HB 595

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4 5 CHAMBER ACTION

The Judiciary Committee recommends the following:

## Council/Committee Substitute

Remove the entire bill and insert:

A bill to be entitled

6 An act relating to community behavioral health agencies; 7 creating s. 394.9085, F.S.; providing that certain facilities or programs have liability limits in negligence 8 actions under certain circumstances; limiting net economic 9 10 damages allowed per claim; requiring that damages be offset by collateral source payment in accordance with s. 11 768.76, F.S.; requiring that costs to defend actions be 12 assumed by the provider or its insurer; specifying 13 14 occasions upon which the limitations on liability enjoyed by the provider extend to the employee; requiring that 15 providers obtain and maintain specified liability 16 17 coverage; specifying that persons providing contractual services to the state are not considered agents or 18 employees under ch. 440, F.S.; providing for an annual 19 increase in the conditional limitations on damages; 20 21 providing definitions; providing an effective date. 22

23 Be It Enacted by the Legislature of the State of Florida: Page1of3

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24 25 Section 1. Section 394.9085, Florida Statutes, is created to read: 26 27 394.9085 Behavioral provider liability.--(1) (a) In any negligence action for damages for personal 28 29 injury or wrongful death arising out of the provision of services for crisis stabilization brought against a 30 detoxification program, an addictions receiving facility, or a 31 designated public receiving facility, net economic damages shall 32 be limited to \$1 million per liability claim, including, but not 33 limited to, past and future medical expenses, wage loss, and 34 35 loss of earning capacity. In computing net economic damages, 36 such damages shall be offset by any collateral source payment 37 paid in accordance with s. 768.76. In any negligence action for damages for personal 38 (b) 39 injury or wrongful death arising out of the provision of 40 services for crisis stabilization brought against any detoxification program, an addictions receiving facility, or a 41 designated public receiving facility, noneconomic damages shall 42 be limited to \$200,000 per claim. 43 Any costs in defending actions brought under this 44 (C) 45 section shall be assumed by the provider or its insurer. 46 The limitations on liability of a detoxification (2) 47 program, an addictions receiving facility, or any designated public receiving facility as described in subsection (1) shall 48 be exclusive. Such limitations apply to each employee of the 49 provider when the employee is acting in furtherance of the 50 51 provider's responsibilities under its contract with the Page 2 of 3

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52 department. Such limitations do not apply to a provider or 53 employee who acts in a culpably negligent manner or with willful and wanton disregard or unprovoked physical aggression if such 54 55 acts result in injury or death. The eligible provider under this section must, as part 56 (3) 57 of its contract, obtain and maintain an insurance policy providing a minimum of \$1 million per claim and \$3 million per 58 59 incident in coverage for claims described in subsection (1). 60 (4) This section does not designate a person who provides 61 contracted services to the department as an employee or agent of 62 the state for purposes of chapter 440. 63 (5) The Legislature is cognizant of the increasing costs 64 of goods and services each year and recognizes that fixing a set 65 amount of compensation actually has the effect of a reduction in compensation each year. Accordingly, the conditional limitations 66 67 on damages in this section shall be increased at the rate of 5 percent each year, prorated from July 1, 2006, to the date at 68 69 which damages subject to such limitations are awarded by final judgment or settlement. 70 For purposes of this section, the terms 71 (6) "detoxification program," "addictions receiving facility," and 72 73 "receiving facility" have the same meanings as those provided in 74 ss. 397.311(18)(b), 397.311(18)(a), and 394.455(26), 75 respectively. 76 Section 2. This act shall take effect July 1, 2006.

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