A bill to be entitled

An act relating to attorney fees; creating the "Reasonable Attorney Fees for Taxpayers Act"; providing a definition; requiring state agencies retaining an attorney for legal services to do so by competitive bid; providing a separate procedure for contracts for legal services exceeding a certain amount; providing a limitation on the payment of per-hour fees by state agencies; providing an effective date.

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

2.2

- Section 1. Reasonable attorney fees for taxpayers.--
- (1) This section may be cited as the "Reasonable Attorney Fees for Taxpayers Act."
  - (2) For the purposes of this section, a contract in excess of \$1 million is one in which the fee paid to an attorney or group of attorneys, either in the form of a flat, hourly, or contingent fee, and their expenses, exceeds or can be reasonably expected to exceed \$1 million.
  - (3) Any state agency or state agent that wishes to retain a lawyer or law firm to perform legal services on behalf of this state shall not do so until an open and competitive bidding process has been undertaken.
  - (4) No state agency or state agent shall enter into a contract for legal services exceeding \$1 million without the opportunity for at least one hearing in the Legislature on the terms of the legal contract in accordance with subsection (5).
- (5)(a) Any state agency or state agent entering into a contract for legal services in excess of \$1 million shall file

a copy of said proposed contract with the Clerk of the House of Representatives, who, with the approval of the President of the Senate and the Speaker of the House of Representatives, shall refer such contract to the appropriate committee.

- (b) Within 30 days after such referral, said committee may hold a public hearing on said proposed contract and shall issue a report to the referring state agency or state agent.

  Said report shall include any proposed changes to the proposed contract voted upon by the committee. The state agency or state agent shall review said report and adopt a final contract as deemed appropriate in view of said report and shall file with the Clerk of the House of Representatives its final contract.
- (c) If the proposed contract does not contain the changes proposed by said committee, the referring state agency or state agent shall send a letter to said clerk accompanying the final contract stating the reasons why such proposed changes were not adopted. Said clerk shall refer such letter and final regulations to the appropriate committee. Not earlier than 45 days after the filing of such letter and final contract with said committee, the state agency or state agent shall enter into the final contract.
- (d) If no proposed changes to the proposed contract are made to the state agency or state agent within 60 days after the initial filing of the proposed regulation or any amendment or repeal of such regulation with the Clerk of the House of Representatives, the state agency or state agent may enter into the contract.
- (e) Nothing in this act shall be construed to expand the authority of any state agency or state agent to enter into contracts where no such authority previously existed.

(f) In the event that the Legislature is not in session and the Attorney General wishes to execute a contract for legal services, the Governor, with the unanimous consent of the Speaker of the House of Representatives and the President of the Senate, may establish a five-member interim committee consisting of five state legislators, one each to be appointed by the Governor, the Speaker of the House of Representatives, the President of the Senate, and the minority leader in each house of the Legislature to execute the oversight duties as set forth in paragraphs (b)-(e) of this section. Identical deadlines and reporting responsibilities shall apply to the Attorney General and this interim committee as would apply to a standing committee of the Legislature executing its duties set forth in paragraphs (b)-(e).

(6)(a) At the conclusion of any legal proceeding for

which a state agency or state agent retained outside counsel on a contingent fee basis, the state shall receive from counsel a statement of the hours worked on the case, expenses incurred, the aggregate fee amount, and a breakdown as to the hourly rate, based on hours worked divided into fee recovered, less expenses.

(b) In no case shall the state incur fees and expenses in excess of \$1,000 per hour for legal services. In cases where a disclosure submitted in accordance with paragraph (a) of this section indicates an hourly rate in excess of \$1,000 per hour, the fee amount shall be reduced to an amount equivalent to \$1,000 per hour.

Section 2. This act shall take effect July 1, 2001.

HOUSE SUMMARY Creates the "Reasonable Attorney Fees for Taxpayers Act." Provides for competitive bids for retention of legal services by state agencies. Provides a separate procedure for contracts for legal services valued at over \$1 million. See bill for details.