

H. 12 Consumer Litigation Funding – Amendments Proposed by Naomi Sheffield,
Office of Attorney General – February 12, 2016

(9) “Net proceeds” means the amount recovered by a consumer as a result of a legal claim less costs associated with the legal claim or the underlying events giving rise to the legal claim, including:

(A) after payment of all attorney’s fees, attorney liens, litigation costs; and

(B) any claims of health care providers, claims or liens for related medical services;

(C) liens or claims for reimbursement arising from third-parties who have paid related medical expenses, including claims from health insurers, employers with self-funded health care plans, and publicly-financed health care plans; and

(D) liens or claims for lost wages or workers compensation benefits.

~~employers in workers’ compensation proceedings, health insurers, employer’s with self-funded health care plans, or any publicly-financed health care plan, related to the legal claim or the underlying events giving rise to the legal claim.~~

This definition shall in no way affect the priority of claims or liens other than those for payments to the consumer litigation funding company under a litigation funding contract governed by this subchapter.