THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE RESOLUTION

No. 146 Session of

INTRODUCED BY AUMENT AND MENSCH, JUNE 22, 2021

SENATOR BAKER, JUDICIARY, AS AMENDED, JUNE 24, 2021

A RESOLUTION

2 3 4	conduct a study of the current limitations on liability under 42 Pa.C.S. § 8528 §§ 8528 AND 8553 and issue a report of its < findings and recommendations to the Senate.
5	WHEREAS, In May 1978, the Joint State Government Commission
6	issued a report of the recommendations of the Task Force on
7	Sovereign Immunity in light of the Pennsylvania Supreme Court's
8	holding in Brown v. Commonwealth, 453 Pa. 566 (1973), suggesting
9	that the General Assembly provide for waiver of sovereign
10	immunity; and
11	WHEREAS, The Task Force on Sovereign Immunity, upon
12	completing its review, reaffirmed and resolved to retain the
13	Commonwealth's sovereign immunity and to allow for specific
14	limited waivers; and
15	WHEREAS, The Task Force on Sovereign Immunity recommended
16	that the maximum recovery for any plaintiff under the eight <
17	aforementioned areas of liability be limited to \$250,000 and
18	that the maximum liability exposure for the Commonwealth be
19	limited to \$1 million per event or occurrence and recommended

- 1 that recovery be limited to specific types of damages; and
- 2 WHEREAS, The Task Force on Sovereign Immunity found both
- 3 constitutional authority and strong public policy in favor of
- 4 the proposed limitations on liability; and
- 5 WHEREAS, Among other things, the Task Force on Sovereign
- 6 Immunity stated that "in the case of a suit against an
- 7 individual or a corporation, recovery in most instances is
- 8 effectively limited by the insurance coverage of the defendant;
- 9 where the ultimate recovery exceeds insurance coverage, a
- 10 further practical limitation exists to the extent of any
- 11 defendant's resources. In the case of a sovereign with public
- 12 taxing powers, the absence of a statutory limitation on recovery
- 13 would make the liability exposure in each individual case
- 14 theoretically unlimited"; and
- 15 WHEREAS, On April 19, 1978, the Task Force on Sovereign
- 16 Immunity's recommendations were introduced in the House of
- 17 Representatives as House Bill No. 2437, Printer's No. 3135; and
- 18 WHEREAS, In 1978, the General Assembly enacted Act 330 of
- 19 1978 waiving the Commonwealth's sovereign immunity in certain
- 20 limited circumstances and limiting its liability under 42
- 21 Pa.C.S. §§ 8522 and 8528; and
- WHEREAS, IN 1980, THE GENERAL ASSEMBLY ENACTED ACT 142 OF
- 23 1980, WHICH PLACED SIMILAR LIMITATIONS ON TORT LIABILITY FOR
- 24 LOCAL GOVERNMENT ENTITIES BY LIMITING THE LIABILITY TO \$500,000

<--

- 25 PER EVENT OR OCCURRENCE AND LIMITING RECOVERY TO SPECIFIC TYPES
- 26 OF DAMAGES UNDER 42 PA.C.S. §§ 8542 AND 8553; AND
- 27 WHEREAS, These limits have not been altered since 1978 and in
- 28 a series of cases, including Zauflik v. Pennsbury Sch. Dist.,
- 29 104 A.3d 1096, 1100 (2014) and Grove v. Port Auth. of Allegheny
- 30 County, 218 A.3d 877 (Pa. 2019), the Pennsylvania Supreme Court

- 1 questioned whether the current statutory limitations on
- 2 liability infringe on the constitutional right to a jury trial
- 3 quaranteed by section 6 of Article I of the Constitution of
- 4 Pennsylvania; and
- 5 WHEREAS, The Pennsylvania Supreme Court has also affirmed the
- 6 greater capacity of the Legislature to evaluate complex
- 7 questions of public policy to establish limits on the liability
- 8 of local governments and the Commonwealth in negligence cases;
- 9 and
- 10 WHEREAS, Section 11 of Article I of the Constitution of
- 11 Pennsylvania vests the Legislature with the sole authority to
- 12 waive the Commonwealth's sovereign immunity and with that the
- 13 sole authority to determine the scope of any waiver; and
- 14 WHEREAS, The Senate believes that it is important, having
- 15 agreed to waive the Commonwealth's liability in certain limited
- 16 circumstances, to revisit and reexamine whether it is in the
- 17 interests of this Commonwealth's residents for the limitations
- 18 on liability originally enacted, and as amended, to remain in
- 19 place or be again altered, taking into account the interests of
- 20 litigants, the public and the impact that any change may have
- 21 upon the Commonwealth's budget and the services, benefits and
- 22 programs the Commonwealth offers and provides to its residents;
- 23 therefore be it
- 24 RESOLVED, That the Senate direct the Legislative Budget and <--
- 25 Finance Committee to conduct a study of the current limitations
- 26 on liability under 42 Pa.C.S. § 8528 and issue a report of its-
- 27 findings and recommendations to the Senate; and be it further
- 28 RESOLVED, That the Legislative Budget and Finance Committee's
- 29 study and report take into account the interests of litigants,
- 30 the public and the impact any changes may have upon the

- 1 Commonwealth's budget and the services, benefits and programs it-
- 2 offers and provides to its residents; and be it further
- 3 RESOLVED, THAT THE SENATE DIRECT THE LEGISLATIVE BUDGET AND <--
- 4 FINANCE COMMITTEE TO CONDUCT A STUDY AND PREPARE A REPORT
- 5 CONCERNING THE LIMITATIONS ON LIABILITY UNDER 42 PA.C.S. §§ 8528
- 6 AND 8553; AND BE IT FURTHER
- 7 RESOLVED, THAT THE STUDY INCLUDE ALL OF THE FOLLOWING:
- 8 (1) AN EXAMINATION OF THE IMPACT ON LITIGANTS, INCLUDING
- 9 INFLATION AND OTHER FACTORS AFFECTING THE APPROPRIATENESS OF
- 10 THE CURRENT LIMITATIONS ON LIABILITY.
- 11 (2) AN EXAMINATION OF THE IMPACT OF CHANGING THE
- 12 LIMITATIONS ON LIABILITY ON STATE AND LOCAL GOVERNMENT
- 13 ENTITIES, INCLUDING THE ABILITY OF STATE AND LOCAL GOVERNMENT
- 14 ENTITIES TO RAISE REVENUES AND PROVIDE SERVICES, BENEFITS AND
- 15 PROGRAMS.
- 16 (3) A REVIEW OF THE FACTORS CONTAINED IN THE JOINT STATE
- 17 GOVERNMENT COMMISSION'S 1978 REPORT ON THE RECOMMENDATIONS OF
- 18 THE TASK FORCE ON SOVEREIGN IMMUNITY AS THEY RELATE
- 19 SPECIFICALLY TO CAPS ON RECOVERY AND WAIVERS OF SOVEREIGN AND
- 20 GOVERNMENTAL IMMUNITY.
- 21 (4) A CONSIDERATION OF ANY OTHER FACTORS THAT WILL ALLOW
- 22 THE GENERAL ASSEMBLY TO EVALUATE AND DETERMINE WHETHER THE
- 23 LIMITATIONS ON LIABILITY SHOULD BE INCREASED;
- 24 AND BE IT FURTHER
- 25 RESOLVED, That the Legislative Budget and Finance Committee
- 26 report its findings to the General Assembly no later than June <-
- 27 APRIL 30, 2022. <--