Senate Bill 83

By: Senators Jackson of the 41st, Strickland of the 17th, Jones II of the 22nd and Kirkpatrick of the 32nd

AS PASSED

## A BILL TO BE ENTITLED AN ACT

- 1 To amend Article 8 of Chapter 11 of Title 9 of the Official Code of Georgia Annotated,
- 2 relating to provisional and final remedies and special proceedings under the "Georgia Civil
- 3 Practice Act," so as to revise and provide clarity regarding acceptance of settlement offers
- 4 involving motor vehicles for personal injury, bodily injury, and death; to provide for related
- 5 matters; to provide for applicability; to repeal conflicting laws; and for other purposes.

## BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

7 SECTION 1.

- 8 Article 8 of Chapter 11 of Title 9 of the Official Code of Georgia Annotated, relating to
- 9 provisional and final remedies and special proceedings under the "Georgia Civil Practice
- 10 Act," is amended by revising Code Section 9-11-67.1, relating to settlement offers and
- agreements for personal injury, bodily injury, and death from motor vehicle and payment
- 12 methods, as follows:
- 13 "9-11-67.1.

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- 14 (a) Any offer to settle a tort claim for personal injury, bodily injury, or death arising from
- a motor vehicle collision shall be an offer to enter into a bilateral contract.

(b) From the time a cause of action accrues until the filing of an answer by the named defendant, or if there are multiple named defendants, until the time that all named defendants have filed their initial answers or been found to be in default, whichever is applicable, Prior to the filing of an answer, any offer to settle a tort claim for personal injury, bodily injury, or death arising from the use of a motor vehicle collision and prepared by or with the assistance of an attorney on behalf of a claimant or claimants shall be in writing and:

- (1) Shall contain the following material terms, which shall be the only material terms:
- 24 (A) The time period within A date by which such offer must be accepted, which shall be not less than 30 days from receipt of the offer sent by certified mail or statutory overnight delivery, return receipt requested;
- 27 (B) Amount of monetary payment;

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- 28 (C) The party or parties the claimant or claimants will release if such offer is accepted;
- 29 (D) For any type of release, whether the release is full or limited and an itemization of what the claimant or claimants will provide to each releasee; and
- 31 (E) The claims to be released;
- 32 (F) A date by which payment shall be delivered; provided, however, that such date 33 shall not be less than 40 days from receipt of the offer; and
- (G) A requirement that in order to settle the claim the recipient shall provide the
   offeror a statement, under oath, regarding whether all liability and casualty insurance
   issued by the recipient that provides coverage or that may provide coverage for the
   claim at issue has been disclosed to the offeror and a date by which such statement
   under oath shall be delivered, and such date shall not be less than 40 days from receipt
   of the offer; provided, however, that the requirement provided in this subparagraph may
   be waived by the offeror; and
- 41 (2) Shall include medical or other records in the offeror's possession incurred as a result 42 of the subject claim that are sufficient to allow the recipient to evaluate the claim; and

43 (3) May include a term requiring that in order to settle the claim the recipient shall provide the offeror a statement, under oath, regarding whether all liability and casualty 44 45 insurance issued by the recipient that provides coverage or that may provide coverage for 46 the claim at issue has been disclosed to the offeror. (b)(1) Unless otherwise agreed by both the offeror and the recipients in writing, the terms 47 outlined in subsection (a) of this Code section shall be the only terms which can be 48 49 included in an offer to settle made under this Code section. 50 (c) Where any offer to settle a tort claim for personal injury, bodily injury, or death arising from a motor vehicle collision provides any term outside of the material terms provided in 51 52 paragraph (1) of subsection (b) of this Code section, such term shall be construed as an immaterial term that may be mutually agreed to, in writing, by both the offeror and the 53 recipient; provided, however, that a variance by the recipient from such immaterial term 54 shall not subject the recipient to a civil action arising from an alleged failure by the 55 recipient to accept an offer to settle such tort claim if such recipient otherwise complies 56 with subsection (i) of this Code section. 57 58 (2)(d) The recipients of an offer to settle made under this Code section may accept the 59 same by providing written acceptance of the material terms outlined in paragraph (1) of 60 subsection (a) (b) of this Code section in their entirety. (e) Nothing in this Code section is intended to prohibit parties from reaching a 61 62 settlement agreement in a manner and under terms otherwise agreeable to both the offeror 63 and recipient of the offer; provided, however, that no party shall require another party, as a condition of settlement, to waive or modify the application of this Code section or any 64 65 provision of this Code section. (d)(f) Upon receipt of an offer to settle set forth in subsection (a) (b) of this Code section, 66 the recipients shall have the right to seek clarification regarding the terms, the terms of the 67 release, liens, subrogation claims, standing to release claims, medical bills, medical 68 records, and other relevant facts. An attempt to seek reasonable clarification shall be in 69

