## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 2162 Session of 1988

INTRODUCED BY GEORGE, DOMBROWSKI, FEE AND LIVENGOOD, FEBRUARY 8, 1988

REFERRED TO COMMITTEE ON INSURANCE, FEBRUARY 8, 1988

## AN ACT

- Amending Title 75 (Vehicles) of the Pennsylvania Consolidated 1
- 2 Statutes, eliminating the Catastrophic Loss Trust Fund.
- 3 The General Assembly of the Commonwealth of Pennsylvania
- hereby enacts as follows:
- 5 Section 1. Sections 1306(7) and 1373(7) of Title 75 of the
- Pennsylvania Consolidated Statutes are repealed. 6
- 7 Section 2. Section 1769 of Title 75 is amended to read:
- 8 § 1769. [Sunset review] Expiration.
- 9 [This subchapter shall be subject to periodic evaluation,
- 10 review and termination or continuation under the act of December
- 22, 1981 (P.L.508, No.142), known as the Sunset Act, every six 11
- 12 years commencing with an initial termination date of December
- 31, 1990.] 13
- 14 (a) Date.--This subchapter shall expire March 31, 1989.
- 15 (b) Notification. -- Motor vehicle insurers shall notify
- insureds of the expiration of this subchapter within 60 days of 16
- the effective date of this subsection. 17

- 1 Section 3. Section 1787(d) of Title 75 is repealed.
- 2 Section 4. Sections 1796(a), 1797 and 1798(a) and (c) are
- 3 amended to read:
- 4 § 1796. Mental or physical examination of person.
- 5 (a) General rule. -- Whenever the mental or physical condition
- 6 of a person is material to any claim for medical[,] or income
- 7 loss [or catastrophic loss] benefits, a court of competent
- 8 jurisdiction [or the administrator of the Catastrophic Loss
- 9 Trust Fund for catastrophic loss claims] may order the person to
- 10 submit to a mental or physical examination by a physician. The
- 11 order may only be made upon motion for good cause shown. The
- 12 order shall give the person to be examined adequate notice of
- 13 the time and date of the examination and shall state the manner,
- 14 conditions and scope of the examination and the physician by
- 15 whom it is to be performed. If a person fails to comply with an
- 16 order to be examined, the court or the administrator may order
- 17 that the person be denied benefits until compliance.
- 18 \* \* \*
- 19 § 1797. Customary charges for treatment.
- 20 A person or institution providing treatment, accommodations,
- 21 products or services to an injured person for an injury covered
- 22 by medical [or catastrophic loss] benefits shall not make a
- 23 charge for the treatment, accommodations, products or services
- 24 in excess of the amount the person or institution customarily
- 25 charges for like treatment, accommodations, products and
- 26 services in cases involving no insurance.
- 27 § 1798. Attorney fees and costs.
- 28 (a) Basis for reasonable fee.--No attorney's fee for
- 29 representing a claimant in connection with a claim for first
- 30 party benefits provided under Subchapter B (relating to motor

- 1 vehicle liability insurance first party benefits) [or a claim
- 2 for catastrophic loss benefits under Subchapter F (relating to
- 3 Catastrophic Loss Trust Fund)] shall be calculated, determined
- 4 or paid on a contingent fee basis, nor shall any attorney's fees
- 5 be deducted from the benefits enumerated in this subsection
- 6 which are otherwise due such claimant. An attorney may charge a
- 7 claimant a reasonable fee based upon actual time expended.
- 8 \* \* \*
- 9 [(c) Payment by fund.--The Catastrophic Loss Trust Fund may
- 10 award the claimant's attorney a reasonable fee based upon actual
- 11 time expended because a claimant is unable to otherwise pay the
- 12 fees and costs.]
- 13 \* \* \*
- 14 Section 5. This act shall take effect as follows:
- 15 (1) Section 2 (section 1769) and this section shall take
- 16 effect immediately.
- 17 (2) The remainder of this act shall take effect December
- 31, 1988, or immediately, whichever is later.