COMMITTEE SUBSTITUTE

FOR

H. B. 2002

(BY DELEGATES WAGNER, OVERINGTON, A. EVANS, ANDERSON, WAXMAN, SHOTT, KELLY, E. NELSON, FOLK, ESPINOSA AND MR. SPEAKER (MR. ARMSTEAD))

> (Originating in the House Committee on the Judiciary) [January 21, 2015]

A BILL to repeal §55-7-13 and §55-7-24 of the Code of West Virginia, 1931, as amended; and to amend said code by adding thereto four new sections, designated §55-7-13a, §55-7-13b, §55-7-13c and §55-7-13d, all relating to predicating actions for damages upon principles of comparative fault; establishing the comparative fault standard; abolishing joint liability and implementing several liability; establishing how to consider the fault of nonparties; establishing how to consider the fault of, and the amounts paid by,

settling parties; providing for the use of special interrogatories; clarifying fault may be imputed to another person who was acting as an agent or servant of another; allowing the assessment of a percentage of fault for failing to take reasonable precautionary measures that were available; providing for the burden of proof and limitations; and defining terms.

Be it enacted by the Legislature of West Virginia:

A BILL to repeal §55-7-13 and §55-7-24 of the Code of West Virginia, 1931, as amended; and to amend said code by adding thereto four new sections, designated §55-7-13a, §55-7-13b, §55-7-13c and §55-7-13d, all to read as follows:

ARTICLE 7. ACTIONS FOR INJURIES.

§55-7-13a. Comparative fault standard established.

(a) For purposes of this article, "Comparative fault" means
 the degree to which the fault of a person was a proximate cause
 of a personal injury or death or damage to property, expressed as
 a percentage. Fault shall be determined according to section
 thirteen-c of this article.
 (b) In any action based on tort or any other legal theory
 seeking damages for personal injury, property damage, or

3 [Com. Sub. for H. B. No. 2002 8 wrongful death, recovery shall be predicated upon principles of 9 comparative fault and the liability of each person, including 10 plaintiffs, defendants and nonparties who caused the damages 11 shall be allocated to each applicable person in direct proportion 12 to that person's percentage of fault. 13 (c) The total of the percentages of comparative fault 14 allocated by the trier of fact with respect to a particular incident

15 or injury must equal either zero percent or one hundred percent.

§55-7-13b. Definitions.

- 1 As used in this article:
- 2 <u>"Agent" means a person who is authorized to act for another</u>
- 3 through employment by contract or apparent authority.
- 4 "Compensatory damages" means money awarded to
- 5 <u>compensate a plaintiff for economic and noneconomic loss.</u>
- 6 <u>"Damage" or "damages" means all claims under common</u>
- 7 law or statutory and equitable causes of action for actual
- 8 damages, including economic and noneconomic damages, and
- 9 additional damages, including punitive damages, treble damages,
- 10 penalties, prejudgment interest, post-judgment interest,

- 11 attorney's fees, litigation costs, costs of court, and all other
- 12 damages of any kind.
- 13 <u>"Defendant" means, for purposes of determining an</u>
 14 obligation to pay money to another under this chapter, any
- 15 person against whom a claim is asserted by a plaintiff including
- 16 <u>a counter-defendant, cross-defendant or third-party defendant.</u>
- 17 <u>"Fault" means an act or omission of a person, which is a</u>
- 18 proximate cause of injury or death to another person or persons,
- 19 damage to property, or economic injury, including, but not
- 20 limited to, negligence, malpractice, strict product liability,
- 21 <u>absolute liability, liability under section two, article four, chapter</u>
- 22 twenty-three of this code, or assumption of the risk.
- 23 <u>"Plaintiff" means, for purposes of determining a right to</u>
- 24 recover under this chapter, any person asserting a claim.

§55-7-13c. Liability to be several; amount of judgment; allocation of fault.

- 1 (a) In any action for damages, the liability of each defendant
- 2 for compensatory damages shall be several only and may not be
- 3 joint. Each defendant shall be liable only for the amount of
- 4 compensatory damages allocated to that defendant in direct

5 [Com. Sub. for H. B. No. 2002 5 proportion to that defendant's percentage of fault and a separate judgment shall be rendered against the defendant for that 6 7 amount. However, joint liability may be imposed on two or more persons who consciously conspire and deliberately pursue a 8 9 common plan or design to commit a tortious act or omission. 10 Any person held jointly liable under this subsection shall have a 11 right of contribution from other defendants that acted in concert. 12 (b) To determine the amount of judgment to be entered 13 against each defendant, the court, with regard to each defendant, 14 shall multiply the total amount of compensatory damages 15 determined by the trier of fact by the percentage of each 16 defendant's fault and that amount shall be the maximum 17 recoverable against that defendant. (c) The fault allocated under this section to an immune 18

- 19 defendant or a defendant whose liability is limited by law may
- 20 not be allocated to any other defendant.
- 21 (d) Notwithstanding any other provision of this section to the
- 22 contrary, a defendant that commits one or more of the followings
- 23 acts or omissions shall be jointly liable:

