THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 553

Session of 1987

INTRODUCED BY CLYMER, TRELLO, WILSON, NOYE, BELARDI, LANGTRY, ROBBINS, J. L. WRIGHT, PRESSMANN, BURNS, BOWSER, MERRY, BELFANTI, RAYMOND, FARGO, BARLEY, DISTLER, BATTISTO, SCHEETZ, HALUSKA, SEMMEL AND FOX, MARCH 2, 1987

REFERRED TO COMMITTEE ON JUDICIARY, MARCH 2, 1987

AN ACT

- 1 Amending Title 42 (Judiciary and Judicial Procedure) of the
- 2 Pennsylvania Consolidated Statutes, providing for the
- 3 recovery of certain costs by municipalities.
- 4 The General Assembly of the Commonwealth of Pennsylvania
- 5 hereby enacts as follows:
- 6 Section 1. Section 1726 of Title 42 of the Pennsylvania
- 7 Consolidated Statutes is amended to read:
- 8 § 1726. Establishment of taxable costs.
- 9 (a) General rule. -- The governing authority shall prescribe
- 10 by general rule the standards governing the imposition and
- 11 taxation of costs, including the items which constitute taxable
- 12 costs, the litigants who shall bear such costs, and the
- 13 discretion vested in the courts to modify the amount and
- 14 responsibility for costs in specific matters. All system and
- 15 related personnel shall be bound by such general rules. In
- 16 prescribing such general rules, the governing authority shall be
- 17 guided by the following considerations, among others:

1 (1) Attorney's fees are not an item of taxable costs 2 except to the extent authorized by section 2503 (relating to 3 right of participants to receive counsel fees). 4 The prevailing party should recover his costs from 5 the unsuccessful litigant except where the: 6 (i) Costs relate to the existence, possession or disposition of a fund and the costs should be borne by 7 the fund. 8 9 (ii) Question involved is a public question or where 10 the applicable law is uncertain and the purpose of the litigants is primarily to clarify the law. 11 12 (iii) Application of the rule would work substantial 13 injustice. The imposition of actual costs or a multiple thereof 14 may be used as a penalty for violation of general rules or 15 16 rules of court. (b) Municipalities. -- Municipalities may recover from the 17 18 plaintiff or the attorney who initiated an action all costs, expenses and fees arising from any action in which the 19 20 municipality was a defendant when: 21 (1) the action was terminated in favor of the municipality; 22 23 (2) there was a judicial determination that the 24 municipality is immune from suit; (3) there was a judicial determination that the 25 plaintiff or his attorney did not reasonably believe that the 26 27 municipality was exempt from governmental immunity; 28 (4) there was a judicial determination that the 29 plaintiff or his attorney did not reasonably believe in the existence of facts and circumstances upon which a claim may 30

- be made against a municipality within the exceptions provided
- 2 <u>for in section 8542 (relating to exceptions to governmental</u>
- 3 immunity); and
- 4 (5) there was a judicial determination that the action
- 5 <u>was commenced for a purpose other than that of securing the</u>
- 6 proper discovery, joinder of parties or adjudication of a
- 7 <u>claim for which a municipality has no governmental immunity.</u>
- 8 Section 2. This act shall take effect in 90 days.