HB 415 2025

1 A bill to be entitled 2 An act relating to community-based care lead agency 3 and subcontractor liability; amending s. 409.993, 4 F.S.; lowering the dollar amount limit of net economic 5 damages in tort actions brought against lead agencies 6 and subcontractors; providing that lead agencies and 7 subcontractors that are direct providers of foster 8 care and related services are not liable to pay any 9 claim or judgment that exceeds a specified amount; 10 removing a limitations on damages provision; providing 11 that an attorney may not charge, demand, receive, or 12 collect for services rendered fees that exceed a specified amount of any judgment or settlement; 13 14 providing an effective date.

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

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Section 1. Paragraph (a) of subsection (2), paragraph (a) of subsection (3), and subsection (4) of section 409.993, Florida Statutes, are amended to read:

409.993 Lead agencies and subcontractor liability.-

- (2) LEAD AGENCY LIABILITY.-
- Other than an entity to which s. 768.28 applies, an eligible community-based care lead agency, or its employees or officers, except as otherwise provided in paragraph (b), shall,

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as a part of its contract, obtain a minimum of \$500,000 \$1 million per occurrence with a policy period aggregate limit of \$1 million \$3 million in general liability insurance coverage. The lead agency must also require that staff who transport client children and families in their personal automobiles in order to carry out their job responsibilities obtain minimum bodily injury liability insurance in the amount of \$100,000 per person per any one automobile accident, and subject to such limits for each person, \$300,000 for all damages resulting from any one automobile accident, on their personal automobiles. In lieu of personal motor vehicle insurance, the lead agency's casualty, liability, or motor vehicle insurance carrier may provide nonowned automobile liability coverage. This insurance provides liability insurance for an automobile that the lead agency uses in connection with the lead agency's business but does not own, lease, rent, or borrow. This coverage includes an automobile owned by an employee of the lead agency or a member of the employee's household but only while the automobile is used in connection with the lead agency's business. The nonowned automobile coverage for the lead agency applies as excess coverage over any other collectible insurance. The personal automobile policy for the employee of the lead agency shall be primary insurance, and the nonowned automobile coverage of the lead agency acts as excess insurance to the primary insurance. The lead agency shall provide a minimum limit of \$1 million in

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nonowned automobile coverage. In a tort action brought against such a lead agency or employee, net economic damages shall be limited to \$1 million $\frac{2}{2}$ million per liability claim and \$200,000 per automobile claim, including, but not limited to, past and future medical expenses, wage loss, and loss of earning capacity, offset by any collateral source payment paid or payable. In any tort action brought against a lead agency, noneconomic damages shall be limited to \$400,000 per claim. A lead agency or any subcontractor of an eligible community-based care lead agency that is a direct provider of foster care and related services to children and families is not liable to pay any claim or judgment, or portions thereof, which, when totaled with all other claims or judgments paid by a lead agency or its subcontractors or their officers or employees arising out of the same incident or occurrence, exceeds the amount of \$1.5 million. A claims bill may be brought on behalf of a claimant pursuant to s. 768.28 for any amount exceeding the limits specified in this paragraph. Any offset of collateral source payments made as of the date of the settlement or judgment shall be in accordance with s. 768.76. The lead agency is not liable in tort for the acts or omissions of its subcontractors or the officers, agents, or employees of its subcontractors.

(3) SUBCONTRACTOR LIABILITY.-

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(a) A subcontractor of an eligible community-based care lead agency that is a direct provider of foster care and related

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services to children and families, and its employees or officers, except as otherwise provided in paragraph (b), must, as a part of its contract, obtain a minimum of \$500,000 \$1million per occurrence with a policy period aggregate limit of \$1 million \$3 million in general liability insurance coverage. The subcontractor of a lead agency must also require that staff who transport client children and families in their personal automobiles in order to carry out their job responsibilities obtain minimum bodily injury liability insurance in the amount of \$100,000 per person in any one automobile accident, and subject to such limits for each person, \$300,000 for all damages resulting from any one automobile accident, on their personal automobiles. In lieu of personal motor vehicle insurance, the subcontractor's casualty, liability, or motor vehicle insurance carrier may provide nonowned automobile liability coverage. This insurance provides liability insurance for automobiles that the subcontractor uses in connection with the subcontractor's business but does not own, lease, rent, or borrow. This coverage includes automobiles owned by the employees of the subcontractor or a member of the employee's household but only while the automobiles are used in connection with the subcontractor's business. The nonowned automobile coverage for the subcontractor applies as excess coverage over any other collectible insurance. The personal automobile policy for the employee of the subcontractor shall be primary insurance, and the nonowned

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101 automobile coverage of the subcontractor acts as excess 102 insurance to the primary insurance. The subcontractor shall 103 provide a minimum limit of \$1 million in nonowned automobile coverage. In a tort action brought against such subcontractor or 104 105 employee, net economic damages shall be limited to \$1 million \$2 million per liability claim and \$200,000 per automobile claim, 106 107 including, but not limited to, past and future medical expenses, 108 wage loss, and loss of earning capacity, offset by any 109 collateral source payment paid or payable. In a tort action 110 brought against such subcontractor, noneconomic damages shall be limited to \$400,000 per claim. A lead agency or any 111 112 subcontractor of an eligible community-based care lead agency that is a direct provider of foster care and related services to 113 114 children and families is not liable to pay any claim or 115 judgment, or portions thereof, which, when totaled with all 116 other claims or judgments paid by a lead agency or its 117 subcontractors or their employees arising out of the same 118 incident or occurrence, exceeds the amount of \$1.5 million. A 119 claims bill may be brought on behalf of a claimant pursuant to s. 768.28 for any amount exceeding the limits specified in this 120 121 paragraph. Any offset of collateral source payments made as of 122 the date of the settlement or judgment shall be in accordance with s. 768.76. 123 ATTORNEY FEES.—An attorney may not charge, demand, 124 125 receive, or collect, for services rendered, fees in excess of 25

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percent of any judgment or settlement HIMITATIONS ON DAMAGES.—
The Legislature is cognizant of the increasing costs of goods and services each year and recognizes that fixing a set amount of compensation has the effect of a reduction in compensation each year. Accordingly, the conditional limitations on damages in this section shall be increased at the rate of 5 percent each year, provated from July 1, 2014, to the date at which damages subject to such limitations are awarded by final judgment or settlement.

Section 2. This act shall take effect July 1, 2025.