5

## **HOUSE BILL No. 4169**

February 2, 2005, Introduced by Reps. Pastor and Gosselin and referred to the Committee on Judiciary.

A bill to amend 1961 PA 236, entitled

"Revised judicature act of 1961,"

by amending sections 4921 and 4969 (MCL 600.4921 and 600.4969), as added by 1986 PA 178.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 4921. (1) If a party -has rejected REJECTS an evaluation
- 2 UNDER THIS CHAPTER and the action proceeds to trial, that party
- 3 shall pay the opposing party's actual costs unless the verdict is
- 4 more favorable to the rejecting party than the -mediation
  - evaluation. However, if the opposing party has also rejected the
- 6 evaluation, that party is entitled to costs only if the verdict is
- 7 more favorable to that party than the -mediation evaluation.
  - (2) For the purpose of subsection (1), a verdict shall be

00060'05 TDR

- 1 adjusted by adding to it assessable costs and interest on the
- 2 amount of the verdict from the filing of the complaint to the date
- 3 of the -mediation evaluation. After this adjustment, the verdict
- 4 is considered more favorable to a defendant if it is more than -10%
- 5 20% below the evaluation and is considered more favorable to
- 6 the plaintiff if it is more than -10% 20% above the evaluation.
- 7 (3) For the purpose of this section, actual costs include
- 8 those costs taxable in any civil action and a reasonable attorney
- 9 fee as determined by the trial judge for services necessitated by
- 10 the rejection of the -mediation evaluation.
- 11 (4) Costs shall not be awarded <u>if the mediation award</u> UNDER
- 12 THIS SECTION IF THE EVALUATION was not unanimous.
- Sec. 4969. (1) If a party has rejected REJECTS an evaluation
- 14 UNDER THIS CHAPTER and the action proceeds to trial, that party
- 15 shall pay the opposing party's actual costs unless the verdict is
- 16 more favorable to the rejecting party than the -mediation
- 17 evaluation. However, if the opposing party has also rejected the
- 18 evaluation, that party is entitled to costs only if the verdict is
- 19 more favorable to that party than the -mediation evaluation.
- 20 (2) For the purpose of subsection (1), a verdict shall be
- 21 adjusted by adding to it assessable costs and interest on the
- 22 amount of the verdict from the filing of the complaint to the date
- 23 of the -mediation evaluation. After this adjustment, the verdict
- 24 is considered more favorable to a defendant if it is more than -10%
- 25 20% below the evaluation and is considered more favorable to
- 26 the plaintiff if it is more than -10% 20% above the evaluation.
- 27 (3) For the purpose of this section, actual costs include

00060'05 TDR

- 1 those costs taxable in any civil action and a reasonable attorney
- 2 fee as determined by the trial judge for services necessitated by
- 3 the rejection of the -mediation evaluation.
- 4 (4) Costs shall not be awarded <u>if the mediation award</u> UNDER
- 5 THIS SECTION IF THE EVALUATION was not unanimous.