## LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS FISCAL IMPACT STATEMENT

**LS 7468 BILL NUMBER:** SB 490 **NOTE PREPARED:** Jan 7, 2025 **BILL AMENDED:** 

SUBJECT: Commercial Motor Vehicle Defendant Liability.

FIRST AUTHOR: Sen. Gaskill FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: X GENERAL X DEDICATED FEDERAL IMPACT: State & Local

<u>Summary of Legislation</u>: This bill provides that noneconomic damages awarded in a civil suit involving a commercial motor vehicle may not be more than \$1 M. The bill provides exceptions.

Effective Date: July 1, 2025.

## **Explanation of State Expenditures:**

**Explanation of State Revenues:** <u>Summary</u> - This bill could increase General Fund revenue from increases in civil filings for accidents involving commercial motor vehicles.

<u>Additional Information</u> - The bill increases the amount a plaintiff can receive from a defendant for civil cases pertaining to accidents involving commercial motor vehicles. As such, the bill could increase the number of civil cases that could be filed following an accident involving a commercial motor vehicle.

If additional civil cases occur and court fees are collected, revenue to the state General Fund will increase. The total revenue per case would range between \$100 and \$122. The amount deposited will vary depending on whether the case is filed in a court of record or a municipal court. The following linked document describes the fees and distribution of the revenue: <u>Court fees imposed in civil, probate, and small claims cases.</u>

**Explanation of Local Expenditures:** By increasing the amount a plaintiff can receive from noneconomic damages, the bill could decrease the number of civil cases that are settled instead of going to trial. Any impact on court caseload is indeterminable.

**Explanation of Local Revenues:** If additional cases occur, revenue will be collected by certain local units. If the case is filed in a court of record, the county will receive \$32 and qualifying municipalities will receive a share of \$3. If the case is filed in a municipal court, the county receives \$20, and the municipality will receive \$37. The following linked document describes the fees and distribution of the revenue: <u>Court fees</u> imposed in civil, probate, and small claims cases.

## State Agencies Affected:

Local Agencies Affected: Trial courts, city and town courts.

Information Sources: Indiana Supreme Court, Indiana Trial Court Fee Manual

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