By: Representative Brown

To: Judiciary A

HOUSE BILL NO. 380

- AN ACT TO AMEND SECTION 71-3-63, MISSISSIPPI CODE OF 1972, TO REQUIRE THAT THE STATUTORILY ALLOWED ATTORNEY'S FEES IN WORKERS' 2
- COMPENSATION CASES SHALL BE IN ADDITION TO, AND NOT DEDUCTED FROM, THE CLAIMANT'S FULL AWARD OF COMPENSATION; AND FOR RELATED 3
- 4
- 5 PURPOSES.
- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- SECTION 1. Section 71-3-63, Mississippi Code of 1972, is 7
- amended as follows: 8
- 71-3-63. (1) No claim for legal services or for any other 9
- services rendered in respect of a claim or award for compensation, 10
- to or on account of any person, shall be valid unless approved by 11
- 12 the commission or, if proceedings for review of the order of the
- commission in respect of such claim or award are had before any 13
- 14 court, unless approved by such court. Any claim so approved
- shall, in the manner and to the extent fixed by the commission or 15
- such court, be a lien upon such compensation. 16
- (2) Any person (a) who receives any fee, other 17
- 18 consideration, or any gratuity on account of services so rendered,
- 19 unless such consideration or gratuity is approved by the
- commission or such court, or (b) who makes it a business to 20
- 21 solicit employment for a lawyer or for himself in respect of any
- claim or award for compensation, shall be guilty of a misdemeanor 2.2
- and, upon conviction thereof, shall for each offense be punished 23
- by a fine of not more than One Thousand Dollars (\$1,000.00) or by 24
- imprisonment not to exceed one (1) year, or by both such fine and 25
- imprisonment. 26
- (3) Representation of one other than himself or herself 27
- 28 before the commission shall be considered the practice of law, and

- 29 all statutes applying to and regulating the practice in all other
- 30 courts of law in this state shall likewise apply to practice
- 31 before the commission, insofar as the qualifications of those
- 32 practicing before the commission are concerned. This paragraph
- 33 shall not be construed as tightening the rules of evidence which
- 34 are otherwise relaxed in other sections of this chapter.
- In no instance shall the amount recovered by an attorney for
- 36 an appearance before the commission exceed twenty-five percent
- 37 (25%) of the total award of compensation, which amount shall be in
- 38 addition to, and not deducted from, the claimant's full award of
- 39 compensation. Such limitations, however, shall not be construed
- 40 as applying to a fee awarded for additional services by any
- 41 superior court. Legal services rendered where no motion to
- 42 controvert has been filed by either employer or employee shall be
- 43 considered as consultation, and that factor shall be taken into
- 44 consideration in awarding a fee. In all instances, fees shall be
- 45 awarded on the basis of fairness to both attorney and client.
- 46 Although exceptions may be made in the interest of justice, it
- 47 shall be deemed conducive to the best interest of all concerned
- 48 for the commission to approve contracts for attorneys' fees
- 49 voluntarily entered into between attorney and client, within the
- 50 limitations hereinabove set out.
- When an award of compensation becomes final and an attorney's
- 52 fee is outstanding, a partial lump sum settlement sufficient to
- 53 cover the attorney's fee approved therein by the commission shall
- 54 be made immediately, from payments last to become due, and the
- 55 deductions allowed by the law shall be borne equally by the
- 56 attorney and the client.
- 57 **SECTION 2.** This act shall take effect and be in force from
- 58 and after July 1, 2007.