THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 2556 Session of 1980

NO. 2330 1980

INTRODUCED BY W. D. HUTCHINSON, HASAY, BELARDI, SERAFINI, B. F. O'BRIEN, COSLETT, SHUPNIK AND KLINGAMAN, MAY 13, 1980

REFERRED TO COMMITTEE ON INSURANCE, MAY 13, 1980

AN ACT

Amending the act of June 2, 1915 (P.L.736, No.338), entitled, as 2 amended, "An act defining the liability of an employer to pay 3 damages for injuries received by an employe in the course of employment; establishing an elective schedule of 5 compensation; providing procedure for the determination of 6 liability and compensation thereunder; and prescribing 7 penalties," further providing for counsel fees. 8 The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: 10 Section 442, act of June 2, 1915 (P.L.736, 11 No.338), known as "The Pennsylvania Workmen's Compensation Act," 12 reenacted and amended June 21, 1939 (P.L.520, No.281) and 13 amended March 29, 1972 (P.L.159, No.61), is amended to read: 14 Section 442. [All counsel fees, agreed upon by claimant and 15 his attorneys, for services performed in matters before any 16 referee or the board, whether or not allowed as part of a 17 judgment, shall be approved by the referee or board as the case 18 may be, providing the counsel fees do not exceed twenty per centum of the amount awarded. The official conducting any 19

hearing, upon cause shown, may allow a reasonable attorney fee

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- 1 exceeding twenty per centum of the amount awarded at the
- 2 discretion of the hearing official.
- 3 In cases where the efforts of claimants' counsel produce a
- 4 result favorable to the claimant but where no immediate award of
- 5 compensation is made such as in cases of termination or
- 6 suspension the hearing official shall allow or award reasonable
- 7 counsel fees, as agreed upon by claimant and his attorneys,
- 8 without regard to any per centum.] <u>Upon petition by counsel</u>
- 9 <u>filed with the referee, the Workmen's Compensation Board or the</u>
- 10 court, before which the case is then being heard, the referee,
- 11 the Workmen's Compensation Board or the court shall approve an
- 12 <u>award of counsel fees in such an amount as is reasonably</u>
- 13 commensurate with the necessary work performed by counsel. In
- 14 order for counsel fees to be approved and properly awarded, the
- 15 fee petition shall be accompanied by a complete itemized
- 16 <u>statement of the extent and character of the necessary legal</u>
- 17 <u>services performed</u>. The petition shall include an hourly
- 18 breakdown of the time spent in the particular activity plus the
- 19 normal hourly billing rate charged by the attorney. The award
- 20 shall take into account the quality of the representation, the
- 21 complexity of the case and the amount of benefits awarded. In
- 22 the event counsel is willing to accept twenty per centum, or
- 23 less, of compensation awarded and payable up to one hundred
- 24 fifty (150) weeks, as his reasonable counsel fee, that amount
- 25 <u>shall be approved and awarded by the referee, the Workmen's</u>
- 26 Compensation Board or the court, before which the case is then
- 27 being pending, without the necessity of filing such fee
- 28 petition.
- 29 Section 2. This act shall take effect in 60 days.