D3 3lr3139

By: Delegates Norman, Braveboy, Cane, James, K. Kelly, McComas, McDermott, Otto, Valentino-Smith, Vallario, Vitale, and Wilson

Introduced and read first time: February 12, 2013 Assigned to: Rules and Executive Nominations

A BILL ENTITLED

1	AN ACT concerning
2	Courts - Breach of Contract - Attorney's Fees
3 4 5 6	FOR the purpose of prohibiting a court, in an action for breach of contract, from modifying certain terms of the contract concerning attorney's fees; providing for the application of this Act; and generally relating to breach of contract and attorney's fees.
7 8 9 10 11	BY adding to Article – Courts and Judicial Proceedings Section 6–501 to be under the new subtitle "Subtitle 5. Miscellaneous" Annotated Code of Maryland (2006 Replacement Volume and 2012 Supplement)
12 13	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
14	Article - Courts and Judicial Proceedings
15	SUBTITLE 5. MISCELLANEOUS.
16	6–501.
17 18	EXCEPT AS OTHERWISE PROVIDED BY LAW, IN AN ACTION FOR BREACH OF CONTRACT, A COURT MAY NOT MODIFY THE TERMS OF THE CONTRACT THAT:
19	(1) AUTHORIZE THE RECOVERY OF ATTORNEY'S FEES; AND
20 21	(2) SPECIFY A PERCENTAGE OF FEES, IF ANY, THAT MAY BE AWARDED.



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SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall be construed to apply only prospectively and may not be applied or interpreted to have any effect on or application to any court order before the effective date of this Act.

SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect 5 October 1, 2013.