

HB 1346 -- Tort Reform

Sponsor: Jetton

This bill makes changes to the laws affecting claims for damages for personal injuries. In its main provisions, the bill:

- (1) Clarifies that the maximum liability of the State Legal Expense Fund to any one claimant will be \$500,000 (Section 105.711, RSMo);
- (2) Extends the immunity from civil liability currently granted to landowners adjoining the Katy Trail State Park and certain municipal and county trails to landowners adjoining all publicly owned trails dedicated for recreation (Section 258.100);
- (3) Increases from 1% to 10% the amount by which failure to wear a safety belt can reduce a plaintiff's damage award (Section 307.178);
- (4) Requires that venue in all tort actions against corporations be in the county in which the cause of action accrued or where the corporation "resides" as defined in the bill (Section 508.010);
- (5) Requires that venue in suits against corporations be commenced only in the county where the cause of action accrued (Section 508.040);
- (6) Allows civil defendants to change venue to an appropriate venue if a new defendant is added which would have made the current venue inappropriate had the later-added defendant been named initially (Section 508.120);
- (7) Requires clear and convincing evidence that a defendant's actions were willful, wanton, or malicious in order to award punitive damages and allows discovery as to a defendant's assets only after a finding by the court that the plaintiff has a submissible case on punitive damages (Section 510.263);
- (8) Provides that an order certifying a class in a class action lawsuit is a final, appealable judgment (Section 512.023);
- (9) Provides that in appellate cases involving monetary judgments in excess of \$3 million, a \$3 million supersedeas bond will be sufficient to stay execution, with the remainder of the judgment being an immediate but nonexecutable lien upon the appellant's assets (Section 512.080);
- (10) Defines "costs" to mean the total of fees, miscellaneous

charges, and surcharges (defined in Section 488.010), as well as reasonable charges and fees of endorsed expert witnesses and court reporters, and reasonable expenses for travel, record retrieval, photocopying, long distance telephone calls, exhibit preparation, and videotaped depositions (Section 514.035);

(11) Requires mediation in all tort actions in which claimed damages exceed \$25,000, unless the court finds that mediation would have no chance of success. The bill awards costs to the prevailing party, defined as the plaintiff if the plaintiff's net recovery exceeds his or her last position at mediation, and defined as the defendant if the plaintiff's net recovery is less than the defendant's last position at mediation. If the plaintiff's net recovery is between the parties' last positions at mediation, neither party prevails nor pays the costs of the other party (Section 514.060);

(12) Reduces the statute of limitations for claims by minors less than 18 years of age against physicians, hospitals, dentists, and others from the minor's twentieth birthday to two years from the date of the occurrence of the alleged negligence (Section 516.105);

(13) Limits to five years the extension of time to file a cause of action once the disabilities of minority or mental incapacity are removed (Section 516.170);

(14) Eliminates defendants' joint and several liability in tort actions unless a principal-agent relationship exists between the defendants (Section 537.067);

(15) Gives immunity to outfitters of paddlesport activities for injuries or death to participants due to the inherent risks of paddlesport activities. Outfitters are not immune from liability arising out of an employer-employee relationship. Outfitters are also not immune from liability when an outfitter acts intentionally or negligently, provides unsafe equipment or watercraft, fails to provide a personal flotation device, or fails to exercise ordinary care. All outfitters must post and maintain a warning in a clearly visible location and must include the warning in all contracts with participants (Section 537.327);

(16) Requires an affidavit from a similarly-licensed professional supporting a cause of action for non-medical claims of professional negligence (Section 537.530);

(17) Limits attorney contingency fees in tort actions to 33% of the first \$500,000, 28% of the next \$500,000, and 15% of all damages recovered in excess of \$1 million (Section 537.767);

(18) Limits attorney fees in class action lawsuits to 10% of the value of the judgment or settlement actually collected by the members of the class (Section 537.768);

(19) Prohibits the Attorney General or any state agency from entering into a contingency fee agreement or any agreement providing any incentive bonus with an attorney regarding a claim relating in any manner to a tort action (Section 537.770);

(20) Adds long-term care facilities licensed pursuant to Chapter 198 (Convalescent, Nursing, and Boarding Homes) to the definition of "health care provider" as used in Chapter 538 (Tort Actions Based on Improper Health Care) (Section 538.205);

(21) Specifies that all individuals or entities whose liability is based solely upon an act or omission of an agent, servant, or employee be considered the same defendant as the agent, servant, or employee and specifies that all individuals and entities asserting a wrongful death claim be considered one plaintiff. The bill also eliminates the requirement that the award limitations for noneconomic damages be adjusted annually for inflation and removes the "per occurrence" language in order to overrule a recent Missouri Supreme Court decision (Section 538.210);

(22) Limits civil damages recoverable against certain physicians, dentists, hospitals, and others to \$150,000 for care or assistance necessitated by traumatic injury and rendered in a designated trauma center (Section 538.213);

(23) Requires that the health care provider affidavit required in medical professional negligence cases include the name and address of the affiant, requires that the opinion upon which the affidavit is based be rendered by a physician who is board-certified the same as the defendant, and allows an extension of time not to exceed an additional 90 days for filing the affidavit (Section 538.225);

(24) Prohibits statements, writings, or benevolent gestures expressing sympathy from being admissible as evidence of an admission of liability in a civil action (Section 538.226);

(25) Provides that certain records, written proceedings, or documents of a quality assessment and assurance committee formed pursuant to federal law are confidential, privileged, and not subject to discovery or subpoena in any civil, criminal, or administrative proceeding;

(26) Authorizes the filing of a "miscellaneous" case for the purpose of securing copies of health care records, details what

the petition should and should not contain, and provides that filing a miscellaneous case tolls the statute of limitations for medical malpractice for 120 days (Section 1); and

(27) Includes a severability clause (Section 2).

The bill contains penalty provisions.