writing and shall not be deemed a counteroffer; provided, however, that seeking to modify

- 71 the terms under paragraph (1) of subsection (b) of this Code section shall not be deemed
- 72 <u>a clarification</u>. In addition, if a release is not provided with an offer to settle, a recipient's
- providing of a proposed release shall not be deemed a counteroffer.
- 74 (e)(g) An offer to settle made pursuant to this Code section shall be sent by certified mail
- or statutory overnight delivery, return receipt requested, shall specifically reference this
- Code section, and shall include an address, and either or a facsimile number or email
- address, to which a written acceptance pursuant to subsection (b) (d) of this Code section
- may be provided.
- 79 (f)(h) The person or entity providing payment to satisfy the material term set forth in
- subparagraph  $\frac{(a)(1)(B)}{(b)(1)(B)}$  of this Code section may elect to provide payment by any
- one or more of the following means:
- 82 (1) Cash;
- 83 (2) Money order;
- 84 (3) Wire transfer;
- 85 (4) A cashier's check issued by a bank or other financial institution;
- 86 (5) A draft or bank check issued by an insurance company; or
- 87 (6) Electronic funds transfer or other method of electronic payment.
- 88 (g) Nothing in this Code section shall prohibit a party making an offer to settle from
- 89 requiring payment within a specified period; provided, however, that such date shall not
- 90 be less than 40 days from the receipt of the offer.
- 91 (i)(1) There shall be no civil action arising from an alleged failure by the recipient to
- 92 settle a tort claim for personal injury, bodily injury, or death arising from a motor vehicle
- ollision, where the recipient provides the offeror on or before the dates specified in the
- 94 offer:
- 95 (A) A writing that purports to accept in their entirety the material terms of the offer,
- with the exception of the amount of payment;

(B) A statement by the recipient under oath regarding insurance coverage provided by 97 98 the recipient, if required as a material term; and (C) Payment of the lesser of: 99 100 (i) The amount demanded in such offer; or 101 (ii) The available bodily injury liability limits of the applicable insurance policy or 102 policies issued by the recipient. 103 (2) Except as provided in paragraph (3) of this subsection, this subsection shall apply to 104 any offer to settle a tort claim for personal injury, bodily injury, or death arising from a motor vehicle collision; and shall apply to any such offer even where such offer expressly 105 106 provides that any or all of this Code section does not apply to such offer; and shall not be construed to only apply to offers made pursuant to subsection (b) of this Code section. 107 (3) Where the recipient does not comply with paragraph (1) of this subsection in 108 109 response to an offer made in compliance with subsection (b) of this Code section, this 110 subsection shall not apply to any subsequent offer to settle a tort claim for personal injury, bodily injury, or death arising from a motor vehicle collision. 111 112 (h)(i) Notwithstanding any other provision of this Code section to the contrary, this This 113 Code section shall not apply to causes of action for personal injury, bodily injury, and death 114 arising from the use of a motor vehicle on or after July 1, 2021 any offer to settle a product 115 liability claim, including failure to warn arising under product liability."

116 **SECTION 2.** 

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With the exception of a product liability claim, including failure to warn arising under product liability, this Act shall apply to any offers to settle a tort claim for personal injury, bodily injury, or death arising from a motor vehicle collision made on or after the date this Act is approved by the Governor or upon its becoming law without such approval.

121 **SECTION 3.** 

All laws and parts of laws in conflict with this Act are repealed. 122