Division of Risk Management 16 17 of the Department of Insurance is authorized to insure a private agency, individual, or corporation operating a 18 state-owned training school under a contract to carry out the 19 20 purposes and responsibilities of any program of the department. The coverage authorized herein shall be under the 21 22 same general terms and conditions as the department is insured for its responsibilities under chapter 284. 23 24 Section 26. Effective upon this act becoming a law, section 985.409, Florida Statutes, is amended to read: 25 985.409 Participation of certain programs in the State 26 27 Florida Casualty Insurance Risk Management Trust Fund. -- Pursuant to s. 284.30, the Division of Risk Management 28 29 of the Department of Insurance is authorized to insure a 30 private agency, individual, or corporation operating a 31 state-owned training school under a contract to carry out the 15 File original & 9 copies hbd0011 03/15/00

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purposes and responsibilities of any program of the department. The coverage authorized herein shall be under the same general terms and conditions as the department is insured for its responsibilities under chapter 284. Section 27. Except as otherwise provided herein, this act shall take effect July 1, 2000. And the title is amended as follows: On page 1, line 27, remove from the title of the bill: all of said line and insert in lieu thereof: to conform; providing effective dates.

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