By: Representative Mims

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To: Public Health and Human Services

HOUSE BILL NO. 1479

1 AN ACT TO PROVIDE THAT AN ABORTION CLINIC IS A PROPER PARTY 2 IN A MALPRACTICE ACTION INVOLVING AN ABORTION; TO BRING FORWARD 3 SECTIONS 11-1-60, 11-1-62 AND 11-1-65, MISSISSIPPI CODE OF 1972, FOR PURPOSES OF AMENDMENT; AND FOR RELATED PURPOSES. 4 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 6 SECTION 1. In any malpractice action involving an abortion 7 procedure, the clinic where the procedure occurred or where the 8 patient received any counseling or advice regarding such procedure shall be a proper party in the malpractice action. 9 10 SECTION 2. Section 11-1-60, Mississippi Code of 1972, is brought forward as follows: 11 11-1-60. (1) For the purposes of this section, the 12 13 following words and phrases shall have the meanings ascribed herein unless the context clearly requires otherwise: 14 "Noneconomic damages" means subjective, 15 (a) nonpecuniary damages arising from death, pain, suffering, 16 inconvenience, mental anguish, worry, emotional distress, loss of 17 society and companionship, loss of consortium, bystander injury, 18 physical impairment, disfigurement, injury to reputation, 19 20 humiliation, embarrassment, loss of the enjoyment of life, hedonic damages, other nonpecuniary damages, and any other theory of 21 22 damages such as fear of loss, illness or injury. The term 23 "noneconomic damages" shall not include punitive or exemplary 24 damages. "Actual economic damages" means objectively 25 (b) verifiable pecuniary damages arising from medical expenses and 26 27 medical care, rehabilitation services, custodial care, 28 disabilities, loss of earnings and earning capacity, loss of H. B. No. 1479 G1/2 12/HR40/R1830

income, burial costs, loss of use of property, costs of repair or 29 30 replacement of property, costs of obtaining substitute domestic services, loss of employment, loss of business or employment 31 32 opportunities, and other objectively verifiable monetary losses. 33 (2) (a) In any cause of action filed on or after September 34 1, 2004, for injury based on malpractice or breach of standard of 35 care against a provider of health care, including institutions for

the aged or infirm, in the event the trier of fact finds the 37 defendant liable, they shall not award the plaintiff more than Five Hundred Thousand Dollars (\$500,000.00) for noneconomic 38 39 damages.

40 In any civil action filed on or after September 1, (b) 41 2004, other than those actions described in paragraph (a) of this subsection, in the event the trier of fact finds the defendant 42 43 liable, they shall not award the plaintiff more than One Million Dollars (\$1,000,000.00) for noneconomic damages. 44

It is the intent of this section to limit all noneconomic 45 46 damages to the above.

47 The trier of fact shall not be advised of the (C) 48 limitations imposed by this subsection (2) and the judge shall appropriately reduce any award of noneconomic damages that exceeds 49 50 the applicable limitation.

Nothing contained in subsection (1) of this section 51 (3) shall be construed as creating a cause of action or as setting 52 53 forth elements of or types of damages that are or are not recoverable in any type of cause of action. 54

55 SECTION 3. Section 11-1-62, Mississippi Code of 1972, is brought forward as follows: 56

57 11-1-62. In any civil action alleging damages caused by a 58 prescription drug that has been approved by the federal Food and Drug Administration, a physician, optometrist, nurse practitioner 59 60 or physician assistant may not be sued unless the plaintiff pleads specific facts which, if proven, amount to negligence on the part 61

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62 of the medical provider. It is the intent of this section to 63 immunize innocent medical providers listed in this section who are 64 not actively negligent from forum-driven lawsuits.

65 SECTION 4. Section 11-1-65, Mississippi Code of 1972, is 66 brought forward as follows:

67 11-1-65. (1) In any action in which punitive damages are 68 sought:

(a) Punitive damages may not be awarded if the claimant does not prove by clear and convincing evidence that the defendant against whom punitive damages are sought acted with actual malice, gross negligence which evidences a willful, wanton or reckless disregard for the safety of others, or committed actual fraud.

(b) In any action in which the claimant seeks an award of punitive damages, the trier of fact shall first determine whether compensatory damages are to be awarded and in what amount, before addressing any issues related to punitive damages.

(c) If, but only if, an award of compensatory damages has been made against a party, the court shall promptly commence an evidentiary hearing to determine whether punitive damages may be considered by the same trier of fact.

