2009

1 A bill to be entitled 2 An act relating to contingency fee agreements between the 3 Department of Legal Affairs and private attorneys; 4 creating s. 16.0155, F.S.; providing definitions; 5 prohibiting the Department of Legal Affairs of the Office 6 of the Attorney General from entering into a contingency 7 fee contract with a private attorney unless the Attorney 8 General makes a written determination prior to entering 9 into such a contract that contingency fee representation 10 is both cost-effective and in the public interest; requiring that such written determination include certain 11 findings; requiring that the Attorney General, upon making 12 his or her written determination, request proposals from 13 private attorneys to represent the department on a 14 15 contingency fee basis unless the Attorney General 16 determines in writing that requesting such proposals is 17 not feasible under the circumstances; providing that the written determination does not constitute a final agency 18 19 action subject to review pursuant to state law; providing 20 that the request for proposals and contract award are not 21 subject to challenge under the Administrative Procedure 22 Act; requiring that a private attorney maintain detailed 23 contemporaneous time records with regard to work performed 24 on the matter by any attorneys or paralegals assigned to 25 the matter in specified increments; requiring that a 26 private attorney provide such record to the department 27 upon request; limiting the amount of a contingency fee 28 that may be paid to a private attorney pursuant to a

Page 1 of 5

CODING: Words stricken are deletions; words underlined are additions.

hb0215-02-c2

29 contract with the department; requiring that copies of any 30 executed contingency fee contract and the Attorney General's written determination to enter into such 31 32 contract be posted on the department's website within a 33 specified period after the date on which the contract is 34 executed; requiring that such information remain posted on 35 the website for a specified duration; requiring that any payment of contingency fees be posted on the department's 36 37 website within a specified period after the date on which 38 payment of such contingency fees is made to the private 39 attorney; requiring that such information remain posted on the website for a specified duration; providing an 40 effective date. 41 42 43 Be It Enacted by the Legislature of the State of Florida: 44 Section 1. Section 16.0155, Florida Statutes, is created 45 46 to read: 47 16.0155 Contingency fee agreements.--48 (1)For the purpose of this section, the following 49 definitions shall apply: 50 "Department" means the Department of Legal Affairs. (a) 51 "Private attorney" means any private attorney or law (b) 52 firm. 53 The department shall not enter into a contingency fee (2) 54 contract with a private attorney unless the Attorney General 55 makes a written determination prior to entering into such a 56 contract that contingency fee representation is both cost-

Page 2 of 5

CODING: Words stricken are deletions; words underlined are additions.

2009

| CS/CS/HB | 215 |
|----------|-----|
|----------|-----|

57 effective and in the public interest. Any written determination 58 shall include specific findings for each of the following 59 factors: 60 Whether there exist sufficient and appropriate legal (a) 61 and financial resources within the department to handle the 62 matter. 63 (b) The time and labor required; the novelty, complexity, 64 and difficulty of the questions involved; and the skill 65 requisite to perform the attorney services properly. 66 The geographic area where the attorney services are to (C) 67 be provided. 68 (d) The amount of experience desired for the particular 69 kind of attorney services to be provided and the nature of the 70 private attorney's experience with similar issues or cases. 71 (3) When the Attorney General makes the determination 72 described in subsection (2), then, notwithstanding the exemption 73 provided in s. 287.057(5)(f), the Attorney General shall request 74 proposals from private attorneys to represent the department on 75 a contingency fee basis, unless the Attorney General determines 76 in writing that requesting proposals is not feasible under the 77 circumstances. The written determination does not constitute a 78 final agency action subject to review pursuant to ss. 120.569 79 and 120.57. For purposes of this subsection only, the department 80 is exempt from the requirements of s. 120.57(3), and neither the request for proposals nor the contract award shall be subject to 81 82 challenge pursuant to ss. 120.569 and 120.57. 83 (4) In addition to the requirements set forth in s. 84 287.059(16), any private attorney shall maintain detailed

Page 3 of 5

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

2009

2009 85 contemporaneous time records for the attorneys and paralegals 86 working on the matter in increments of no greater than 1/10 of 87 an hour and shall promptly provide these records to the 88 department, upon request. 89 (5) Notwithstanding s. 287.059(7)(a), no contingency fee 90 contract entered into by the department shall provide for the 91 private attorney to receive an aggregate contingency fee in 92 excess of: 93 (a) Twenty-five percent of any recovery of up to \$10 94 million; plus 95 (b) Twenty percent of any portion of such recovery between 96 \$10 million and \$15 million; plus 97 (c) Fifteen percent of any portion of such recovery 98 between \$15 million and \$20 million; plus 99 Ten percent of any portion of such recovery between (d) 100 \$20 million and \$25 million; plus 101 (e) Five percent of any portion of such recovery exceeding 102 \$25 million. 103 104 In no event shall the aggregate contingency fee exceed \$50 105 million, exclusive of reasonable costs and expenses, and 106 irrespective of the number of lawsuits filed or the number of 107 private attorneys retained to achieve the recovery. 108 (6) Copies of any executed contingency fee contract and 109 the Attorney General's written determination to enter into a 110 contingency fee contract with the private attorney shall be 111 posted on the department's website for public inspection within 112 5 business days after the date the contract is executed and

Page 4 of 5

CODING: Words stricken are deletions; words underlined are additions.

| FL | OR | IDA | ΗΟ | US | Е | ΟF | RΕ | PR | E S | ΕN | ΝΤΑ | ТΙ | VΕ | S |
|----|----|-----|----|----|---|----|----|----|-----|----|-----|----|----|---|
|----|----|-----|----|----|---|----|----|----|-----|----|-----|----|----|---|

- 113 shall remain posted on the website for the duration of the
- 114 contingency fee contract, including any extensions or amendments
- 115 thereto. Any payment of contingency fees shall be posted on the
- 116 department's website within 15 days after the payment of such
- 117 <u>contingency fees to the private attorney and shall remain posted</u>
- 118 on the website for at least 180 days thereafter.
- 119
- Section 2. This act shall take effect July 1, 2009.

Page 5 of 5

2009