FIRST REGULAR SESSION

SENATE BILL NO. 303

99TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR WIELAND.

Read 1st time January 17, 2017, and ordered printed.

1306S.01I

ADRIANE D. CROUSE, Secretary.

AN ACT

To repeal section 537.065, RSMo, and to enact in lieu thereof one new section relating to contracts limiting tortfeasor liability.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Section 537.065, RSMo, is repealed and one new section 2 enacted in lieu thereof, to be known as section 537.065, to read as follows:

537.065. 1. Any person having an unliquidated claim for damages against a [tort-feasor] tortfeasor, on account of bodily injuries or death, provided that such tortfeasor's insurer or indemnitor has the opportunity to defend the tortfeasor unconditionally but refuses to do so, may enter into a contract with such [tort-feasor] tortfeasor or any insurer in his behalf or both, whereby, in consideration of the payment of a specified amount, the person asserting the claim agrees that in the event of a judgment against the [tort-feasor] tortfeasor, neither he nor any person, firm or corporation claiming by or through him will levy execution, by garnishment or as otherwise provided 10 by law, except against the specific assets listed in the contract and except against 11 any insurer which insures the legal liability of the [tort-feasor] tortfeasor for such damage and which insurer is not excepted from execution, garnishment or 12 other legal procedure by such contract. Execution or garnishment proceedings in 13 aid thereof shall lie only as to assets of the [tort-feasor] tortfeasor specifically 14 mentioned in the contract or the insurer or insurers not excluded in such 15 16 contract. Such contract, when properly acknowledged by the parties thereto, may be recorded in the office of the recorder of deeds in any county where a judgment 17 may be rendered, or in the county of the residence of the [tort-feasor] tortfeasor, 18 or in both such counties, and if the same is so recorded then such [tort-feasor's]

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tortfeasor's property, except as to the assets specifically listed in the contract, shall not be subject to any judgment lien as the result of any judgment rendered against the [tort-feasor] tortfeasor, arising out of the transaction for which the contract is entered into.

2. Where a judgment is entered pursuant to this section and is offered as proof of the tortfeasor's liability or the claimant's damages in a subsequent action against an insurer or indemnitor, such insurer or indemnitor shall have the right to challenge the reasonableness of the judgment and factual and legal determinations affecting coverage.

Unofficial

Bill

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