FIRST REGULAR SESSION $[P \to R \to E \to T \to D]$

SENATE SUBSTITUTE FOR

SENATE COMMITTEE SUBSTITUTE FOR

SENATE BILL NO. 213

99TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR ROWDEN.

Offered March 29, 2017.

Senate Substitute adopted, March 29, 2017.

Taken up for Perfection March 29, 2017. Bill declared Perfected and Ordered Printed.

0831S.07P

ADRIANE D. CROUSE, Secretary.

AN ACT

To amend chapter 537, RSMo, by adding thereto one new section relating to timelimited offers to settle tort claims.

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

Section A. Chapter 537, RSMo, is amended by adding thereto one new 2 section, to be known as section 537.058, to read as follows:

537.058. 1. As used in this section, the following terms shall 2 mean:

- (1) "Extra-contractual damages", any amount of damage that 4 exceeds the total available limit of liability insurance for all of a 5 liability insurer's liability insurance policies applicable to a claim for
- 6 personal injury, bodily injury, or wrongful death;
- 7 (2) "Time-limited demand", any offer to settle any claim for 8 personal injury, bodily injury, or wrongful death made by or on behalf
- 9 of a claimant to a tort-feasor with a liability insurance policy for
- 10 purposes of settling a claim against such tort-feasor within the
- 11 insurer's limit of liability insurance, which by its terms must be
- 12 accepted within a specified period of time;
- 13 (3) "Tort-feasor", any person claimed to have caused or 14 contributed to cause personal injury, bodily injury, or wrongful death
- 15 to a claimant.

16

2. A time-limited demand to settle any claim for personal injury,

- bodily injury, or wrongful death shall be in writing, shall reference this
 section, shall be sent certified mail return-receipt requested to the tort feasor's liability insurer, and shall contain the following material
- 20 terms:

2526

27

2829

34

35

3637

44

45

46

47

48

49

- 21 (1) The time period within which the offer shall remain open for 22 acceptance by the tort-feasor's liability insurer, which shall not be less 23 than ninety days from the date such demand is received by the liability 24 insurer;
 - (2) The amount of monetary payment requested or a request for the applicable policy limits;
 - (3) The date and location of the loss;
 - (4) The claim number, if known;
 - (5) A description of all known injuries sustained by the claimant;
- 30 (6) The party or parties to be released if such time-limited 31 demand is accepted;
- 32 (7) A description of the claims to be released if such time-limited 33 demand is accepted; and
 - (8) An offer of unconditional release for the liability insurer's insureds from all present and future liability for that occurrence under section 537.060.
 - 3. Such time-limited demand shall be accompanied by:
- 38 (1) A list of the names and addresses of health care providers 39 who provided treatment to or evaluation of the claimant or decedent 40 for injuries suffered from the date of injury until the date of the time-41 limited demand, and HIPPA compliant written authorizations sufficient 42 to allow the liability insurer to obtain records from the health care 43 providers listed; and
 - (2) A list of the names and addresses of all the claimant's employers at the time the claimant was first injured until the date of the time-limited demand, and written authorizations sufficient to allow the liability insurer to obtain records from all employers listed, if the claimant asserts a loss of wages, earnings, compensation, or profits however denominated.
- 4. If a liability insurer with the right to settle on behalf of an insured receives a time-limited demand, such insurer may accept the time-limited demand by providing written acceptance of the material terms outlined in subsection 2 of this section, delivered or postmarked

56

57

58

59

60

6162

64

to the claimant or the claimant's representative within the time period
 set in the time-limited demand.

- 5. Nothing in this section shall prohibit a claimant making a time-limited demand from requiring payment within a specified period; provided, however, that such period for payment shall not be less than ten days after the insurer's receipt of a fully executed unconditional release under section 537.060 as specified in subsection 2 of this section.
- 6. Nothing in this section applies to offers or demands or timelimited demands issued within ninety days of the trial by jury of any claim on which a lawsuit has been filed.
- 7. In any lawsuit filed by a claimant as an assignee of the tort-feasor or by the tort-feasor for the benefit of the claimant, a time-limited demand that does not comply with the terms of this section shall not be considered as a reasonable opportunity to settle for the insurer and shall not be admissible in any lawsuit alleging extra-contractual damages against the tort-feasor's liability insurer.