Bill No. <u>HB 1837, 2nd Eng.</u>

Amendment No. ____ Barcode 110756

	CHAMBER ACTION Senate House
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11	Senator Alexander moved the following amendment:
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13	Senate Amendment
14	On lines 4499-4597, delete those lines
15	
16	and insert:
17	Section 26. Section 440.34, Florida Statutes, is
18	amended to read:
19	440.34 Attorney's fees; costs
20	(1) A fee, gratuity, or other consideration may not be
21	paid for <u>benefits secured</u> services rendered for a claimant in
22	connection with any proceedings arising under this chapter,
23	unless approved as reasonable by the judge of compensation
24	claims or court having jurisdiction over such proceedings. For
25	purposes of this section, the term "benefits secured" shall
26	reflect the following: Except as provided by this section
27	subsection, any attorney's fee approved by a judge of
28	compensation claims for <u>benefits secured for</u> services rendered
29	$\frac{1}{100}$ a claimant $\frac{1}{100}$ shall be $\frac{1}{100}$ must equal to 20 percent of the first
30	\$5,000 of the amount of the benefits secured, whether ordered
31	or agreed to by the parties, and 15 percent of the $\frac{\text{next } \$5,000}{1}$

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1	of the amount of the benefits secured, 10 percent of the
2	remaining amount of the benefits secured to be provided during
3	the first 10 years after the date the claim is filed, and 5
4	percent of the benefits secured after 10 years. In the
5	alternative However, the judge of compensation claims may
6	approve an attorney's fee that may not exceed \$2,500, based on
7	a maximum hourly rate of \$150 per hour, if the judge of
8	compensation claims expressly finds that the fee, based upon
9	the total benefits secured, fails to fairly compensate the
10	attorney and the benefits secured are less than \$10,000. In a
11	proceeding in which a carrier or employer denies that an
12	injury occurred for which compensation benefits are payable
13	and the claimant prevails on the issue of compensability, in
14	lieu of an attorney's fee equal to 15 percent of the benefits
15	secured, the judge of compensation claims may award an
16	attorney's fee that may not exceed \$2,500, based on a maximum
17	hourly rate of \$150 per hour, if the judge of compensation
18	claims expressly finds that the attorney's fee, based on the
19	benefits secured, fails to fairly compensate the attorney and
20	shall consider the following factors in each case and may
21	increase or decrease the attorney's fee if, in her or his
22	judgment, the circumstances of the particular case warrant
23	such action. The judge of compensation claims may not approve
24	a compensation order, a joint stipulation for a lump-sum
25	settlement, a stipulation or agreement between a claimant and
26	his or her attorney, or any other agreement related to
27	benefits under this chapter which provides for an attorney's
28	fee in excess of the amount permitted by this section. ÷
29	(a) The time and labor required, the novelty and
30	difficulty of the questions involved, and the skill requisite
31	to perform the legal service properly

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- (b) The fee customarily charged in the locality for similar legal services.
- (c) The amount involved in the controversy and the benefits resulting to the claimant.
- (d) The time limitation imposed by the claimant or the circumstances.
- (e) The experience, reputation, and ability of the lawyer or lawyers performing services.
 - (f) The contingency or certainty of a fee.
- (2) In awarding a reasonable claimant's attorney's fee, the judge of compensation claims shall consider only those benefits secured by the attorney to the claimant that the attorney is responsible for securing. An attorney is not entitled to attorney's fees for representation in any issue that was ripe, due, and owing and that reasonably could have been addressed during the pendency of other issues for the same injury. The amount, statutory basis, and type of benefits obtained through legal representation shall be listed on all attorney's fees awarded by the judge of compensation claims. For purposes of this section, the term "benefits secured" means benefits obtained as a result of the claimant's attorney's legal services rendered in connection with the claim for benefits. However, such term does not include future medical benefits to be provided on any date more than 5 years after the date the claim is filed.
- (3) If <u>any party</u> the claimant should prevail in any proceedings before a judge of compensation claims or court, there shall be taxed against the nonprevailing party employer the reasonable costs of such proceedings, not to include the attorney's fees of the claimant. A claimant shall be 31 responsible for the payment of her or his own attorney's fees,

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except that a claimant shall be entitled to recover a reasonable attorney's fee from a carrier or employer:

- (a) Against whom she or he successfully asserts a petition for medical benefits only, if the claimant has not filed or is not entitled to file at such time a claim for disability, permanent impairment, wage-loss, or death benefits, arising out of the same accident;
- (b) In any case in which the employer or carrier files a response to petition denying benefits with the Office of the Judges of Compensation Claims and the injured person has employed an attorney in the successful prosecution of the petition;
- (c) In a proceeding in which a carrier or employer denies that an accident occurred for which compensation benefits are payable, and the claimant prevails on the issue of compensability; or
- (d) In cases where the claimant successfully prevails in proceedings filed under s. 440.24 or s. 440.28.

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Regardless of the date benefits were initially requested, attorney's fees shall not attach under this subsection until 30 days after the date the carrier or employer, if self-insured, receives the petition. In applying the factors set forth in subsection (1) to cases arising under paragraphs (a), (b), (c), and (d), the judge of compensation claims must

- 26 only consider only such benefits and the time reasonably spent 27 in obtaining them as were secured for the claimant within the
- 28 scope of paragraphs (a), (b), (c), and (d).
- 29 (4) In such cases in which the claimant is responsible 30 for the payment of her or his own attorney's fees, such fees 31 are a lien upon compensation payable to the claimant,

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notwithstanding s. 440.22.

- (5) If any proceedings are had for review of any claim, award, or compensation order before any court, the court may award the injured employee or dependent an attorney's fee to be paid by the employer or carrier, in its discretion, which shall be paid as the court may direct.
- may not be submitted to a judge of compensation claims for approval except in conjunction with an appropriate motion for approval of a specific fee following the securing of a specific benefit or benefits. A judge of compensation claims may not prospectively approve a contract of representation prior to the securing of the benefit. A judge of compensation claims may not enter an order approving the contents of a retainer agreement that permits the escrowing of any portion of the employee's compensation until benefits have been secured.
- (7) The judge of compensation claims shall not approve a compensation order, a joint stipulation for a lump-sum settlement, a stipulation or agreement between a claimant and his or her attorney, or any other agreement related to benefits under this chapter which provides for an attorney's fee in excess of the amount permitted by this section.