# MAINE STATE LEGISLATURE

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#### FIRST REGULAR SESSION

#### ONE HUNDRED AND THIRTEENTH LEGISLATURE

### Legislative Document

NO. 256

H.P. 204 House of Representatives, February 5, 1987 Reference to the Committee on Judiciary suggested and ordered printed.

EDWIN H. PERT, Clerk Presented by Representative HILLOCK of Gorham. Cosponsored by Representative ARMSTRONG of Wilton.

#### STATE OF MAINE

## IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-SEVEN

| 1<br>2<br>3 | AN ACT to Amend the Maine Tort Claims Act<br>Regarding Punitive Damages.           |
|-------------|--|
| 4<br>5      | Be it enacted by the People of the State of Maine as follows:                      |
| 6           | 14 MRSA c. 742 is enacted to read:   |
| 7           | CHAPTER 742  |
| 8           | PUNITIVE DAMAGES LIMITATION ACT  |
| 9           | §8131. Short title   |
| 10<br>11    | This Act shall be known and may be cited as the "Punitive Damages Limitation Act." |
| 12          | §8132. Definitions   |

Page 1-LR0395

- As used in this Act, unless the context otherwise indicates, the following terms have the following meanings.
- 1. Economic damages. "Economic damages" means objectively verifiable pecuniary damages arising from 4 5 6 medical expenses and medical care, rehabilitation 7 services, custodial care, loss of earnings and earning capacity, loss of income, burial costs, loss of 8 9 use of property, costs of repair or replacement of 10 property, costs of obtaining substitute domestic ser-11 vices, loss of employment, loss of business or em-12 ployment opportunities and other objectively 13 verifiable monetary losses.
- 14 2. Noneconomic damages. "Noneconomic damages" 15 means pain, suffering, inconvenience, physical im-16 pairment, disfigurement, mental anguish, emotional distress, loss of society and companionship, loss of 17 consortium, injury to reputation, humiliation, other 18 19 nonpecuniary damages and any other theory of damages 20 such as fear of loss, illness or injury. It does not 21 include any punitive damages.
- 3. Person. "Person" means any individual, corporation, company, association, firm, partnership, society, joint stock company or any other entity, including any governmental entity or unincorporated association of persons.
- 27 §8133. Limitation of punitive damages
- In any action for personal injury, property damage or wrongful death, an award for punitive damages may not exceed twice the award of economic damages.
- 31 §8134. Burden of proof
- The imposition of punitive damages shall require
  a finding of actual malice or actual fraud by clear
  and convincing evidence.
- 35 §8135. Bifurcated proceedings
- Punitive damages may not be included in an initial request for damages, but may only be requested after an initial finding of liability. The award of

- punitive damages and the amount of any such damages shall be decided by the judge and not the jury.
- 3 §8136. Limitation on discovery of defendant's finan-4 cial means
- In any action for personal injury, property damage, economic loss or wrongful death in which punitive damages are sought, evidence of the defendant's
  financial means is not admissible until there have
  been findings of liability and supportable punitive
  damages under the facts.
- 11 §8137. Limitation on multiple punitive damages
- Where punitive damages have previously been awarded against a defendant in any state or federal 12 13 14 proceeding, no additional punitive damages may be 15 awarded against that defendant in subsequent proceed-16 ing on the basis of the evidence produced in the pro-17 ceeding in which punitive damages were awarded, un-18 less it is established, by clear and convincing evidence, that new evidence has been discovered which 19 20 would be admissible and which would have a substan-21 tial effect on the award of additional punitive dam-2.2 ages.
  - §8138. Government standards defense

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- Absent proof, by clear and convincing evidence, 24 25 the defendant intentionally and fraudulently 26 withheld from or misrepresented to the state or fed-27 eral agency information known to be material and relevant to the harm in question, punitive damages may 28 29 not be awarded where the product, structure or ser-30 vices alleged to have caused the claimant's harm com-31 plied in material respects, at the time of manufac-32 ture, construction or rendering of the service with 33 standards, conditions or specifications established, 34 adopted or approved by a federal or state law or by 35 an agency of the Federal Government or State Government responsible for the design, formulation, label-36 37 packaging, performance or approval
- 39 §8139. Special damages findings required

product, structure or services.

| 1<br>2<br>3<br>4<br>5                              | 1. Separate findings made. If liability is found in a personal injury or wrongful death action, then the trier of fact, in addition to other appropriate findings, shall make separate findings for each claimant specifying the amount of:  |
|--|--|
| 6  | A. Any past damages; and   |
| 7<br>8<br>9  | B. Any future damages and the periods over which they will accrue, on an annual basis, for each of the following types of damages:   |
| 10   | (1) Medical and other costs of health care;  |
| 11   | (2) Other economic loss; and   |
| 12   | (3) Noneconomic loss.  |
| 13<br>14<br>15<br>16<br>17<br>18<br>19<br>20<br>21 | 2. Calculations of medical cost. The calculation of all future medical care and other costs of health care and future noneconomic loss must reflect the costs and losses during the period of time the claimant will sustain those costs and losses. The calculation of other economic loss must be based on the losses during the period of time the claimant would have lived, but for the injury upon which the claim is based. |
| 22   | §8140. Limitations   |
| 23<br>24<br>25<br>26<br>27                         | Nothing in this Act may be construed to create a cause of action. Nothing in this Act may be construed, in any way, to alter the immunity from civil action of any unit of government, public agency, individual or corporation.   |
| 28   | §8141. Transfer to General Fund  |
| 29<br>30<br>31                                     | In any case where punitive damages are awarded, 100% of the amount awarded shall be transferred to the General Fund.   |

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Page 5-LR0395