FIRST REGULAR SESSION

SENATE BILL NO. 454

103RD GENERAL ASSEMBLY

INTRODUCED BY SENATOR TRENT.

0127S.01I KRISTINA MARTIN, Secretary

AN ACT

To repeal section 537.610, RSMo, and to enact in lieu thereof one new section relating to the purchasing of liability insurance for tort claims made against public entities.

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

Section A. Section 537.610, RSMo, is repealed and one new

- 2 section enacted in lieu thereof, to be known as section 537.610,
- 3 to read as follows:

537.610. 1. The commissioner of administration,

- 2 through the purchasing division, and the governing body of
- 3 each political subdivision of this state, notwithstanding
- 4 any other provision of law, may purchase liability insurance
- 5 for tort claims, made against the state or the political
- 6 subdivision, but the maximum amount of such coverage shall
- 7 not exceed two million dollars for all claims arising out of
- 8 a single occurrence and shall not exceed three hundred
- 9 thousand dollars for any one person in a single accident or
- 10 occurrence, except for those claims governed by the
- 11 provisions of the Missouri workers' compensation law,
- 12 chapter 287, and no amount in excess of the above limits
- 13 shall be awarded or settled upon. Sovereign immunity for
- 14 the state of Missouri and its political subdivisions is
- 15 waived only to the maximum amount of and only for the
- 16 purposes covered by such policy of insurance purchased
- 17 pursuant to the provisions of this section and in such
- 18 amount and for such purposes provided in any self-insurance

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- 19 plan duly adopted by the governing body of any political
- 20 subdivision of the state. For purposes of this section, the
- 21 term "purchase" refers only to the direct acquisition by a
- 22 governing body of a political subdivision of this state of
- 23 insurance coverage from an insurance company or other
- 24 business entity and does not include any indirect action by
- 25 contract or otherwise including, but not limited to,
- 26 requiring additional coverage or insured status under the
- 27 insurance policy of another person or entity.
- 28 2. The liability of the state and its public entities
- on claims within the scope of sections 537.600 to 537.650,
- 30 shall not exceed two million dollars for all claims arising
- 31 out of a single accident or occurrence and shall not exceed
- 32 three hundred thousand dollars for any one person in a
- 33 single accident or occurrence, except for those claims
- 34 governed by the provisions of the Missouri workers'
- 35 compensation law, chapter 287.
- 36 3. No award for damages on any claim against a public
- 37 entity within the scope of sections 537.600 to 537.650,
- 38 shall include punitive or exemplary damages.
- 39 4. If the amount awarded to or settled upon multiple
- 40 claimants exceeds two million dollars, any party may apply
- 41 to any circuit court to apportion to each claimant his
- 42 proper share of the total amount limited by subsection 1 of
- 43 this section. The share apportioned each claimant shall be
- 44 in the proportion that the ratio of the award or settlement
- 45 made to him bears to the aggregate awards and settlements
- 46 for all claims arising out of the accident or occurrence,
- 47 but the share shall not exceed three hundred thousand
- 48 dollars.
- 5. The limitation on awards for liability provided for
- 50 in this section shall be increased or decreased on an annual

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- basis effective January first of each year in accordancewith the Implicit Price Deflator for Personal Consumption
- 53 Expenditures as published by the Bureau of Economic Analysis
- of the United States Department of Commerce. The current
- value of the limitation shall be calculated by the director
- of the department of commerce and insurance, who shall
- 57 furnish that value to the secretary of state, who shall
- 58 publish such value in the Missouri Register as soon after
- 59 each January first as practicable, but it shall otherwise be
- 60 exempt from the provisions of section 536.021.
- 6. Any claim filed against any public entity under
- 62 this section shall be subject to the penalties provided by
- 63 supreme court rule 55.03, or any successor rule.

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