24 (1) A defendant whose conduct constitutes driving a vehicle 25 under the influence of alcohol, a controlled substance, or any 26 other drug or any combination thereof, as described in section 27 two, article five, chapter seventeen-c of this code, which is a 28 proximate cause of the damages suffered by the plaintiff; 29 (2) A defendant whose acts or omissions constitute criminal 30 conduct which is a proximate cause of the damages suffered by 31 the plaintiff; or 32 (3) A defendant whose conduct constitutes an illegal 33 disposal of hazardous waste, as described in section three, article 34 eighteen, chapter twenty-two of this code, which is a proximate 35 cause of the damages suffered by the plaintiff. 36 (e) This section does not apply to the following statutes: 37 (1) Article twelve-a, chapter twenty-nine of this code; 38 (2) Chapter forty-six of this code; and 39 (3) Article seven-b, chapter fifty-five of this code.

§55-7-13d. Determination of fault; imputed fault; failure to take reasonable precautionary measures; plaintiff's involvement in felony criminal act; burden of proof; limitations; applicability; severability.

1 (a) Determination of fault of parties and nonparties.

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2	(1) In assessing percentages of fault, the trier of fact shall
3	consider the fault of all persons who contributed to the alleged
4	damages regardless of whether the person was or could have
5	been named as a party to the suit. The fault shall include the fault
6	imputed or attributed to a person by operation of law, if any;
7	(2) Fault of a nonparty may be considered if the plaintiff
8	entered into a settlement agreement with the nonparty or if a
9	defending party gives notice no later than one hundred eighty
10	days before the date of trial that a nonparty was wholly or
11	partially at fault, but no later than sixty days before the joinder
12	deadline, if any, in the court's scheduling order. The notice shall
13	be given by filing a pleading or discovery response in the action
14	designating the nonparty and setting forth the nonparty's name
15	and last-known address, or the best identification of the nonparty
16	which is possible under the circumstances, together with a brief
17	statement of the basis for believing such nonparty to be at fault.
18	In order to allocate any or all fault to a nonparty and include the
19	named or unnamed nonparty on the verdict form for purposes of
20	apportioning damages, a defendant must prove at trial, by a

- 21 preponderance of the evidence, the fault of the nonparty in
 22 causing the plaintiff's injuries;
- 23 (3) In all instances where a nonparty or a party who has 24 settled with the plaintiff before verdict is assessed a percentage 25 of fault, any recovery by a plaintiff shall be reduced in 26 proportion to the percentage of fault chargeable to such settling 27 party or nonparty: *Provided*, That where a plaintiff has settled 28 with a party or nonparty before verdict, the plaintiff shall 29 promptly inform all other persons against whom liability is asserted of the settlement and the amount of the settlement may 30 31 not be disclosed unless joint liability is applicable; 32 (4) Nothing in this section is meant to eliminate or diminish 33 any defenses or immunities, which exist as of the effective date
- 34 of this section, except as expressly noted herein;
- (5) Assessments of percentages of fault for nonparties are
 used only as a vehicle for accurately determining the fault of
 named parties and may not be introduced as evidence in any
 subsequent action arising out of the same conduct, transaction,
- 39 or occurrence; and

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40	(6) In all actions involving fault of more than one person,
41	unless otherwise agreed by all parties to the action, the court
42	shall instruct the jury to answer special interrogatories or, if
43	there is no jury, shall make findings, indicating the percentage of
44	the total fault that is allocated to each party and nonparty
45	pursuant to this article. For this purpose, the court may
46	determine that two or more persons are to be treated as a single
47	person.
48	(b) Imputed fault. – Nothing in this section may be construed
49	as precluding a person from being held responsible for the
50	portion of comparative fault assessed against another person who
51	was acting as an agent or servant of such person, or if the fault
52	of the other person is otherwise imputed or attributed to such
53	person by statute or common law.
54	(c) Plaintiff's involvement in felony criminal act. – In any
55	civil action, a defendant is not liable for damages that the
56	plaintiff suffers as a result of the negligence or gross negligence
57	of a defendant while the plaintiff is attempting to commit,
58	committing, or fleeing from the commission of a felony:

- 59 *Provided*, That the plaintiff has been convicted of such felony,
- 60 or if deceased, the jury makes a finding beyond a reasonable
- 61 doubt that the decedent committed such felony.
- 62 (d) Burden of proof. The burden of alleging and proving
- 63 <u>comparative fault shall be upon the person who seeks to</u>
 64 establish such fault.
- 65 (e) *Limitations*. Nothing in this section creates a cause of
 66 action.
- 67 (f) Applicability. This section applies to all causes of
- 68 action arising on or after the effective date of its enactment.
- 69 (g) Severability. The provisions of this section are
- 70 severable from one another, so that if any provision of this
- 71 section is held void, the remaining provisions of this section
- 72 shall remain valid.