IN THE SENATE

SENATE BILL NO. 1332

BY JUDICIARY AND RULES COMMITTEE

1	AN ACT
2	RELATING TO ATTORNEY'S FEES, WITNESS FEES AND EXPENSES AWARDED IN CERTAIN
3	INSTANCES; AMENDING SECTION 12-117, IDAHO CODE, TO REVISE WHEN ATTOR-
4	NEY'S FEES, WITNESS FEES AND EXPENSES MAY BE AWARDED, TO REVISE DEFINI-
5	TIONS, TO DEFINE A TERM AND TO MAKE A TECHNICAL CORRECTION; AND DECLAR-
6	ING AN EMERGENCY.

Be It Enacted by the Legislature of the State of Idaho:

SECTION 1. That Section 12-117, Idaho Code, be, and the same is hereby amended to read as follows:

- 12-117. ATTORNEY'S FEES, WITNESS FEES AND EXPENSES AWARDED IN CERTAIN INSTANCES. (1) Unless otherwise provided by statute, in any administrative proceeding or civil judicial proceeding involving as adverse parties a state agency or a political subdivision and a person, the state agency, or political subdivision or the court hearing the proceeding, as the case may be including on appeal, shall award the prevailing party reasonable attorney's fees, witness fees and other reasonable expenses, if it finds that the nonprevailing party acted without a reasonable basis in fact or law.
- (2) If a party to an administrative proceeding or to a civil judicial proceeding prevails on a portion of the case, and the state agency or political subdivision or the court <u>hearing the proceeding</u>, as the case may be <u>including on appeal</u>, finds that the nonprevailing party acted without a reasonable basis in fact or law with respect to that portion of the case, it shall award the partially prevailing party reasonable attorney's fees, witness fees and other reasonable expenses with respect to that portion of the case on which it prevailed.
- (3) Expenses awarded against a state agency or political subdivision pursuant to this section shall be paid from funds in the regular operating budget of the state agency or political subdivision. If sufficient funds are not available in the budget of the state agency, the expenses shall be considered a claim governed by the provisions of section 67-2018, Idaho Code. If sufficient funds are not available in the budget of the political subdivision, the expenses shall be considered a claim pursuant to chapter 9, title 6, Idaho Code. Every state agency or political subdivision against which litigation expenses have been awarded under this act shall, at the time of submission of its proposed budget, submit a report to the governmental body which appropriates its funds in which the amount of expenses awarded and paid under this act during the fiscal year is stated.
- (4) For the purposes of this section: In any civil judicial proceeding involving as adverse parties a governmental entity and another governmental entity, the court shall award the prevailing party reasonable attorney's fees, witness fees and other reasonable expenses. For purposes of this sub-

section, "governmental entity" means any state agency or political subdivision.

(5) For purposes of this section:

- (a) "Person" shall means any individual, partnership, <u>limited liabil-ity partnership</u>, corporation, <u>limited liability company</u>, association or any other private organization;
- (b) "Political subdivision" $\frac{1}{1}$ means a city, a county, or any taxing district. or a health district;
- (c) "Proceeding" means any administrative proceeding, administrative judicial proceeding, civil judicial proceeding or petition for judicial review or any appeal from any administrative proceeding, administrative judicial proceeding, civil judicial proceeding or petition for judicial review.
- $\underline{\text{(d)}}$ "State agency" $\underline{\text{shall}}$ means any agency as defined in section 67-5201, Idaho Code.
- (56) If the amount pleaded in an action by a person is two twenty-five thousand five hundred dollars (\$2,50025,000) or less, the person must satisfy the requirements of section 12-120, Idaho Code, as well as the requirements of this section before he or she may recover attorney's fees, witness fees or expenses pursuant to this section.
- SECTION 2. An emergency existing therefor, which emergency is hereby declared to exist, this act shall be in full force and effect on and after its passage and approval.