1-1002-04

A bill to be entitled 1 2 An act relating to liability insurance; creating s. 1006.245, F.S.; requiring school 3 4 districts to pay only from insurance proceeds 5 any damages awarded against the district through a claims bill; providing minimum 6 7 amounts of coverage for insurance against such damages; providing an effective date. 8 9 10 Be It Enacted by the Legislature of the State of Florida: 11 12 Section 1. Section 1006.245, Florida Statutes, is created to read: 13 1006.245 School district required to pay claims from 14 insurance proceeds; required insurance coverage. --15 (1) If the Legislature requires a school district to 16 17 pay a claimant damages under a claims bill brought on behalf of the claimant pursuant to s. 768.28, the school district 18 19 must pay the entire amount of the damages out of proceeds from 20 insurance and may not use moneys derived from any other source 21 to make such payment. 22 (2) In addition to other insurance requirements, including, but not limited to, those set forth in s. 1006.24, 23 each district school board shall secure and keep in force 24 25 insurance for paying damages awarded under claims bills in the amount of at least \$500,000 or 1 percent of the operating 26 27 budget of the school district, whichever is less. 28 Section 2. This act shall take effect July 1, 2004. 29 30 31

SENATE SUMMARY Requires school districts to pay only from insurance proceeds any damages awarded against the district through a legislative claims bill. Provides that insurance coverage against such damages must be at least \$500,000 or 1 percent of the operating budget of the school district.