(d) The court shall determine whether the issue of
punitive damages may be submitted to the trier of fact; and, if
so, the trier of fact shall determine whether to award punitive
damages and in what amount.

86 In all cases involving an award of punitive (e) 87 damages, the fact finder, in determining the amount of punitive 88 damages, shall consider, to the extent relevant, the following: 89 the defendant's financial condition and net worth; the nature and 90 reprehensibility of the defendant's wrongdoing, for example, the impact of the defendant's conduct on the plaintiff, or the 91 relationship of the defendant to the plaintiff; the defendant's 92 93 awareness of the amount of harm being caused and the defendant's motivation in causing such harm; the duration of the defendant's 94

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(f) (i) Before entering judgment for an award of punitive damages the trial court shall ascertain that the award is reasonable in its amount and rationally related to the purpose to punish what occurred giving rise to the award and to deter its repetition by the defendant and others.

107 (ii) In determining whether the award is
108 excessive, the court shall take into consideration the following
109 factors:

110 1. Whether there is a reasonable relationship 111 between the punitive damage award and the harm likely to result 112 from the defendant's conduct as well as the harm that actually 113 occurred;

114 2. The degree of reprehensibility of the 115 defendant's conduct, the duration of that conduct, the defendant's 116 awareness, any concealment, and the existence and frequency of 117 similar past conduct;

118 3. The financial condition and net worth of 119 the defendant; and

120 In mitigation, the imposition of criminal 4. sanctions on the defendant for its conduct and the existence of 121 122 other civil awards against the defendant for the same conduct. 123 The seller of a product other than the manufacturer (2) 124 shall not be liable for punitive damages unless the seller exercised substantial control over that aspect of the design, 125 126 testing, manufacture, packaging or labeling of the product that caused the harm for which recovery of damages is sought; the 127

H. B. No. 1479 12/HR40/R1830 PAGE 4 (CJR\BD) 128 seller altered or modified the product, and the alteration or 129 modification was a substantial factor in causing the harm for 130 which recovery of damages is sought; the seller had actual 131 knowledge of the defective condition of the product at the time he 132 supplied same.

(3) (a) In any civil action where an entitlement to punitive damages shall have been established under applicable laws, no award of punitive damages shall exceed the following: (i) Twenty Million Dollars (\$20,000,000.00) for a defendant with a net worth of more than One Billion Dollars (\$1,000,000,000.00);

(ii) Fifteen Million Dollars (\$15,000,000.00) for a defendant with a net worth of more than Seven Hundred Fifty Million Dollars (\$750,000,000.00) but not more than One Billion Dollars (\$1,000,000,000.00);

(iii) Five Million Dollars (\$5,000,000.00) for a defendant with a net worth of more than Five Hundred Million Dollars (\$500,000,000.00) but not more than Seven Hundred Fifty Million Dollars (\$750,000,000.00);

(iv) Three Million Seven Hundred Fifty Thousand Dollars (\$3,750,000.00) for a defendant with a net worth of more than One Hundred Million Dollars (\$100,000,000.00) but not more than Five Hundred Million Dollars (\$500,000,000.00);

(v) Two Million Five Hundred Thousand Dollars (\$2,500,000.00) for a defendant with a net worth of more than Fifty Million Dollars (\$50,000,000.00) but not more than One Hundred Million Dollars (\$100,000,000.00); or

(vi) Two percent (2%) of the defendant's net worth for a defendant with a net worth of Fifty Million Dollars (\$50,000,000.00) or less.

(b) For the purposes of determining the defendant's networth in paragraph (a), the amount of the net worth shall be

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(c) The limitation on the amount of punitive damages imposed by this subsection (3) shall not be disclosed to the trier of fact, but shall be applied by the court to any punitive damages verdict.

(d) The limitation on the amount of punitive damages imposed by this subsection (3) shall not apply to actions brought for damages or an injury resulting from an act or failure to act by the defendant:

(i) If the defendant was convicted of a felony
under the laws of this state or under federal law which caused the
damages or injury; or

173 (ii) While the defendant was under the influence 174 of alcohol or under the influence of drugs other than lawfully prescribed drugs administered in accordance with a prescription. 175 176 Nothing in this section shall be construed as creating a (4) 177 right to an award of punitive damages or to limit the duty of the 178 court, or the appellate courts, to scrutinize all punitive damage awards, ensure that all punitive damage awards comply with 179 180 applicable procedural, evidentiary and constitutional 181 requirements, and to order remittitur where appropriate. SECTION 5. This act shall take effect and be in force from 182

183 and after July 1, 2012.