1 A bill to be entitled 2 An act relating to punitive damages; amending ss. 3 400.0238, 400.0239, and 429.298, F.S.; removing 4 provisions requiring that a portion of the punitive 5 damages awarded for claims brought under part II of 6 ch. 400, F.S., relating to nursing homes, and part I 7 of ch. 429, F.S., relating to assisted living 8 facilities, be deposited into the Quality of Long-Term 9 Care Facility Improvement Trust Fund; providing an 10 effective date. 11 12 Be It Enacted by the Legislature of the State of Florida: 13 14 Section 1. Subsection (4) of section 400.0238, Florida 15 Statutes, is amended to read: 400.0238 Punitive damages; limitation.-16 (4) Notwithstanding any other law to the contrary, the 17 18 amount of punitive damages awarded pursuant to this section 19 shall be equally divided between the claimant and the Quality of Long-Term Care Facility Improvement Trust Fund, in accordance 20 21 with the following provisions: 22 (a) The clerk of the court shall transmit a copy of the 23 jury verdict to the Chief Financial Officer by certified mail. 24 In the final judgment, the court shall order the percentages of

Page 1 of 4

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

the award, payable as provided herein.

25

(b) A settlement agreement entered into between the original parties to the action after a verdict has been returned must provide a proportionate share payable to the Quality of Long-Term Care Facility Improvement Trust Fund specified herein. For purposes of this paragraph, a proportionate share is a 50-percent share of that percentage of the settlement amount which the punitive damages portion of the verdict bore to the total of the compensatory and punitive damages in the verdict.

- (c) The Department of Financial Services shall collect or cause to be collected all payments due the state under this section. Such payments are made to the Chief Financial Officer and deposited in the appropriate fund specified in this subsection.
- (d) If the full amount of punitive damages awarded cannot be collected, the claimant and the other recipient designated pursuant to this subsection are each entitled to a proportionate share of the punitive damages collected.
- Section 2. Subsection (1) of section 400.0239, Florida Statutes, is amended to read:
- 400.0239 Quality of Long-Term Care Facility Improvement Trust Fund.—
- (1) There is created within the Agency for Health Care
 Administration a Quality of Long-Term Care Facility Improvement
 Trust Fund to support activities and programs directly related
 to improvement of the care of nursing home and assisted living

Page 2 of 4

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

facility residents. The trust fund shall be funded through proceeds generated pursuant to ss. 400.0238 and 429.298, through funds specifically appropriated by the Legislature, through gifts, endowments, and other charitable contributions allowed under federal and state law, and through federal nursing home civil monetary penalties collected by the Centers for Medicare and Medicaid Services and returned to the state. These funds must be utilized in accordance with federal requirements.

Section 3. Subsection (4) of section 429.298, Florida Statutes, is amended to read:

429.298 Punitive damages; limitation.-

- (4) Notwithstanding any other law to the contrary, the amount of punitive damages awarded pursuant to this section shall be equally divided between the claimant and the Quality of Long-Term Care Facility Improvement Trust Fund, in accordance with the following provisions:
- (a) The clerk of the court shall transmit a copy of the jury verdict to the Chief Financial Officer by certified mail. In the final judgment, the court shall order the percentages of the award, payable as provided herein.
- (b) A settlement agreement entered into between the original parties to the action after a verdict has been returned must provide a proportionate share payable to the Quality of Long-Term Care Facility Improvement Trust Fund specified herein. For purposes of this paragraph, a proportionate share is a 50-

Page 3 of 4

percent share of that percentage of the settlement amount which the punitive damages portion of the verdict bore to the total of the compensatory and punitive damages in the verdict.

76

77

78

79

80

81

82

83

84

85

86

87

88

- (c) The Department of Financial Services shall collect or cause to be collected all payments due the state under this section. Such payments are made to the Chief Financial Officer and deposited in the appropriate fund specified in this subsection.
- (d) If the full amount of punitive damages awarded cannot be collected, the claimant and the other recipient designated pursuant to this subsection are each entitled to a proportionate share of the punitive damages collected.
 - Section 4. This act shall take effect July 1, 2019.